

Pima County

Single Audit Report

Year Ended June 30, 2019



A Report to the Arizona Legislature

Lindsey A. Perry
Auditor General





The Arizona Office of the Auditor General's mission is to provide independent and impartial information and specific recommendations to improve the operations of State and local government entities. To this end, the Office provides financial audits and accounting services to the State and political subdivisions, investigates possible misuse of public monies, and conducts performance audits and special reviews of school districts, State agencies, and the programs they administer.

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Comprehensive Annual Financial Report

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*



MELANIE M. CHESNEY
DEPUTY AUDITOR GENERAL

ARIZONA AUDITOR GENERAL
LINDSEY A. PERRY

JOSEPH D. MOORE
DEPUTY 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
Pima County, Arizona

Report on compliance for each major federal program

We have audited Pima County's compliance with the types of compliance requirements described 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, 2019. The County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal programs based on our audit of the types of compliance requirements referred to above. 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 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). Those standards and the Uniform Guidance 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 on compliance for each major federal program. However, our audit does not provide a legal determination of the County's compliance.

Opinion on each major federal program

In our opinion, the County complied, in all material respects, with the types of 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, 2019.

Report on internal control over compliance

The County's management is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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 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. 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 of a federal program 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 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 material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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.

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, discretely presented component unit, each major fund, and aggregate remaining fund information as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated December 17, 2019, that contained unmodified opinions on those financial statements. Our report also included a reference to our reliance on other auditors. Our audit was conducted 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. In our opinion, 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 Perry, CPA, CFE
Auditor General

March 18, 2020



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 generally accepted accounting principles **Unmodified**

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 programs

Material weaknesses identified? **No**

Significant deficiencies identified? **None reported**

Type of auditors' report issued on compliance for major programs **Unmodified**

Any audit findings disclosed that are required to be reported in accordance with 2 CFR §200.516(a)? **No**

Identification of major programs

CFDA number	Name of federal program or cluster
14.267	Continuum of Care Program
16.575	Crime Victim Assistance
17.268	H-1B Job Training Grants
20.205	Highway Planning and Construction Cluster
93.569	Community Services Block Grant

Dollar threshold used to distinguish between Type A and Type B programs \$1,170,557

Auditee qualified as low-risk auditee? Yes

Other matters

Auditee's summary schedule of prior audit findings required to be reported in accordance with 2 CFR §200.511 (b)? Yes

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*.

Federal award findings and questioned costs

None reported.

COUNTY SECTION

PIMA COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Fiscal Period 7/1/2018 - 6/30/2019

Federal Awarding Agency/Program Title	Federal CFDA Number	Additional Award Identification (Optional)	Name of Funder Pass-Through Entity	Identifying Number Assigned By Funder 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 101899001		\$55,573	\$55,573	CHILD NUTRITION CLUSTER	\$160,921
NATIONAL SCHOOL LUNCH PROGRAM	10.555		ARIZONA DEPARTMENT OF EDUCATION	ED09-0001 101899001		\$105,348	\$105,348	CHILD NUTRITION CLUSTER	\$160,921
WIC SPECIAL SUPPLEMENTAL NUTRITION PROGRAM FOR WOMEN, INFANTS, AND CHILDREN	10.557		ARIZONA DEPARTMENT OF HEALTH SERVICES	ADHS14-053080 CTR040838.1		\$1,428,258	\$1,428,258	N/A	\$0
STATE ADMINISTRATIVE MATCHING GRANTS FOR THE SUPPLEMENTAL NUTRITION ASSISTANCE PROGRAM	10.561		ARIZONA BOARD OF REGENTS, UNIVERSITY OF ARIZONA	ADHS16-106455:4 UOFA#322467		\$2,990	\$2,990	SNAP CLUSTER	\$2,990
LAW ENFORCEMENT AGREEMENTS	10.704					\$41,338	\$41,338	N/A	\$0
TOTAL DEPARTMENT OF AGRICULTURE						\$1,633,507			
DEPARTMENT OF DEFENSE									
READINESS AND ENVIRONMENTAL PROTECTION INTEGRATION PROGRAM	12.U01	UNKNOWN				\$136,448	\$136,448	N/A	\$0
TOTAL DEPARTMENT OF DEFENSE						\$136,448			
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT									
COMMUNITY DEVELOPMENT BLOCK GRANTS/ENTITLEMENT GRANTS	14.185					\$86	\$86	CDBG - ENTITLEMENT GRANTS CLUSTER	\$2,601,629
COMMUNITY DEVELOPMENT BLOCK GRANTS/ENTITLEMENT GRANTS	14.218				\$1,330,551	\$2,601,543	\$2,601,543	CDBG - ENTITLEMENT GRANTS CLUSTER	\$2,601,629
EMERGENCY SOLUTIONS GRANT PROGRAM	14.231				\$196,893	\$244,396	\$344,105	N/A	\$0
EMERGENCY SOLUTIONS GRANT PROGRAM	14.231		ARIZONA DEPARTMENT OF ECONOMIC SECURITY	ADES18-206221		\$99,709	\$99,709	N/A	\$0
HOME INVESTMENT PARTNERSHIPS PROGRAM	14.239		CITY OF TUCSON	18755		\$116,308	\$116,308	N/A	\$0
HOUSING OPPORTUNITIES FOR PERSONS WITH AIDS	14.241					\$373,981	\$381,479	N/A	\$0
NEIGHBORHOOD STABILIZATION PROGRAM (RECOVERY ACT FUNDED)	14.256	ARRA				\$261,829	\$261,829	N/A	\$0
CONTINUUM OF CARE PROGRAM	14.267			18490	\$1,002,752	\$1,634,307	\$1,704,733	N/A	\$0
CONTINUUM OF CARE PROGRAM	14.267		CITY OF TUCSON	18700		\$33,439	\$1,704,733	N/A	\$0
CONTINUUM OF CARE PROGRAM	14.267		SECURE FUTURES (OUR FAMILY)	OFS2018-19		\$36,987	\$1,704,733	N/A	\$0
LEAD-BASED PAINT HAZARD CONTROL IN PRIVATELY-OWNED HOUSING	14.900					\$44,512	\$142,087	N/A	\$0
TOTAL DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT						\$3,048,398	\$5,552,170		
DEPARTMENT OF THE INTERIOR									
PARTNERS FOR FISH AND WILDLIFE	15.631					\$15,091	\$15,091	N/A	\$0
HISTORIC PRESERVATION FUND GRANTS-IN-AID	15.904		ARIZONA STATE PARKS BOARD	441814 441815		\$20,000	\$20,000	N/A	\$0
TOTAL DEPARTMENT OF THE INTERIOR						\$35,091			
DEPARTMENT OF JUSTICE									
JUVENILE JUSTICE AND DELINQUENCY PREVENTION	16.540		ARIZONA GOVERNORS OFFICE OF YOUTH, FAITH AND FAMILY	J2-CSG-15-100115-08Y2 J2-CSG-14-4181-08Y3 J2-CSG-15-100115-07Y2 J2-CSG-15-100115-07Y3		\$36,639	\$36,639	N/A	\$0
NATIONAL CRIMINAL HISTORY IMPROVEMENT PROGRAM (NCHIP)	16.554		ARIZONA CRIMINAL JUSTICE COMMISSION	NCP 17-18-005		\$19,999	\$19,999	N/A	\$0
CRIME VICTIM ASSISTANCE	16.575		ARIZONA DEPARTMENT OF PUBLIC SAFETY	2016-VA-GX-0046 2015-322 2018-319 2018-320 2015-334		\$1,196,014	\$1,196,014	N/A	\$0
CRIME VICTIM COMPENSATION	16.576		ARIZONA CRIMINAL JUSTICE COMMISSION	VC-18-059		\$317,638	\$317,638	N/A	\$0
GRANTS TO ENCOURAGE ARREST POLICIES AND ENFORCEMENT OF PROTECTION ORDERS PROGRAM	16.590					\$310,994	\$310,994	N/A	\$0
STATE CRIMINAL ALIEN ASSISTANCE PROGRAM	16.606					\$254,799	\$254,799	N/A	\$0
SPECIAL DATA COLLECTIONS AND STATISTICAL STUDIES	16.734					\$1,843	\$1,843	N/A	\$0
EDWARD BYRNE MEMORIAL JUSTICE ASSISTANCE GRANT PROGRAM	16.738		ARIZONA CRIMINAL JUSTICE COMMISSION	DC-19-030		\$163,642	\$301,199	N/A	\$0
EDWARD BYRNE MEMORIAL JUSTICE ASSISTANCE GRANT PROGRAM	16.738		CITY OF TUCSON	18396 18688 18241		\$137,557	\$301,199	N/A	\$0
PAUL COVERDELL FORENSIC SCIENCES IMPROVEMENT GRANT PROGRAM	16.742					\$34,281	\$34,281	N/A	\$0
CRIMINAL AND JUVENILE JUSTICE AND MENTAL HEALTH COLLABORATION PROGRAM	16.745					\$13,080	\$13,080	N/A	\$0
BODY WORN CAMERA POLICY AND IMPLEMENTATION	16.835		CITY OF TUCSON	18585		\$64,665	\$64,665	N/A	\$0
EQUITABLE SHARING PROGRAM	16.922					\$31,392	\$31,392	N/A	\$0
FEDERAL EQUITABLE SHARING PROGRAM	16.U01	UNKNOWN				\$311,250	\$311,250	N/A	\$0
TOTAL DEPARTMENT OF JUSTICE						\$2,893,793			
DEPARTMENT OF LABOR									
SENIOR COMMUNITY SERVICE EMPLOYMENT PROGRAM	17.235		ARIZONA DEPARTMENT OF ECONOMIC SECURITY	ADES14-064665		\$53,900	\$53,900	N/A	\$0
WIOA ADULT PROGRAM	17.258		ARIZONA DEPARTMENT OF ECONOMIC SECURITY	DI16-002120 DI19-02205	\$1,244,129	\$3,521,519	\$3,521,519	WIOA CLUSTER	\$8,323,144
WIOA YOUTH ACTIVITIES	17.259		ARIZONA DEPARTMENT OF ECONOMIC SECURITY	DI16-002120 DI19-02205	\$1,407,918	\$2,888,759	\$2,888,759	WIOA CLUSTER	\$8,323,144
H-1B JOB TRAINING GRANTS	17.268					\$914,697	\$1,113,506	N/A	\$0
REENTRY EMPLOYMENT OPPORTUNITIES	17.270					\$25,000	\$188,403	N/A	\$0
REENTRY EMPLOYMENT OPPORTUNITIES	17.270		PIMA PREVENTION PARTNERSHIP	16/17-PC-77046		\$55,965	\$244,368	N/A	\$0
WIOA DISLOCATED WORKER FORMULA GRANTS	17.278		ARIZONA DEPARTMENT OF ECONOMIC SECURITY	DI16-002120 DI9-02205	\$452,960	\$1,912,866	\$1,912,866	WIOA CLUSTER	\$8,323,144
HOMELESS VETERANS REINTEGRATION PROGRAM	17.805					\$69,317	\$159,913	N/A	\$0
TOTAL DEPARTMENT OF LABOR						\$4,167,921	\$9,894,831		
DEPARTMENT OF TRANSPORTATION									
HIGHWAY PLANNING AND CONSTRUCTION	20.205		ARIZONA DEPARTMENT OF TRANSPORTATION	VARIOUS		\$3,281,253	\$3,281,253	HIGHWAY PLANNING AND CONSTRUCTION CLUSTER	\$3,281,253
STATE AND COMMUNITY HIGHWAY SAFETY	20.600		ARIZONA GOVERNORS OFFICE OF HIGHWAY SAFETY	VARIOUS		\$65,615	\$65,615	HIGHWAY SAFETY CLUSTER	\$194,295
NATIONAL PRIORITY SAFETY PROGRAMS	20.616		ARIZONA GOVERNORS OFFICE OF HIGHWAY SAFETY	2017-405B-004 2018-405D-037 2018-405B-006 2019-405D-030 2019-405H-015 2019-COIT-020		\$128,680	\$128,680	HIGHWAY SAFETY CLUSTER	\$194,295

INTERAGENCY HAZARDOUS MATERIALS PUBLIC SECTOR TRAINING AND PLANNING GRANTS	20.703	ARIZONA DEPARTMENT OF ENVIRONMENTAL QUALITY	HMEP2017-19	\$6,650	\$6,650	N/A	\$0
TOTAL DEPARTMENT OF TRANSPORTATION					<u>\$3,482,198</u>		
DEPARTMENT OF TREASURY							
EQUITABLE SHARING	21.016			\$137,034	\$137,034	N/A	\$0
STATE AND LOCAL OVERTIME AND AUTHORIZED EXPENSE PROGRAM	21.U03	UNKNOWN		\$11,074	\$11,074	N/A	\$0
TOTAL DEPARTMENT OF TREASURY					<u>\$148,108</u>		
INSTITUTE OF MUSEUM AND LIBRARY SERVICES OR NATIONAL ENDOWMENT FOR THE ARTS OR NATIONAL ENDOWMENT FOR THE HUMANITIES							
GRANTS TO STATES	45.310	ARIZONA STATE LIBRARY, ARCHIVES AND PUBLIC RECORDS	2017-0260-08 2018-0010-0E 2018-0271-05 2018-0170-4 2018-0271-1 2018-0340-2	\$110,011	\$110,011	N/A	\$0
TOTAL INSTITUTE OF MUSEUM AND LIBRARY SERVICES OR NATIONAL ENDOWMENT FOR THE ARTS OR NATIONAL ENDOWMENT FOR THE HUMANITIES					<u>\$110,011</u>		
NATIONAL SCIENCE FOUNDATION							
FOSTERING STEAM THRO ISL PROFESSIONAL DEVELOPMENT	47.076	UNIVERSITY OF ALASKA AT FAIRBANKS	UAF 19-0031	\$14,972	\$14,972	N/A	\$0
TOTAL NATIONAL SCIENCE FOUNDATION					<u>\$14,972</u>		
ENVIRONMENTAL PROTECTION AGENCY							
AIR POLLUTION CONTROL PROGRAM SUPPORT SURVEYS, STUDIES, RESEARCH, INVESTIGATIONS, DEMONSTRATIONS, AND SPECIAL PURPOSE ACTIVITIES RELATING TO THE CLEAN AIR ACT	66.001			\$667,435	\$667,435	N/A	\$0
BROWNFIELDS ASSESSMENT AND CLEANUP COOPERATIVE AGREEMENTS	66.034			\$58,972	\$58,972	N/A	\$0
TOTAL ENVIRONMENTAL PROTECTION AGENCY	66.818			\$77,430	\$77,430	N/A	\$0
					<u>\$803,837</u>		
DEPARTMENT OF ENERGY							
WEATHERIZATION ASSISTANCE FOR LOW-INCOME PERSONS	81.042	ARIZONA DEPARTMENT OF HOUSING	203-17 207-16 225-18	\$37,762	\$37,762	N/A	\$0
TOTAL DEPARTMENT OF ENERGY					<u>\$37,762</u>		
DEPARTMENT OF EDUCATION							
ADULT EDUCATION - BASIC GRANTS TO STATES	84.002	ARIZONA DEPARTMENT OF EDUCATION	18FAEABE-813309-01A 18FAEAPL-813309-01A 19FT1TTI-910267-01A 19FECSIM-910267-01A 19FETSIG-910267-01A	\$132,332	\$132,332	N/A	\$0
TITLE I GRANTS TO LOCAL EDUCATIONAL AGENCIES	84.010	ARIZONA DEPARTMENT OF EDUCATION		\$109,681	\$109,681	N/A	\$0
TITLE I STATE AGENCY PROGRAM FOR NEGLECTED AND DELINQUENT CHILDREN AND YOUTH	84.013	ARIZONA DEPARTMENT OF EDUCATION	N/A	\$107,025	\$107,025	N/A	\$0
SPECIAL EDUCATION GRANTS TO STATES	84.027	ARIZONA DEPARTMENT OF EDUCATION	19FESCBG-910267-09A	\$41,926	\$41,926	SPECIAL EDUCATION CLUSTER (IDEA)	\$41,926
ENGLISH LANGUAGE ACQUISITION STATE GRANTS	84.365	ARIZONA DEPARTMENT OF EDUCATION	N/A	\$11,726	\$11,726	N/A	\$0
SUPPORTING EFFECTIVE INSTRUCTION STATE GRANTS (FORMERLY IMPROVING TEACHER QUALITY STATE GRANTS)	84.367	ARIZONA DEPARTMENT OF EDUCATION	18FT1TII-810266-03A	\$2,489	\$2,489	N/A	\$0
STUDENT SUPPORT AND ACADEMIC ENRICHMENT PROGRAM	84.424	ARIZONA DEPARTMENT OF EDUCATION	19FT4TIV-910267-01A	\$10,000	\$10,000	N/A	\$0
TOTAL DEPARTMENT OF EDUCATION					<u>\$415,179</u>		
DELTA REGIONAL AUTHORITY or DENALI COMMISSION or ELECTION ASSISTANCE COMMISSION or JAPAN U.S. FRIENDSHIP COMMISSION							
HELP AMERICA VOTE ACT REQUIREMENTS PAYMENTS	90.401	ARIZONA SECRETARY OF STATE	N/A	\$31,958	\$31,958	N/A	\$0
TOTAL DELTA REGIONAL AUTHORITY or DENALI COMMISSION or ELECTION ASSISTANCE COMMISSION or JAPAN U.S. FRIENDSHIP COMMISSION					<u>\$31,958</u>		
DEPARTMENT OF HEALTH AND HUMAN SERVICES							
SPECIAL PROGRAMS FOR THE AGING, TITLE III, PART B, GRANTS FOR SUPPORTIVE SERVICES AND SENIOR CENTERS	93.044	PIMA COUNCIL ON AGING	N/A	\$19,801	\$19,801	AGING CLUSTER	\$19,801
PUBLIC HEALTH EMERGENCY PREPAREDNESS	93.069	ARIZONA DEPARTMENT OF HEALTH SERVICES	CTR042421:1	\$553,821	\$553,821	N/A	\$0
AFFORDABLE CARE ACT (ACA) HEALTH PROFESSION OPPORTUNITY GRANTS	93.093	PIMA COUNTY COMMUNITY COLLEGE DISTRICT	01-69-P-143679-1010 HOPES	\$371,736	\$758,558	\$758,558	N/A
FOOD AND DRUG ADMINISTRATION RESEARCH	93.103			\$53,280	\$53,280	N/A	\$0
PROJECT GRANTS AND COOPERATIVE AGREEMENTS FOR TUBERCULOSIS CONTROL PROGRAMS	93.116	ARIZONA DEPARTMENT OF HEALTH SERVICES	ADHS18-1888129	\$91,660	\$91,660	N/A	\$0
INJURY PREVENTION AND CONTROL RESEARCH AND STATE AND COMMUNITY BASED PROGRAMS	93.136	ARIZONA DEPARTMENT OF HEALTH SERVICES	ADHS16-110837:2	\$63,276	\$63,276	N/A	\$0
FAMILY PLANNING SERVICES	93.217	ARIZONA FAMILY HEALTH PARTNERSHIP	6 FPHPA096240-01-01 6 FPHPA096240-02-02	\$727,528	\$727,528	N/A	\$0
GRANTS TO STATES TO SUPPORT ORAL HEALTH WORKFORCE ACTIVITIES	93.236	ARIZONA DEPARTMENT OF HEALTH SERVICES	ADHS15-095351:1	\$5,493	\$5,493	N/A	\$0
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES PROJECTS OF REGIONAL AND NATIONAL SIGNIFICANCE	93.243			\$233,522	\$740,843	\$759,383	N/A
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES PROJECTS OF REGIONAL AND NATIONAL SIGNIFICANCE	93.243	ARIZONA BOARD OF REGENTS, UNIVERSITY OF AZ	5H79SP021778-03:2 PO # 363753	\$18,540	\$759,383	N/A	\$0
IMMUNIZATION COOPERATIVE AGREEMENTS	93.268	ARIZONA DEPARTMENT OF HEALTH SERVICES	ADHS18-177695:1 & 2	\$24,641	\$24,641	N/A	\$0
EPIDEMIOLOGY AND LABORATORY CAPACITY FOR INFECTIOUS DISEASES (ELC)	93.323	ARIZONA DEPARTMENT OF HEALTH SERVICES	ADHS17-133197	\$275,000	\$275,000	N/A	\$0
PUBLIC HEALTH EMERGENCY RESPONSE: COOPERATIVE AGREEMENT FOR EMERGENCY RESPONSE: PUBLIC HEALTH CRISIS RESPONSE	93.354	NATIONAL ASSOCIATION OF CITY AND COUNTY HEALTH OFFICIALS	ADHS17-133197:5	\$211,400	\$211,400	N/A	\$0
PPHF CAPACITY BUILDING ASSISTANCE TO STRENGTHEN PUBLIC HEALTH IMMUNIZATION INFRASTRUCTURE AND PERFORMANCE FINANCED IN PART BY PREVENTION AND PUBLIC HEALTH FUNDS	93.539	ARIZONA DEPARTMENT OF HEALTH SERVICES	ADHS13-041821 ADHS18-177695:2 ADES15-089143 ADES18-206221	\$180,702	\$180,702	N/A	\$0
TEMPORARY ASSISTANCE FOR NEEDY FAMILIES	93.558	ARIZONA DEPARTMENT OF ECONOMIC SECURITY	CSAZHSS201804 DI16-002162 DI18-002176	\$437,064	\$685,391	\$685,391	TANF CLUSTER
CHILD SUPPORT ENFORCEMENT	93.563	ARIZONA DEPARTMENT OF ECONOMIC SECURITY		\$386,631	\$386,631	N/A	\$0
LOW-INCOME HOME ENERGY ASSISTANCE	93.568	ARIZONA DEPARTMENT OF ECONOMIC SECURITY	AZ DOH 225-18	\$137,037	\$3,830,008	N/A	\$0
LOW-INCOME HOME ENERGY ASSISTANCE	93.568	ARIZONA GOVERNOR'S OFFICE OF ENERGY POLICY	ADES15-089143	\$190,084	\$3,692,971	\$3,830,008	N/A
COMMUNITY SERVICES BLOCK GRANT	93.569	ARIZONA DEPARTMENT OF ECONOMIC SECURITY	ADES15-089143	\$444,476	\$790,958	\$790,958	N/A

GRANTS TO STATES FOR ACCESS AND VISITATION PROGRAMS	93.597	ARIZONA DEPARTMENT OF ECONOMIC SECURITY	DI16-002144	\$39,080	\$39,080	N/A	\$0	
FOSTER CARE_TITLE IV-E	93.658	ARIZONA DEPARTMENT OF ECONOMIC SECURITY	DE101072001	\$123,482	\$123,482	N/A	\$0	
SOCIAL SERVICES BLOCK GRANT	93.667	ARIZONA DEPARTMENT OF ECONOMIC SECURITY	DI18-002139	\$39,906	\$39,906	N/A	\$0	
PPHF: RACIAL AND ETHNIC APPROACHES TO COMMUNITY HEALTH PROGRAM FINANCED SOLELY BY PUBLIC PREVENTION AND HEALTH FUNDS	93.738			\$98,283	\$240,031	\$240,031	N/A	\$0
OPIOID STR	93.788	ARIZONA DEPARTMENT OF HEALTH SERVICES	15-096694:3	\$9,240	\$9,240	N/A	\$0	
MATERNAL, INFANT AND EARLY CHILDHOOD HOME VISITING GRANT PROGRAM	93.870	ARIZONA DEPARTMENT OF HEALTH SERVICES	CTR041606 ADHS14-056244:10	\$337,906	\$337,906	MATERNAL, INFANT, AND EARLY CHILDHOOD HOME VISITING CLUSTER	\$337,906	
CANCER PREVENTION AND CONTROL PROGRAMS FOR STATE, TERRITORIAL AND TRIBAL ORGANIZATIONS	93.898	ARIZONA DEPARTMENT OF HEALTH SERVICES	ADHS14-064601:2 CTR041766:1	\$279,555	\$382,918	\$382,918	N/A	\$0
HIV CARE FORMULA GRANTS	93.917	ARIZONA DEPARTMENT OF HEALTH SERVICES	ADHS18-193947:2	\$97,315	\$97,315	N/A	\$0	
HIV PREVENTION ACTIVITIES HEALTH DEPARTMENT BASED	93.940	ARIZONA DEPARTMENT OF HEALTH SERVICES	ADHS18-188815	\$283,167	\$283,167	N/A	\$0	
HUMAN IMMUNODEFICIENCY VIRUS (HIV)/ACQUIRED IMMUNODEFICIENCY VIRUS SYNDROME (AIDS) SURVEILLANCE	93.944	ARIZONA DEPARTMENT OF HEALTH SERVICES	ADHS17-141791:1	\$69,758	\$69,758	N/A	\$0	
SEXUALLY TRANSMITTED DISEASES (STD) PREVENTION AND CONTROL GRANTS	93.977	ARIZONA DEPARTMENT OF HEALTH SERVICES	ADHS17-157599	\$152,727	\$152,727	N/A	\$0	
PREVENTIVE HEALTH AND HEALTH SERVICES BLOCK GRANT	93.991	ARIZONA DEPARTMENT OF HEALTH SERVICES	ADHS16-102323:8 ADHS15-095351:1	\$135,187	\$135,187	N/A	\$0	
MATERNAL AND CHILD HEALTH SERVICES BLOCK GRANT TO THE STATES	93.994	ARIZONA DEPARTMENT OF HEALTH SERVICES	CTR040353 ADHS 16-102323:4,5,8	\$281,679	\$281,679	N/A	\$0	
TOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES				\$2,094,626	\$11,609,927			
CORPORATION FOR NATIONAL AND COMMUNITY SERVICE								
AMERICORPS	94.006	ARIZONA SUPREME COURT	ISA-AC-GR-16-090116-02Y2	\$29,701	\$29,701	N/A	\$0	
TOTAL CORPORATION FOR NATIONAL AND COMMUNITY SERVICE				\$29,701				
EXECUTIVE OFFICE OF THE PRESIDENT								
HIGH INTENSITY DRUG TRAFFICKING AREAS PROGRAM	95.001			\$902,334	\$902,334	N/A	\$0	
TOTAL EXECUTIVE OFFICE OF THE PRESIDENT				\$902,334				
SOCIAL SECURITY ADMINISTRATION								
FUNDS RECEIVED FROM THE SOCIAL SECURITY ADMINISTRATION	96.U04	UNKNOWN		\$85,400	\$85,400	N/A	\$0	
TOTAL SOCIAL SECURITY ADMINISTRATION				\$85,400				
DEPARTMENT OF HOMELAND SECURITY								
EMERGENCY FOOD AND SHELTER NATIONAL BOARD PROGRAM	97.024	UNITED WAY	33-0272-00 015 E1 0272-00-048	\$189,034	\$189,034	N/A	\$0	
EMERGENCY MANAGEMENT PERFORMANCE GRANTS	97.042	ARIZONA DEPARTMENT OF EMERGENCY AND MILITARY AFFAIRS	EMF-2017-EP-00008-S01 EMW-2017-SS-00033-S01 170404-01	\$552,760	\$552,760	N/A	\$0	
HOMELAND SECURITY GRANT PROGRAM	97.067	ARIZONA DEPARTMENT OF HOMELAND SECURITY	150405-01 180403-01	\$459,548	\$459,548	N/A	\$0	
TOTAL DEPARTMENT OF HOMELAND SECURITY				\$1,201,342				
TOTAL EXPENDITURE OF FEDERAL AWARDS				\$9,310,945	\$39,018,569			

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.

PIMA COUNTY
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Fiscal Period 7/1/2018 - 6/30/2019

Significant Accounting Policies Used in Preparing the SEFA

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.

10% De Minimis Cost Rate

The auditee did not use the de minimis cost rate.

Basis of presentation

The accompanying schedule of expenditures of federal awards includes Pima County's federal grant activity for the year ended June 30, 2019. 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.

Catalog of Federal Domestic Assistance (CFDA) number

The program titles and CFDA numbers were obtained from the federal or pass-through grantor or the 2019 Catalog of Federal Domestic Assistance. When no CFDA number had been assigned to a program, the 2-digit federal agency identifier and the federal contract number were used. When there was no federal contract number, the 2-digit federal agency identifier and the word unknown were used.

COUNTY RESPONSE



March 6, 2020

Lindsey Perry
Auditor General
2910 N. 44th St., 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,

Regina Kelly
Director, Grants Management & Innovation
(Federal award findings)

Michelle Campagne
Director, Finance and Risk Management
(Financial statement findings)

Regina Kelly, Director

32 N. Stone Ave., Third Floor, Tucson, Arizona 85701 • Phone: 520-724-6679

Pima County

Summary schedule of prior audit findings

Year ended June 30, 2019

Status of financial statement findings

The County should improve its risk-assessment process to include information technology security
Finding number: 2015-01, 2016-01, 2017-01, 2018-01
Status: Fully corrected.

Information technology (IT) controls—security and contingency planning
Finding number: 2015-04, 2016-02, 2016-05, 2017-04, 2017-05, 2018-02
Status: Fully corrected.

Information technology (IT) controls—access, configuration and change management
Finding number: 2015-02, 2015-03, 2016-03, 2016-04, 2017-02, 2017-03, 2018-02
Status: Partially corrected.

The Information Technology Department (ITD) is currently updating its system access procedures to require additional documentation that demonstrates the County procedures are being followed. ITD is also coordinating with departments to ensure system access is appropriate and accounts with elevated privileges are monitored and reviewed periodically.

The Pima County Treasurer's Office has updated its configuration and change management policies and procedures to address the concerns mentioned in the finding.

Status of federal award findings and questioned costs

2018-101

CFDA No. and Name:	Not Applicable
Questioned costs:	N/A
Status:	Fully Corrected

2017-102

CFDA No. and Name:	93.563 Child Support Enforcement
Award Numbers and Years:	DI16-002162, October 1, 2015 through September 30, 2020; DI16-002133, October 1, 2015 through September 30, 2020
Federal Agency:	Department of Health and Human Services
Pass Through Grantor:	Arizona Department of Economic Security
Compliance Requirement:	Allowable costs/cost principles
Questioned Costs:	\$16,020
Status:	Fully Corrected

Pima County
Summary schedule of prior audit findings
Year ended June 30, 2019

2017-103

CFDA No. and Name: **93.243 Substance Abuse and Mental Health Services
Projects of Regional and National Significance**
Award Numbers and Years: TI026065-01, TI026065-02, TI024987-02,
TI024987-03, SM061683-02, SM061683-03; September 30,
2015 through September 29, 2017
Federal Agency: **Department of Health and Human Services**
Compliance Requirement: Level of Effort
Questioned Costs: None
Status: Fully Corrected

2017-104

CFDA No. and Name: **93.243 Substance Abuse and Mental Health Services
Projects of Regional and National Significance** TI026065-01,
Award Numbers and Years: TI026065-02, TI024987-02, TI024987 SM061683-03,
September 30, 2015 through September 29, 2017; PO363753,
September 30, 2016 through September 29, 2017
Federal Agency: **Department of Health and Human Services**
Pass Through Grantor: Arizona Board of Regents, University of Arizona
Compliance Requirement: Procurement and suspension and debarment
Questioned Costs: None
Status: Partially Corrected

The Pima County Attorney's Office (PCAO) was utilizing an existing contracted vendor to provide services under grants TI024987-02, TI024987-03, SM061683-02, and SM061683-03. PCAO was cooperating with Superior Court on this grant, we used an existing contracted vendor that they had under contract and had been utilizing for the same purposes. Superior Court contracted with the vendor via the state procurement process and permitted PCAO to also use the contracted vendor for similar services since they were cooperating on this grant with PCAO. This initial procurement process was utilized as a bridge to satisfy the grant program mission until PCAO could establish a separate contract after going through Pima County Procurement.

The Pima County Attorney's Office subsequently processed a separate contract through Pima County Procurement via the Pima County Procurement process and has established a separate contract with the same vendor in question. The contract number is 19*407. Since we follow the Pima County Procurement process, the Procurement Department verifies via SAM that the vendor is not suspended or debarred. PCAO also checks in SAM on vendors they contract with directly to also see if they have been suspended or debarred as a cautionary measure. There is a file maintained with Pima County Procurement to outline the history of the process for this contract.

Pima County Grants Management & Innovation is working closely with PCAO to continue to update their grants management processes and documentation. We anticipate that this finding will be fully resolved this calendar year.

