

**Report ID:** EPQX1001  
**Category:** Master Setup

**PeopleSoft Internal Controls Enforcer**  
**Process Organization**

**Page:** 1  
**Run Date:** Aug 30 2006  
**Run Time:** 2:21:08 PM

**Compliance Project:** PROJ1  
**As of Date:** Jun 30 2006  
**Include History:** No  
**Business Process Option:** All Values

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**Process:** ACCOUNTS\_PAYABLE Accounts Payable

| Subprocess ID      | Subprocess Name            | Entity ID | Entity Name                    |
|--------------------|----------------------------|-----------|--------------------------------|
| MAINT_VENDOR_FILES | Maintain Vendor Files      | US001     | US001 NEW YORK OPS             |
|                    |                            | US003     | US003 CALIFORNIA OPS           |
|                    |                            | US004     | US004 ILLINOIS OPS             |
|                    |                            | US005     | US005 FLORIDA OPS              |
|                    |                            | US006     | US006 OREGON OPS               |
|                    |                            |           |                                |
| PROCESS_AP         | Process Accounts Payable   | US001     | US001 NEW YORK OPS             |
|                    |                            | US002     | US002 MASSACHUSETTS OPERATIONS |
|                    |                            | US003     | US003 CALIFORNIA OPS           |
|                    |                            | US004     | US004 ILLINOIS OPS             |
|                    |                            | US005     | US005 FLORIDA OPS              |
|                    |                            | US006     | US006 OREGON OPS               |
| RECONCILE_AP       | Reconcile Accounts Payable | US001     | US001 NEW YORK OPS             |
|                    |                            | US003     | US003 CALIFORNIA OPS           |
|                    |                            | US004     | US004 ILLINOIS OPS             |
|                    |                            | US005     | US005 FLORIDA OPS              |
|                    |                            | US006     | US006 OREGON OPS               |
|                    |                            |           |                                |

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**Process:** ACCOUNTS\_RECEIVABL Accounts Receivable

| Subprocess ID     | Subprocess Name                | Entity ID | Entity Name          |
|-------------------|--------------------------------|-----------|----------------------|
| APPLY_CASH        | Cash applications              | US001     | US001 NEW YORK OPS   |
|                   |                                | US003     | US003 CALIFORNIA OPS |
|                   |                                | US004     | US004 ILLINOIS OPS   |
|                   |                                | US005     | US005 FLORIDA OPS    |
|                   |                                | US006     | US006 OREGON OPS     |
|                   |                                |           |                      |
| MAINT_CUST_MASTER | Maintain customer master file  | US001     | US001 NEW YORK OPS   |
|                   |                                | US003     | US003 CALIFORNIA OPS |
|                   |                                | US004     | US004 ILLINOIS OPS   |
|                   |                                | US005     | US005 FLORIDA OPS    |
|                   |                                | US006     | US006 OREGON OPS     |
|                   |                                |           |                      |
| MANAGE_COLL_WOS   | Manage collections & write-off | US001     | US001 NEW YORK OPS   |
|                   |                                | US003     | US003 CALIFORNIA OPS |
|                   |                                | US004     | US004 ILLINOIS OPS   |
|                   |                                | US005     | US005 FLORIDA OPS    |
|                   |                                | US006     | US006 OREGON OPS     |
|                   |                                |           |                      |

Report ID: EPQX1002  
Category: Master Setup

PeopleSoft Internal Controls Enforcer  
Process Elements

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Compliance Project: PROJ1  
As of Date: Jun 30 2006  
Include History: No  
Business Process Option: All Values

| Subprocess ID | Subprocess Name   | Element ID          | Element Name                   |
|---------------|-------------------|---------------------|--------------------------------|
| APPLY_CASH    | Cash applications | CASH_EQUIV          | Cash & Cash Equivalents        |
|               |                   | TRADE_RECEIVABLES   | Trade Receivables              |
| CONSOLIDATION | Consolidation     | ACCOUNTS_PAYABLE    | Accounts Payable               |
|               |                   | ACCRUED_EXPENSES    | Accrued Expenses               |
|               |                   | ACCRUED_PAYROLL     | Accrued Payroll                |
|               |                   | ACQUISITION_EXPENSE | Acquisition Expense            |
|               |                   | ADMINISTRATIVE_EXP  | Administrative Expenses        |
|               |                   | ALLOW_DOUBT_ACCTS   | Allowance for Doubtful Accnt's |
|               |                   | CASH_EQUIV          | Cash & Cash Equivalents        |
|               |                   | DEF_INCOME_TAXES    | Deferred Income Taxes          |
|               |                   | DEFERRED_REVENUE    | Deferred Revenue               |
|               |                   | DEFFERED_TAX_ASSET  | Deffered Tax Asset             |
|               |                   | EQUIP_PARTS_REVENU  | Equipment/Parts Revenue        |
|               |                   | EQUIPMENT_COGS      | Equipment COGS                 |
|               |                   | EQUITY              | Equity                         |
|               |                   | GOODWILL            | Goodwill                       |
|               |                   | INC_TAXES_PAYABLE   | Income Taxes Payable           |
|               |                   | INCOME_TAX_EXPENSE  | Income Tax Expense             |
|               |                   | INT_RATES_SWAP      | Interest Rates Swaps           |
|               |                   | INTEREST_EXPENSE    | Interest Expense               |
|               |                   | INV_DISCOUNTS       | Inventory Discounts            |
|               |                   | INV_PARTS           | Inventory - Parts              |
|               |                   | INV_RESERVES        | Inventory Reserves             |
|               |                   | INV_SUPPLIES        | Inventory - Suppliees          |
|               |                   | INVEQUIPMENT        | Inventory - Equipment          |
|               |                   | LONG_TERM_DEBT      | Long-Term Debt                 |
|               |                   | MISC_OTH_ASSETS     | Misc. Other Assets             |
|               |                   | MISC_TAXES          | Misc. Taxes                    |
|               |                   | NON_COMPETE         | Non-Compete                    |
|               |                   | OTH_PROP_EQUIP      | Other Property and Equipment   |
|               |                   | OTHERECMISC         | Other Rec - Miscellaneous      |
|               |                   | OTHRECACCRUAL       | Other Recievables - Cycle Accr |
|               |                   | OTHRECPRODUCT_REBA  | Other Rec - Product Rebates    |
|               |                   | OTHRECSERVICREBATE  | Other Recvabl - Service Rebate |
|               |                   | RENTAL_COGS         | Rental COGS                    |
|               |                   | RENTAL_EQUIPMENT    | Rental Equipment               |
|               |                   | RENTAL_REVENUE      | Rental Revenue                 |
|               |                   | SALES_BONUS         | Sales Bonus                    |
|               |                   | SALES_COMMISSIONS   | Sales Commissions              |
|               |                   | SALES_DISCOUNTS     | Sales Discounts                |
|               |                   | SALES_PAYROLL       | Sales Payroll & Wages          |
|               |                   | SERVICE_REVENUE     | Service Revenue                |
|               |                   | SERVICES_COGS       | Services COGS                  |

**Report ID:** EPQX1003  
**Category:** Master Setup

**PeopleSoft Internal Controls Enforcer**  
**Elements Without Subprocesses**

**Page:** 1  
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**Compliance Project:** PROJ1  
**As of Date:** Jun 30 2006  
**Include History:** No  
**Elements Option:** All Values

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| Element ID | Element Name             | Detailed Description     |
|------------|--------------------------|--------------------------|
| DEPR_EXP   | Depreciation Expense     | Depreciation Expense     |
| ACCUM_DEPR | Accumulated Depreciation | Accumulated Depreciation |

Report ID: EPQX1004  
Category: Master Setup

PeopleSoft Internal Controls Enforcer  
Subprocess by Elements

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Compliance Project: PROJ1  
As of Date: Jun 30 2006  
Include History: No  
Business Process Option: All Values  
Elements Option: All Values

Element: ACCOUNTS\_PAYABLE Accounts Payable

| Subprocess ID      | Subprocess Name            | Entity ID | Entity Name                    |
|--------------------|----------------------------|-----------|--------------------------------|
| CONSOLIDATION      | Consolidation              | US001     | US001 NEW YORK OPS             |
|                    | Consolidation              | US003     | US003 CALIFORNIA OPS           |
|                    | Consolidation              | US004     | US004 ILLINOIS OPS             |
|                    | Consolidation              | US005     | US005 FLORIDA OPS              |
|                    | Consolidation              | US006     | US006 OREGON OPS               |
| GC_CONSOLIDATION   | Corporate Consolidation    | 10000     | World Wide Consolidation       |
| MAINT_VENDOR_FILES | Maintain Vendor Files      | US001     | US001 NEW YORK OPS             |
|                    | Maintain Vendor Files      | US003     | US003 CALIFORNIA OPS           |
|                    | Maintain Vendor Files      | US004     | US004 ILLINOIS OPS             |
|                    | Maintain Vendor Files      | US005     | US005 FLORIDA OPS              |
|                    | Maintain Vendor Files      | US006     | US006 OREGON OPS               |
| MANUAL_JE          | Manual Journal Entries     | US001     | US001 NEW YORK OPS             |
|                    | Manual Journal Entries     | US003     | US003 CALIFORNIA OPS           |
|                    | Manual Journal Entries     | US004     | US004 ILLINOIS OPS             |
|                    | Manual Journal Entries     | US005     | US005 FLORIDA OPS              |
|                    | Manual Journal Entries     | US006     | US006 OREGON OPS               |
| PROCESS_AP         | Process Accounts Payable   | US001     | US001 NEW YORK OPS             |
|                    | Process Accounts Payable   | US002     | US002 MASSACHUSETTS OPERATIONS |
|                    | Process Accounts Payable   | US003     | US003 CALIFORNIA OPS           |
|                    | Process Accounts Payable   | US004     | US004 ILLINOIS OPS             |
|                    | Process Accounts Payable   | US005     | US005 FLORIDA OPS              |
| RECONCILE_AP       | Reconcile Accounts Payable | US001     | US001 NEW YORK OPS             |
|                    | Reconcile Accounts Payable | US003     | US003 CALIFORNIA OPS           |
|                    | Reconcile Accounts Payable | US004     | US004 ILLINOIS OPS             |
|                    | Reconcile Accounts Payable | US005     | US005 FLORIDA OPS              |
|                    | Reconcile Accounts Payable | US006     | US006 OREGON OPS               |
| REPORTING          | Reporting Financials       | US001     | US001 NEW YORK OPS             |
|                    | Reporting Financials       | US003     | US003 CALIFORNIA OPS           |
|                    | Reporting Financials       | US004     | US004 ILLINOIS OPS             |
|                    | Reporting Financials       | US005     | US005 FLORIDA OPS              |
|                    | Reporting Financials       | US006     | US006 OREGON OPS               |

Element: ACCRUED\_EXPENSES Accrued Expenses

**Report ID:** EPQX1005  
**Category:** Master Setup

**PeopleSoft Internal Controls Enforcer**  
**Subprocess Without Elements**

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**Compliance Project:** PROJ1  
**As of Date:** Jun 30 2006  
**Include History:** No  
**Business Process Option:** All Values

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| Subprocess ID     | Subprocess Name        | Entity ID | Entity Name              |
|-------------------|------------------------|-----------|--------------------------|
| FIXED_ASSETS_ACQ  | Acquiring Fixed Assets | 10000     | World Wide Consolidation |
| FIXED_ASSETS_DISP | Dispoing Fixed Assets  | 10000     | World Wide Consolidation |

**Report ID:** EPQX1006  
**Category:** Master Setup

**PeopleSoft Internal Controls Enforcer**  
**Subprocess Without Instances**

**Page:** 1  
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**Run Time:** 2:33:45 PM

**Compliance Project:** PROJ1  
**As of Date:** Jun 30 2006  
**Include History:** No  
**Business Process Option:** All Values

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| Subprocess ID | Subprocess Name           | Business Process ID | Business Process Name |
|---------------|---------------------------|---------------------|-----------------------|
| DEPRECIATE_FA | Depreciating Fixed Assets | FIXED_ASSETS        | Fixed Assets          |

Report ID: EPQX1007  
Category: Master Setup

PeopleSoft Internal Controls Enforcer  
Risks

Page: 1  
Run Date: Aug 30 2006  
Run Time: 2:35:35 PM

Compliance Project: PROJ1  
As of Date: Jun 30 2006  
Include History: No  
Risk Option: All Values

| Risk ID   | Risk Name                      | Risk Description   |
|-----------|--------------------------------|--|
| AP_SP1_R1 | Duplicate Vendor Records       | Duplicate vendor records may be created.   |
| AP_SP1_R2 | Unauthorized Changes to Vendor | Users may have unauthorized access to update vendor master files or add new vendors.   |
| AP_SP2_R1 | AP Bank Acct Doesn't Reconcile | The bank amount in the books may not agree with the amount on hand in the bank.  |
| AP_SP2_R2 | Sub-ledger doesn't recon to GL | The AP Sub-ledger doesn't reconcile to related GL Account  |
| AP_SP3_R1 | Inappropriate Adjustments      | Adjustments may be approved that are not acceptable to management; this could affect operating results adversely and result in dissatisfied vendors and/or unrecorded liabilities. |
| AP_SP3_R2 | Disbursement but no Receipt    | Cash may be disbursed for goods and services not received.   |
| AP_SP3_R3 | Disbursed Prior to Due Date    | Cash may be disbursed prior to due date.   |
| AP_SP3_R4 | PO is different from invoice   | Purchase Order price differs from invoice price resulting in price discrepancies are resolved in favor of the supplier.  |
| AP_SP3_R5 | Goods received but no record   | Goods and services may be received but never reported or reported inaccurately; this could result in a misstatement of inventory and cost of sales or in unrecorded liabilities.   |
| AP_SP3_R6 | Fraud                          | Misappropriations or fraudulent payments.  |
| AP_SP3_R7 | Error in account distribution  | Error in account distribution or processing of adjustments   |
| AP_SP3_R8 | Invoice Errors                 | Unintentional or deliberate errors on supplier invoices  |
| AP_SP3_R9 | Invalid debit and credit advic | Unsupported debit and credit advices may be issued.  |
| AR_SP1_R1 | Unauthized Chg to Cust Master  | Access is not appropriately restricted to accounts receivable records and customer maintenance files.  |
| AR_SP1_R2 | Over Extending Credit          | Customer credit limits are not appropriately established, monitored and updated.   |
| AR_SP1_R3 | No Sales Tax Due is Collected  | Tax exempt status is given to a customer when they are not tax exempt.   |
| AR_SP2_R1 | Inappropriate write-offs       | Inappropriate write-offs may be done.  |
| AR_SP2_R2 | Poor Collection                | Collection efforts on delinquent accounts are not done timely.   |
| AR_SP2_R3 | Insufficient Reserves          | Appropriate reserves are not established for uncollectible accounts.   |
| AR_SP3_R1 | Lost Cash                      | Cash received is diverted, lost or otherwise not applied accurately to accounts receivable.  |
| AR_SP3_R2 | Incorrect Payment Info         | Data entry errors result in inaccurate recording of payments.  |
| AR_SP3_R3 | Incorrect Application          | Payments are processed to an incorrect invoice.  |
| AR_SP3_R4 | Payments Unapplied             | Large unapplied cash amounts result in improper A/R balances.  |
| FA_SP1_R1 | Invalid Acquisitions           | Unauthorized acquisition of fixed assets.  |
| FA_SP1_R2 | Inaccurate Acquisitions        | Fixed asset acquisitions are inaccurately recorded.  |
| FA_SP1_R3 | Incomplete Acquisitions        | Not all fixed asset acquisitions are recorded and accounted for.   |
| FA_SP2_R1 | Inaccurate Depreciation        | Depreciation is calculated inaccurately.   |
| FA_SP2_R2 | Invalid Depreciation           | Invalid depreciation expenses is recorded.   |
| FA_SP3_R1 | Invalid Disposals              | Fixed asset disposals are invalid.   |
| FA_SP3_R2 | Incomplete Disposals           | Not all fixed asset disposals are recorded and accounted for.  |
| FA_SP3_R3 | Inaccurate Disposals           | Fixed asset disposals are inaccurately recorded.   |
| GC_SP1_R1 | Inappropriate Access to System | Users are not restricted to appropriate access and data within Global Consolidations.  |
| GC_SP1_R2 | Errors in Processing           | Undetected errors in processing, consolidating, summarizing, or recording transactions.  |
| GC_SP1_R3 | Unauth access to setup/process | Unauthorized access to both setup and processing functionality within the system. Unauthorized access could result in improper accounting entries.                                 |
| GC_SP1_R4 | Unauth Access to Entry/Approvl | Unauthorized access to both journal entry and journal approval functionality within the system. Unauthorized access could result in improper accounting entries.                   |
| GC_SP1_R5 | Unauth Access to Correct Mode  | Unauthorized access to correction mode within the system. Unauthorized access could result in improper changes to system setup without any history of such changes.                |
| GC_SP1_R6 | Unauth Access to Lock/Unlock   | Unauthorized access to lock or unlock periods within the system. Unauthorized access could result in improper accounting entries to locked periods as well as proper cutoff.       |

**Report ID:** EPQX1008  
**Category:** Master Setup

**PeopleSoft Internal Controls Enforcer**  
**Risks Without Controls**

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**Compliance Project:** PROJ1  
**As of Date:** Jun 30 2006  
**Include History:** No

| Risk ID   | Risk Name               | Risk Description   |
|-----------|-------------------------|--|
| FA_SP1_R1 | Invalid Acquisitions    | Unauthorized acquisition of fixed assets.                        |
| FA_SP1_R2 | Inaccurate Acquisitions | Fixed asset acquisitions are inaccurately recorded.              |
| FA_SP1_R3 | Incomplete Acquisitions | Not all fixed asset acquisitions are recorded and accounted for. |
| FA_SP2_R1 | Inaccurate Depreciation | Depreciation is calculated inaccurately.                         |
| FA_SP2_R2 | Invalid Depreciation    | Invalid depreciation expenses is recorded.                       |
| FA_SP3_R1 | Invalid Disposals       | Fixed asset disposals are invalid.                               |
| FA_SP3_R2 | Incomplete Disposals    | Not all fixed asset disposals are recorded and accounted for.    |
| FA_SP3_R3 | Inaccurate Disposals    | Fixed asset disposals are inaccurately recorded.                 |



**Report ID:** EPQX1009  
**Category:** Master Setup

**PeopleSoft Internal Controls Enforcer  
Controls**

**Page:** 1  
**Run Date:** Aug 30 2006  
**Run Time:** 2:40:46 PM

**Compliance Project:** PROJ1  
**As of Date:** Jun 30 2006  
**Include History:** No  
**Control Option:** All Values

| Control ID                                       | Control Name  | Control Description  |
|--|---|--|
| AP_SP1_C1<br>AP_SP2_C1                           | System Warning<br>GL is reconciled to AP  | System warns when key data such as Vendor Name or Tax ID Number matches existing records.<br>GL is reconciled to AP on a regular basis and evidence of this and timely resolution of reconciling items is documented.  |
| AP_SP2_C4  | Due Dt Payment Automation   | Automate the disbursement process to generate checks based on invoice payment due date and to post the appropriate accounting entries.   |
| AP_SP3_C1  | Positive Pay  | Use Positive Pay best practice by providing the bank with a listing of all issued checks and amounts to compare to all checks received at the bank, and the bank should only pay those checks which are on the listing and match in amount.  |
| AP_SP3_C10                                       | Analytic Reporting  | PeopleSoft provides two open liability reports (APY1400 series) that enable users to view open liabilities in Payables - Aged Liability and Open Liability.  |
| AP_SP3_C11<br>AP_SP3_C12                         | Receipt Aware<br>Invoice Discounting  | Defines logic for matching receipts with the appropriate PO's.<br>PeopleSoft will automatically discount the vendor payment within the specified payment time. This is delivered functionality within PeopleSoft. The system will schedule payment based on invoice due dates (or discount dates).   |
| AP_SP3_C13<br>AP_SP3_C14                         | Restrict One Time Vendor<br>Duplicate Invoice Checking                              | Access to One Time Vendor capabilities is restricted to only authorized individuals.<br>The specify options are cumulative and are as follows: Business Unit, Vendor ID, Invoice Number, Invoice Date, and Gross Amount. If any of these variables are found to have values that already exist in the voucher tables, users can have the system Rejec  |
| AP_SP3_C15<br>AP_SP3_C2                          | Voucher Limits<br>Signature Authority   | AP User Preferences can be setup to limit the amount of any one voucher that a given user can enter into the system.<br>Establish a dollar threshold for checks requiring two signatures--either two manual signatures or one manual signature and one computer-generated signature.   |
| AP_SP3_C3<br>AP_SP3_C5<br>AP_SP3_C6<br>AP_SP3_C7 | Manager Review of Invoice<br>Matching<br>Check # Seq Reports<br>Exception Reporting | Require managers to review, approve and code Professional services and capital invoices for payment.<br>3 way matching is employeeed to ensure invoice amounts are within established tolerances of PO amounts.<br>Check Register is reviewed for valid check sequencing.<br>Exception reporting and investigation of processed invoices that vary from purchase orders or other criteria by more than pre-established limits. |
| AP_SP3_C8<br>AP_SP3_C9                           | Evaluated Receipt Settlement<br>Void Documents                                      | PeopleSoft provides for Evaluated Receipt Settlement (ERS) in which no invoicing is required.<br>Perforation, voiding or otherwise canceling source documentation to prevent reuse (e.g., vouchers, invoices and adjustment forms)   |
| AR_SP1_R2_C1<br>AR_SP1_R3_C1<br>AR_SP2_R1_C1     | Credit Limits<br>Signed Tax Exempt Forms<br>Write-Off Limits                        | Credit limits are established, monitored and maintained for all customers<br>Signed tax exempt forms must be received and verified before the tax exempt status is entered.<br>Write-off limits can be configured for manual write-offs and automatic write-offs done on payment and maintenance worksheets, and applied at different levels, even at the transaction level.   |
| AR_SP2_R2_C1<br>AR_SP2_R2_C2<br>AR_SP2_R2_C3     | AR Aging<br>Field Auditing<br>AutomateCollections Monitoring                        | AR3000 series standard delivered reports.<br>Credit and Collections field level auditing can be enabled in the system.<br>New in 8.8 is the Credit/Collections Conditions Monitor which establishes rules for monitoring credit and collection efforts.  |
| AR_SP3_C1  | Payment Predictor   | Payment Predictor is used to automate the cash applications process based on defined business rules (SQL based) being applied to payment information received electronically through EDI, Lockbox EFT file transmissions etc.  |
| AR_SP3_C2<br>AR_SP3_C3                           | EDI Manager<br>Sufficient Pymt Match Criteria                                       | Use of EDI allows customers to directly transmit standardized payment information and in effect self apply payments.<br>Payments should be matched at a minimum based on invoice number and customer number otherwise data entry error's at the bank could result in misapplication of funds. It is unlikely both criteria will be miskeyed.   |
| AR_SP3_R1_C1<br>AR_SP3_R1_C2                     | Lockbox<br>Live Check Policies  | Checks are mailed directly to a bank lockbox and deposited directly into the bank account.<br>Live check policies are documented.  |

**Report ID:** EPQX1010  
**Category:** Master Setup

**PeopleSoft Internal Controls Enforcer**  
**Controls Without Risks**

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**Compliance Project:** PROJ1  
**As of Date:** Jun 30 2006  
**Include History:** No

| Control ID | Control Name                   | Control Description   |
|------------|--------------------------------|---|
| AP_SP3_C14 | Duplicate Invoice Checking     | The specify options are cumulative and are as follows: Business Unit, Vendor ID, Invoice Number, Invoice Date, and Gross Amount. If any of these variables are found to have values that already exist in the voucher tables, users can have the system Rejec |
| AP_SP3_C6  | Check # Seq Reports            | Check Register is reviewed for valid check sequencing.  |
| AP_SP3_C9  | Void Documents                 | Perforation, voiding or otherwise canceling source documentation to prevent reuse (e.g., vouchers, invoices and adjustment forms)   |
| C1         |                                |   |
| FA_C1      | Application Security           | Application security for the fixed asset system is configured to restrict the ability ti create, change and delete fixed asset records to authorized personnel  |
| FA_C2      | Review of Fixed Asset Register | Periodic reviews of the fixed asset register are performed by management for accuracy.  |
| FA_C3      | System Edits                   | Fixed asset system has edits in place to ensure that all asset related information is recorded.   |
| FA_C4      | Authorized Documents           | Authorized documents for acquisitions and disposals of fixed assets are compared to fixed asset register to validate fixed asset transactions.  |

Process:

APPLY\_CASH

Cash applications

Entity:

US001

US001 NEW YORK OPS

Risk:

AR\_SP3\_R1

Lost Cash

| Control ID   | Description             | Control Category | Control Type | Control Priority | Framework | Control Frequency | Test Frequency   | Test Template ID | Description                  | Financial Assertion |
|--------------|-------------------------|------------------|--------------|------------------|-----------|-------------------|------------------|------------------|------------------------------|---------------------|
| AR_SP3_R1_C1 | Lockbox                 | Prevent          | Manual       | Primary          | COSO      | Annual            | Same As Sign Off | AR_SP3_R1_C1_T1  | Inquire as to Lockbox usage. | RO                  |
| AR_SP3_R1_C2 | Live Check Policies     | Prevent          | Manual       | Primary          | COSO      | Annual            | Same As Sign Off | AR_SP3_R1_C2_T1  | Review Live Check Policy     | RO                  |
| C2           | Roles and Permissions   | Prevent          | Automated    | Primary          | COSO      | Annual            | Same As Sign Off | T2               | Review Security              | RO                  |
| C3           | Reconcile Bank Accounts | Detective        | Manual       | Primary          | COSO      | Annual            | Same As Sign Off | T3               | Reveiw Bank Reconcilations   | RO                  |

Risk:

AR\_SP3\_R2

Incorrect Payment Info

| Control ID | Description       | Control Category | Control Type | Control Priority | Framework | Control Frequency | Test Frequency   | Test Template ID | Description                    | Financial Assertion |
|------------|-------------------|------------------|--------------|------------------|-----------|-------------------|------------------|------------------|--------------------------------|---------------------|
| AR_SP3_C1  | Payment Predictor | Prevent          | Automated    | Primary          | COSO      | Annual            | Same As Sign Off | AR_SP3_C1_T1     | Review Payment Predictor Setup | CA                  |
| AR_SP3_C2  | EDI Manager       | Prevent          | Automated    | Primary          | COSO      | Annual            | Same As Sign Off | AR_SP3_C2_T1     | Reveiw EDI Manager Settings    | CA                  |

Risk:

AR\_SP3\_R3

Incorrect Application

| Control ID | Description                    | Control Category | Control Type | Control Priority | Framework | Control Frequency | Test Frequency   | Test Template ID | Description                    | Financial Assertion |
|------------|--------------------------------|------------------|--------------|------------------|-----------|-------------------|------------------|------------------|--------------------------------|---------------------|
| AR_SP3_C1  | Payment Predictor              | Prevent          | Automated    | Primary          | COSO      | Annual            | Same As Sign Off | AR_SP3_C1_T1     | Review Payment Predictor Setup | CA                  |
| AR_SP3_C2  | EDI Manager                    | Prevent          | Automated    | Primary          | COSO      | Annual            | Same As Sign Off | AR_SP3_C2_T1     | Reveiw EDI Manager Settings    | CA                  |
| AR_SP3_C3  | Sufficient Pymt Match Criteria | Prevent          | Automated    | Primary          | COSO      | Annual            | Same As Sign Off | AR_SP3_C3_T1     | Review Payment Match Criteria  | CA                  |

Risk:

AR\_SP3\_R4

Payments Unapplied

| Control ID   | Description             | Control Category | Control Type | Control Priority | Framework | Control Frequency | Test Frequency   | Test Template ID | Description               | Financial Assertion |
|--------------|-------------------------|------------------|--------------|------------------|-----------|-------------------|------------------|------------------|---------------------------|---------------------|
| AR_SP3_R4_C1 | Research Unapplied Cash | Detective        | Manual       | Primary          | COSO      | Annual            | Same As Sign Off | AR_SP3_R4_C1_T1  | Review unapplied balances | CA                  |

Report ID: EPQX2001  
Category: Instance Setup

PeopleSoft Internal Controls Enforcer  
Process Organization

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Compliance Project: PROJ1  
As of Date: Jun 30 2006  
Include History: No  
Entity Option: All Values  
Process Owner Option: All Values  
Business Process Option: All Values

Process: APPLY\_CASH Cash applications

|        |                      | Current Signoff  |                           |            |              | Last Signoff     |                           |            |           |
|--------|----------------------|------------------|---------------------------|------------|--------------|------------------|---------------------------|------------|-----------|
| Entity | Entity Name          | Signoff Due Date | Signoff Date              | Status     | Approved?    | Signoff Due Date | Signoff Date              | Status     | Approved? |
| US001  | US001 NEW YORK OPS   | 30-Sep-05        | Jul 21 2005<br>9:23:58 AM | Subprocess | Pending      | 30-Sep-04        | May 5 2004                | Signed Off | Approved  |
| US003  | US003 CALIFORNIA OPS | 30-Sep-05        |                           | Signed Off | Approval     | 30-Sep-04        | 6:04:10 PM                | Signed Off | Approved  |
| US004  | US004 ILLINOIS OPS   | 30-Sep-05        |                           | Initiated  | Undetermined | 30-Sep-04        | May 5 2004<br>6:02:58 PM  | Signed Off | Approved  |
| US005  | US005 FLORIDA OPS    | 30-Sep-05        |                           | Initiated  | Undetermined | 30-Sep-04        | May 5 2004<br>12:00:00 AM | Signed Off | Approved  |
| US006  | US006 OREGON OPS     | 30-Sep-05        |                           | Initiated  | Undetermined | 30-Sep-04        | May 5 2004<br>12:00:00 AM | Signed Off | Approved  |

Report ID: EPQX2002  
Category: Instance Setup

PeopleSoft Internal Controls Enforcer  
Process by Owner

Page: 1  
Run Date: Aug 30 2006  
Run Time: 2:49:32 PM

Compliance Project: PROJ1  
As of Date: Jun 30 2006  
Include History: No  
Entity Option: All Values  
Process Owner Option: All Values  
Business Process Option: All Values

| Business Process   | Description         | Entity | Business Process Owner | Subprocess   | Description   | Subprocess Owner  |
|--------------------|---------------------|--------|------------------------|--|---|---|
| ACCOUNTS_PAYABLE   | Accounts Payable    | US001  | PAPQ_ENTITYOWNER1      | MAINT_VENDOR_FILES<br>PROCESS_AP<br>RECONCILE_AP   | Maintain Vendor Files<br>Process Accounts Payable<br>Reconcile Accounts Payable         | PAPQ_SUBPROCESSOWNER4<br>PAPQ_SUBPROCESSOWNER7<br>PAPQ_SUBPROCESSOWNER8 |
|                    |                     | US002  | PAPQ_ENTITYOWNER2      | PROCESS_AP   | Process Accounts Payable  | PAPQ_ENTITYOWNER2   |
|                    |                     | US003  | PAPQ_ENTITYOWNER2      | MAINT_VENDOR_FILES<br>PROCESS_AP<br>RECONCILE_AP   | Maintain Vendor Files<br>Process Accounts Payable<br>Reconcile Accounts Payable         | PAPQ_SUBPROCESSOWNER4<br>PAPQ_SUBPROCESSOWNER7<br>PAPQ_SUBPROCESSOWNER8 |
|                    |                     | US004  | PAPQ_ENTITYOWNER3      | MAINT_VENDOR_FILES<br>PROCESS_AP<br>RECONCILE_AP   | Maintain Vendor Files<br>Process Accounts Payable<br>Reconcile Accounts Payable         | PAPQ_SUBPROCESSOWNER4<br>PAPQ_SUBPROCESSOWNER7<br>PAPQ_SUBPROCESSOWNER8 |
|                    |                     | US005  | PAPQ_ENTITYOWNER4      | MAINT_VENDOR_FILES<br>PROCESS_AP<br>RECONCILE_AP   | Maintain Vendor Files<br>Process Accounts Payable<br>Reconcile Accounts Payable         | PAPQ_SUBPROCESSOWNER4<br>PAPQ_SUBPROCESSOWNER7<br>PAPQ_SUBPROCESSOWNER8 |
|                    |                     | US006  | PAPQ_ENTITYOWNER5      | MAINT_VENDOR_FILES<br>PROCESS_AP<br>RECONCILE_AP   | Maintain Vendor Files<br>Process Accounts Payable<br>Reconcile Accounts Payable         | PAPQ_SUBPROCESSOWNER4<br>PAPQ_SUBPROCESSOWNER7<br>PAPQ_SUBPROCESSOWNER8 |
| ACCOUNTS_RECEIVABL | Accounts Receivable | US001  | PAPQ_ENTITYOWNER1      | APPLY_CASH<br>MAINT_CUST_MASTER<br>MANAGE_COLL_WOS | Cash applications<br>Maintain customer master file<br>Manage collections &<br>write-off | PAPQ_SUBPROCESSOWNER1<br>PAPQ_SUBPROCESSOWNER3<br>PAPQ_SUBPROCESSOWNER5 |
|                    |                     | US003  | PAPQ_ENTITYOWNER2      | APPLY_CASH<br>MAINT_CUST_MASTER<br>MANAGE_COLL_WOS | Cash applications<br>Maintain customer master file<br>Manage collections &<br>write-off | PAPQ_SUBPROCESSOWNER1<br>PAPQ_SUBPROCESSOWNER3<br>PAPQ_SUBPROCESSOWNER5 |
|                    |                     | US004  | PAPQ_ENTITYOWNER3      | APPLY_CASH<br>MAINT_CUST_MASTER<br>MANAGE_COLL_WOS | Cash applications<br>Maintain customer master file<br>Manage collections &<br>write-off | PAPQ_SUBPROCESSOWNER1<br>PAPQ_SUBPROCESSOWNER3<br>PAPQ_SUBPROCESSOWNER5 |
|                    |                     | US005  | PAPQ_ENTITYOWNER4      | APPLY_CASH<br>MAINT_CUST_MASTER<br>MANAGE_COLL_WOS | Cash applications<br>Maintain customer master file<br>Manage collections &<br>write-off | PAPQ_BUSPROCOWNER1<br>PAPQ_SUBPROCESSOWNER3<br>PAPQ_SUBPROCESSOWNER5    |

**Report ID:** EPQX2003  
**Category:** Instance Setup

**PeopleSoft Internal Controls Enforcer**  
**Elements without Subprocesses**

**Page:** 1  
**Run Date:** Aug 30 2006  
**Run Time:** 2:51:38 PM

**Compliance Project:** PROJ1  
**As of Date:** Jun 30 2006  
**Include History:** No  
**Elements Option:** All Values

---

| Element ID             | Element Name                                     | Detailed Description                             |
|------------------------|--|--|
| ACCUM_DEPR<br>DEPR_EXP | Accumulated Depreciation<br>Depreciation Expense | Accumulated Depreciation<br>Depreciation Expense |

Report ID: EPQX2004  
Category: Instance Setup

PeopleSoft Internal Controls Enforcer  
Subprocess by Element

Page: 1  
Run Date: Aug 30 2006  
Run Time: 2:53:25 PM

Compliance Project: PROJ1  
As of Date: Jun 30 2006  
Include History: No  
Business Process Option: All Values  
Elements Option: All Values  
Entity Option: All Values

Element: ACCOUNTS\_PAYABLE Accounts Payable

| Subprocess ID      | Subprocess Name            | Entity ID | Entity Name                    |
|--------------------|----------------------------|-----------|--------------------------------|
| CONSOLIDATION      | Consolidation              | US001     | US001 NEW YORK OPS             |
|                    |                            | US003     | US003 CALIFORNIA OPS           |
|                    |                            | US004     | US004 ILLINOIS OPS             |
|                    |                            | US005     | US005 FLORIDA OPS              |
|                    |                            | US006     | US006 OREGON OPS               |
|                    |                            |           |                                |
| GC_CONSOLIDATION   | Corporate Consolidation    | 10000     | World Wide Consolidation       |
| MAINT_VENDOR_FILES | Maintain Vendor Files      | US001     | US001 NEW YORK OPS             |
|                    |                            | US003     | US003 CALIFORNIA OPS           |
|                    |                            | US004     | US004 ILLINOIS OPS             |
|                    |                            | US005     | US005 FLORIDA OPS              |
|                    |                            | US006     | US006 OREGON OPS               |
|                    |                            |           |                                |
| MANUAL_JE          | Manual Journal Entries     | US001     | US001 NEW YORK OPS             |
|                    |                            | US003     | US003 CALIFORNIA OPS           |
|                    |                            | US004     | US004 ILLINOIS OPS             |
|                    |                            | US005     | US005 FLORIDA OPS              |
|                    |                            | US006     | US006 OREGON OPS               |
|                    |                            |           |                                |
| PROCESS_AP         | Process Accounts Payable   | US001     | US001 NEW YORK OPS             |
|                    |                            | US002     | US002 MASSACHUSETTS OPERATIONS |
|                    |                            | US003     | US003 CALIFORNIA OPS           |
|                    |                            | US004     | US004 ILLINOIS OPS             |
|                    |                            | US005     | US005 FLORIDA OPS              |
|                    |                            | US006     | US006 OREGON OPS               |
| RECONCILE_AP       | Reconcile Accounts Payable | US001     | US001 NEW YORK OPS             |
|                    |                            | US003     | US003 CALIFORNIA OPS           |
|                    |                            | US004     | US004 ILLINOIS OPS             |
|                    |                            | US005     | US005 FLORIDA OPS              |
|                    |                            | US006     | US006 OREGON OPS               |
|                    |                            |           |                                |
| REPORTING          | Reporting Financials       | US001     | US001 NEW YORK OPS             |
|                    |                            | US003     | US003 CALIFORNIA OPS           |
|                    |                            | US004     | US004 ILLINOIS OPS             |
|                    |                            | US005     | US005 FLORIDA OPS              |
|                    |                            | US006     | US006 OREGON OPS               |
|                    |                            |           |                                |

Report ID: EPQX2005  
Category: Instance Setup

PeopleSoft Internal Controls Enforcer  
Risks

Page: 1  
Run Date: Aug 30 2006  
Run Time: 2:55:01 PM

Compliance Project: PROJ1  
As of Date: Jun 30 2006  
Include History: No  
Business Process Option: All Values  
Entity Option: All Values  
Risk Option: All Values

Process: FIXED\_ASSETS\_ACQ      Acquiring Fixed Assets

| Entity ID | Entity Name              | Risk ID   | Risk Name               | Risk Description   | Risk Category | Risk Priority |
|-----------|--------------------------|-----------|-------------------------|--|---------------|---------------|
| 10000     | World Wide Consolidation | FA_SP1_R1 | Invalid Acquisitions    | Unauthorized acquisition of fixed assets.                        | SOX           | Primary       |
|           |                          | FA_SP1_R2 | Inaccurate Acquisitions | Fixed asset acquisitions are inaccurately recorded.              | SOX           | Primary       |
|           |                          | FA_SP1_R3 | Incomplete Acquisitions | Not all fixed asset acquisitions are recorded and accounted for. | SOX           | Primary       |



Report ID: EPQX2006  
Category: Instance Setup

PeopleSoft Internal Controls Enforcer  
Risks Without Controls

Page: 1  
Run Date: Aug 30 2006  
Run Time: 2:57:09 PM

Compliance Project: PROJ1  
As of Date: Jun 30 2006  
Include History: No  
Business Process Option: All Values  
Entity Option: All Values

Process: FIXED\_ASSETS\_ACQ Acquiring Fixed Assets

| Entity ID | Entity Name              | Risk ID   | Risk Name               | Risk Description   | Risk Category | Risk Priority |
|-----------|--------------------------|-----------|-------------------------|--|---------------|---------------|
| 10000     | World Wide Consolidation | FA_SP1_R1 | Invalid Acquisitions    | Unauthorized acquisition of fixed assets.                        | SOX           | Primary       |
|           |                          | FA_SP1_R2 | Inaccurate Acquisitions | Fixed asset acquisitions are inaccurately recorded.              | SOX           | Primary       |
|           |                          | FA_SP1_R3 | Incomplete Acquisitions | Not all fixed asset acquisitions are recorded and accounted for. | SOX           | Primary       |

Process: FIXED\_ASSETS\_DISP Dispoing Fixed Assets

| Entity ID | Entity Name              | Risk ID   | Risk Name            | Risk Description  | Risk Category | Risk Priority |
|-----------|--------------------------|-----------|----------------------|---|---------------|---------------|
| 10000     | World Wide Consolidation | FA_SP3_R1 | Invalid Disposals    | Fixed asset disposals are invalid.                            | SOX           | Primary       |
|           |                          | FA_SP3_R2 | Incomplete Disposals | Not all fixed asset disposals are recorded and accounted for. | SOX           | Primary       |
|           |                          | FA_SP3_R3 | Inaccurate Disposals | Fixed asset disposals are inaccurately recorded.              | SOX           | Primary       |

Report ID: EPQX2007  
Category: Instance Setup

PeopleSoft Internal Controls Enforcer  
Controls

Page: 1  
Run Date: Aug 30 2006  
Run Time: 2:58:59 PM

Compliance Project: PROJ1  
As of Date: Jun 30 2006  
Include History: No  
Business Process Option: All Values  
Control Option: All Values  
Entity Option: All Values

| Process:  |                      | APPLY_CASH   |                                | Cash applications   |                  |              |
|-----------|----------------------|--------------|--------------------------------|---|------------------|--------------|
| Entity ID | Entity Name          | Control ID   | Control Name                   | Control Description   | Control Category | Control Type |
| US001     | US001 NEW YORK OPS   | AR_SP3_C1    | Payment Predictor              | Payment Predictor is used to automate the cash applications process based on defined business rules (SQL based) being applied to payment information received electronically through EDI, Lockbox EFT file transmissions etc.                 | Prevent          | Automated    |
|           |                      | AR_SP3_C2    | EDI Manager                    | Use of EDI allows customers to directly transmit standardized payment information and in effect self apply payments.  | Prevent          | Automated    |
|           |                      | AR_SP3_C3    | Sufficient Pymt Match Criteria | Payments should be matched at a minimum based on invoice number and customer number otherwise data entry error's at the bank could result in misapplication of funds. It is unlikely both criteria will be miskeyed.                          | Prevent          | Automated    |
|           |                      | AR_SP3_R1_C1 | Lockbox                        | Checks are mailed directly to a bank lockbox and deposited directly into the bank account.  | Prevent          | Manual       |
|           |                      | AR_SP3_R1_C2 | Live Check Policies            | Live check policies are documented.   | Prevent          | Manual       |
|           |                      | AR_SP3_R4_C1 | Research Unapplied Cash        | Unapplied cash is investigated on daily basis and cleared timely. Performance measures are used to monitor the volume and amounts of unapplied cash.  | Detective        | Manual       |
|           |                      | C2           | Roles and Permissions          | Access granted by Roles and associated Permission Lists is only to authorized individuals and with compatible functions.  | Prevent          | Automated    |
| US003     | US003 CALIFORNIA OPS | C3           | Reconcile Bank Accounts        | Monthly reconciliations are made of bank accounts to related GL accounts. PeopleSoft has an Auto Reconciliation feature that can take bank transactions in through the EDI Manager to automate bank reconciliations and perform them on line. | Detective        | Manual       |
|           |                      | AR_SP3_C1    | Payment Predictor              | Payment Predictor is used to automate the cash applications process based on defined business rules (SQL based) being applied to payment information received electronically through EDI, Lockbox EFT file transmissions etc.                 | Prevent          | Automated    |
|           |                      | AR_SP3_C2    | EDI Manager                    | Use of EDI allows customers to directly transmit standardized payment information and in effect self apply payments.  | Prevent          | Automated    |

Report ID: EPQX2008  
Category: Instance Setup

PeopleSoft Internal Controls Enforcer  
Controls Without Risks

Page: 1  
Run Date: Aug 30 2006  
Run Time: 3:00:50 PM

Compliance Project: PROJ1  
As of Date: Jun 30 2006  
Include History: No  
Business Process Option: All Values  
Entity Option: All Values

Process: FIXED\_ASSETS\_ACQ      Acquiring Fixed Assets

| Entity ID | Entity Name              | Control ID | Control Name                   | Control Description  | Control Category | Control Type |
|-----------|--------------------------|------------|--------------------------------|--|------------------|--------------|
| 10000     | World Wide Consolidation | FA_C1      | Application Security           | Application security for the fixed asset system is configured to restrict the ability ti create, change and delete fixed asset records to authorized personnel | Prevent          | Automated    |
|           |                          | FA_C2      | Review of Fixed Asset Register | Periodic reviews of the fixed asset register are performed by management for accuracy.   | Detective        | Manual       |
|           |                          | FA_C3      | System Edits                   | Fixed asset system has edits in place to ensure that all asset related information is recorded.  | Prevent          | Automated    |
|           |                          | FA_C4      | Authorized Documents           | Authorized documents for acquisitions and disposals of fixed assets are compared to fixed asset register to validate fixed asset transactions.                 | Detective        | Manual       |

Report ID: EPQX2009  
Category: Instance Setup

PeopleSoft Internal Controls Enforcer  
Risk/Control Matrix

Page: 1  
Run Date: Aug 30 2006  
Run Time: 3:04:31 PM

Compliance Project: PROJ1  
As of Date: Jun 30 2006  
Include History: No  
Business Process Option: All Values  
Entity Option: All Values

Process: APPLY\_CASH Cash applications  
Entity: US001 US001 NEW YORK OPS  
Risk: AR\_SP3\_R1 Lost Cash

| Control ID   | Description             | Control Type | Test ID                             | Description   | Test Status | Test Result  |
|--------------|-------------------------|--------------|-------------------------------------|---|-------------|--------------|
| AR_SP3_R1_C1 | Lockbox                 | Manual       | AR_SP3_R1_C1-AR_SP3_R1_C1_T1-000001 | Meet with Cash App's manager and inquire as to Lockbox usage and note what bank accounts, banks and other details such as how are live checks handled.    | Completed   | Passed       |
|              |                         |              | AR_SP3_R1_C1-AR_SP3_R1_C1_T1-000002 | Inquire as to Lockbox usage and note what bank accounts, banks and other details such as how are live checks handled.                                     | Cancelled   | Undetermined |
|              |                         |              | AR_SP3_R1_C1-AR_SP3_R1_C1_T1-000003 | Inquire as to Lockbox usage and note what bank accounts, banks and other details such as how are live checks handled.                                     | Completed   | Passed       |
| AR_SP3_R1_C2 | Live Check Policies     | Manual       | AR_SP3_R1_C2-AR_SP3_R1_C2_T1-000001 | Meet with Cash App's manager and inquire as to Lockbox usage and note what bank accounts, banks and other details such as how are live checks handled.    | Completed   | Passed       |
|              |                         |              | AR_SP3_R1_C2-AR_SP3_R1_C2_T1-000002 | Review live check policy and inquire as to actual practice to ensure consistency.   | Cancelled   | Undetermined |
|              |                         |              | AR_SP3_R1_C2-AR_SP3_R1_C2_T1-000003 | Review live check policy and inquire as to actual practice to ensure consistency.   | Completed   | Passed       |
| C2           | Roles and Permissions   | Automated    | C2-T2-000001                        | Review the results of the segregation of duties diagnostic and ensure no sales people have access to apply cash.  | Completed   | Passed       |
|              |                         |              | C2-T2-000002                        | Reveiw Roles and Permission Lists for effective rights granted to ensure rights are given to the appropriate individuals with compatible functions.       | Cancelled   | Undetermined |
|              |                         |              | C2-T2-000003                        | Reveiw Roles and Permission Lists for effective rights granted to ensure rights are given to the appropriate individuals with compatible functions.       | Completed   | Passed       |
| C3           | Reconcile Bank Accounts | Manual       | C3-T3-000001                        | Review Auto-reconciliation configurations on BOA Lockbox account. Ensure they are preformed timely and reconciling items are cleared in a timely fashion. | Completed   | Passed       |
|              |                         |              | C3-T3-000002                        | Review evidence of regular Bank Reconciliations and evidence of issue follow up and timely resolution. Review Auto-reconciliation settings in PeopleSoft. | Cancelled   | Undetermined |
|              |                         |              | C3-T3-000003                        | Review evidence of regular Bank Reconciliations and evidence of issue follow up and timely resolution. Review Auto-reconciliation settings in PeopleSoft. | Completed   | Passed       |

Report ID: EPQX3001  
Category: Status  
Compliance Project: PROJ1  
As of Date: Jun 30 2006  
Include History: No  
Elements Option: All Values

PeopleSoft Internal Controls Enforcer  
Control Status by Element

Page: 1  
Run Date: Aug 30 2006  
Run Time: 3:07:43 PM

| Financial Elements                       | Balance/Amount<br>As of Jun 30 2006 | Completeness &<br>Accuracy | Existence          | Occurance  | Presentation &<br>Disclosure | Rights &<br>Obligations | Valuation or<br>Allocation |
|--|-------------------------------------|----------------------------|--------------------|------------|------------------------------|-------------------------|----------------------------|
| <b>Current Assets 10000-14999</b>        |                                     |                            |                    |            |                              |                         |                            |
| Cash & Cash Equivalents                  | 94,135,410.00                       | Not Proven                 | Not Proven         | Not Proven | Not Proven                   | Not Proven              | Not Proven                 |
| Trade Receivables                        | 68,103,776.00                       | Not Proven                 | Not Proven         | Not Proven | Not Proven                   | Not Proven              | Not Proven                 |
| Allowance for Doubtful Acct's            | -2,670,913.00                       | Not Proven                 | Not Proven         | Not Proven | Not Proven                   | Not Proven              | Not Proven                 |
| Other Recievables - Cycle Accr           | 0.00                                | Not Proven                 | Control Unassigned | Not Proven | Not Proven                   | Not Proven              | Not Proven                 |
| Other Rec - Product Rebates              | 1,917,275.00                        | Not Proven                 | Control Unassigned | Not Proven | Not Proven                   | Not Proven              | Not Proven                 |
| Other Recvabl - Service Rebate           | 1,130,525.00                        | Not Proven                 | Control Unassigned | Not Proven | Not Proven                   | Not Proven              | Not Proven                 |
| Other Rec - Miscellaneous                | 5,124,081.00                        | Not Proven                 | Control Unassigned | Not Proven | Not Proven                   | Not Proven              | Not Proven                 |
| Inventory - Equipment                    | 64,820,718.00                       | Not Proven                 | Not Proven         | Not Proven | Not Proven                   | Not Proven              | Not Proven                 |
| Inventory - Parts                        | 9,266,283.00                        | Not Proven                 | Not Proven         | Not Proven | Not Proven                   | Not Proven              | Not Proven                 |
| Inventory - Suppliecs                    | 6,911,925.00                        | Not Proven                 | Not Proven         | Not Proven | Not Proven                   | Not Proven              | Not Proven                 |
| Inventory Discounts                      | 2,210,168.00                        | Not Proven                 | Control Unassigned | Not Proven | Not Proven                   | Not Proven              | Not Proven                 |
| Inventory Reserves                       | 4,708,452.00                        | Not Proven                 | Control Unassigned | Not Proven | Not Proven                   | Not Proven              | Not Proven                 |
|  | 255,657,700.00                      |                            |                    |            |                              |                         |                            |
| <b>Long Term Assets 15000-19999</b>      |                                     |                            |                    |            |                              |                         |                            |
| Rental Equipment                         | 12,897,145.00                       | Not Proven                 | Control Unassigned | Not Proven | Not Proven                   | Not Proven              | Not Proven                 |
| Other Property and Equipment             | 11,364,219.00                       | Not Proven                 | Not Proven         | Not Proven | Not Proven                   | Not Proven              | Not Proven                 |
| Goodwill                                 | 21,654.00                           | Not Proven                 | Control Unassigned | Not Proven | Not Proven                   | Not Proven              | Not Proven                 |
| Non-Compete                              | 633,110.00                          | Not Proven                 | Control Unassigned | Not Proven | Not Proven                   | Not Proven              | Not Proven                 |
| Misc. Other Assets                       | 4,658,144.00                        | Not Proven                 | Control Unassigned | Not Proven | Not Proven                   | Not Proven              | Not Proven                 |
| Deffered Tax Asset                       | 8,186,000.00                        | Not Proven                 | Control Unassigned | Not Proven | Not Proven                   | Not Proven              | Not Proven                 |
|  | 37,760,272.00                       |                            |                    |            |                              |                         |                            |
| <b>Current Liabilities 20000-24999</b>   |                                     |                            |                    |            |                              |                         |                            |
| Accounts Payable                         | -39,916,322.00                      | Not Proven                 | Not Proven         | Not Proven | Not Proven                   | Not Proven              | Not Proven                 |
| Income Taxes Payable                     | -5,885,569.00                       | Not Proven                 | Control Unassigned | Not Proven | Not Proven                   | Not Proven              | Not Proven                 |
| Accrued Expenses                         | -27,177,128.00                      | Not Proven                 | Control Unassigned | Not Proven | Not Proven                   | Not Proven              | Not Proven                 |
| Accrued Payroll                          | -7,502,346.00                       | Not Proven                 | Control Unassigned | Not Proven | Not Proven                   | Not Proven              | Not Proven                 |
| Short - Term Debt                        | -521,866.00                         | Not Proven                 | Control Unassigned | Not Proven | Not Proven                   | Not Proven              | Not Proven                 |
| Interest Rates Swaps                     | -536,181.00                         | Not Proven                 | Control Unassigned | Not Proven | Not Proven                   | Not Proven              | Not Proven                 |
|  | -81,539,412.00                      |                            |                    |            |                              |                         |                            |
| <b>Long Term Liabilities 25000-29999</b> |                                     |                            |                    |            |                              |                         |                            |
| Long-Term Debt                           | -215,569.00                         | Not Proven                 | Control Unassigned | Not Proven | Not Proven                   | Not Proven              | Not Proven                 |
| Deferred Revenue                         | -22,617,252.00                      | Not Proven                 | Control Unassigned | Not Proven | Not Proven                   | Not Proven              | Not Proven                 |
| Deffered Income Taxes                    | -13,361,000.00                      | Not Proven                 | Control Unassigned | Not Proven | Not Proven                   | Not Proven              | Not Proven                 |

**Report ID:** EPQX3002  
**Category:** Status  
  
**Compliance Project:** PROJ1  
**As of Date:** Jun 30 2006  
**Include History:** No  
**Elements Option:** All Values

PeopleSoft Internal Controls Enforcer  
 Elements by Risk & Control

**Page:** 1  
**Run Date:** Aug 30 2006  
**Run Time:** 3:10:00 PM

| Financial Elements                       | Balance/Amount as of Jun 30 2006 | Risk Ranking | Control Status |
|--|----------------------------------|--------------|----------------|
| <b>Current Assets 10000-14999</b>        |                                  |              |                |
| Cash & Cash Equivalents                  | 94,135,410.00                    | Low          | Not Proven     |
| Trade Receivables                        | 68,103,776.00                    | Medium       | Not Proven     |
| Allowance for Doubtful Acct's            | -2,670,913.00                    | Medium       | Not Proven     |
| Other Recievables - Cycle Accr           | 0.00                             | Medium       | Not Proven     |
| Other Rec - Product Rebates              | 1,917,275.00                     | Medium       | Not Proven     |
| Other Recvabl - Service Rebate           | 1,130,525.00                     | Low          | Not Proven     |
| Other Rec - Miscellaneous                | 5,124,081.00                     | Low          | Not Proven     |
| Inventory - Equipment                    | 64,820,718.00                    | Low          | Not Proven     |
| Inventory - Parts                        | 9,266,283.00                     | Low          | Not Proven     |
| Inventory - Suppliess                    | 6,911,925.00                     | Low          | Not Proven     |
| Inventory Discounts                      | 2,210,168.00                     | Medium       | Not Proven     |
| Inventory Reserves                       | 4,708,452.00                     | Medium       | Not Proven     |
|  | <hr/> 255,657,700.00             |              |                |
| <b>Long Term Assets 15000-19999</b>      |                                  |              |                |
| Rental Equipment                         | 12,897,145.00                    | Medium       | Not Proven     |
| Other Property and Equipment             | 11,364,219.00                    | Low          | Not Proven     |
| Goodwill                                 | 21,654.00                        | Low          | Not Proven     |
| Non-Compete                              | 633,110.00                       | Low          | Not Proven     |
| Misc. Other Assets                       | 4,658,144.00                     | Low          | Not Proven     |
| Deffered Tax Asset                       | 8,186,000.00                     | Medium       | Not Proven     |
|  | <hr/> 37,760,272.00              |              |                |
| <b>Current Liabilities 20000-24999</b>   |                                  |              |                |
| Accounts Payable                         | -39,916,322.00                   | High         | Not Proven     |
| Income Taxes Payable                     | -5,885,569.00                    | Medium       | Not Proven     |
| Accrued Expenses                         | -27,177,128.00                   | Medium       | Not Proven     |
| Accrued Payroll                          | -7,502,346.00                    | Medium       | Not Proven     |
| Short - Term Debt                        | -521,866.00                      | Low          | Not Proven     |
| Interest Rates Swaps                     | -536,181.00                      | Low          | Not Proven     |
|  | <hr/> -81,539,412.00             |              |                |
| <b>Long Term Liabilities 25000-29999</b> |                                  |              |                |
| Long-Term Debt                           | -215,569.00                      | Low          | Not Proven     |
| Deferred Revenue                         | -22,617,252.00                   | Medium       | Not Proven     |
| Deffered Income Taxes                    | -13,361,000.00                   | Medium       | Not Proven     |
|  | <hr/> -36,193,821.00             |              |                |

Process:

Entity:

Risk:

MAINT\_CUST\_MASTER  
US001  
AR\_SP1\_R1

Maintain customer master file  
US001 NEW YORK OPS  
Unauthorized Chg to Cust Master

| Control ID | Description           | Need Testing | Test ID      | Test Result | Result Comment | Action Plan | Action Plan Status | Issue Description                                     | Planned Start Date | Planned End Date | Actual Start Date | Actual End Date | Resolution Comment |
|------------|-----------------------|--------------|--------------|-------------|----------------|-------------|--------------------|---|--------------------|------------------|-------------------|-----------------|--------------------|
| C2         | Roles and Permissions | Yes          | C2-T2-000001 | Failed      |                | AP1         | Not Started        | Roles and Permissions are inappropriately configured. | 21-Jul-05          | 30-Jul-05        |                   |                 |                    |

Risk:

AR\_SP1\_R2

Over Extending Credit

| Control ID   | Description           | Need Testing | Test ID                             | Test Result | Result Comment | Action Plan | Action Plan Status | Issue Description                                     | Planned Start Date | Planned End Date | Actual Start Date | Actual End Date | Resolution Comment |
|--------------|-----------------------|--------------|-------------------------------------|-------------|----------------|-------------|--------------------|---|--------------------|------------------|-------------------|-----------------|--------------------|
| AR_SP1_R2_C1 | Credit Limits         | Yes          | AR_SP1_R2_C1-AR_SP1_R2_C1_T1-000001 | Failed      |                | AP2         | Not Started        | Credit limits are inappropriately configured.         | 21-Jul-05          | 30-Jul-05        |                   |                 |                    |
| C2           | Roles and Permissions | Yes          | C2-T2-000001                        | Failed      |                | AP1         | Not Started        | Roles and Permissions are inappropriately configured. | 21-Jul-05          | 30-Jul-05        |                   |                 |                    |

Risk:

AR\_SP1\_R3

No Sales Tax Due is Collected

| Control ID   | Description             | Need Testing | Test ID                             | Test Result | Result Comment | Action Plan | Action Plan Status | Issue Description              | Planned Start Date | Planned End Date | Actual Start Date | Actual End Date | Resolution Comment |
|--------------|-------------------------|--------------|-------------------------------------|-------------|----------------|-------------|--------------------|--------------------------------|--------------------|------------------|-------------------|-----------------|--------------------|
| AR_SP1_R3_C1 | Signed Tax Exempt Forms | Yes          | AR_SP1_R3_C1-AR_SP1_R3_C1_T1-000001 | Failed      |                | AP3         | Not Started        | Tax exempts forms do not exist | 21-Jul-05          | 30-Jul-05        |                   |                 |                    |

Report ID: EPQX3004  
Category: Status

PeopleSoft Internal Controls Enforcer  
Test Complete but Not Proven

Page: 1  
Run Date: Aug 30 2006  
Run Time: 3:13:18 PM

Compliance Project: PROJ1  
As of Date: Jun 30 2006  
Include History: No  
Business Process Option: All Values  
Entity Option: All Values

Process: MAINT\_CUST\_MASTER Maintain customer master file

| Entity ID | Entity Name        | Control ID   | Control Name            | Control Description  | Control Category | Control Type |
|-----------|--------------------|--------------|-------------------------|--|------------------|--------------|
| US001     | US001 NEW YORK OPS | AR_SP1_R2_C1 | Credit Limits           | Credit limits are established, monitored and maintained for all customers  | Prevent          | Automated    |
|           |                    | AR_SP1_R3_C1 | Signed Tax Exempt Forms | Signed tax exempt forms must be received and verified before the tax exempt status is entered.                           | Prevent          | Manual       |
|           |                    | C2           | Roles and Permissions   | Access granted by Roles and associated Permission Lists is only to authorized individuals and with compatible functions. | Prevent          | Automated    |

Process: PROCESS\_AP Process Accounts Payable

| Entity ID | Entity Name                    | Control ID | Control Name              | Control Description   | Control Category | Control Type |
|-----------|--------------------------------|------------|---------------------------|---|------------------|--------------|
| US002     | US002 MASSACHUSETTS OPERATIONS | AP_SP2_C4  | Due Dt Payment Automation | Automate the disbursement process to generate checks based on invoice payment due date and to post the appropriate accounting entries.  | Prevent          | Automated    |
|           |                                | AP_SP3_C1  | Positive Pay              | Use Positive Pay best practice by providing the bank with a listing of all issued checks and amounts to compare to all checks received at the bank, and the bank should only pay those checks which are on the listing and match in amount. | Prevent          | Automated    |
|           |                                | AP_SP3_C10 | Analytic Reporting        | PeopleSoft provides two open liability reports (APY1400 series) that enable users to view open liabilities in Payables - Aged Liability and Open Liability.   | Detective        | Manual       |
|           |                                | AP_SP3_C11 | Receipt Aware             | Defines logic for matching receipts with the appropriate PO's.  | Prevent          | Automated    |
|           |                                | AP_SP3_C12 | Invoice Discounting       | PeopleSoft will automatically discount the vendor payment within the specified payment time. This is delivered functionality within PeopleSoft. The system will schedule payment based on invoice due dates (or discount dates).            | Prevent          | Automated    |
|           |                                | AP_SP3_C13 | Restrict One Time Vendor  | Access to One Time Vendor capabilities is restricted to only authorized individuals.  | Prevent          | Automated    |
|           |                                | AP_SP3_C15 | Voucher Limits            | AP User Preferences can be setup to limit the amount of any one voucher that a given user can enter into the system.  | Prevent          | Automated    |
|           |                                | AP_SP3_C2  | Signature Authority       | Establish a dollar threshold for checks requiring two signatures--either two manual signatures or one manual signature and one computer-generated signature.  | Prevent          | Manual       |



| Process:     | APPLY_CASH                     | Cash applications              |             |             |   |                               |             |                        |              |                    |                  |                   |                 |                |
|--------------|--------------------------------|--------------------------------|-------------|-------------|---|-------------------------------|-------------|------------------------|--------------|--------------------|------------------|-------------------|-----------------|----------------|
| Entity:      | US001                          | US001 NEW YORK OPS             |             |             |   |                               |             |                        |              |                    |                  |                   |                 |                |
| Control:     | AR_SP3_C1                      | Payment Predictor              |             |             |   |                               |             |                        |              |                    |                  |                   |                 |                |
| Template ID  | Description                    | Test Type                      | Attribute 1 | Attribute 2 | Detailed Description  | Test ID                       | Test Status | Assigned To            | Test Result  | Planned Start Date | Planned End Date | Actual Start Date | Actual End Date | Result Comment |
| AR_SP3_C1_T1 | Review Payment Predictor Setup | Review                         |             |             | Review Payment Predictor methods and algorithms and related process scheduler settings.     | AR_SP3_C1-AR_SP3_C1_T1-000001 | Completed   | PAPQ_SUBPROCES SOWNER2 | Passed       | 9-Aug-04           | 20-Aug-04        | 9-Aug-04          | 18-Aug-04       |                |
|              |                                |                                |             |             |   | AR_SP3_C1-AR_SP3_C1_T1-000002 | Cancelled   | PAPQ_TESTPLANO WNER    | Undetermined | 20-Jul-05          | 30-Sep-05        |                   |                 |                |
|              |                                |                                |             |             |   | AR_SP3_C1-AR_SP3_C1_T1-000003 | Completed   | PAPQ_TESTPLANO WNER    | Passed       | 20-Jul-05          | 30-Sep-05        | 20-Jul-05         | 20-Jul-05       |                |
| Control:     | AR_SP3_C2                      | EDI Manager                    |             |             |   |                               |             |                        |              |                    |                  |                   |                 |                |
| Template ID  | Description                    | Test Type                      | Attribute 1 | Attribute 2 | Detailed Description  | Test ID                       | Test Status | Assigned To            | Test Result  | Planned Start Date | Planned End Date | Actual Start Date | Actual End Date | Result Comment |
| AR_SP3_C2_T1 | Reveiw EDI Manager Settings    | Review                         |             |             | Review EDI Manager settings to identify the extent to which this best practice is utilized. | AR_SP3_C2-AR_SP3_C2_T1-000001 | Completed   | PAPQ_SUBPROCES SOWNER1 | Passed       | 16-Aug-04          | 27-Aug-04        | 16-Aug-04         | 27-Aug-04       |                |
|              |                                |                                |             |             |   | AR_SP3_C2-AR_SP3_C2_T1-000002 | Cancelled   | PAPQ_TESTPLANO WNER    | Undetermined | 20-Jul-05          | 30-Sep-05        |                   |                 |                |
|              |                                |                                |             |             |   | AR_SP3_C2-AR_SP3_C2_T1-000003 | Completed   | PAPQ_TESTPLANO WNER    | Passed       | 20-Jul-05          | 30-Sep-05        | 20-Jul-05         | 20-Jul-05       |                |
| Control:     | AR_SP3_C3                      | Sufficient Pymt Match Criteria |             |             |   |                               |             |                        |              |                    |                  |                   |                 |                |
| Template ID  | Description                    | Test Type                      | Attribute 1 | Attribute 2 | Detailed Description  | Test ID                       | Test Status | Assigned To            | Test Result  | Planned Start Date | Planned End Date | Actual Start Date | Actual End Date | Result Comment |
| AR_SP3_C3_T1 | Review Payment Match Criteria  | Review                         |             |             | Review associated Payment Predictor settings.   | AR_SP3_C3-AR_SP3_C3_T1-000001 | Completed   | PAPQ_SUBPROCES SOWNER1 | Passed       | 12-Jul-04          | 16-Jul-04        | 12-Jul-04         | 23-Jul-04       |                |
|              |                                |                                |             |             |   | AR_SP3_C3-AR_SP3_C3_T1-000002 | Cancelled   | PAPQ_TESTPLANO WNER    | Undetermined | 20-Jul-05          | 30-Sep-05        |                   |                 |                |
|              |                                |                                |             |             |   | AR_SP3_C3-AR_SP3_C3_T1-000003 | Completed   | PAPQ_TESTPLANO WNER    | Passed       | 20-Jul-05          | 30-Sep-05        | 20-Jul-05         | 20-Jul-05       |                |
| Control:     | AR_SP3_R1_C1                   | Lockbox                        |             |             |   |                               |             |                        |              |                    |                  |                   |                 |                |
|              |                                | Test                           |             |             | Detailed  |                               |             |                        | Test         | Planned            | Planned          | Actual            | Actual          | Result Comment |

**Report ID:** EPQX3006  
**Category:** Status  
  
**Compliance Project:** PROJ1  
**As of Date:** Jun 30 2006  
**Include History:** No  
**Business Process Option:** All Values  
**Entity Option:** All Values  
**Action Plan Status:** All Values

**PeopleSoft Internal Controls Enforcer**  
**Action Plan Status**

**Page:** 1  
**Run Date:** Aug 30 2006  
**Run Time:** 3:16:59 PM

**Process:** APPLY\_CASH      Cash applications  
**Entity:** US004      US004 ILLINOIS OPS  
**Control:** AR\_SP3\_C1      Payment Predictor

| Action Plan ID | Action Plan Status | Assigned To              | Issue Description                         | Planned Start Date | Planned End Date | Actual Start Date | Actual End Date | Resolution Comment |
|----------------|--------------------|--------------------------|---|--------------------|------------------|-------------------|-----------------|--------------------|
| AR_SP3_C1_AP1  | Cancelled          | PAPQ_ACTIONPLANOW<br>NER | Payment Predictor not configured properly | 2-Aug-04           | 6-Aug-04         |                   |                 |                    |

**Control:** AR\_SP3\_C2      EDI Manager

| Action Plan ID | Action Plan Status | Assigned To              | Issue Description | Planned Start Date | Planned End Date | Actual Start Date | Actual End Date | Resolution Comment         |
|----------------|--------------------|--------------------------|-------------------|--------------------|------------------|-------------------|-----------------|----------------------------|
| AR_SP3_C2_AP1  | Completed          | PAPQ_ACTIONPLANOW<br>NER | Wrong Code sets   | 16-Aug-04          | 27-Aug-04        | 16-Aug-04         | 27-Aug-04       | Code sets are now updated. |

**Control:** AR\_SP3\_R1\_C1      Lockbox

| Action Plan ID   | Action Plan Status | Assigned To              | Issue Description | Planned Start Date | Planned End Date | Actual Start Date | Actual End Date | Resolution Comment |
|------------------|--------------------|--------------------------|-------------------|--------------------|------------------|-------------------|-----------------|--------------------|
| AR_SP3_R1_C1_AP1 | Cancelled          | PAPQ_ACTIONPLANOW<br>NER | To Many Lockboxes | 9-Aug-04           | 20-Aug-04        |                   |                 |                    |

**Control:** AR\_SP3\_R1\_C2      Live Check Policies

| Action Plan ID   | Action Plan Status | Assigned To              | Issue Description                   | Planned Start Date | Planned End Date | Actual Start Date | Actual End Date | Resolution Comment |
|------------------|--------------------|--------------------------|-------------------------------------|--------------------|------------------|-------------------|-----------------|--------------------|
| AR_SP3_R1_C2_AP1 | Cancelled          | PAPQ_ACTIONPLANOW<br>NER | To many lock boxes and live checks. | 26-Jul-04          | 30-Jul-04        | 26-Jul-04         |                 |                    |

**Control:** C2      Roles and Permissions

| Action Plan ID | Action Plan Status | Assigned To              | Issue Description | Planned Start Date | Planned End Date | Actual Start Date | Actual End Date | Resolution Comment |
|----------------|--------------------|--------------------------|-------------------|--------------------|------------------|-------------------|-----------------|--------------------|
| AR_C2_AP1      | Cancelled          | PAPQ_ACTIONPLANOW<br>NER | To much access    | 9-Aug-04           | 13-Aug-04        |                   |                 |                    |

Report ID: EPQX3007  
Category: Status

PeopleSoft Internal Controls Enforcer  
Diagnostic History

Page: 1  
Run Date: Aug 30 2006  
Run Time: 3:18:32 PM

Compliance Project: PROJ1  
As of Date: Jun 30 2006  
Include History: No  
Business Process Option: All Values  
Entity Option: All Values

Process: APPLY\_CASH Cash applications  
Entity: US001 US001 NEW YORK OPS

| Control ID | Description           | Diagnostic ID | Diagnostic Description    | Benchmark | Last Run On             |
|------------|-----------------------|---------------|---------------------------|-----------|-------------------------|
| C2         | Roles and Permissions | SEG_OF_DUTY1  | Segregation of Duty Diag1 | Y         | Jul 31 2005 12:00:00 AM |
|            |                       | SEG_OF_DUTY2  | Segregation of Duty Diag2 | Y         | Jul 31 2005 12:00:00 AM |
|            |                       | SEG_OF_DUTY3  | Segregation of Duty Diag3 | Y         | Jul 31 2005 12:00:00 AM |
|            |                       | SEG_OF_DUTY4  | Segregation of Duty Diag4 | Y         | Jul 31 2005 12:00:00 AM |
|            |                       | SEG_OF_DUTY5  | Segregation of Duty Diag1 | Y         | Jul 31 2005 12:00:00 AM |
|            |                       | SEG_OF_DUTY7  | Segregation of Duty Diag7 | Y         | Jul 31 2005 12:00:00 AM |
|            |                       | SEG_OF_DUTY8  | Segregation of Duty Diag8 | Y         | Jul 31 2005 12:00:00 AM |
|            |                       |               |                           |           |                         |

Entity: US003 US003 CALIFORNIA OPS

| Control ID | Description           | Diagnostic ID | Diagnostic Description    | Benchmark | Last Run On             |
|------------|-----------------------|---------------|---------------------------|-----------|-------------------------|
| C2         | Roles and Permissions | SEG_OF_DUTY1  | Segregation of Duty Diag1 | Y         | Jul 31 2005 12:00:00 AM |
|            |                       | SEG_OF_DUTY2  | Segregation of Duty Diag2 | Y         | Jul 31 2005 12:00:00 AM |
|            |                       | SEG_OF_DUTY3  | Segregation of Duty Diag3 | Y         | Jul 31 2005 12:00:00 AM |
|            |                       | SEG_OF_DUTY4  | Segregation of Duty Diag4 | Y         | Jul 31 2005 12:00:00 AM |
|            |                       | SEG_OF_DUTY5  | Segregation of Duty Diag1 | Y         | Jul 31 2005 12:00:00 AM |
|            |                       | SEG_OF_DUTY7  | Segregation of Duty Diag7 | Y         | Jul 31 2005 12:00:00 AM |
|            |                       | SEG_OF_DUTY8  | Segregation of Duty Diag8 | Y         | Jul 31 2005 12:00:00 AM |
|            |                       |               |                           |           |                         |

Entity: US004 US004 ILLINOIS OPS

| Control ID | Description           | Diagnostic ID | Diagnostic Description    | Benchmark | Last Run On             |
|------------|-----------------------|---------------|---------------------------|-----------|-------------------------|
| C2         | Roles and Permissions | SEG_OF_DUTY1  | Segregation of Duty Diag1 | Y         | Jul 31 2005 12:00:00 AM |
|            |                       | SEG_OF_DUTY2  | Segregation of Duty Diag2 | Y         | Jul 31 2005 12:00:00 AM |
|            |                       | SEG_OF_DUTY3  | Segregation of Duty Diag3 | Y         | Jul 31 2005 12:00:00 AM |
|            |                       | SEG_OF_DUTY4  | Segregation of Duty Diag4 | Y         | Jul 31 2005 12:00:00 AM |
|            |                       | SEG_OF_DUTY5  | Segregation of Duty Diag1 | Y         | Jul 31 2005 12:00:00 AM |
|            |                       | SEG_OF_DUTY7  | Segregation of Duty Diag7 | Y         | Jul 31 2005 12:00:00 AM |
|            |                       | SEG_OF_DUTY8  | Segregation of Duty Diag8 | Y         | Jul 31 2005 12:00:00 AM |
|            |                       |               |                           |           |                         |

Entity: US005 US005 FLORIDA OPS

| Control ID | Description | Diagnostic ID | Diagnostic Description | Benchmark | Last Run On |
|------------|-------------|---------------|------------------------|-----------|-------------|
|------------|-------------|---------------|------------------------|-----------|-------------|

**Report ID:** EPQX3008  
**Category:** Status

**PeopleSoft Internal Controls Enforcer  
Attachment Report**

**Page:** 1  
**Run Date:** Aug 30 2006  
**Run Time:** 3:20:21 PM

**Compliance Project:** PROJ1  
**As of Date:** Jun 30 2006  
**Include History:** No  
**Business Process Option:** All Values  
**Entity Option:** All Values

---

No matching data rows found.

**Report ID:** EPQX4001  
**Category:** Sign Off  
  
**Compliance Project:** PROJ1  
**As of Date:** Jun 30 2006  
**Sign-off ID:** 09/30/2004  
**Include History:** No  
**Business Process Option:** All Values  
**Entity Option:** All Values

**PeopleSoft Internal Controls Enforcer**  
**Sign-off Sheet**

**Page:** 1  
**Run Date:** Aug 30 2006  
**Run Time:** 3:23:48 PM

**Process:** APPLY\_CASH Cash applications

| Entity | Entity Name          | Sign-off Due Date | Status     | Sign-off By | Sign-off On            | Approved? | Approved By | Approved On            |
|--------|----------------------|-------------------|------------|-------------|------------------------|-----------|-------------|------------------------|
| US001  | US001 NEW YORK OPS   | 30-Sep-04         | Signed Off | VP1         | May 5 2004 6:04:10 PM  | Approved  | VP1         | May 5 2004 6:04:25 PM  |
| US003  | US003 CALIFORNIA OPS | 30-Sep-04         | Signed Off | VP1         | May 5 2004 6:02:58 PM  | Approved  | VP1         | May 5 2004 6:03:28 PM  |
| US004  | US004 ILLINOIS OPS   | 30-Sep-04         | Signed Off | VP1         | May 5 2004 12:00:00 AM | Approved  | VP1         | May 5 2004 12:00:00 AM |
| US005  | US005 FLORIDA OPS    | 30-Sep-04         | Signed Off | VP1         | May 5 2004 12:00:00 AM | Approved  | VP1         | May 5 2004 12:00:00 AM |
| US006  | US006 OREGON OPS     | 30-Sep-04         | Signed Off | VP1         | May 5 2004 12:00:00 AM | Approved  | VP1         | May 5 2004 12:00:00 AM |

**Process:** CONSOLIDATION Consolidation

| Entity | Entity Name          | Sign-off Due Date | Status     | Sign-off By | Sign-off On            | Approved? | Approved By | Approved On            |
|--------|----------------------|-------------------|------------|-------------|------------------------|-----------|-------------|------------------------|
| US001  | US001 NEW YORK OPS   | 30-Sep-04         | Signed Off | VP1         | May 5 2004 6:06:25 PM  | Approved  | VP1         | May 5 2004 6:06:45 PM  |
| US003  | US003 CALIFORNIA OPS | 30-Sep-04         | Signed Off | VP1         | May 5 2004 12:00:00 AM | Approved  | VP1         | May 5 2004 12:00:00 AM |
| US004  | US004 ILLINOIS OPS   | 30-Sep-04         | Signed Off | VP1         | May 5 2004 12:00:00 AM | Approved  | VP1         | May 5 2004 12:00:00 AM |
| US005  | US005 FLORIDA OPS    | 30-Sep-04         | Signed Off | VP1         | May 5 2004 12:00:00 AM | Approved  | VP1         | May 5 2004 12:00:00 AM |
| US006  | US006 OREGON OPS     | 30-Sep-04         | Signed Off | VP1         | May 5 2004 12:00:00 AM | Approved  | VP1         | May 5 2004 12:00:00 AM |

**Process:** MAINT\_CUST\_MASTER Maintain customer master file

| Entity | Entity Name          | Sign-off Due Date | Status     | Sign-off By | Sign-off On            | Approved? | Approved By | Approved On            |
|--------|----------------------|-------------------|------------|-------------|------------------------|-----------|-------------|------------------------|
| US001  | US001 NEW YORK OPS   | 30-Sep-04         | Signed Off | VP1         | May 5 2004 12:00:00 AM | Approved  | VP1         | May 5 2004 12:00:00 AM |
| US003  | US003 CALIFORNIA OPS | 30-Sep-04         | Signed Off | VP1         | May 5 2004 12:00:00 AM | Approved  | VP1         | May 5 2004 12:00:00 AM |
| US004  | US004 ILLINOIS OPS   | 30-Sep-04         | Signed Off | VP1         | May 5 2004 12:00:00 AM | Approved  | VP1         | May 5 2004 12:00:00 AM |
| US005  | US005 FLORIDA OPS    | 30-Sep-04         | Signed Off | VP1         | May 5 2004 12:00:00 AM | Approved  | VP1         | May 5 2004 12:00:00 AM |
| US006  | US006 OREGON OPS     | 30-Sep-04         | Signed Off | VP1         | May 5 2004 12:00:00 AM | Approved  | VP1         | May 5 2004 12:00:00 AM |

**Report ID:** EPQX4002  
**Category:** Sign Off

**PeopleSoft Internal Controls Enforcer**  
**SBP Instances not in Sign Off**

**Page:** 1  
**Run Date:** Aug 30 2006  
**Run Time:** 3:25:32 PM

**Compliance Project:** PROJ1  
**As of Date:** Jun 30 2006  
**Sign-off ID:** 09/30/2004  
**Include History:** No  
**Business Process Option:** All Values  
**Entity Option:** All Values

---

| Subprocess ID     | Subprocess Name          | Entity ID | Entity Name                    |
|-------------------|--------------------------|-----------|--------------------------------|
| FIXED_ASSETS_ACQ  | Acquiring Fixed Assets   | 10000     | World Wide Consolidation       |
| FIXED_ASSETS_DISP | Dispoing Fixed Assets    | 10000     | World Wide Consolidation       |
| GC_CONSOLIDATION  | Corporate Consolidation  | 10000     | World Wide Consolidation       |
| PROCESS_AP        | Process Accounts Payable | US002     | US002 MASSACHUSETTS OPERATIONS |

**Report ID:** EPQX5001  
**Category:** Business Conduct Alert

**PeopleSoft Internal Controls Enforcer**  
**Business Conduct Alert Report**

**Page:** 1  
**Run Date:** Aug 30 2006  
**Run Time:** 3:27:22 PM

**As of Date:** Jun 30 2006  
**Include History:** Yes  
**Submit Date Option:** Period - Jan 1 2006 - Jun 30 2006  
**Incident Status Option:** All Values

| Incident   | Submit On               | Status       | Action  | Last Updated By | Last Updated On         |
|--|-------------------------|--------------|---|-----------------|-------------------------|
| There appears to be exceptions to the control on duplicate signatures for AP checks over \$10,000. Please have someone review the check register and copies of the checks. | Jun 12 2006 11:47:38 AM | New          | Noted item of duplicate signature non-compliance.   | VP1             | Jun 12 2006 11:48:48 AM |
|  |                         | Under Review | Assigned to internal audit and special fraud team   | VP1             | Jun 12 2006 11:49:21 AM |
|  |                         | Under Review | After review of check register and copies of checks, reviewed the vendors in which the checks were written. It appears that the assistant controller was writing checks over 10K to a vendor where the assistant controller's spouse was the owner. | VP1             | Jun 12 2006 1:26:30 PM  |
|  |                         | Closed       | The assistant controller has been fired and legal action has been taken up by the legal department.   | VP1             | Jun 12 2006 1:27:29 PM  |