



STATE OF ARIZONA
OFFICE OF THE
AUDITOR GENERAL

DEBRA K. DAVENPORT, CPA
AUDITOR GENERAL

WILLIAM THOMSON
DEPUTY AUDITOR GENERAL

February 27, 2008

The Honorable John Nelson, Chair
Joint Legislative Audit Committee

The Honorable Robert Blendu, Vice Chair
Joint Legislative Audit Committee

Dear Representative Nelson and Senator Blendu:

Our Office has recently completed a 6-month followup of the Department of Economic Security, Division of Children, Youth and Families—Prevention Programs regarding the implementation status of the 5 audit recommendations (including sub-parts of the recommendations) presented in the performance audit report released in July 2007 (Auditor General Report No. CPS-0701). As the attached grid indicates:

- All 5 recommendations have been implemented.

Unless otherwise directed by the Joint Legislative Audit Committee, this concludes our follow-up work on the Department's efforts to implement the recommendations from the July 2007 performance audit report.

Sincerely,

Melanie M. Chesney, Director
Performance Audit Division

MMC:Acm
Attachment

cc: Tracy Wareing, Director
Department of Economic Security

Ken Deibert, Deputy Director
Department of Economic Security—Division of Children, Youth and Families

**DEPARTMENT OF ECONOMIC SECURITY
 DIVISION OF CHILDREN, YOUTH AND FAMILIES
 PREVENTION PROGRAMS
 6-Month Follow-Up Report To
 Auditor General Report No. CPS-0701**

FINDING 1: Division can further enhance oversight of its prevention programs

Recommendation	Status of Implementing Recommendation	Additional Explanation
1. The Division should develop and implement a process to verify PSSF program contractors' compliance with the contractual requirements for a 25 percent in-kind match and 10 percent administrative expenditure limitation.	Implemented at 6 Months	
2. The Division should continue to include direct observations of service provision during its PSSF program site visit monitoring.	Implemented at 6 Months	
3. The Division should ensure PSSF program contractors adequately demonstrate client services are being provided as reported.	Implemented at 6 Months	
4. The Division should continue to base payment for HFAz program site visits on the submission of the written site visit reports.	Implemented at 6 Months	
5. The Division should continue to centralize documentation on HFAz and PSSF program contractor performance issues and ensure that issues noted by all personnel monitoring the contracts are included.	Implemented at 6 Months	