

**REPORT HIGHLIGHTS**  
 SINGLE AUDIT

**Subject**

Pima County spent \$43.6 million of federal monies and additional required matching monies this past year for 104 programs. The largest federal grants were for job training, housing, drug trafficking, and health and human services. In return, the County must be accountable for its use of both federal and local monies, maintain strong internal controls, and comply with federal program requirements. As the auditors, our job is to determine whether the County has met its responsibilities.

**Our Conclusion**

The County complied in all material respects, with federal compliance requirements. However, for two federal programs tested, auditors found that the County did not maintain adequate internal controls or comply with a compliance requirement applicable to those programs. See page 2 for further information.



**2008**

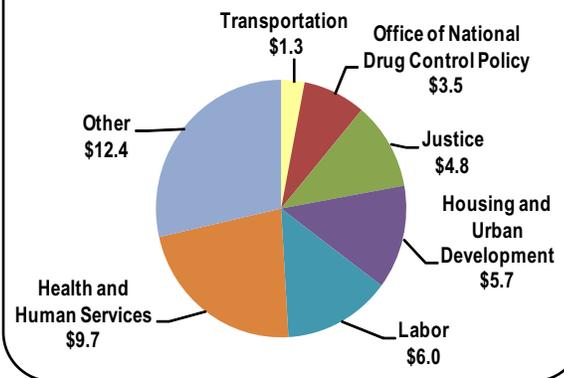
Year Ended June 30, 2008

**The County Experienced an Overall Decrease in Expenditures of Federal Awards**

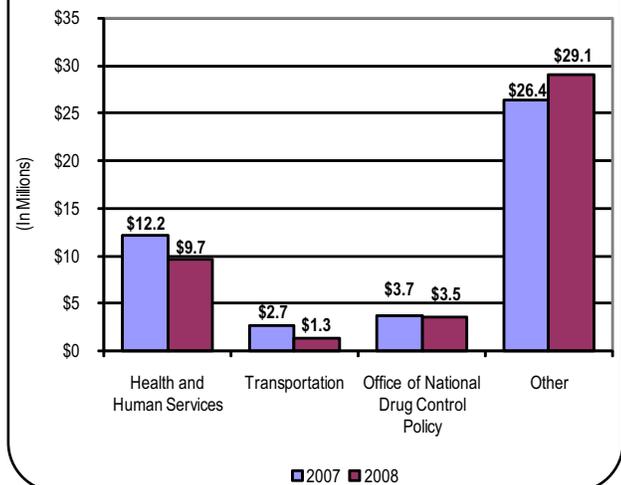
Overall expenditures of federal awards decreased by approximately \$1.4 million. The decrease was the result of the following:

- \$2.5 million decrease in Health and Human Services programs related primarily to a change in vaccine reporting requirements for immunization grants.
- \$1.4 million decrease in U.S. Department of Transportation programs related to a decrease in Highway Planning and Construction program monies.
- \$0.2 million decrease in Office of National Drug Control Policy programs related to a reduction in High-Intensity Drug Trafficking Areas monies that were passed through from other law enforcement agencies.
- \$2.7 million net increase in various other federal programs.

**Federal Expenditures by Awarding Agency  
 Totalling \$43.6 Million  
 Fiscal Year 2008  
 (In Millions)**



**Significant Changes in Expenditures  
 of Federal Monies by  
 Awarding Agency  
 Fiscal Years 2007 and 2008**



# The County Did Not Always Comply with Federal Program Requirements

Auditors identified and tested ten federal programs (including two program clusters) under the guidelines established by the Single Audit Act. Audit tests included evaluating the County's compliance with each program's federal regulations, generally related to expending, monitoring, matching, and

reporting federal awards. Significant deficiencies in internal controls and instances of noncompliance were noted for two of the programs tested. The table below identifies the audit findings reported by program and type of compliance requirement.

## TO OBTAIN MORE INFORMATION

A copy of the full report can be obtained by calling  
**(602) 553-0333**



or by visiting our Web site at:  
[www.azauditor.gov](http://www.azauditor.gov)

Contact person for this report:  
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Program	Type of Compliance Requirement	
	Costs	Eligibility
Women, Infants, and Children (WIC)		X
Centers for Disease Control—Investigations and Technical Assistance	X	

Costs: Certain program expenses were unallowable based on federal requirements.  
Eligibility: Certain program eligibility requirements were not followed.

## The Single Audit Fact Sheet

- Two significant deficiencies in federal compliance internal controls that resulted in violations of federal compliance requirements.
- Program costs totaling \$7,397 were questioned as a result of our audit.

REPORT HIGHLIGHTS  
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Year Ended June 30, 2008