

# 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 an annual financial and compliance audit conducted by an independent auditor.

The Board of Supervisors directed Internal Audit to monitor County subrecipients for compliance with the Single Audit Act. We perform the following procedures each year:

- Determine which subrecipients must obtain independent audits
- Confirm subrecipient compliance with Single Audit reporting standards
- Report audit findings to County agencies for follow up

## 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 (from a primary recipient or other subrecipient) to carry out a program.



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

## Most County Subrecipients Comply with Audit Requirements

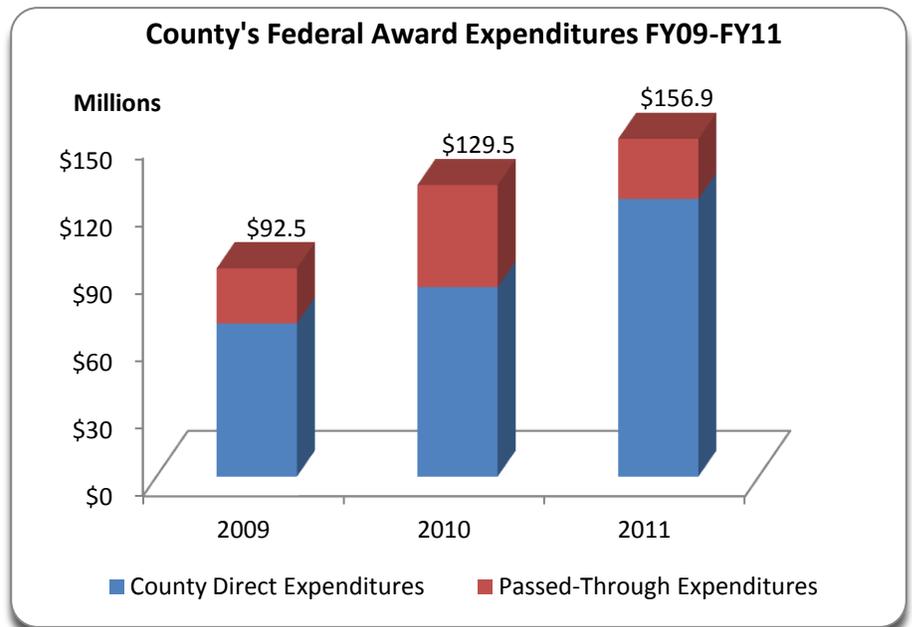
### What We Found

We determined that 72 subrecipients received federal funds through Maricopa County. Of the 72 subrecipients, we identified 41 that met the threshold for required Federal Single Audit Act reporting. We received 68 audit reports from these subrecipients. Our review confirmed that all reports reviewed met the requirements of the Single Audit Act. One organization was overdue in submitting its required report.

We noted that 42 of 68 audit reports contained 121 findings related to federal grant compliance and internal controls. We reported these findings to the appropriate County agencies for follow-up.

### Federal Grants

Twenty County agencies spent \$156.9 million in federally-awarded grant funds in Fiscal Year 2011.



Of the \$156.9 million, the following County agencies passed through \$33.6 million to cities, charitable organizations, and service foundations.

- Adult Probation
- Air Quality
- Business Strategies & Health Care
- Community Development
- County Manager
- Emergency Management
- Human Services
- Public Health
- Sheriff