

Highlights

Internal Audit Report to the Board of Supervisors

Why We Did This Review

The Single Audit Act of 1984 and OMB Circular A-133 require organizations expending \$500,000 or more annually in federal grant awards to have a financial and compliance audit each year conducted by an independent auditor.

The Board of Supervisors directed Internal Audit to monitor County subrecipients for compliance with the Single Audit Act by performing the following procedures:

- Determine which subrecipients must obtain independent audits
- Report subrecipient compliance with Single Audit reporting standards

Definitions

Single Audit – An independent financial and compliance audit of non-federal entities that expend \$500,000 or more in federal grant funds.

Subrecipient – An organization that receives federal financial assistance to carry out a program from a primary recipient or other subrecipient.



For more information, please contact Richard Chard, Deputy County Auditor, at 602-506-7539 or rchard@mail.maricopa.gov

Grant Funded Organizations Federal Audit Compliance Review County Subrecipients Comply with Audit Requirements

What We Found

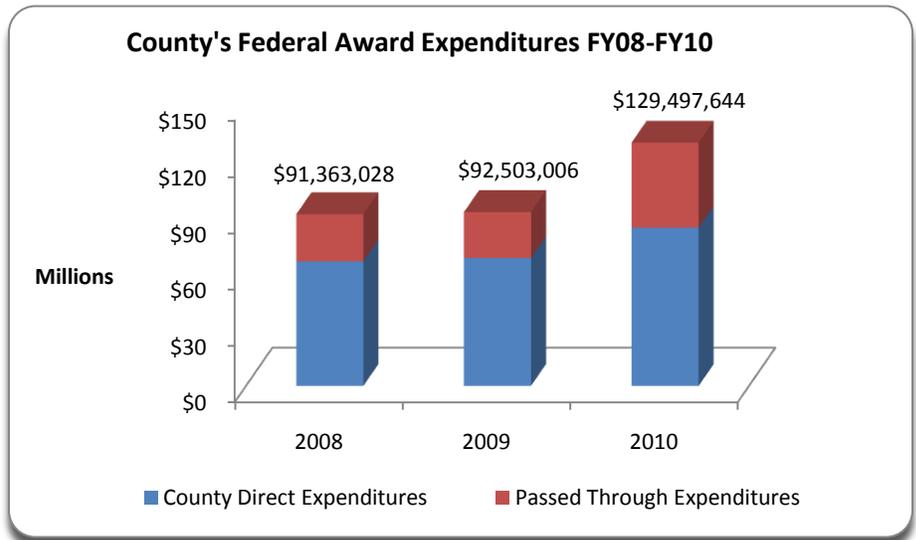
We examined the audited financial and grant compliance reports (Single Audit reports) of 34 federal grant subrecipients to determine compliance with the Federal Single Audit Act.

We found that all 34 subrecipients complied with audit requirements. However, 24 of 34 audit reports contained 100 findings related to federal grant compliance or internal controls.

The findings reported by the independent auditors do not appear to impact funds passed through by the County. Internal Audit reported these findings to appropriate County agencies for follow-up.

Federal Grants

Twenty-four County agencies spent over \$129.5 million in federally-awarded grant funds in FY10.



Of the \$129.5 million, the following County agencies passed through \$45.3 million to cities, charitable organizations, and service foundations.

- | | |
|---|----------------------|
| Adult Probation | Emergency Management |
| Air Quality | Human Services |
| Business Strategies /Health Care Programs | Public Health |
| Community Development | Sheriff's Office |
| County Manager | |