



Maricopa County

Internal Audit Department

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To: Maricopa County Board of Supervisors

From: Ross L. Tate, County Auditor

Subject: Monitoring of Audit Reports: Federal Grant Funded Organizations

Date: June 29, 2015

Conclusion: Internal Audit successfully monitored the receipt of federally-required fiscal year 2014 audit reports from organizations who received federal funds from Maricopa County agencies (pass-through funding).

Observation: The federal government provides grant funds to County agencies that pass the funds through to contracted organizations (subrecipients). The Single Audit Act of 1984 requires that organizations spending \$500,000 or more in federal assistance receive an annual, organization-wide, financial and compliance audit.

We reviewed 44 audit reports that were issued to County subrecipients. Of these, 26 had no findings. The other 18 reports had a total of 71 findings, which were referred to County agencies for follow-up. The agencies are responsible for ensuring that the subrecipients take appropriate and timely corrective action.

Objective: Our objective was to (1) determine which subrecipient organizations fall under Single Audit Act requirements, and (2) review subrecipient organizations' audit reports for compliance with the Federal Single Audit Act and Federal OMB Circular A-133.

This review was approved by the Board of Supervisors and conforms to International Standards for the Professional Practice of Internal Auditing. It is intended primarily for the information and use of the County Board of Supervisors, County leadership, and other County stakeholders. However, it is a public record and its distribution is not limited.

If you have any questions about this report, please contact Carla Harris, Audit Manager, at 506-6092.