

Mohave County, Arizona
Single Audit Reporting Package
Year Ended June 30, 2006

**Mohave County, Arizona
Single Audit Reporting Package
Year Ended June 30, 2006**

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**Independent Auditor's 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
Mohave County, Arizona

We have audited the financial statements of the governmental activities, business-type activities, each major fund, and aggregate remaining fund information of Mohave County, Arizona (the County) as of and for the year ended June 30, 2006, which collectively comprise the County's basic financial statements, and have issued our report thereon dated January 12, 2007. 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 in order to determine our auditing procedures for the purpose of expressing our opinions on the basic financial statements and not to provide an opinion on internal control over financial reporting. Our consideration of internal control over financial reporting would not necessarily disclose all matters in internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the basic financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving internal control over financial reporting and its operation that we consider to be 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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the members of the Arizona State Legislature, the Auditor General of the State of Arizona, the Board of Supervisors, 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.

Phoenix, Arizona
January 12, 2007



**Independent Auditor's Report on Compliance with Requirements
Applicable to 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
Mohave County, Arizona

Compliance

We have audited the compliance of Mohave County, Arizona (the County) with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2006. The County's major federal programs are identified in the summary of auditor's 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, Mohave County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2006.

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 requirements that could have a direct and material effect on a major federal program in order to determine our 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.

Our consideration of internal control over compliance would not necessarily disclose all matters in internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts, and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving internal control over compliance and its operation that we consider to be material weaknesses.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, business-type activities, each major fund, and aggregate remaining fund information of Mohave County as of and for the year ended June 30, 2006, and have issued our report thereon dated January 12, 2007. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise Mohave 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 Auditor General of the State of Arizona, the Board of Supervisors, 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.

Phoenix, Arizona
January 12, 2007

**MOHAVE COUNTY, ARIZONA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2006**

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Pass-Through Grantor's Number</u>	<u>Expenditures</u>
<u>U.S. Department of Agriculture</u>			
Passed through Arizona Department of Education:			
National School Lunch Program	10.555	ED05 0001	\$ 46,119
Passed through Arizona Department of Health Services:			
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	HG361076	670,518
State Administrative Matching Grants for Food Stamp Program	10.561	HI561077	\$ 11,534
State Administrative Matching Grants for Food Stamp Program	10.561	HG661032	<u>29,177</u>
<i>Subtotal CFDA 10.561</i>			40,711
Commodity Supplemental Food Program	10.565	HG361102	15,367
Passed through Arizona State Land Department:			
Cooperative Forestry Assistance	10.664	FHP-04	14,785
Passed through Arizona State Treasurer:			
Schools and Roads - Grants to States	10.665	N/A	519
Total U.S. Department of Agriculture			<u><u>788,019</u></u>
<u>U.S. Department of Housing and Urban Development</u>			
Housing Opportunity for Persons with AIDS	14.241	N/A	59,234
Section 8 Housing Choice Vouchers	14.871	N/A	1,541,306
Passed through Arizona Department of Commerce:			
Community Development Block Grants/States Program	14.228	161-05 RA	1,455
Community Development Block Grants/States Program	14.228	159-05 RA	4,993
Community Development Block Grants/States Program	14.228	160-05 RA	8
Community Development Block Grants/States Program	14.228	158-05	387,399
Community Development Block Grants/States Program	14.228	180-06	<u>8,396</u>
<i>Subtotal CFDA 14.228</i>			402,251
Passed through Arizona Department of Housing:			
Supportive Housing Program	14.235	520-05	86,797
HOME Investment Partnerships Program	14.239	311-04	149,293
HOME Investment Partnerships Program	14.239	305-06	<u>203</u>
<i>Subtotal CFDA 14.239</i>			149,496
Total U.S. Department of Housing and Urban Development			<u><u>2,239,084</u></u>
<u>U.S. Department of the Interior:</u>			
Payments in Lieu of Taxes: Fish & Wildlife	15.226	N/A	2,238
Payments in Lieu of Taxes: Bureau of Land Management	15.226	N/A	1,909,487
Payments in Lieu of Taxes: Bureau of Reclamation	15.226	N/A	<u>100,000</u>
<i>Subtotal CFDA 15.226</i>			2,011,725

(continued)

The accompanying notes are an integral part of this schedule.

MOHAVE COUNTY, ARIZONA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2006
(CONTINUED)

Federal Grantor/Pass-Through Grantor/Program Title	CFDA Number	Pass-Through Grantor's Number	Expenditures
<u>U.S. Department of the Interior - Continued:</u>			
Davis Camp	15.03-FG-30-003	N/A	\$ 4,597
Improvements to Davis Camp	15.01-FG-30-003	N/A	660
<i>Subtotal CFDA 15.unknown</i>			\$ 5,257
Total U.S. Department of the Interior			2,016,982
 <u>U.S. Department of Justice</u>			
State Criminal Alien Assistance Program	16.606	N/A	12,307
Community Prosecution and Project Safe Neighborhoods	16.609	N/A	3,895
Edward Byrne Memorial Justice Assistance Grant Program	16.738	N/A	16,747
Domestic Cannabis Eradication/Suppression Program	16.2005-07	N/A	10,000
Passed through Arizona Department of Public Safety:			
Crime Victim Assistance: Domestic Violence	16.575	2002-357	36,649
Crime Victim Assistance: Colorado City	16.575	2002-356	45,440
<i>Subtotal CFDA 16.575</i>			82,089
Passed through Arizona Criminal Justice Commission:			
Crime Victim Compensation	16.576	VC-05-057	41,867
Byrne Formula Grant Program	16.579	PC-100-05	198,628
Local Law Enforcement Block Grants Program	16.592	LLBG-05-158	8,523
Passed through Arizona Governor's Community Policy Office:			
Juvenile Accountability Incentive Block Grants	16.523	00JAIBG-08	35,998
Passed through Arizona Supreme Court-Juvenile Justice Services Division:			
Juvenile Justice and Delinquency Prevention - Allocation to States	16.540	IGA - 05/09/06	3,765
Total U.S. Department of Justice			413,819
 <u>U.S. Department of Labor</u>			
Passed through Arizona Department of Economic Security:			
Employment Service	17.207	E5203004	4,762
Employment Service	17.207	E0606061	5,167
<i>Subtotal CFDA 17.207</i>			9,929
Senior Community Service Employment Program	17.235	E6208052	10,537
Senior Community Service Employment Program	17.235	E6206050	36,711
<i>Subtotal CFDA 17.235</i>			47,248

(continued)

The accompanying notes are an integral part of this schedule.

MOHAVE COUNTY, ARIZONA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2006
(CONTINUED)

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Pass-Through Grantor's Number</u>	<u>Expenditures</u>
<u>U.S. Department of Labor - Continued:</u>			
<i>Workforce Investment Act Cluster:</i>			
WIA Adult Program	17.258	E5704008	\$ 75,319
WIA Adult Program	17.258	E5705008	97,660
WIA Adult Program	17.258	E5706008	294,695
WIA Youth Activities	17.259	E5703008	4,124
WIA Youth Activities	17.259	E5704008	31,605
WIA Youth Activities	17.259	E5705008	41,183
WIA Youth Activities	17.259	E5706008	260,738
<i>Passed through Gila County, Arizona:</i>			
WIA Dislocated Workers	17.260	MOU - 07/27/00	30,910
WIA Dislocated Workers	17.260	IGA - 04/05/06	50,000
<i>Total Workforce Investment Act Cluster</i>			\$ 886,234
Total U.S. Department of Labor			943,411
<u>U.S. Department of Transportation</u>			
Passed through the Governor's Office of Highway Safety:			
<i>National Highway Traffic Safety Administration Cluster:</i>			
State and Community Highway Safety	20.600	2005-PT-004	27,707
State and Community Highway Safety	20.600	2006-PT-004	17,488
Alcohol Traffic Safety and Drunk Driving Prevention Incentive Grants	20.601	2004-163ID-003	5,498
<i>Total National Highway Traffic Safety Administration Cluster</i>			50,693
Passed through Arizona Emergency Response Commission:			
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	03/10/05	1,500
Total U.S. Department of Transportation			52,193
<u>U.S. Environmental Protection Agency</u>			
Passed through Arizona Department of Environmental Quality:			
Water Quality Cooperative Agreements	66.463	EV 05-0063	3,102
Total U.S. Environmental Protection Agency			3,102

(continued)

The accompanying notes are an integral part of this schedule.

**MOHAVE COUNTY, ARIZONA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2006
(CONTINUED)**

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Pass-Through Grantor's Number</u>	<u>Expenditures</u>
<u>U.S. Department of Education</u>			
Passed through Arizona Department of Education:			
Title I Program for Neglected and Delinquent Children	84.013	IGA - 05/09/06	\$ 2,257
Special Education - Grants to States	84.027	IGA - 05/09/06	\$ 4,077
Special Education - Grants to States	84.027A	IGA - 05/09/06	<u>13,456</u>
<i>Subtotal CFDA 84.027</i>			17,533
State Grants for Innovative Programs	84.298	IGA - 05/09/06	1,128
Total U.S. Department of Education			<u><u>20,918</u></u>
<u>U.S. Election Assistance Commission</u>			
Passed through Arizona Secretary of State:			
Help America Vote Act Requirements Payments	90.401	Public Law 107-252 10/29/02	438,380
Total U.S. Election Assistance Commission			<u><u>438,380</u></u>
<u>U.S. Department of Health and Human Services</u>			
Passed through Arizona Department of Health Services:			
Immunization Grants	93.268	HG352194	450,029
Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283	252038	494,515
Child Abuse and Neglect State Grants	93.669	05/1995	3,900
Preventive Health and Health Services Block Grant	93.991	HG354182	61,997
Preventive Health and Health Services Block Grant	93.991	HG352236	<u>35,616</u>
<i>Subtotal CFDA 93.991</i>			97,613
Maternal and Child Health Services Block Grant to the States	93.994	HP461323-002	129,917
Maternal and Child Health Services Block Grant to the States	93.994	HP461413-005	<u>9,495</u>
<i>Subtotal CFDA 93.994</i>			139,412
Preventive Health Services - Sexually Transmitted Diseases Control Grants	93.977	HG354253	9,562
Passed through Arizona Family Planning Council:			
Preventive Health Services - Sexually Transmitted Diseases Control Grants	93.977	MOU-Chlamydia 03/09/04	<u>2,231</u>
<i>Subtotal CFDA 93.977</i>			11,793
Family Planning Services	93.217	76-1107	103,728
Family Planning Services	93.217	HG361141	<u>93,465</u>
<i>Subtotal CFDA 93.217</i>			197,193
Passed through Arizona Department of Economic Security:			
Child Support Enforcement	93.563	G 02-04-AZ-4004	7,642
Grants to States for Access and Visitation Programs	93.597	DES060677-1	1,119
Passed through Arizona Secretary of State:			
Voting Access for Individuals with Disabilities - Grants to States	93.617	IGA - 11/29/05	34,897
Passed through Governor's Council on Developmental Disabilities:			
Developmental Disabilities Basic Support and Advocacy Grants	93.630	DESE1604014	1,779

(continued)

The accompanying notes are an integral part of this schedule.

**MOHAVE COUNTY, ARIZONA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2006
(CONCLUDED)**

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Pass-Through Grantor's Number</u>	<u>Expenditures</u>
U.S. Department of Health and Human Services - Continued			
Passed through Western Arizona Council of Governments:			
<i>Aging Cluster:</i>			
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	E6209004-204-01-06	\$ 54,817
Special Programs for the Aging - Title III, Part C - Nutrition Services	93.045	E6209004-204-01-06	252,909
Nutrition Services Incentive Program	93.053	E6209004-204-01-06	<u>85,233</u>
<i>Total Aging Cluster</i>			\$ 392,959
National Family Caregiver Support	93.052	E6209004-204-01-06	5,000
Social Services Block Grant	93.667	E6209004-204-01-06	26,958
Passed through Clark County Social Services, Nevada:			
HIV Emergency Relief Project Grants	93.914	FY 04/05 - April, 2004	72,335
HIV Emergency Relief Project Grants	93.914	FY 05/06 - May, 2005	<u>63,650</u>
<i>Subtotal CFDA 93.914</i>			135,985
Total U.S. Department of Health and Human Services			<u><u>2,000,794</u></u>
U.S. Department of Homeland Security			
Passed through Arizona Department of Emergency and Military Affairs:			
<i>Homeland Security Grant Program Cluster:</i>			
State Domestic Preparedness Equipment Support Program			
State Homeland Security Grant Program	97.004	2003-MU-T3-0034	458,461
State Homeland Security Grant Program	97.004	2004-GE-T4-0051	448,605
Citizens Corps	97.004	2004-GE-T4-0051	17,203
Law Enforcement Terrorism	97.004	2004-GE-T4-0051	140,100
Homeland Security Grant Program	97.067	None - 8/26/2005	<u>52,827</u>
<i>Total Homeland Security Grant Program Cluster</i>			1,117,196
Emergency Food and Shelter National Board Program	97.024	None -10/01/99	1,294
Public Assistance Grants	97.036	None - 12/29/04	57,262
Total U.S. Department of Homeland Security			<u><u>1,175,752</u></u>
U.S. Office of National Drug Control Policy			
Passed through Pima County Sheriff's Office:			
High Intensity Drug Trafficking Area Program XIV	07.HT16-06-	HT16-06-1310	11,261
High Intensity Drug Trafficking Area Program XV	07.I5PSAP549Z	I5PSAP549Z	150,532
Total U.S. Office of National Drug Control Policy			<u><u>161,793</u></u>
Total Expenditures of Federal Awards			<u><u>\$ 10,254,247</u></u>

The accompanying notes are an integral part of this schedule.

Mohave County, Arizona
Notes to Schedule of Expenditures of Federal Awards
Year Ended June 30, 2006

Note 1 - Basis of Accounting

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Mohave 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) Numbers

The program titles and CFDA numbers were obtained from the federal or pass-through grantor or the 2006 *Catalog of Federal Domestic Assistance*. When no CFDA number had been assigned to a program, the two-digit federal agency identifier, a period, and the federal contract number were used. When there was no federal contract number, the two-digit federal agency identifier, a period, and the word "unknown" were used.

Note 3 - Subrecipients

Mohave County did not have any subrecipients for the year ended June 30, 2006.

**Mohave County, Arizona
Schedule of Findings and Questioned Costs
Year Ended June 30, 2006**

Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	<u>Unqualified</u>	
	<u>Yes</u>	<u>No</u>
Material weaknesses identified in internal control over financial reporting?	<u> </u>	<u>X</u>
Reportable conditions identified not considered to be material weaknesses?	<u> </u>	<u>(None Reported)</u>
Noncompliance material to the financial statements noted?	<u> </u>	<u>X</u>

Federal Awards

Material weaknesses identified in internal control over major programs?	<u> </u>	<u>X</u>
Reportable conditions identified not considered to be material weaknesses?	<u> </u>	<u>(None Reported)</u>
Type of auditor's report issued on compliance for major programs:	<u>Unqualified</u>	
Any audit findings disclosed that are required to be reported in accordance with Circular A-133 (section .510[a])?	<u> </u>	<u>X</u>
Identification of major programs:		

<u>CFDA No</u>	<u>Program Description</u>
07.HT16-06-1310 and 07.I5PSAP5492	High Intensity Drug Trafficking Area Program XIV and XV
14.871	Section 8 Housing Choice Vouchers
15.226	Payments in Lieu of Taxes
90.401	Help America Vote Act Requirements Payments
93.217	Family Planning Services
93.283	Centers for Disease Control and Prevention – Investigations and Technical Assistance
97.004, 97.067	Homeland Security Grant Program Cluster

Dollar threshold to distinguish between Type A and Type B programs:	<u>\$ 307,627</u>
Auditee qualified as a low risk auditee?	<u>X</u>

Other Matters

Auditee's Summary Schedule of Prior Audit Findings required to be reported in accordance with Circular A-133 (section .315[b])?	<u> </u>	<u>X</u>
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Mohave County, Arizona
Schedule of Findings and Questioned Costs - Continued
Year Ended June 30, 2006

Financial Statement Findings

No matters were identified that were required to be reported.

Federal Award Findings and Questioned Costs

There were no instances of noncompliance that are required to be reported.