



Maricopa County

Internal Audit Department

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To: Maricopa County Board of Supervisors

From: Mike McGee, County Auditor

Subject: Monitoring of Audit Reports: Federal Grant Funded Organizations

Date: June 26, 2018

Background: The federal government provided grant funds to County agencies that passed the funds through to contracted organizations (subrecipients). The Single Audit Act of 1984 requires that organizations that spend \$750,000 or more in federal assistance receive an annual, organization-wide, financial and compliance audit.

Objective: Our objective was to (1) determine which subrecipients fall under Single Audit Act requirements, (2) obtain subrecipients' Single Audit Reports, and (3) report findings to County agencies.

Summary of Work: Internal Audit monitored the receipt of fiscal year 2017 audit reports from organizations that received federal grant funds from Maricopa County agencies. We reviewed 43 audit reports that were issued to County subrecipients. Of these, 23 had no findings. The other 20 reports had a total of 57 findings, which were referred to County agencies for follow-up. The agencies are responsible for assessing the impact of the findings and determining if action is needed.

This review was approved by the Board of Supervisors and was conducted in conformance with 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 Mike McGee, County Auditor, at 602-506-1585.