

Greenlee County
Single Audit Reports

Year Ended June 30, 2010

This page intentionally left blank.

Greenlee County, Arizona
Single Audit Reports
Year Ended June 30, 2010
Table of Contents

I. SINGLE AUDIT REPORTS

Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Basic Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	1
Independent Auditors' Report on Compliance with Requirements That Could Have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133.....	3
Schedule of Expenditures of Federal Awards.....	5
Notes to the Schedule of Expenditures of Federal Awards.....	7
Schedule of Findings and Questioned Costs.....	8-10
COUNTY RESPONSE	
Corrective Action Plan.....	11-13
Summary Schedule of Prior Audit Findings.....	14-16

This page intentionally left blank.



Certified
Public
Accountants

4001 North 3rd Street
Suite 275
Phoenix, AZ 85012-2060

Tel: (602) 264-3077
Fax: (602) 265-6241

**Independent Auditors' Report on Internal Control over Financial Reporting
and on Compliance and Other Matters Based on an Audit of Basic Financial Statements
Performed in Accordance with *Government Auditing Standards***

The Auditor General of the State of Arizona

The Board of Supervisors of
Greenlee County

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Greenlee County, Arizona, as of and for the year ended June 30, 2010, which collectively comprise the County's basic financial statements, and have issued our report thereon dated September 28, 2012. We conducted our audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the basic financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as discussed in the accompanying Schedule of Findings and Questioned Costs, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the County's basic financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs, as items 10-01 through 10-03 to material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matter that is required to be reported under Government Auditing Standards, and which is described in the schedule of findings and questioned costs as an item 10-04.

Greenlee County's responses to the findings identified in our audit are presented on pages 11 through 13. We did not audit the County's responses and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of the members of the Arizona State Legislature, the Board of Supervisors, management, and others within the County, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record, and its distribution is not limited.

A handwritten signature in cursive script that reads "Fester & Chapman P.C." with a stylized ampersand.

September 28, 2012

**Independent Auditors' Report on Compliance with Requirements
That Could Have a Direct and Material Effect on Each Major Program and on
Internal Control Over Compliance in Accordance with OMB Circular A-133**

The Auditor General of the State of Arizona

The Board of Supervisors of
Greenlee County

Compliance

We have audited Greenlee County's compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2010. The County's major federal programs are identified in the Summary of Auditors' Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

We conducted our audit of compliance in accordance with U.S. generally accepted auditing standards; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the County's compliance with those requirements.

In our opinion, Greenlee County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2010.

Internal Control Over Compliance

The County's management is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, each major fund, and aggregate remaining fund information of Greenlee County as of and for the year ended June 30, 2010, and have issued our report thereon dated September 28, 2012. Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the members of the Arizona State Legislature, the Board of Supervisors, management, others within the County, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record, and its distribution is not limited.



September 28, 2012

Greenlee County
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2010

Federal Grantor/ Pass-Through Grantor/ and Program Title	CFDA Number	Pass-Through Grantor's Number	Expenditures
U.S. Department of Agriculture			
Direct Program			
Cooperative Law Enforcement	10.unknown	N/A	\$ 10,000
Passed through the Arizona State Treasurer:			
Schools and Roads- Grants to States	10.665	None	<u>903,978</u>
Total U.S. Department of Agriculture			<u>913,978</u>
U.S. Department of the Interior			
Direct Program:			
Payments in Lieu of Taxes	15.226	N/A	<u>755,663</u>
Total U.S. Department of the Interior			<u>755,663</u>
U.S. Department of Justice			
Passed through the Arizona Criminal Justice Commission:			
Edward Byrne Memorial Justice Assistance Grant Program	16.738	DC-10-013	15,630
Recovery Act - Edward Byrne Memorial Justice Assistance Grant (JAG) Program/Grants to States and Territories	16.803	DC-10-003	<u>26,109</u>
Total U.S. Department of Justice			<u>41,739</u>
U.S. Department of Labor			
Passed through the Arizona Department of Economic Security:			
Workforce Investment Act Cluster:			
WIA Adult Program	17.258	DE081300001	6,204
WIA Adult Program	17.258	DE101066001	5,474
WIA Adult Program	17.258	DE091207001	12,233
WIA Youth Activities	17.259	DE091207001	32,320
WIA Youth Activities	17.259	DE101066001	14,952
WIA Dislocated Workers	17.260	DE101066001	2,776
ARRA - WIA Dislocated Workers	17.260	DE091207001	<u>3,547</u>
Total Workforce Investment Act Cluster			<u>77,506</u>
Total U.S. Department of Labor			<u>77,506</u>
U.S. Department of Transportation			
Direct Program:			
Airport Improvement Program	20.106	N/A	51,019
Passed through the Governor's Office of Highway Safety:			
Alcohol Traffic Safety and Drunk Driving Prevention Incentive Grants	20.601	2010-410-003	5,000
Alcohol Traffic Safety and Drunk Driving Prevention Incentive Grants	20.601	2010-410-032	1,380
Total Alcohol Traffic Safety and Drunk Driving Prevention Incentive Grants			<u>6,380</u>
Selective Traffic Enforcement	20.unknown	2010-PT-053	<u>606</u>
Total U.S. Department of Transportation			<u>\$ 58,005</u>

(Continued)

See accompanying notes to schedule.

Greenlee County
Schedule of Expenditures of Federal Awards
Year ended June 30, 2010
(Concluded)

Federal Grantor/ Pass-through Grantor/ and Program Title	CFDA Number	Pass-Through Grantor's Number	Expenditures
Institute of Museum and Library Services			
Passed through the Arizona State Library, Archives and Public Records:			
Grants to States	45.310	None	\$ <u>5,356</u>
U.S. Elections Assistance Commission			
Passed through the Arizona Secretary of State:			
Help America Vote Act Requirements Payments	90.401	DC-10-013	<u>2,260</u>
U.S. Department of Health and Human Services			
Passed through the Arizona Department of Health Services:			
Immunization Grants	93.268	HG854286	49,464
Public Health Emergency Preparedness	93.069	12-007889	290,271
Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer Early Detection Programs	93.919	HG3161203	25,802
HIV Prevention Activities- Health Department Based	93.940	HG8522741	10,868
Maternal and Child Health Services Block Grant to the States	93.994	HG854249	28,346
Passed through the Arizona Secretary of State:			
Voting Access for Individuals with Disabilities-Grants to States	93.617	None	11,155
Passed through the Community Foundation for Southern Arizona:			
HIV Care Formula Grants	93.917	HR754080	<u>343</u>
Total U. S. Department of Health and Human Services			<u>416,249</u>
U.S. Department of Homeland Security			
Passed through the United Way:			
Emergency Food and Shelter National Board Program	97.024	025200	4,390
Passed through the Arizona Department of Emergency and Military Affairs:			
Disaster Grants-Public Assistance (Presidentially Declared Disasters)	97.036	1586-DR-AZ-11-99011	39,496
Emergency Management Performance Grants	97.042	2009-EP-E9-0030	85,712
Emergency Management Performance Grants	97.042	2010-EP-EX-00034	<u>9,198</u>
Total of Emergency Management Performance Grants			94,910
Passed through the Arizona Department of Homeland Security:			
Homeland Security Grant Program	97.067	555302-01	3,460
Homeland Security Grant Program	97.067	444302-01	1,474
Homeland Security Grant Program	97.067	555308-01	21,785
Homeland Security Grant Program	97.067	555308-02	<u>5,594</u>
Total Homeland Security Grant Program			<u>32,313</u>
Total U.S. Department of Homeland Security			<u>171,109</u>
Total Expenditures of Federal Awards			<u>\$ 2,441,865</u>

See accompanying notes to schedule.

Greenlee County
Notes to Schedule of Expenditure of Federal Awards
Year Ended June 30, 2010

NOTE 1 - BASIS OF ACCOUNTING

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Greenlee County, Arizona and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

NOTE 2 - CATALOG OF FEDERAL DOMESTIC ASSISTANCE (CFDA) NUMBER

The program titles and CFDA numbers were obtained from the federal or pass-through grantor or the 2010 Catalog of Federal Domestic Assistance.

NOTE 3 - SUBRECIPIENTS

From the Federal expenditures presented in the schedule, the County awarded the following to subrecipients:

<u>Program Title</u>	<u>CFDA Number</u>	<u>Amount</u>
Schools and Roads - Grants to States	10.665	\$ 653,977

Greenlee County
 Schedule of Findings and Questioned Costs
 Year Ended June 30, 2010

SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of Auditors' Report issued:	Unqualified	
	Yes	No
Internal control over financial reporting:		
Material weaknesses identified?	<u> X </u>	<u> </u>
Significant deficiencies identified?	<u> </u>	<u> X </u>
		(None reported)
Noncompliance material to the financial statements noted?	<u> X </u>	<u> </u>

Federal Awards

Internal control over major programs:		
Material weakness identified?	<u> </u>	<u> X </u>
Significant deficiencies identified?	<u> </u>	<u> X </u>
		(None reported)

Type of auditor's report issued on compliance for major programs:	Unqualified	
Any findings disclosed that are required to be reported in accordance with Circular A-133 (section .510[a])?	<u> </u>	<u> X </u>

Major programs:

CFDA Number	Name of Federal Program or Cluster
10.665	Schools and Roads-Grants to States
15.226	Payments in Lieu of Taxes

Dollar threshold used to distinguish between Type A and Type B programs: \$ 300,000

Auditee qualified as low-risk auditee? X

Other matters:

Auditee's Summary Schedule of Prior Audit Findings required to be reported in accordance with Circular A-133 (section .315[b])? X

Greenlee County
Schedule of Findings and Questioned Costs
Year Ended June 30, 2010

FINANCIAL STATEMENT FINDINGS

10-01 INTERNAL CONTROL - SEGREGATION OF DUTIES (REPEAT FINDING: SEE 09-01)

- Criteria: The County should have an adequate segregation of duties and responsibilities in the handling and recording of payroll transactions.
- Condition: An individual who is responsible for processing payroll transactions also can create and/or modify employee computer payroll records.
- Cause: Limited number of personnel.
- Effect: The lack of segregation of duties increases risks of errors, and/or misappropriation of assets which would not be prevented or detected.
- Recommendation: The County should implement adequate segregation of duties over the payroll process to help ensure no unauthorized or undocumented transactions occur.

10-02 INTERNAL CONTROL - JOURNAL ENTRIES (REPEAT FINDING: SEE 09-02)

- Criteria: A journal entry should be supported by a journal entry form with supporting documentation and authorization by a county official, and all adjusting and closing entries should be recorded in the County's general ledger according to Uniform Accounting Manual for Arizona Counties (UAMAC) VI-B-2 and VI-B-6.
- Condition: Signature or initials of the county official authorized to approve the journal entries is not documented, and year-end closing entries from the prior fiscal years were not properly recorded in the prior fiscal years' records.
- Cause: The County has not included these procedures as part of their processing of journal entries and year-end closing entries.
- Effect: The lack of documentation regarding the authorization of journal entries increases the likelihood that improper and unauthorized journal entries will be posted to the general ledger. In addition, the risk of financial statement misstatement is increased when adjusting and closing entries are not recorded in the general ledger.
- Recommendation: The County should develop procedures concerning the authorization and recording of journal entries consistent with UAMAC VI-B-2 and VI-B-6.

Greenlee County
Schedule of Findings and Questioned Costs
Year Ended June 30, 2010

10-03 INTERNAL CONTROL - TIMELINESS OF FINANCIAL REPORTING
(REPEAT FINDING: SEE 09-04)

- Criteria: The County should provide timely and accurate record keeping.
- Condition: The County did not prepare its financial records for audit in a timely manner.
- Cause: Unknown.
- Effect: The financial statements were not completed until over two years after the end of the fiscal year. According to OMB Circular A-133 sections .300(d) and (e), a recipient of federal awards is required to prepare appropriate financial statements and to ensure that audits required are performed and submitted when due. Failure to prepare the financial statements and complete the audit in accordance with OMB Circular A-133 could result in the suspension of federal funding. Additionally, untimely financial information has the result of preventing those charged with governance from making informed financial decisions.
- Recommendation: The County should prepare its financial records for audit in a timely manner.

10-04 COMPLIANCE - LANDFILL FINANCIAL ASSURANCE (REPEAT FINDING: SEE 09-07)

- Criteria: 40 CFR Part 258, Subpart F, Part 1 requires entities operating landfills to meet local government financial test requirements or ensure that monies necessary to meet costs associated with landfills will be available when needed.
- Condition: The County did not meet the financial assurance requirement.
- Cause: The County does not have policies and procedures in place to ensure that the County is in statutory compliance.
- Effect: The County is not in compliance with 40 CFR part 258, Subpart F, Part 1.
- Recommendation: The County should establish policies and procedures to review the financial assurance requirements and to demonstrate financial assurance for closure and post-closure costs.

FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None noted.

DEBORAH K. GALE
County Administrator
(928) 865-2310

YVONNE PEARSON
Clerk of the Board
(928) 865-2072

FACSIMILE (928) 865-9332



DAVID GOMEZ
District 1

RON CAMPBELL
District 2

RICHARD LUNT
District 3

BOARD OF SUPERVISORS
P.O. BOX 908
253 5TH STREET
CLIFTON, AZ 85533

September 25, 2012

Ms. Debbie Davenport, Auditor General
State of Arizona, Office of the Auditor General
2910 North 44th Street, Suite 410
Phoenix, Arizona 85018

Dear Ms. Davenport:

The accompanying Corrective Action Plan has been prepared as required by U.S. Office of Management and Budget Circular A-133. Specifically, we are providing you with the names of the contact persons responsible for corrective action, the corrective action planned, and the anticipated completion date for each audit finding included in the current year's Schedule of Finds and Questioned Costs.

Please do not hesitate to contact my office if you have any questions or need further information.

Sincerely,

Deborah K. Gale, County Administrator
Greenlee County

Greenlee County, Arizona
Corrective Action Plan
Year Ended June 30, 2010

Financial Statement Findings

Item: 10-01 (Repeat Finding)

Subject: Internal Control – Segregation of Duties

Contact Person: Kay Gale, County Administrator

Anticipated Completion Date: Ongoing

Corrective Action: The county is currently working on improving the existing policies and procedures for stronger internal controls in order to segregate the handling and recording of any one transaction from beginning to end. As of January 1, 2012 the county hired a Chief Finance Officer to provide additional controls and segregation of handling and recording transactions.

Item: 10-02 (Repeat Finding)

Subject: Internal Control – Journal Entries

Contact Person: Kay Gale, County Administrator

Anticipated Completion Date: Ongoing

Corrective Action: The journal entry process was modified starting March 1, 2010 to include an audit trail of approvals, entry, etc. The new accounting software has also addressed this issue. Additionally, the county has implemented policies and procedures for stronger internal controls. This action item has already been corrected, and the county will continue to ensure policies and procedures are being implemented.

Item: 10-03 (Repeat Finding)

Subject: Internal Control – Timeliness of Financial Reporting

Contact Person: Kay Gale, County Administrator

Anticipated Completion Date: Immediately

Corrective Action: The county has implemented an internal policy to ensure timely preparation of the financial statements. In doing so, the county has contracted with a firm to prepare

financial statements in compliance with generally accepted accounting principles. Completion of the single audit within the required time period is a priority. The county is working with the Arizona Auditor General's Office to ensure audits are completed within the required time periods. As of January 1, 2012 the county hired a Chief Finance Officer to also assist with this action item.

Item: 10-04 (Repeat Finding)

Subject: Compliance – Landfill Financial Assurance

Contact Person: Kay Gale, County Administrator

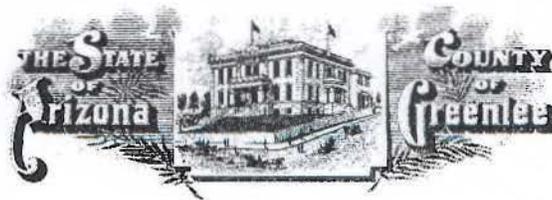
Anticipated Completion Date: June 30, 2012

Corrective Action: The county is currently working on establishing policies and procedures to review the financial assurance requirements and to demonstrate financial assurance for closure and post-closure costs.

DEBORAH K. GALE
County Administrator
(928) 865-2310

YVONNE PEARSON
Clerk of the Board
(928) 865-2072

FACSIMILE (928) 865-9332



BOARD OF SUPERVISORS
P.O. BOX 908
253 5TH STREET
CLIFTON, AZ 85533

DAVID GOMEZ
District 1

RON CAMPBELL
District 2

RICHARD LUNT
District 3

September 25, 2012

Ms. Debbie Davenport, Auditor General
State of Arizona, Office of the Auditor General
2910 North 44th Street, Suite 410
Phoenix, Arizona 85018

Dear Ms. Davenport:

The accompanying Corrective Action Plan has been prepared as required by U.S. Office of Management and Budget Circular A-133. Specifically, we are reporting the status of the audit findings included in the prior audit's Schedule of Findings and Questioned Costs related to federal awards. This schedule also includes audit findings in the prior audit's Summary Schedule of Prior Audit Findings that were not corrected.

Please do not hesitate to contact my office if you have any questions or need further information.

Sincerely,

Deborah K. Gale, County Administrator
Greenlee County

Greenlee County
Summary Schedule of Prior Audit Findings
Year Ended June 30, 2010

Status of Prior Year Federal Award Findings and Questioned Costs

Finding No: 08-11, 07-09

CFDA No: 10.665, 15.226, 93.283, 97.067

Program: Schools and Roads – Grants to States, Payments in Lieu of Taxes, Centers for Disease Control and Prevention – Investigations and Technical Assistance, Homeland Security Grant Program

Status: Not corrected

Corrective Action: The County has implemented an internal policy to ensure timely preparation of the financial statements. In doing so, the county has contracted with a firm to prepare financial statements in compliance with generally accepted accounting principles. Completion of the single audit within the required time period is a priority. The county is working with the Arizona Auditor General's Office to ensure audits are completed within the required time periods. As of January 1, 2012 the county hired a Chief Finance Officer to also assist with this action item.

Finding No: 08-12, 07-11

CFDA No: 10.665.15.226, 93.283, 97.067

Program: Schools and Roads – Grants to States, Payments in Lieu of Taxes, Centers for Disease Control and Prevention – Investigations and Technical Assistance, Homeland Security Grant Program

Status: Not corrected

Corrective Action: The County is currently working on improving the existing policies and procedures for stronger internal controls in order to segregate the handling and recording of any one transaction from beginning to end. As of January 1, 2012 the county hired a Chief Finance Officer to provide additional controls and segregation of handling and recording transactions.

Finding No: 08-13, 07-12

CFDA No: 10.665.15.226, 93.283, 97.067

Program: Schools and Roads – Grants to States, Payments in Lieu of Taxes, Centers for Disease Control and Prevention – Investigations and Technical Assistance, Homeland Security Grant Program

Status: Not corrected

Corrective Action: The journal entry process was modified starting March 1, 2010 to include an audit trail of approvals, entry, etc. The new accounting software has also addressed this issue. Additionally, the county has implemented policies and procedures for stronger internal controls. This action item has already been corrected, and the county will continue to ensure policies and procedures are being implemented.

Finding No: 08-14, 07-13

CFDA No: 10.665, 15.226, 93.283, 97.067

Program: Schools and Roads – Grants to States, Payments in Lieu of Taxes, Centers for Disease Control and Prevention – Investigations and Technical Assistance, Homeland Security Grant Program

Status: Not corrected

Corrective Action: The County is currently working on improving the existing policies and procedures for stronger internal controls in order to segregate the handling and recording of any one transaction from beginning to end. As of January 1, 2012 the county hired a Chief Finance Officer to provide additional controls and segregation of handling and recording transactions.

Finding No: 07-10

CFDA No: 10.665.15.226, 93.283, 97.067

Program: Schools and Roads – Grants to States, Payments in Lieu of Taxes, Centers for Disease Control and Prevention – Investigations and Technical Assistance, Homeland Security Grant Program

Status: Fully corrected

Corrective Action: The County has implemented a policy that requires that both non federal and federal equipment will be inventoried every two years on a rotating basis. The limited staff requires the County to inventory every asset on a two year basis.