



Single Audit Report Year Ended June 30, 2025

Maricopa County



Lindsey A. Perry
Auditor General

Arizona Auditor General's mission

The Arizona Auditor General's mission is to provide independent and impartial information, impactful recommendations, and stakeholder education to improve Arizona government for its citizens. To this end, the Office conducts financial statement audits and provides certain accounting services to the State and political subdivisions, investigates possible criminal violations involving public officials and public monies, and conducts performance audits and special reviews of school districts, State agencies, and the programs they administer.

The Joint Legislative Audit Committee

The Joint Legislative Audit Committee consists of 5 Senate members appointed by the Senate President and 5 House members appointed by the House Speaker. The Committee is responsible for overseeing the Office, including (1) overseeing all audit functions of the Legislature and State agencies, including sunset, performance, special, and financial audits; special research requests; and the preparation and introduction of legislation resulting from audit report findings; (2) requiring State agencies to comply with audit findings and recommendations; (3) receiving status reports regarding the progress of school districts to implement recommendations; and (4) scheduling hearings to review the status of State agencies and school districts.

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Representative **Stephanie Stahl-Hamilton**

Representative **Betty Villegas**

Representative **Steve Montenegro** (ex officio)

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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*



ARIZONA AUDITOR GENERAL

Lindsey A. Perry, Auditor General

Independent auditors' report on compliance for each major federal program; report on internal control over compliance; and report on schedule of expenditures of federal awards required by the Uniform Guidance

Members of the Arizona State Legislature

The Board of Supervisors of
Maricopa County, Arizona

Report on compliance for each major federal program

Qualified and unmodified opinions

We have audited Maricopa County's compliance with the types of compliance requirements identified as subject to audit in the *U.S. Office of Management and Budget (OMB) Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025, except for the Section 8 Project-Based Cluster (Assistance Listing number 14.195) and the Housing Voucher Cluster (Assistance Listing numbers 14.871 and 14.879), major federal programs administered by the Housing Authority of Maricopa County. Those major federal programs were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to those major federal programs' compliance with the types of compliance requirements described in the *OMB Compliance Supplement*, is based solely on the other auditors' report. The County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Qualified opinion on Section 8 Project-Based Cluster

In our opinion, based on our audit and the report of the other auditors, except for the noncompliance described in the basis for qualified and unmodified opinions section of our report, the County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its Section 8 Project-Based Cluster Assistance Listings number 14.195 for the year ended June 30, 2025.

Unmodified opinion on each of the other major federal programs

In our opinion, based on our audit and the report of the other auditors, the 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 other major federal programs identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs for the year ended June 30, 2025.

Basis for qualified and unmodified opinions

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 U.S. Comptroller General, and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the auditors' responsibilities for the audit of compliance section of our report.

We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified and unmodified opinions on compliance for each major federal program. Our audit does not provide a legal determination of the County's compliance with the compliance requirements referred to above.

Matters giving rise to qualified opinion on Section 8 Project-Based Cluster

As described in the accompanying schedule of findings and questioned costs, the County did not comply with requirements regarding its Section 8 Project-Based Cluster Assistance Listings number 14.195 as described in finding number 2025-102 for eligibility, reporting, and special tests and provisions. Compliance with such requirements is necessary, in our opinion, for the County to comply with the requirements applicable to that program.

Other matter—Federal expenditures not included in the compliance audit

The County's basic financial statements include the operations of the Maricopa County Accommodation Schools that is not included in the County's schedule of expenditures of federal awards during the year ended June 30, 2025. Our compliance audit, described in the qualified and unmodified opinions section, does not include the operations of the Maricopa County Accommodation Schools because they engaged other auditors to perform a compliance audit.

Management's responsibilities for compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the County's federal programs.

Auditors' responsibilities for the audit of compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the County's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an

audit conducted in accordance with U.S. generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the County's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with U.S. generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- ▶ Exercise professional judgment and maintain professional skepticism throughout the audit.
- ▶ Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- ▶ Obtain an understanding of the County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over compliance. Accordingly, we express no such opinion.

We are required to communicate with those charged with governance regarding, among other matters, the audit's planned scope and timing and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Other matters

The results of our auditing procedures disclosed an instance of noncompliance that is required to be reported in accordance with the Uniform Guidance and that is described in the accompanying schedule of findings and questioned costs as item 2025-101. Our opinion on each major federal program is not modified with respect to this matter.

Report on internal control over compliance

Our consideration of internal control over compliance was for the limited purpose described in the auditors' responsibilities for the audit of compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance, and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we and the report of the other auditors identified certain deficiencies in internal control over compliance that we consider to be material weaknesses.

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. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2025-101 and 2025-102 to be material weaknesses.

A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

County response to findings

Government Auditing Standards requires the auditor to perform limited procedures on the County's responses to the noncompliance and internal control over compliance findings that are presented in its corrective action plan at the end of this report. The County is responsible for preparing a corrective action plan to address each finding. The County's responses and corrective action plan were not subjected to the other auditing procedures applied in the audit of compliance, and accordingly, we express no opinion on them.

Report on schedule of expenditures of federal awards required by the Uniform Guidance

We have audited the financial statements of the County's governmental activities, business-type activities, aggregate discretely presented component units, each major fund, and aggregate remaining fund information as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated December 18, 2025, that contained unmodified opinions on those financial statements. Our report also included a reference to our reliance on other auditors. 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 the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of the County's management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling

such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with U.S. generally accepted auditing standards by us and the other auditors. In our opinion, based on our audit, the procedures performed as described previously, and the report of the other auditors, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Lindsey A. Perry

Lindsey A. Perry, CPA, CFE
Auditor General

March 25, 2026

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Summary of auditors' results

Financial statements

Type of auditors' report issued on whether the financial statements audited were prepared in accordance with U.S. generally accepted accounting principles Unmodified

Is a going concern emphasis-of-matter paragraph included in the auditors' report? No

Internal control over financial reporting

Material weaknesses identified? No

Significant deficiencies identified? Yes

Noncompliance material to the financial statements noted? No

Federal awards

Internal control over major federal program(s)

Material weaknesses identified? Yes

Significant deficiencies identified? None reported

Any audit findings disclosed that are required to be reported in accordance with 2 CFR §200.516(a)? Yes

Identification of major federal program(s) and types of auditors' reports issued on compliance

Assistance Listings number(s)	Name of federal program or cluster	Auditors' report type
14.195	Section 8 Project-Based Cluster	 Qualified
14.218/14.218 COVID-19	CDBG Entitlement Grants Cluster/COVID-19- CDBG Entitlement Grants Cluster	 Unmodified
14.871 /14.871 COVID-19, 14.879	Housing Voucher Cluster/COVID-19— Housing Voucher Cluster	 Unmodified

Identification of major federal program(s) and types of auditors' reports issued on compliance (continued)

Assistance Listings number(s)	Name of federal program or cluster	Auditors' report type
17.258, 17.259, 17.278	WIOA Cluster	 Unmodified
20.205	Highway Planning and Construction	 Unmodified
21.027	COVID-19—Coronavirus State and Local Fiscal Recovery Funds	 Unmodified
84.374	Teacher and School Leader Incentive Grants (formerly the Teacher Incentive Fund)	 Unmodified
93.600	Head Start Cluster	 Unmodified
93.658	Foster Care Title IV-E	 Unmodified
93.914	HIV Emergency Relief Project Grants	 Unmodified
93.917	HIV Care Formula Grants	 Unmodified

Dollar threshold used to distinguish between Type A and Type B programs \$3,000,000
 Auditee qualified as low-risk auditee? No

Financial statement findings

Financial statement findings were reported in the separately issued 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 Human Services Department failed to report complete, accurate information on the federal reporting system, risking transparent reporting on CDBG subawards

Cluster name(s): CDBG – Entitlement/Special Purpose Grants Cluster

Assistance Listings number(s) and name(s):

14.218 Community Development Block Grants/Entitlement Grants

Award number(s) and year(s):

B-20-UW-04-0501 July 1, 2023 through September 1, 2027

B-23-UC-04-0501 July 1, 2023 through September 1, 2030

B-24-UC-04-0501 July 1, 2024 through September 1, 2031

Federal agency: U.S. Department of Housing and Urban Development

Compliance requirement(s): Reporting

Questioned costs: Not applicable

Condition

Contrary to federal laws and regulations and County policies, the County's Human Services Department (Department) failed to report complete and accurate information on the federal government's reporting system for nearly \$3 million in subawards it made to subrecipients during fiscal year 2025 for the Community Development Block Grants/Entitlement Grants (CDBG) program.

As shown in the bullets below and Table 1 on page 9, we tested a total sample of 5 subawards for the program at the Department and found that, for the 5 subawards, the Department failed to report the following:

- ▶ Any required information about the subaward amendments, including the amended amounts and terms, for 2 subawards tested, totaling nearly \$1.1 million of the total nearly \$3 million of subawards we tested in our sample.
- ▶ Required information within the time frame for all 5 subawards tested, totaling nearly \$2.5 million, resulting in the reports being submitted between 2 and 13 months late.
- ▶ Accurate key elements for 4 subawards tested, totaling \$1.7 million, that included incorrect subaward obligation/action dates, changes in funding sources, and subaward project descriptions. Furthermore, for 1 of these 4 subawards, the same information for 1 amendment totaling \$766,648 was entered into the federal government's reporting system 3 separate times.

Table 1

The Department failed to report complete and accurate information on the federal government's reporting system for nearly \$3 million in subawards related to the CDBG program

June 30, 2025

Subaward issue	Number of subawards	Associated error amount
Not reported timely ¹	5	\$2,475,127
Incorrect key elements	4	1,734,748
Amendments not reported ¹	2	1,051,900
Total distinct subawards tested and total error amount ²	5	\$2,975,127

¹ These rows include overlapping information for 2 subawards as these subawards, original amounts were reported; however, they had multiple amendments during the fiscal year that were either not reported or not reported timely. As a result, \$551,900 was included as an associated error amount in both rows because of multiple amendments for the same subaward and amount.

² Number of subawards with issues and associated error amounts might overlap, but the totals show the distinct number of subawards tested and their total associated error amount.

Source: Auditor General staff review of subaward contracts provided by the Department on September 5, 2025.

Effect

The County's stakeholders and the public did not have access to transparent and timely information about the Department's federal award spending decisions on USAspending.gov as required by federal laws and regulations. Additionally, the Department is at risk that this finding applies to other federal programs it administers.

During fiscal year 2025, the Department is at risk of not transparently reporting its subaward information related to nearly \$2.2 million of federal monies it spent related to the subrecipient expenditures, or 54% of the Department's total of nearly \$4.1 million reported on the schedule of expenditures of federal awards for the CDBG Cluster.

Cause

The Department experienced turnover in the contract manager position, and neither contract manager employed during fiscal year 2025 updated the tracking list used in prior fiscal years to monitor grants and report information on the federal government's reporting system, including grants contracted through other departments and amendments. In addition, the Department did not require independent reviews of the reports for accuracy and completeness prior to uploading subaward data to the federal government's reporting system.

Criteria

The Federal Funding Accountability and Transparency Act (FFATA) and federal Uniform Guidance regulations require the Department, as a direct recipient of federal awards, to report certain information about each subaward action equaling or exceeding \$30,000 in federal monies on the federal government's reporting system no later than month-end of the month following the subaward action so that the information can be displayed to the public on USAspending.gov.¹ Specifically, the federal Uniform Guidance requires the Department to report the subrecipient organization's name, award amount, award term, and other information about the subaward, if applicable, for each subaward action equaling or exceeding the \$30,000 threshold (2 Code of Federal Regulations [CFR] §170.320 and Appendix A to part 170). Additionally, the County's grant policies and procedures and the Department's FFATA Reporting Policy require the Department to perform this reporting for federal awards.^{2,3} Also, an update to the Department's FFATA Reporting Policy in March 2025 requires Department personnel to review and update, on a monthly basis, the tracking list used to monitor grants and report information to the federal government's reporting system, ensuring all grants contracted through other departments and amendments are included and accurately reported.² Further, federal regulation requires establishing and maintaining effective internal control over federal awards that provides reasonable assurance that the federal program is being managed in compliance with all applicable laws, regulations, and award terms (2 CFR §200.303).

Recommendations to the Department

1. Immediately report on the federal government's reporting system the required information for its subawards, including reviewing, correcting, and/or resubmitting any inaccurate reported information.
2. Follow the County's grant policies and procedures and the Department's FFATA Reporting policy for reporting subaward actions equaling or exceeding \$30,000 no later than month-end of the month following the subaward action, as required by the FFATA and federal Uniform Guidance, which may include providing training to Department staff responsible for reporting the Department's subaward actions to the federal government's reporting system.
3. Implement the Department's FFATA Reporting policy requirements to review and update the tracking list used to monitor grants and report information to the federal government's reporting system, ensuring all grants contracted through other departments and amendments are included and accurately reported.
4. Develop and implement procedures requiring independent reviews to ensure the subaward data is complete and accurate prior to uploading it to the federal government's reporting system.

¹ The FFATA of 2006 (Public Law 109-282), as amended by section 6202 of Public Law 110-252, was enacted to provide the public with transparency on federal award spending to hold the recipient government accountable for each spending decision and to help reduce wasteful spending of federal monies. As such, federal Uniform Guidance requires reporting on the FFATA Subaward Reporting System at <https://sam.gov/>.

² Maricopa County. (2025). *Maricopa County Human Services Federal Funding Accountability and Transparency Act (FFATA Reporting APP0220)*.

³ Maricopa County. (2023). *Maricopa County Grants Manual. Section K, page 31*.

This finding is similar to prior-year finding 2024-101 and was initially reported in fiscal year 2024.

Views of responsible officials

County management concurs with this finding. The District's corrective action plan at the end of this report includes the views and planned corrective action of its responsible officials regarding these recommendations. We are not required to audit and have not audited these responses and planned corrective actions and therefore provide no assurances as to their accuracy.

Other auditors' federal award finding

The other auditors who audited the Housing Authority of Maricopa County reported this finding.

The Housing Authority did not maintain complete and accurate participant files to ensure federal program compliance

Cluster name(s): Section 8 Project-Based Cluster

Assistance Listings number(s) and name(s):

14.195 Project-Based Rental Assistance

Award number(s) and year(s):

AZ99RD00001 January 1, 2024 through December 31, 2024; January 1, 2025 through December 31, 2025

Federal agency: U.S. Department of Housing and Urban Development

Compliance requirement(s): Eligibility, Reporting, and Special tests and provisions

Questioned costs: Unknown

Condition

Our testing of 25 participant files noted the following:

- ▶ No electronic income verification (EIV) was done within the required time period for 25 of 25 participant selections.
- ▶ Annual inspections were not performed for 3 of 25 participant selections.
- ▶ 1 of 25 tenant files were not provided.
- ▶ No social security support was provided for tenants for 3 of 25 participant selections.
- ▶ Income was incorrectly calculated for tenants for 5 of 25 participant selections.
- ▶ Annual recertifications were not completed timely for 2 of 25 participant selections

Effect

The Housing Authority of Maricopa County is not in compliance with federal requirements regarding Eligibility, Reporting, and Special Tests and Provisions.

Cause

Due to high staff turnover during the fiscal year, certain documentation was not maintained in accordance with HAMC policies and procedures.

Criteria

In accordance with Uniform Guidance, internal controls are required to be in place to ensure compliance with federal requirements and to maintain complete and accurate participant files as noted in 24 CFR sections 5.233, 5.657, 880.603, 881.601, 882.515, 883.701, 884.218, 886.124, and 886.324.

Recommendations

The Housing Authority of Maricopa County should maintain complete and accurate participant files to ensure compliance with federal requirements.

Views of responsible officials

County management concurs with this finding. The County's corrective action plan at the end of this report includes the views and planned corrective action of its responsible officials regarding these recommendations. We are not required to audit and have not audited these responses and planned corrective actions and therefore provide no assurances as to their accuracy.

The County prepared the subsequent pages of this document.

Schedule of expenditures of federal awards and related notes

This schedule includes the County's federal grant activity for the fiscal year and the related notes, which are an integral part of the schedule and describe the significant accounting policies used in preparing the schedule and other disclosures as required by 2 Code of Federal Regulations (CFR) §200.510(b).

The results of our auditing procedures on this schedule are described in the independent auditors' report on compliance for each major federal program; report on internal control over compliance; and report on schedule of expenditures of federal awards required by the Uniform Guidance.

County response and corrective action plan

The County response and corrective action plan includes the County's response to each finding identified in our audit, including the County's corrective action plan and anticipated completion date to implement our audit finding recommendations, as required by 2 CFR §200.511(c).

We are not required to audit and have not audited these responses and planned corrective actions and therefore provide no assurances as to their accuracy.

Summary schedule of prior audit findings

The summary schedule of prior audit findings includes the County's status of implementing audit finding recommendations from the prior year's audit in addition to the status of any older audit findings that were not reported as fully corrected in the prior year's summary schedule of prior audit findings as required by 2 CFR §200.511(b).

We performed auditing procedures to follow up on prior audit findings, including assessing the reasonableness of the summary schedule of prior audit findings as required by 2 CFR §200.514(e).

**Maricopa County
Schedule of expenditures of federal awards
Year Ended June 30, 2025**

Federal Awarding Agency/Program Title	Assistance Listing Number	Additional Award Identification (Optional)	Name of Grantor Pass-Through Entity	Identifying Number Assigned By Grantor Pass-Through Entity	Total Amount Provided to Sub-Recipients	Federal Expenditures	Federal Program Total	Cluster Name	Cluster Total
Department of Agriculture									
School Breakfast Program	10.553		Arizona Department of Education	ED09-0001		\$159,548	\$171,835	Child Nutrition Cluster	\$445,136
School Breakfast Program (Non cash)	10.553		Arizona Department of Education	ED09-0001		\$12,287	\$171,835	Child Nutrition Cluster	\$445,136
National School Lunch Program	10.555		Arizona Department of Education	ED09-0001		\$253,759	\$273,301	Child Nutrition Cluster	\$445,136
National School Lunch Program (Non Cash)	10.555		Arizona Department of Education	ED09-0001		\$19,542	\$273,301	Child Nutrition Cluster	\$445,136
WIC Special Supplemental Nutrition Program for Women, Infants, and Children	10.557		Arizona Department of Health Services	CTR046145, CTR067937, CTR074629		\$9,441,573	\$9,441,573	N/A	\$0
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561		Arizona Department of Health Services	RFGA2020-001-001	\$81,291	\$2,031,199	\$2,031,199	SNAP Cluster	\$2,031,199
Schools and Roads—Grants to States	10.665					\$116,253	\$116,253	Forest Service Schools and Roads Cluster	\$116,253
Cooperative Law Enforcement Agreement	10.U01	21-LE-110312000-41-003				\$73,867	\$73,867	N/A	\$0
Total Department of Agriculture					\$81,291	\$12,108,028			
Department of Housing and Urban Development									
Project-Based Rental Assistance (PBRA)	14.195					\$1,297,450	\$1,297,450	Section 8 Project-Based Cluster	\$1,297,450
Community Development Block Grants/Entitlement Grants	14.218				\$3,299,596	\$3,673,514	\$4,063,986	Community Development Block Grant Cluster Entitlement/Special Purpose Grants	\$4,063,986
COVID 19 - Community Development Block Grants/Entitlement Grants	14.218	COVID-19			\$337,482	\$390,472	\$4,063,986	Community Development Block Grant Cluster Entitlement/Special Purpose Grants	\$4,063,986
Emergency Solutions Grant Program	14.231		Arizona Department of Economic Security	D123-002395	\$293,953	\$293,953	\$1,837,662	N/A	\$0
Emergency Solutions Grant Program	14.231				\$1,436,730	\$1,543,709	\$1,837,662	N/A	\$0
Home Investment Partnerships Program	14.239				\$6,329,579	\$7,452,609		N/A	\$0
Section 8 Housing Choice Vouchers	14.871					\$27,583,938	\$28,888,124	Housing Voucher Cluster	\$29,664,106
COVID 19 -Section 8 Housing Choice Vouchers	14.871	COVID-19				\$1,304,186	\$28,888,124	Housing Voucher Cluster	\$29,664,106
Mainstream Vouchers	14.879					\$775,982	\$775,982	Housing Voucher Cluster	\$29,664,106
Family Self-Sufficiency Program	14.896					\$86,636	\$86,636	N/A	\$0
Lead Hazard Reduction Grant Program	14.900					\$7,155	\$72,746	N/A	\$0
Lead Hazard Reduction Grant Program	14.900		City of Phoenix	157023-1		\$65,591	\$72,746	N/A	\$0
Total Department of Housing and Urban Development					\$11,697,340	\$44,475,195			
Department of the Interior									
Distribution of Receipts to State and Local Governments	15.227					\$11,227	\$11,227	N/A	\$0
Total Department of the Interior						\$11,227			
Department of Justice									
National Criminal History Improvement Program (NCHIP)	16.554		Arizona Criminal Justice Commission	NCHIP 23-25-004, NCHIP 23-25-005		\$515,180	\$515,180	N/A	\$0
Crime Victim Assistance	16.575		Arizona Department of Public Safety	2023-189, 2023-190, 2024-214, 2024-237, 2024-248, 2023-227, 2023-206,		\$690,117	\$690,117	N/A	\$0
Violence Against Women Formula Grants	16.588		Arizona Governor's Office for Children, Youth and Families	GR-STOP-GOYFF-010124, GR-STOP-GOYFF-010124-112, IGA-STOP-MCAO-050124, 15IOVW-23GG00560STOP		\$342,805	\$342,805	N/A	\$0
State Criminal Alien Assistance Program	16.606					\$65,635	\$65,635	N/A	\$0
Public Safety Partnership and Community Policing Grants	16.710					\$54,632	\$54,632	N/A	\$0
Edward Byrne Memorial Justice Assistance Grant Program	16.738		City of Phoenix	15PBIA-22-GG-02105-JAGX		\$4,148	\$1,092,183	N/A	\$0
Edward Byrne Memorial Justice Assistance Grant Program	16.738		Arizona Criminal Justice Commission	AsCIP-24-006, DC-24-027, DC-25-027, DC-26-027		\$1,088,035	\$1,092,183	N/A	\$0
DNA Backlog Reduction Program	16.741					\$312,485	\$312,485	N/A	\$0
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742		Arizona Criminal Justice Commission	CV 23-24-003, CV 24-25-003		\$8,095	\$8,095	N/A	\$0
Congressionally Recommended Awards	16.753					\$68,033	\$68,033	N/A	\$0
National Sexual Assault Kit Initiative	16.833					\$737,103	\$737,103	N/A	\$0
Comprehensive Opioid, Stimulant, and other Substances Use Program	16.838		Arizona Criminal Justice Commission	CITIP-25-014		\$30,205	\$30,205	N/A	\$0
FBI Joint Terrorism Task Force	16.U02	415A-PX-A54566-CRA				\$10,720	\$10,720	N/A	\$0
FBI Joint Terrorism Task Force	16.U03	415A-PX-A54566-S LMOU				\$4,397	\$4,397	N/A	\$0
FBI Desert Hawk Fugitive Task Force	16.U04	88A-PX-C5061747				\$125,245	\$125,245	N/A	\$0
Organized Crime Drug Enforcement Task Forces	16.U05	MN-23-0047/SWAZ-0972				\$83,475	\$83,475	N/A	\$0
Organized Crime Drug Enforcement Task Forces	16.U06	MN-23-0047/SWAZ-0972				\$254,359	\$254,359	N/A	\$0
DOJ DEA Taskforce	16.U07	Unknown				\$19,272	\$19,272	N/A	\$0
FBI Phoenix Safe Streets Task Force	16.U08	Unknown				\$17,077	\$17,077	N/A	\$0
Drug Enforcement Administration Phoenix Task Force	16.U09	Unknown				\$39,325	\$39,325	N/A	\$0
Total Department of Justice						\$4,470,343			
Department of Labor									
WIOA Adult Program	17.258		Arizona Department of Economic Security	D121-002283, D123-002386		\$4,737,206	\$4,737,206	WIOA Cluster	\$15,526,499
WIOA Adult Program	17.258		Arizona Governor's Office for Children, Youth and Families	GR-WIOA-GOYFF-100123-08		\$379,425	\$379,425	WIOA Cluster	\$15,526,499
WIOA Youth Activities	17.259		Arizona Department of Economic Security	D123-002386		\$4,702,531	\$4,702,531	WIOA Cluster	\$15,526,499
WIOA Dislocated Worker Formula Grants	17.278		Arizona Department of Economic Security	D123-002386		\$5,707,337	\$5,707,337	WIOA Cluster	\$15,526,499
Total Department of Labor						\$15,526,499			
Department of Transportation									
Highway Research and Development Program	20.200			6931J2540008, 6961J2340518, IGA 23-0009133-1, IGA 23-0009134-1, CM MMA-Q(23)JD, CM MMA-Q(24)JD, CM MMA-Q(246)D, MMA-Q(280)D, MMA-Q(281)D, MMA-Q(284)D, MMA-Q(286)D, MMA-Q(287)D, MMA-Q(288)D, MMA-Q(289)D, MMA-Q(291)D, MMA-Q(295)D, MMA-Q(297)D, STP-MMA-(034)X, STP-MMA-Q(224),		\$272,020	\$272,020	N/A	\$0
Highway Planning and Construction	20.205		Arizona Department of Transportation			\$6,350,116	\$7,221,118	N/A	\$0
Highway Planning and Construction	20.205		Maricopa Association of Governments	1024-4, 1307	\$291,786	\$871,002	\$7,221,118	N/A	\$0

State and Community Highway Safety	20.600		Arizona Governor's Office of Highway Safety	2024-AI-011, 2024-AL-018, 2024-PTS-033, 2025-405b-502, 2025-AI-011, 2025-AL-018, 2025-PTS-033	\$174,092	\$174,092	Highway Safety Cluster	\$491,644
National Priority Safety Programs	20.616		Arizona Governor's Office of Highway Safety	2024-405d-023, 2025-405d-022, 2025-GOHS-500	\$221,701	\$317,552	Highway Safety Cluster	\$491,644
National Priority Safety Programs	20.616		Arizona Supreme Court Administrative Office of the Courts	2025-405d-001, 2025-405d-003	\$95,851	\$317,552	Highway Safety Cluster	\$491,644
Strengthening Mobility and Revolutionizing Transportation (SMART) Grants Program	20.941		Arizona Commerce Authority	ACA - 2024-16C	\$14,350	\$14,350	N/A	\$0
Total Department of Transportation					\$291,786	\$7,999,132		
The Department of the Treasury								
Social Impact Partnerships to Pay for Results Act (SIPRA)	21.017		Arizona Department of Health Services	CTR068485	\$360,486	\$360,486	N/A	\$0
COVID 19-Emergency Rental Assistance Program	21.023	COVID 19			\$2,822,227	\$3,652,043	N/A	\$0
COVID 19-CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027	COVID 19			\$75,931,897	\$158,979,357	N/A	\$0
COVID 19-CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027	COVID 19	Arizona Supreme Court Administrative Office of the Courts	None	\$533,445	\$162,691,185	N/A	\$0
COVID 19-CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027	COVID 19	Arizona Criminal Justice Commission	VC-24-008, VC-25-008A	\$1,803,108	\$162,691,185	N/A	\$0
COVID 19-CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027	COVID 19	City of El Mirage	NONE	\$994,000	\$162,691,185	N/A	\$0
COVID 19-CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027	COVID 19	Arizona Department of Public Safety	2023-227, 2023-244, 2024-171, 2024-185	\$381,275	\$162,691,185	N/A	\$0
COVID 19 Local Assistance and Tribal Consistency Fund	21.032	COVID 19			\$6,040,609	\$6,040,609	N/A	\$0
Total The Department of the Treasury					\$78,754,124	\$172,744,323		
Environmental Protection Agency								
Air Pollution Control Program Support	66.001				\$1,072,614	\$1,072,614	N/A	\$0
Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act	66.034				\$127,470	\$127,470	N/A	\$0
Diesel Emissions Reduction Act (DERA) State Grants	66.040				\$536,416	\$610,653	N/A	\$0
Total Environmental Protection Agency					\$536,416	\$1,810,737		
Department of Education								
Adult Education—Basic Grants to States	84.002A		Arizona Department of Education	25FSESOL-513237-01A, 25FFSABE-513237-01A, 25FFSIET-5132237-01A, 25FSPSLA-513237-20FLCCCL-613245-02A, 24FLCCCL-313245-02A	\$314,695	\$314,695	N/A	\$0
Title I State Agency Program for Neglected and Delinquent Children and Youth	84.013		Arizona Department of Education	H027A210007	\$866,187	\$866,187	N/A	\$0
Special Education Grants to States	84.027A		Arizona Department of Education	3365A220003, 7365A240003	\$86,539	\$86,539	Special Education Cluster (IDEA)	\$86,539
English Language Acquisition State Grants	84.365A		Arizona Department of Education		\$106,718	\$106,718	N/A	\$0
Supporting Effective Instruction State Grants (formerly Improving Teacher Quality State Grants)	84.367		Arizona Department of Education	23FT17I-313245-03A	\$4,573	\$4,573	N/A	\$0
Teacher and School Leader Incentive Grants (formerly the Teacher Incentive Fund)	84.374				\$2,952,488	\$2,952,488	N/A	\$0
Education Stabilization Fund	84.425U		Arizona Department of Education	CTR059829, IGA 23-12-ED	\$436,830	\$436,830	N/A	\$0
Total Department of Education						\$4,768,030		
Election Assistance Commission								
HAVA Election Security Grants	90.404		Arizona Secretary of State	AZ18101001, AZ20101001	\$1,176,174	\$1,176,174	N/A	\$0
Total HAVA Election Security Grants						\$1,176,174		
Department of Health and Human Services								
Medical Reserve Corps Small Grant Program	93.008		Arizona Department of Health Services	CTR068540	\$449,676	\$449,676	N/A	\$0
Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044		Area Agency on Aging	2025-28-MCH	\$680,277	\$680,277	Aging Cluster	\$680,277
Public Health Emergency Preparedness	93.069		Arizona Department of Health Services	CTR055214	\$2,648,937	\$2,648,937	N/A	\$0
Environmental Public Health and Emergency Response	93.070		Arizona Department of Health Services	CTR057839	\$75,024	\$75,024	N/A	\$0
Maternal and Child Health Federal Consolidated Programs	93.110		Arizona Department of Health Services	None	\$9,958	\$9,958	N/A	\$0
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116		Arizona Department of Health Services	CTR062104	\$227,465	\$227,465	N/A	\$0
Injury Prevention and Control Research and State and Community Based Programs	93.136				\$1,278,619	\$3,197,911	N/A	\$0
Immunization Cooperative Agreements	93.268		Arizona Department of Health Services	CTR060585	\$1,290,240	\$6,122,733	N/A	\$0
COVID 19-Immunization Cooperative Agreements	93.268	COVID-19	Arizona Department of Health Services	CTR062177	\$4,832,493	\$6,122,733	N/A	\$0
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323				\$970,299	\$6,413,096	N/A	\$0
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323		Arizona Department of Health Services	CTR045915, CTR047666, CTR056454	\$28,987	\$6,413,096	N/A	\$0
COVID 19-Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	COVID-19	Arizona Department of Health Services	CTR055638	\$5,413,810	\$6,413,096	N/A	\$0
The Healthy Brain Initiative: Technical Assistance to Implement Public Health Actions related to Cognitive Health, Cognitive Impairment, and Caregiving at the State and Local Levels	93.334				\$59,396	\$220,409	N/A	\$0
Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354				\$130,260	\$859,764	N/A	\$0
COVID 19-Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354	COVID-19	Arizona Department of Health Services	CTR055214	\$729,504	\$859,764	N/A	\$0
COVID-19 Activities to Support State, Tribal, Local and Territorial (STLT) Health Department Response to Public Health or Healthcare Crises	93.391	COVID-19			\$876,242	\$2,241,526	N/A	\$0
Temporary Assistance for Needy Families	93.558		Arizona Department of Economic Security	DI20-002264	\$583,550	\$583,550	N/A	\$0
Child Support Services	93.563		Arizona Department of Economic Security	DI18-0002175, DI18-002178, DI25-002418	\$2,421,201	\$2,421,201	N/A	\$0
Low-Income Home Energy Assistance	93.568		Arizona Department of Economic Security	DI20-002264	\$1,162,944	\$1,581,981	N/A	\$0
Community Services Block Grant	93.569		Arizona Department of Economic Security	DI20-002264	\$525,082	\$1,610,238	N/A	\$0
Child Care and Development Block Grant	93.575		First Things First	24-1244-01, 24-1254-01	\$4,634	\$4,634	CCDF Cluster	\$4,634
Refugee and Entrant Assistance Discretionary Grants	93.576		Arizona Department of Economic Security	DI18-002141-1, DI24-002411	\$631,111	\$631,111	N/A	\$0
Head Start	93.600				\$22,404,082	\$22,404,082	Head Start Cluster	\$22,404,082
Children's Justice Grants to States	93.643		Arizona Governor's Office for Children, Youth and Families	IGA-CJ-MCAO-050124-0	\$35,158	\$35,158	N/A	\$0
Social Services Research and Demonstration	93.647		Arizona Community Action Association	25-0	\$21,186	\$21,186	N/A	\$0
Child Welfare Research Training or Demonstration	93.648				\$205,938	\$205,938	N/A	\$0
Foster Care Title IV-E	93.658		Arizona Supreme Court, Administrative Office of the Courts	DC20-000016	\$3,053,976	\$3,053,976	N/A	\$0
Social Services Block Grant	93.667		Area Agency on Aging	2025-28-MCH	\$1,225,779	\$1,586,834	N/A	\$0
Social Services Block Grant	93.667		Arizona Department of Economic Security	DI20-002264	\$37,000	\$361,055	N/A	\$0
Ending the HIV Epidemic: A Plan for America -- Ryan White HIV/AIDS Program Parts A and B	93.686				\$1,199,295	\$2,413,067	N/A	\$0
Preventive Health and Health Services Block Grant funded solely with Prevention and Public Health Funds (PPHF)	93.758		Arizona Department of Health Services	ADHS16-102232, IGA2020-013	\$22,321	\$22,321	N/A	\$0

Opioid STR	93.788	Arizona Department of Health Services	CTR070517		\$39,151	\$39,151	N/A	\$0
Maternal, Infant and Early Childhood Home Visiting Grant Program	93.870	Arizona Department of Health Services	RFGA2022-003-007		\$1,558,317	\$1,558,317	N/A	\$0
Cancer Prevention and Control Programs for State, Territorial and Tribal Organizations	93.898	Arizona Department of Health Services	ADHS17-147348		\$44,089	\$44,089	N/A	\$0
HIV Emergency Relief Project Grants	93.914				\$8,914,342	\$10,251,742	N/A	\$0
HIV Care Formula Grants	93.917	Arizona Department of Health Services	ADHS18-188819, CTR061304, CTR076674		\$7,606	\$2,713,837	N/A	\$0
Healthy Start Initiative	93.926					\$1,986,334	N/A	\$0
HIV Prevention Activities Health Department Based Cooperative Agreements to Support State-Based Safe Motherhood and Infant Health Initiative Programs	93.940	Arizona Department of Health Services	CTR064828, CTR065198, CTR071176, IGA2021-051, IGA-CTR043100			\$1,162,837	N/A	\$0
Centers for Disease Control and Prevention Collaboration with Academia to Strengthen Public Health	93.946	Arizona Department of Health Services	ADHS17-147348		\$105	\$105	N/A	\$0
Sexually Transmitted Diseases (STD) Prevention and Control Grants	93.977	Arizona Department of Health Services	CTR067014, IGA2021-067			\$1,118,346	N/A	\$0
Preventive Health and Health Services Block Grant	93.991	Arizona Department of Health Services	CTR055260			\$325,357	N/A	\$0
Maternal and Child Health Services Block Grant to the States	93.994	Arizona Department of Health Services	ADHS16-102232, ADHS17-147348, CTR046941, CTR055260, CTR063756			\$656,847	N/A	\$0
Total Department of Health and Human Services					\$14,060,526	\$87,699,973		
Corporation for National Community Service								
AmeriCorps State and National 94.006	94.006	Administrative Office of the Courts, Arizona Supreme Court	None		\$204,578	\$247,412	N/A	\$0
AmeriCorps State and National 94.006	94.006	Arizona Governor's Office for Children, Youth and Families	GR-FOR-080124-10Y2, ISA-COM-ASC-090123-01			\$42,834	N/A	\$0
Total Corporation for National Community Service						\$247,412		
Executive Office of the President of the United States								
High Intensity Drug Trafficking Areas Program	95.001					\$628,121	N/A	\$0
Total Executive Office of The President						\$628,121		
Department of Homeland Security								
Emergency Management Performance Grants	97.042	Arizona Department of Emergency and Military Affairs	EMF-2021-EP-00016-S01/18, EMF-2024-EP-05013			\$1,339,686	N/A	\$0
Homeland Security Grant Program	97.067	Arizona Department of Homeland Security	220204-01, 230825-01, 240825-01, 21-AZDOHS-HSGP-210209-04, 2222-AZDOHS-HSGP-22021, 22-AZDOHS-HSGP-220206-02, 22-AZDOHS-HSGP-220206-05, 23-AZDOHS-HSGP-230208-01, 23-AZDOHS-HSGP-230813-02, 23-AZDOHS-HSGP-230813-03, 23-AZDOHS-HSGP-230813-05, 24-AZDOHS-HSGP-24020, 24-AZDOHS-HSGP-240203-02, 24-AZGOHS-HSGP-240812-01, 24-AZGOHS-HSGP-240812-02, 24-AZGOHS-HSGP-240812-03			\$556,545	N/A	\$0
Securing the Cities Program	97.106				\$181,242	\$743,684	N/A	\$0
Total Department of Homeland Security					\$181,242	\$2,318,199	N/A	\$0
Total expenditures of federal awards					\$105,602,725	\$358,623,308		

Please Note:
Italicized award lines indicate pass-through funding.

The accompanying Notes to the Schedule of Expenditures of Federal Awards are an integral part of the schedule.

Maricopa County
Notes to schedule of expenditures of federal awards
Year Ended June 30, 2025

Note 1 – Basis of presentation

The accompanying schedule of expenditures of federal awards (schedule) includes Maricopa County's federal grant activity for the year ended June 30, 2025. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*.

Note 2 – Summary of significant accounting policies

Expenditures reported on the schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

Note 3 – Federal Assistance Listings number

The program titles and Federal Assistance Listing numbers were obtained from the federal or pass-through grantor or the *2025 Federal Assistance Listings*. When no Federal Assistance Listing number had been assigned to a program, the two-digit federal agency identifier and the federal contract number were used. When there was no federal contract number, the two-digit federal agency identifier and the word "unknown" were used.

Note 4 – Indirect cost rate

The County did not elect to use the 15 percent de minimis indirect cost rate as covered in 2 CFR §200.414.



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March 25, 2026

Lindsey A. Perry
Arizona Auditor General
2910 North 44th Street, Suite 410
Phoenix, AZ 85018

Dear Ms. Perry:

We have prepared the accompanying corrective action plan as required by the standards applicable to financial audits contained in Government Auditing Standards and by the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Specifically, for each finding, we are providing you with our responsible officials' views, the names of the contact people responsible for corrective action, the corrective action planned, and the anticipated completion date.

Sincerely,

A handwritten signature in black ink that reads "Michael McGee". The signature is written in a cursive, flowing style.

Michael McGee
Chief Financial Officer



Maricopa County
Corrective Action Plan
Year ended June 30, 2025

Financial statement findings

Corrective actions related to the financial statement findings were reported in the separately issued 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.

Federal award findings and questioned costs

2025-101

Assistance Listings number and program name: 14.218 Community Development Block Grant/Entitlement Grants

Department: Maricopa County Human Services

Contact Person(s): Nicole Forbes, Finance Manager, Human Services Department.

Anticipated completion date: December 31, 2026

Concur: The Human Services Department (HSD) is committed to ensuring full compliance with the Federal Funding Accountability and Transparency Act (FFATA), Uniform Guidance requirements, and all applicable County policies. In 2025, to address the issues identified in the original finding (2024-101), the Department developed a new **HUD Federal Funding Accountability and Transparency Act (FFATA) Reporting Procedure**. This procedure establishes clear expectations, reporting timelines, documentation requirements, and internal controls to ensure accurate and timely reporting.

HSD's CDBG agreements, however, are typically multi-year and often do not incur expenditures until the second year. They also may include multiple amendments throughout the life of the agreement. Many of the agreements are related to public facilities and public infrastructure projects which take many years to complete. Due to nature of the agreements, full remediation of FFATA findings may take several years.

The Department will implement the following corrective actions:

Action 1: Correct and Resubmit All Required Subaward Information

HSD will complete a full reconciliation of all active subawards and amendments and correct or resubmit any remaining inaccurate, incomplete, or duplicate FFATA entries in the federal reporting system.

Target Completion: December 31, 2026

Action 2: Reinforce Compliance with FFATA Reporting Requirements

HSD will formalize and expand FFATA training for all staff responsible for subaward reporting. The Department will reinforce adherence to federal requirements and County policies, including the requirement to report all subaward actions by month end following the subaward action.

Target Completion: Completed January 30, 2026

Action 3: Implement Monthly Tracking List Review and Maintenance

HSD will fully implement the HUD FFATA Procedures, which outlines the specific tracking tools to be used and the frequency of updates. This tracking tool will include all subawards, and amendments to subawards to ensure complete, accurate, and timely reporting.

Target Completion: Completed January 30, 2026

Action 4: Establish Independent Review and Internal Control Enhancements

HSD will formalize a permanent independent review process and adopt standardized review procedures to ensure accuracy and completeness of all FFATA reporting.

Maricopa County
Corrective Action Plan
Year ended June 30, 2025

Target Completion: Completed December 31, 2026

These corrective actions will strengthen internal controls, improve reporting accuracy and timeliness, and ensure the Department meets all federal and County requirements for subaward transparency. The Department anticipates completing all corrective actions within the timelines outlined in the corrective action plan.

Other auditors' Federal award findings and questioned costs

The other auditors who audited the Maricopa County Housing Authority reported the following finding.

2025-102

Assistance Listings number and program name: 14.195 Section 8 Project-Based Cluster (Project-Based Rental Assistance (PBRA))

Responsible Entity: Housing Authority of Maricopa County

Contact Person(s): Gerald Minott, Executive Director, Housing Authority of Maricopa County.

Anticipated completion date: April 12, 2026

Concur: The Housing Authority of Maricopa County (HAMC) has set up automatic build in compliance alert in Yardi Voyager that will adopt HUD software requirement tools while also creating a compliance calendar for the fiscal year which should further assist in the prevention of late inspections and recertifications. Going forward the HAMC Compliance Department will be performing biannual internal monitoring tests of up to (25%) of files per site/property/program.

As part of HAMC's push to implement internal control best practices, HAMC will update its internal control policies on electronic income verification deadlines, inspection frequency, required documentation, correction of income verification steps, and file retention rules to provide better clarity. HAMC will also work with the HAMC HR Department staff to implement a zero-tolerance policy for incomplete files which will be reviewed on a yearly basis.



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March 25, 2026

Lindsey A. Perry

Arizona Auditor General

2910 North 44th Street, Ste 410

Phoenix, AZ 85018

Dear Ms. Perry:

We have prepared the accompanying summary schedule of prior audit findings as required by the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Specifically, we are reporting the status of audit findings included in the prior audit's schedule of findings and questioned costs. This schedule also includes the status of audit findings reported in the prior audit's summary schedule of prior audit findings that were not corrected.

Sincerely,

A handwritten signature in black ink that reads "Michael McGee".

Michael McGee
Chief Financial Officer



Status of financial statement findings

The County's deficiencies in its process for managing and documenting its risks may put its operations and IT systems and data at unintended and unnecessary risk of potential harm.

Finding No. 2023-02, 2024-01. This finding initially occurred in 2017.

Status: Partially corrected

Maricopa County takes all IT audit findings seriously and has made significant efforts to address identified deficiencies. Although the County has adopted its established policies and procedures, they were not fully implemented as of June 30, 2025, which resulted in this repeat finding. Contact persons are Kevin Westover, Customer Experience Officer, Enterprise Technology and Innovation, (602) 506-1667 and James Moore, Chief Information Officer, Maricopa County Treasurer, (602) 506-7471.

The County's control procedures over IT systems and data were not sufficient, which increases the risk that the County may not adequately protect those systems and data.

Finding No. 2023-03, 2024-02

Status: Partially corrected

Maricopa County takes all IT audit findings seriously and has made efforts to address identified deficiencies. The County will continue to follow established procedures and strengthen access controls over its IT resources. Contact persons are Kevin Westover, Customer Experience Officer, Enterprise Technology and Innovation, (602) 506-1667 and James Moore, Chief Information Officer, Maricopa County Treasurer, (602) 506-7471.

The County School Superintendent's Office risks receiving more or less State funding than statutorily allowed to support juvenile detention center education program operations because it did not accurately report program operations to the Arizona Department of Education.

Finding No. 2022-03, 2023-05, 2024-04

Status: Fully corrected

The County's initial financial statements contained a \$6.6 million inventory adjustment, which increased the risk that those relying on the reported financial information could be misinformed.

Finding No. 2024-03

Status: Fully corrected

Status of federal award findings and questioned costs

Assistance Listings number and program name: 21.023 COVID-19 Emergency Rental Assistance Program
Finding Number: 2022-103
Status: Fully corrected

Assistance Listings number and program name: 14.218 Community Development Block Grants/Entitlement Grants
Finding Number: 2024-101
Status: Partially Corrected

The Maricopa County Human Services Department will complete a reconciliation of all active subawards and amendments and correct or resubmit any remaining inaccurate or incomplete FFATA entries in the federal reporting system. Contact Person is Nicole Forbes, Human Services Department Finance and Budget Manager, (602) 506-2326.