

ACCOMPANYING INFORMATION – EXPENDITURES OF FEDERAL AWARDS

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD
HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL
CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

To the Honorable Board of County Commissioners
and the County Manager
Clark County, Nevada

Compliance

We have audited Clark County, Nevada's (the "County") compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended June 30, 2012. 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.

Clark County, Nevada's basic financial statements include the component unit operations of University Medical Center of Southern Nevada, Las Vegas Valley Water District, and Regional Transportation Commission of Southern Nevada, which received \$7,199,570, \$1,139,373, and \$41,322,192, respectively, in federal awards which are not included in the schedule during the year ended June 30, 2012. Our audit, as described below, did not include the operations of University Medical Center of Southern Nevada, Las Vegas Valley Water District, Big Bend Water District or Regional Transportation Commission of Southern Nevada because these entities engaged other auditors to perform their audits in accordance with OMB Circular A-133.

Clark County, Nevada's basic financial statements include the operations of the Department of Aviation, which received \$27,455,088 in federal awards which is not included in the schedule during the year ended June 30, 2012. Our audit, as described below, did not include the operations of the Department of Aviation because they were audited separately in accordance with OMB Circular A-133.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; 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, Clark County, Nevada complied, in all material respects, with the 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, 2012. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items 2012-1, 2012-2, 2012-3, 2012-4, 2012-5, 2012-6, 2012-7 and 2012-8.

Internal Control Over Compliance

Management of the County 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 the requirements that could have a direct and material effect on a major federal program to determine the 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, 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.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be material weaknesses and other deficiencies that we consider to be significant deficiencies.

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 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 2012-1, 2012-2, 2012-6 and 2012-7 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 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. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2012-3, 2012-4, and 2012-5 to be significant deficiencies.

Clark County, Nevada's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit Clark County, Nevada's responses and, accordingly, we express no opinion on the responses.

This report is intended solely for the information and use of management, the Board of County Commissioners, others within the County, and 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.

Kafoury, Armstrong & Co.

Las Vegas, Nevada
March 22, 2013

Clark County, Nevada
 Schedule of Expenditures of Federal Awards
 for the fiscal year ended June 30, 2012

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant or Pass-Through Number	Program or Award Amount	Total Federal Disbursements/ Expenditures
DEPARTMENT OF AGRICULTURE				
Child Nutrition Cluster				
Passed Through Nevada Department of Education:				
School Breakfast Program	10.553	Agreement R-315-11	\$ 160,078	\$ 160,078
Passed Through Nevada Department of Education:				
National School Lunch Program	10.555	Agreement R-315-11	241,140	241,140
Passed Through Nevada Department of Education:				
Special Milk Program For Children	10.556	Agreement #M-102500-11	32,878	32,878
Passed Through Nevada Department of Education:				
Summer Food Service Program for Children	10.559	SFSP-AGREE2011	215,020	<u>79,396</u>
Total Child Nutrition Cluster				<u>513,492</u>
Passed Through Nevada Department of Education:				
Child and Adult Care Food Program	10.558	Cooperative Agreement	260,000	67,677
Forest Service Schools and Roads Cluster				
Passed Through the State of Nevada, Office of the Controller:				
Schools and Roads - Grants to States - Title I	10.665	Public Law 106-393	198,218	198,218
Schools and Roads - Grants to States - Title III	10.665	Public Law 106-393	34,979	<u>34,979</u>
Total Forest Service Schools and Roads Cluster				<u>233,197</u>
Direct:				
Spring Mountain Youth Camp Forestry Program	10.Unknown	05-PA-11041705-021	17,000	<u>12,009</u>
Total Department of Agriculture				<u>826,375</u>

Clark County, Nevada
 Schedule of Expenditures of Federal Awards
 for the fiscal year ended June 30, 2012
 (Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant or Pass-Through Number	Program or Award Amount	Total Federal Disbursements/ Expenditures
DEPARTMENT OF COMMERCE				
Passed Through Nevada Department of Public Safety, Division of Emergency Management:				
2007 Public Safety Interoperable Communications Grant Program	11.555	1155507	\$ 494,655	\$ 120,790
2007 Public Safety Interoperable Communications Grant Program	11.555	1155507	120,734	120,734
2008 Public Safety Interoperable Communications Grant Program	11.555	1155507	5,084,126	46,687
Total Department of Commerce				<u>288,211</u> <u>288,211</u>
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				
CDBG-Entitlement Grants Cluster				
Direct Program:				
CDBG Entitlement Grants:				
Neighborhood Stabilization Program 1	14.218	B-08-UN-32-0001	29,666,798	184,265
Neighborhood Stabilization Program 3	14.218	B-11-UN-32-0001	20,253,261	4,162,016
Recaptured NSP Funds	14.218			3,351,386
Community Development Block Grant, FY11	14.218	B-10-UC-32-0001	8,752,999	4,073,815
				<u>11,771,482</u>
Passed Through Nevada Housing Division:				
CDBG Entitlement Grants:				
Neighborhood Stabilization Program 1	14.218	B-08-DN-32-0001	10,370,986	617,668
Neighborhood Stabilization Program 3	14.218	B-11-DN-32-0001	500,000	500,000
Recaptured NSP Funds	14.218			312,621
				<u>1,430,289</u> <u>13,201,771</u>

Clark County, Nevada
Schedule of Expenditures of Federal Awards
for the fiscal year ended June 30, 2012
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant or Pass-Through Number	Program or Award Amount	Total Federal Disbursements/ Expenditures
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (Continued)				
Direct Program:				
ARRA - Community Development Block Grant Entitlement Grants (CDBG-R)	14.253	B-09-UY-32-0001	\$ 2,140,484	\$ 71,624
Total CDBG-Entitlement Grants Cluster				<u>13,273,395</u>
Direct Program:				
Emergency Solutions Grant Program	14.231	S-10-UC-32-0001	279,951	8,661
Emergency Solutions Grant Program	14.231	E-11-UC-32-0001	280,725	181,336
				<u>189,997</u>
Direct Program:				
Shelter Plus Care	14.238	NV01C700001	3,525,720	706,672
Direct Program:				
Home Investment Partnerships Program	14.239	M08-DC320224	3,313,850	679,325
Home Investment Partnerships Program Recaptured Home Funds	14.239	M09-DC320224	3,680,224	2,077,039
				<u>38,987</u>
				<u>2,795,351</u>
Passed Through Nevada Housing Division:				
Home Investment Partnerships Program	14.239	M08-SG320106	744,259	81,902
				<u>2,877,253</u>
Direct Program:				
ARRA - Homelessness Prevention and Rapid Re-Housing Program - City of North Las Vegas	14.257	S-09-MY-32-0003	677,704	88,024
ARRA - Homelessness Prevention and Rapid Re-Housing Program - Clark County	14.257	S-09-UY-32-0001	2,595,173	641,896
				<u>729,920</u>

Clark County, Nevada
 Schedule of Expenditures of Federal Awards
 for the fiscal year ended June 30, 2012
 (Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant or Pass-Through Number	Program or Award Amount	Total Federal Disbursements/ Expenditures
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (Continued)				
Passed Through Nevada Housing Division:				
ARRA - Homelessness Prevention and Rapid Re-Housing Program	14.257	HPRP-2009-0003	\$ 897,388	\$ 65,741
Total Department of Housing and Urban Development				<u>795,661</u> <u>17,842,978</u>
DEPARTMENT OF INTERIOR				
Passed Through the State of Nevada, Office of the Controller:				
Distribution of Receipts to State and Local Governments	15.227	FLPMA of 1976	207	207
Direct Program:				
Southern Nevada Public Land Mangement Act - CCPW	15.235	L05AC13256	4,479,566	223,929
Southern Nevada Public Land Mangement Act - CCPW	15.235	L05AC13257	17,424,000	2,623,645
Southern Nevada Public Land Mangement Act - CCPW	15.235	L05AC13523	17,424,000	5,688,917
Southern Nevada Public Land Mangement Act - CCPW	15.235	L05AC13726	4,120,769	60,631
Southern Nevada Public Land Mangement Act - CCPW	15.235	L05AC13849	4,065,600	1,236,354
Southern Nevada Public Land Mangement Act - CCPW	15.235	L05AC13851	2,323,200	910,262
Southern Nevada Public Land Mangement Act - CCPW	15.235	L05AC14149	1,162,400	331,662
Southern Nevada Public Land Mangement Act - CCPW	15.235	L05AC14402	13,600,746	4,192,223
Southern Nevada Public Land Mangement Act - CCPW	15.235	L05AC14425	6,262,560	2,443,950
Southern Nevada Public Land Mangement Act - CCPW	15.235	L05AC14675	4,939,500	112,710
Southern Nevada Public Land Mangement Act - CCPW	15.235	L07AC13118	15,840,000	8,274,407
Southern Nevada Public Land Mangement Act - CCPW	15.235	L07AC13228	3,520,000	582
Southern Nevada Public Land Mangement Act - CCPW	15.235	L07AC13231	10,218,734	2,794,605
Southern Nevada Public Land Mangement Act - CCPW	15.235	L07AC13495	1,870,000	1,013,693
Southern Nevada Public Land Mangement Act - CCPW	15.235	L07AC13496	1,732,687	140,111
Southern Nevada Public Land Mangement Act - CCPW	15.235	L07AC13809	5,940,000	472,602
Southern Nevada Public Land Mangement Act - CCPW	15.235	L07AC13819	1,470,000	721,335

Clark County, Nevada
 Schedule of Expenditures of Federal Awards
 for the fiscal year ended June 30, 2012
 (Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant or Pass-Through Number	Program or Award Amount	Total Federal Disbursements/ Expenditures
DEPARTMENT OF INTERIOR (Continued)				
Southern Nevada Public Land Mangement Act - CCPW	15.235	L07AC14115	\$ 3,520,000	\$ 708,692
Southern Nevada Public Land Mangement Act - CCPW	15.235	L07AC14116	46,376,000	279,198
Southern Nevada Public Land Mangement Act - CCPW	15.235	L07AC14399	14,080,000	8,771,550
Southern Nevada Public Land Mangement Act - CCPW	15.235	L08AC12964	1,320,000	3,165
Southern Nevada Public Land Mangement Act - CCPW	15.235	L08AC13680	2,200,000	719,437
Southern Nevada Public Land Mangement Act - CCPW	15.235	L08AC14128	2,475,000	839,483
Southern Nevada Public Land Mangement Act - CCPW	15.235	L09AC15505	1,712,700	47,923
Southern Nevada Public Land Mangement Act - CCPW	15.235	L09AC15506	563,750	97,997
Southern Nevada Public Land Mangement Act - CCPW	15.235	L11AC20012	922,900	104,959
Southern Nevada Public Land Mangement Act - CCPW	15.235	L11AC20153	8,500,000	233,438
Southern Nevada Public Land Mangement Act - DCP	15.235	L07AC12970	3,646,939	276,975
Southern Nevada Public Land Mangement Act - DCP	15.235	L07AC12972	180,000	55,000
Southern Nevada Public Land Mangement Act - DCP	15.235	L07AC13129	88,674	33,674
Southern Nevada Public Land Mangement Act - DCP	15.235	L07AC13245	440,000	51,500
Southern Nevada Public Land Mangement Act - DCP	15.235	L07AC13510	127,270	44,670
Southern Nevada Public Land Mangement Act - DCP	15.235	L07AC13677	263,423	29,766
Southern Nevada Public Land Mangement Act - DCP	15.235	L07AC13814	946,389	145,389
Southern Nevada Public Land Mangement Act - DCP	15.235	L07AC13829	270,212	58,072
Southern Nevada Public Land Mangement Act - DCP	15.235	L07AC14112	545,668	109,000
Southern Nevada Public Land Mangement Act - DCP	15.235	L07AC14413	25,000	25,000
Southern Nevada Public Land Mangement Act - DCP	15.235	L07AC14632	458,200	154,700
Southern Nevada Public Land Mangement Act - DCP	15.235	L07AC14892	319,432	52,888
Southern Nevada Public Land Mangement Act - DCP	15.235	L07AC14893	744,822	64,377
Southern Nevada Public Land Mangement Act - DCP	15.235	L08AC13225	1,134,842	14,236
Southern Nevada Public Land Mangement Act - DCP	15.235	L08AC13507	245,367	23,652
Southern Nevada Public Land Mangement Act - DCP	15.235	L08AC13805	2,672,120	151,167
Southern Nevada Public Land Mangement Act - DCP	15.235	L09AC15342	3,245,369	164,661
				44,502,187

Clark County, Nevada
Schedule of Expenditures of Federal Awards
for the fiscal year ended June 30, 2012
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant or Pass-Through Number	Program or Award Amount	Total Federal Disbursements/ Expenditures
DEPARTMENT OF INTERIOR (Continued)				
Passed through Nevada State Office, Bureau of Land Management: National Fire Plan - Rural Fire Assistance Total Department of Interior	15.242	L10AC20237	\$ 194,171	\$ 98,691 <u>44,601,085</u>
DEPARTMENT OF JUSTICE				
Passed Through Nevada Department of Health & Human Services, Division of Child and Family Services:				
Juvenile Accountability Block Grant	16.523	2005-JB-FX-0043	299,208	14,584
Juvenile Accountability Block Grant	16.523	2011-JB-FX-0007	242,000	242,000
Juvenile Accountability Block Grant - Interest	16.523	2008-JB-FX-0020, 2009-JB-FX-0018 and 2010-JB-FX-0052	3,534	3,534 <u>260,118</u>
Passed Through Nevada Department of Health and Human Services, Division of Child and Family Services:				
Juvenile Justice Delinquency Prevention Formula Grant	16.540	2011-JF-FX-0013	218,960	218,960
Direct Program:				
Part E - Developing, Testing and Demonstrating Promising New Programs	16.541	2009-JL-FX-0156	754,000	184,975
Direct Program:				
Missing Children's Assistance	16.543	2008-MC-CX-K008	965,354	240,173
Missing Children's Assistance	16.543	2011-MC-CX-K002	273,817	125,440
ARRA - Missing Children's Assistance	16.543	2009-SN-B9-K022	566,519	324,318 <u>689,931</u>

Clark County, Nevada
Schedule of Expenditures of Federal Awards
for the fiscal year ended June 30, 2012
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant or Pass-Through Number	Program or Award Amount	Total Federal Disbursements/ Expenditures
DEPARTMENT OF JUSTICE (Continued)				
Passed Through Nevada Department of Health and Human Services, Division of Child and Family Services:				
Title V - Delinquency Prevention Program	16.548	2010-JP-FX-004	\$ 50,000	\$ 9,810
Title V - Delinquency Prevention Program	16.548	2011-JP-FX-016	32,960	7,990
				<u>17,800</u>
Direct Program:				
National Institute of Justice Research, Evaluation, and Development Project Grants	16.560	2009-DN-BX-K195	394,926	9,171
National Institute of Justice Research, Evaluation, and Development Project Grants	16.560	2009-DN-BX-0085	499,695	196,982
National Institute of Justice Research, Evaluation, and Development Project Grants	16.560	2010-DN-BX-K201	258,054	123,230
				<u>329,383</u>
Passed through Nevada Department of Health and Human Services, Division of Child and Family Services:				
Crime Victim Assistance	16.575	VOCA-3145/20-SFY10-12-073	420,192	420,192
Direct Program:				
Drug Court Discretionary Grant Program	16.585	2010-DC-BX-0058	172,072	65,496
Drug Court Discretionary Grant Program	16.585	2011-DC-BX-0114	188,613	28,764
				<u>94,260</u>
Passed through the State of Nevada, Office of the Attorney General:				
Violence Against Women Formula Grants	16.588	2010-STOP-09	19,034	19,034
Violence Against Women Formula Grants	16.588	2011-STOP-09	100,000	54,361
Violence Against Women Formula Grants	16.588	2010-STOP-35	38,564	32,093
Violence Against Women Formula Grants	16.588	2011-STOP-35	45,737	24,029

Clark County, Nevada
 Schedule of Expenditures of Federal Awards
 for the fiscal year ended June 30, 2012
 (Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant or Pass-Through Number	Program or Award Amount	Total Federal Disbursements/ Expenditures
DEPARTMENT OF JUSTICE (Continued)				
Violence Against Women Formula Grants	16.588	2010-STOP-02	\$ 29,333	\$ 15,230
Violence Against Women Formula Grants	16.588	2011-STOP-02	34,000	14,747
				<u>159,494</u>
Direct Program:				
State Criminal Alien Assistance Program	16.606	2008-AP-BX-0539	2,713,602	154,004
State Criminal Alien Assistance Program	16.606	2008-AP-BX-1670	2,458,833	13,221
State Criminal Alien Assistance Program	16.606	2009-AP-BX-0803	2,370,394	359,654
State Criminal Alien Assistance Program	16.606	2010-AP-BX-0348	2,127,110	838,558
				<u>1,365,437</u>
Passed through the Nevada Department of Public Safety, Office of Criminal Justice Assistance:				
Project Safe Neighborhoods	16.609	08-PSN/AG-02	71,420	29,250
Project Safe Neighborhoods	16.609	10-PSN-02	11,010	7,755
Project Safe Neighborhoods	16.609	11-PSN-02	11,000	5,205
				<u>42,210</u>
Direct Program:				
Public Safety Partnership and Community Policing Grants	16.710	2009-CK-WX-0298	750,000	424,982
Public Safety Partnership and Community Policing Grants	16.710	2010CKWX0239	300,000	58,868
				<u>483,850</u>
Direct Program:				
Enforcing Underage Drinking Laws Program	16.727	Agreement	64,307	62,779
Enforcing Underage Drinking Laws Program	16.727	Agreement	68,000	6,672
				<u>69,451</u>

Clark County, Nevada
 Schedule of Expenditures of Federal Awards
 for the fiscal year ended June 30, 2012
 (Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant or Pass-Through Number	Program or Award Amount	Total Federal Disbursements/ Expenditures
DEPARTMENT OF JUSTICE (Continued)				
JAG Program Cluster				
Direct Program:				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2008-DJ-BX-0641	\$ 441,303	\$ 30,648
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2010-DJ-BX-0933	1,552,085	624,820
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2011-DB-BX-0022	400,000	25,547
Recaptured JAG Funds	16.738			16,499
				<u>697,514</u>
Passed through Nevada Department of Public Safety, Office of Criminal Justice Assistance:				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	08-JAG-17	5,367	5,367
Edward Byrne Memorial Justice Assistance Grant Program	16.738	08-JAG-18	2,350	2,350
Edward Byrne Memorial Justice Assistance Grant Program	16.738	08-JAG-20	4,700	4,700
Edward Byrne Memorial Justice Assistance Grant Program	16.738	08-JAG-19	7,500	7,500
				<u>19,917</u>
Passed through City of Las Vegas:				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	Interlocal Agreement	1,356,474	664,465
Edward Byrne Memorial Justice Assistance Grant Program	16.738	10-JAG-07	300,000	287,713
Edward Byrne Memorial Justice Assistance Grant Program	16.738	Interlocal Agreement	382,696	3,329
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2011-DJ-BX-3025	245,337	245,337
				<u>1,200,844</u>
				<u>1,918,275</u>
Passed through the Nevada Department of Public Safety, Office of Criminal Justice Assistance:				
ARRA - Edward Byrne Memorial Justice Assistance Grant	16.803	09-ARRA-06	2,000,000	799,787

Clark County, Nevada
 Schedule of Expenditures of Federal Awards
 for the fiscal year ended June 30, 2012
 (Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant or Pass-Through Number	Program or Award Amount	Total Federal Disbursements/ Expenditures
DEPARTMENT OF JUSTICE (Continued)				
Passed through City of Las Vegas:				
ARRA - Edward Byrne Memorial Justice Assistance Grant	16.804	Interlocal Agreement	\$ 1,220,939	\$ 335,176
ARRA - Edward Byrne Memorial Justice Assistance Grant	16.804	2009-SB-B9-1637	1,400,000	461,148
				<u>796,324</u>
Total JAG Program Cluster				<u>3,514,386</u>
Direct Program:				
DNA Backlog Reduction Program	16.741	2010-DN-BX-K076	872,138	169,079
DNA Backlog Reduction Program	16.741	2011-DN-BX-K439	839,498	439,055
				<u>608,134</u>
Direct Program:				
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	2010-CD-BX-0079	175,000	64,917
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	2011-CD-BX-0095	175,000	126,753
				<u>191,670</u>
Passed through the Nevada Department of Public Safety, Office of Criminal Justice Assistance:				
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	11-FSI-03	49,455	21,114
				<u>212,784</u>
Passed Through Nevada Department of Health and Human Services, Division of Child and Family Services:				
ARRA - State Victim Assistance Formula Grant Program	16.801	2009-SG-B9-0114	5,886	5,886
Direct Program:				
Postconviction DNA Testing Program	16.820	2009-DN-BX-K025	102,025	16,650
Postconviction DNA Testing Program	16.820	2010-DN-BX-K028	109,410	45,544
				<u>62,194</u>

Clark County, Nevada
Schedule of Expenditures of Federal Awards
for the fiscal year ended June 30, 2012
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant or Pass-Through Number	Program or Award Amount	Total Federal Disbursements/ Expenditures
DEPARTMENT OF JUSTICE (Continued)				
Direct Program:				
Equitable Sharing Program	16.922	Cooperative Agreement	\$ 1,339,959	\$ 1,339,959
Direct Program:				
ATF - Gang Task Force	16.Unknown	Agreement	52,618	5,373
ATF - Gang Task Force	16.Unknown	Agreement	86,011	18,385
ATF - Armor Task Force	16.Unknown	Agreement	137,618	3,505
DEA - So. NV Gang Task Force	16.Unknown	Agreement	90,208	35,948
DEA - So. NV Gang Task Force	16.Unknown	Agreement	103,214	62,194
DEA - Tactical Diversion Task Force	16.Unknown	Agreement	30,100	7,789
DEA - Tactical Diversion Task Force	16.Unknown	Agreement	34,405	25,562
DEA - Marijuana Eradication	16.Unknown	Agreement #2011-99	30,000	5,087
DEA - Marijuana Eradication	16.Unknown	Agreement #2012-99	120,000	10,804
FBI - Criminal Apprehension Team	16.Unknown	Agreement	139,770	49,686
FBI - Criminal Apprehension Team	16.Unknown	Agreement	172,023	138,118
FBI - Eastern European Organized Crime Task Force	16.Unknown	Agreement	53,531	26,321
FBI - Eastern European Organized Crime Task Force	16.Unknown	Agreement	361,247	34,774
FBI - Joint Terrorism Task Force	16.Unknown	Agreement	60,188	17,850
FBI - Joint Terrorism Task Force	16.Unknown	Agreement	68,809	27,174
FBI - Innocence Lost Task Force	16.Unknown	Agreement	59,656	12,733
FBI - Innocense Lost Task Force	16.Unknown	Agreement	86,011	27,141
FBI - Las Vegas Safe Streets Gang Task Force	16.Unknown	Agreement	98,272	11,191
FBI - Las Vegas Safe Streets Gang Task Force	16.Unknown	Agreement	90,792	65,792
US Marshals - NV Fugitive Investigative Strike Team Truck	16.Unknown	Agreement	9,347	2,691
US Marshals - NV Fugitive Investigative Strike Team Truck	16.Unknown	Agreement	2,000	2,000
US Marshals - NV Fugitive Investigative Strike Team	16.Unknown	Agreement	44,217	22,697
US Marshals - NV Fugitive Investigative Strike Team	16.Unknown	Agreement	137,618	13,347
				<u>626,162</u>
Total Department of Justice				<u>10,705,566</u>

Clark County, Nevada
Schedule of Expenditures of Federal Awards
for the fiscal year ended June 30, 2012
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant or Pass-Through Number	Program or Award Amount	Total Federal Disbursements/Expenditures
DEPARTMENT OF LABOR				
WIA Cluster				
Passed through the Southern Nevada Workforce Investment Board:				
WIA Youth Activities-Governor's Reserve Fund	17.259	Agreement #10-YOU-GOVRES-SBI-01	\$ 260,471	\$ 237,425
WIA Youth Activities-Governor's Reserve Fund	17.259	Agreement #012-YOU-GOVRES-SBI-00	75,000	29,432
Total WIA Cluster				<u>266,857</u>
Total Department of Labor				<u>266,857</u>
DEPARTMENT OF TRANSPORTATION				
Highway Planning and Construction Cluster				
Passed Through Nevada Department of Transportation:				
Highway Planning and Construction	20.205	Agreement PR194-08-063	404,500	37,192
Highway Planning and Construction	20.205	Agreement PR201-09-063	480,707	18,487
ARRA - Highway Planning and Construction	20.205	Agreement P156-09-063	2,524,081	2,740
Highway Planning and Construction	20.205	Agreement PR330-09-063	4,290,483	1,638,142
Highway Planning and Construction	20.205	Agreement PR033-11-015	35,998,546	10,098,702
Highway Planning and Construction	20.205	Agreement PR234-10-063	650,000	45,748
Total Highway Planning and Construction Cluster				<u>11,841,011</u>
Highway Safety Cluster				
Passed Through Nevada Department of Public Safety, Office of Traffic Safety:				
State & Community Highway Safety	20.600	21-AL-4	45,000	11,250
State & Community Highway Safety	20.600	21-CP-4	7,527	1,022
State & Community Highway Safety	20.600	22-AL-4	80,000	60,647
State & Community Highway Safety	20.600	22-CP-8	11,200	8,226

(Continued)

Clark County, Nevada
Schedule of Expenditures of Federal Awards
for the fiscal year ended June 30, 2012
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant or Pass-Through Number	Program or Award Amount	Total Federal Disbursements/ Expenditures
DEPARTMENT OF TRANSPORTATION (Continued)				
Passed Through Nevada Department of Public Safety, Office of Traffic Safety:				
State & Community Highway Safety	20.600	21-JF-1.10 & 1.11 DV	\$ 164,532	\$ 31,808
State & Community Highway Safety	20.600	22-JF-1.11 & 22-JF-1.11DV	264,445	193,169
State & Community Highway Safety	20.600	22-CP-2.4	3,376	3,376
State & Community Highway Safety	20.600	22-PT-3	25,000	25,000
Total Highway Safety Cluster				<u>334,498</u>
Passed Through the State Emergency Response Commission:				
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	11-HMEP-03-01	9,693	4,806
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	11-HMEP-03-02	6,973	6,973
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	12-HMEP-03-01	10,063	10,063
				<u>21,842</u>
Total Department of Transportation				<u>12,197,351</u>
DEPARTMENT OF THE TREASURY				
Community Development Financial Institutions Cluster				
Direct Program:				
Community Development Financial Institutions Program	21.020	212882252	20,000	<u>8,057</u>
Total Community Development Financial Institutions Cluster				<u>8,057</u>
Total Department of the Treasury				<u>8,057</u>

Clark County, Nevada
Schedule of Expenditures of Federal Awards
for the fiscal year ended June 30, 2012
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant or Pass-Through Number	Program or Award Amount	Total Federal Disbursements/ Expenditures
NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES				
Passed Through the Nevada Arts Council:				
Promotion of the Arts - Grants to Organizations and Individuals	45.024	PIE12:5:04/AEC12:0:07	\$ 14,211	\$ 14,211
Total National Foundation on the Arts and the Humanities:				<u>14,211</u>
ENVIRONMENTAL PROTECTION AGENCY				
Direct Program:				
Air Pollution Control Program Support	66.001	A-97914712-1	853,102	853,102
Direct Program:				
Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act	66.034	PM-96948101-7	130,780	130,780
Direct Program:				
Congressionally Mandated Projects	66.202	XP-00T21101-3	171,174	85,358
Congressionally Mandated Projects	66.202	XP-00T57501-0	1,006,100	6,848
				<u>92,206</u>
Passed through Nevada Division of Environmental Protection:				
Water Quality Management Planning	66.454	Agreement DEP-S 11-007	40,000	8,390
Passed through Nevada Division of Environmental Protection:				
Capitalization Grants for Clean Water State Revolving Funds	66.458	CS32-1018	15,563,075	12,761,298
Passed through Nevada Division of Environmental Protection:				
Non-Point Source Implementation Grants	66.460	Agreement DEP S: 10-032-1	74,027	23,048
Total Environmental Protection Agency				<u>13,868,824</u>

Clark County, Nevada
Schedule of Expenditures of Federal Awards
for the fiscal year ended June 30, 2012
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant or Pass-Through Number	Program or Award Amount	Total Federal Disbursements/ Expenditures
DEPARTMENT OF ENERGY				
Direct Program:				
Nuclear Waste Disposal Siting	81.065	Public Law	\$ 223,630	\$ 223,630
Direct Program:				
ARRA - Energy Efficiency and Conservation Block Grant Program (EECBG)	81.128	DE-EE0000685	7,663,500	2,868,367
Recaptured EECBG Funds	81.128			<u>236,586</u>
				<u>3,104,953</u>
Passed Through Nevada State Office of Energy:				
ARRA - Energy Efficiency and Conservation Block Grant Program (EECBG)	81.128	SEPARRA032910006	326,979	<u>326,979</u>
				<u>3,431,932</u>
Passed Through Nevada Department of Public Safety, Division of Emergency Management:				
Emergency Preparedness Working Group	81.502	8150211	36,918	<u>36,918</u>
Total Department of Energy				<u>3,692,480</u>
DEPARTMENT OF HEALTH AND HUMAN SERVICES				
Aging Cluster				
Passed Through Nevada Department of Health and Human Services, Aging and Disability Services Division:				
Special Programs for the Aging-Title III, Part B-Grants for Supportive Services and Senior Centers	93.044	03-005-13-LX-12	45,329	45,329
Special Programs for the Aging-Title III, Part B-Grants for Supportive Services and Senior Centers	93.044	03-015-21-BX-12	135,975	<u>135,975</u>
Total Aging Cluster				<u>181,304</u>

Clark County, Nevada
Schedule of Expenditures of Federal Awards
for the fiscal year ended June 30, 2012
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant or Pass-Through Number	Program or Award Amount	Total Federal Disbursements/ Expenditures
DEPARTMENT OF HEALTH AND HUMAN SERVICES (Continued)				
Passed through Southern Nevada Health District:				
Public Health Emergency Preparedness	93.069	Interlocal Contract	\$ 196,000	\$ 50,894
Passed through Nevada Department of Health & Human Services, Division of Child and Family Services:				
Enhance Safety of Children Affected by Parental Substance Abuse	93.087	RPG12-13-010	82,892	69,601
Direct Program:				
Substance Abuse and Mental Health Services - Projects of Regional and National Significance	93.243	5H79TI021878-02	319,728	51,148
Substance Abuse and Mental Health Services - Projects of Regional and National Significance	93.243	5H79TI021878-03	294,081	261,749
				<u>312,897</u>
Direct Program:				
Promoting Safe and Stable Families	93.556	90CW1140/01	500,000	145,673
Passed Through Nevada Department of Health & Human Services, Division of Child and Family Services:				
Promoting Safe and Stable Families:				
Title IV-B Support to Children Welfare	93.556	1201NV1400	186,015	186,015
Time-Limited Reunification - Safety Teams (year 2)	93.556	IVB-2-3145/17-SFY11-13-045	150,000	134,931
Family Preservation (year 2)	93.556	IVB-2-3145/17-SFY11-13-048	262,404	229,831
Title IV-B Case Worker Visits (year 1)	93.556	IVB-2-3145/17-SFY11-15-050	67,193	2,898
Title IV-B Case Worker Visits (year 2)	93.556	IVB-2-3145/17-SFY11-15-050	70,277	51,250
				<u>604,925</u>
				<u>750,598</u>

Clark County, Nevada
Schedule of Expenditures of Federal Awards
for the fiscal year ended June 30, 2012
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant or Pass-Through Number	Program or Award Amount	Total Federal Disbursements/ Expenditures
DEPARTMENT OF HEALTH AND HUMAN SERVICES (Continued)				
Passed Through Nevada Department of Health & Human Services, Division of Welfare and Supportive Services:				
Child Support Enforcement -Hearing Master, FY12	93.563	Interlocal Agreement	\$ 1,059,224	\$ 1,059,224
Child Support Enforcement -Hearing Master, FY12 Pilot	93.563	Interlocal Agreement	295,236	295,236
Child Support Enforcement, FY12	93.563	Interlocal Agreement	17,477,119	17,477,119
Child Support Enforcement, FFY09 Incentive Award	93.563	Interlocal Agreement	1,266,586	1,142,870
Child Support Enforcement, FFY10 Incentive Award	93.563	Interlocal Agreement	1,363,593	156,172
Child Support Enforcement, Incentive Funds (Statewide Employer Service Center Project)	93.563	Interlocal Agreement	162,240	120,326
Child Support Enforcement, Incentive Funds (Statewide Employer Service Center Project)	93.563	Interlocal Agreement	212,285	61,589
				<u>20,312,536</u>
Research & Development Cluster				
Passed through Nevada Department of Health & Human Services, Division of Welfare and Supportive Services:				
Child Support Enforcement Research	93.564	90FD0136/02	199,884	38,610
Child Support Enforcement Research	93.564	90FD0136/03	163,288	51,764
Total Research & Development Cluster				<u>90,374</u>
Passed through the Nevada Administration of the Courts and the Nevada Supreme Court:				
State Court Improvement Program	93.586	Contract #A11-27	94,000	86,167
State Court Improvement Program	93.586	Contract #A11-34 B	6,213	6,213
				<u>92,380</u>
Passed through Nevada Department of Health & Human Services, Grants Management Unit:				
Community-Based Child Abuse Prevention Grants	93.590	Agreement	69,869	69,814

Clark County, Nevada
Schedule of Expenditures of Federal Awards
for the fiscal year ended June 30, 2012
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant or Pass-Through Number	Program or Award Amount	Total Federal Disbursements/ Expenditures
DEPARTMENT OF HEALTH AND HUMAN SERVICES (Continued)				
Passed through Nevada Department of Health & Human Services, Division of Welfare and Supportive Services:				
Grants to States for Access and Visitation Programs	93.597	1101NVSAPV	\$ 68,414	\$ 20,695
Grants to States for Access and Visitation Programs	93.597	1101NVSAPV	76,349	<u>53,757</u>
				<u>74,452</u>
Passed Through Nevada Department of Health & Human Services, Division of Child and Family Services:				
Adoption Incentive Payments (year 1)	93.603	A13229/31-SFY10-13-009	127,870	21,933
Adoption Incentive Payments (year 2)	93.603	A13229/31-SFY10-13-009	300,721	173,610
Adoption Incentive Payments (year 1)	93.603	AI-2012-009	267,514	<u>33,922</u>
				<u>229,465</u>
Passed Through Nevada Department of Health & Human Services, Division of Child and Family Services:				
Children's Justice Grants to States	93.643	CJA-2012-039	10,000	10,000
Direct Program:				
Adoption Opportunities	93.652	90CO1054/01	389,637	52,972
Adoption Opportunities	93.652	90CO1054/02	389,637	<u>199,710</u>
				<u>252,682</u>
Passed Through Nevada Department of Health & Human Services, Division of Child and Family Services:				
ARRA - Foster CareTitle IV-E	93.658	1101INV1404	180,462	38,415
Foster CareTitle IV-E	93.658	1201INV1401	21,451,207	<u>21,451,207</u>
				<u>21,489,622</u>

Clark County, Nevada
Schedule of Expenditures of Federal Awards
for the fiscal year ended June 30, 2012
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant or Pass-Through Number	Program or Award Amount	Total Federal Disbursements/ Expenditures
DEPARTMENT OF HEALTH AND HUMAN SERVICES (Continued)				
Passed Through Nevada Department of Health & Human Services, Division of Child and Family Services:				
ARRA - Adoption Assistance Title IV-E	93.659	1101NV1405	\$ 193,731	\$ 6,511
Adoption Assistance Title IV-E	93.659	1201NV1407	12,288,666	<u>12,288,666</u>
				<u>12,295,177</u>
Passed Through Nevada Department of Health & Human Services, Division of Child and Family Services:				
Social Services Block Grant:				
TitleXX 2012	93.667	2012G992342	2,062,635	2,062,635
Passed Through Nevada Department of Health & Human Services, Division of Child and Family Services:				
Chafee Foster Care Independence Program	93.674	CH3145/32-SFY-11-13-031	913,820	832,689
Direct Program:				
HIV Emergency Relief Project Grants:				
Ryan White Part A Minority AIDS Initiative Program	93.914	2 H89HA06900-06-05	366,885	266,572
Ryan White - HIV Emergency Relief Project	93.914	2 H89HA06900-06-05	4,910,819	4,084,130
Ryan White Part A Minority AIDS Initiative Program	93.914	2 H89HA06900-07-00	338,974	92,298
Ryan White - HIV Emergency Relief Project	93.914	2 H89HA06900-07-00	5,271,120	<u>652,604</u>
				<u>5,095,604</u>
Total Department of Health and Human Services				<u>64,272,724</u>

Clark County, Nevada
Schedule of Expenditures of Federal Awards
for the fiscal year ended June 30, 2012
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant or Pass-Through Number	Program or Award Amount	Total Federal Disbursements/ Expenditures
OFFICE OF THE NATIONAL DRUG CONTROL POLICY				
Direct Program:				
Executive Office of the President:				
High Intensity Drug Trafficking Areas Program	95.001	G09NV0001A	\$ 3,128,162	\$ 24,323
High Intensity Drug Trafficking Areas Program	95.001	G10NV0001A	3,232,324	554,019
High Intensity Drug Trafficking Areas Program	95.001	G11NV0001A	3,326,150	2,456,688
High Intensity Drug Trafficking Areas Program	95.001	G12NV0001A	3,060,000	285,665
Total Office of The National Drug Control Policy				<u>3,320,695</u>
DEPARTMENT OF HOMELAND SECURITY				
Direct Program:				
National Urban Search & Rescue Response System	97.025	2010-SR-24-K051	1,089,171	176,904
National Urban Search & Rescue Response System	97.025	EMW-2011-CA-K00066-S01	1,122,078	882,881
Recaptured Urban Search & Rescue Response System Funds	97.025			29,975
				<u>1,089,760</u>
Passed Through State of Nevada Department of Public Safety, Division of Emergency Management:				
Emergency Management Performance Grant	97.042	9704211	527,806	144,218
Emergency Management Performance Grant	97.042	9702412	529,000	347,853
				<u>492,071</u>
Passed Through Nevada Department of Public Safety, Division of Emergency Management:				
Pre-Disaster Mitigation	97.047	97017L8	49,500	40,700

Clark County, Nevada
Schedule of Expenditures of Federal Awards
for the fiscal year ended June 30, 2012
(Continued)

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Grant or Pass-Through Number</u>	<u>Program or Award Amount</u>	<u>Total Federal Disbursements/ Expenditures</u>
DEPARTMENT OF HOMELAND SECURITY (Continued)				
Passed Through Nevada Department of Public Safety, Division of Emergency Management:				
Interoperable Emergency Communications	97.055	9700108	\$ 292,319	\$ 262,801
Interoperable Emergency Communications	97.055	9705510	415,000	<u>368,944</u>
				<u>631,745</u>
Homeland Security Grant Program:				
Passed Through Nevada Department of Public Safety, Division of Emergency Management:				
Homeland Security Grant Program:				
2009 Citizen Corps Program	97.067	97067CL9	41,044	7,044
2010 Citizen Corps Program	97.067	97067CL1	3,718	1,998
2007 Urban Area Security Initiative	97.067	97067U07	8,464,542	461,633
2008 Urban Area Security Initiative	97.067	97067U08	8,602,426	1,457,119
2009 Urban Area Security Initiative	97.067	97067U09	7,326,292	2,804,172
2010 Urban Area Security Initiative	97.067	97067U10	1,265,762	108,108
2010 Urban Area Security Initiative	97.067	97067U10	5,871,378	2,273,708
2011 Urban Area Security Initiative	97.067	97067.11.U11	3,275,779	111,339
2007 State Homeland Security Program	97.067	97067HS7	452,006	107,074
2008 State Homeland Security Program	97.067	97067HL8	1,617,005	21,870
2009 State Homeland Security Program	97.067	97067HL9	97,460	90,001
2010 State Homeland Security Program	97.067	97067HL1	472,765	117,746
2011 State Homeland Security Program	97.067	97067.11-HL1	710,355	<u>19,586</u>
Total Homeland Security Grant Program				<u>7,581,398</u>
Passed Through Nevada Department of Public Safety, Division of Emergency Management:				
Buffer Zone Protection Program	97.078	97078B05	1,995,000	1,005,769

(Continued)

Clark County, Nevada
Schedule of Expenditures of Federal Awards
for the fiscal year ended June 30, 2012
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant or Pass-Through Number	Program or Award Amount	Total Federal Disbursements/ Expenditures
DEPARTMENT OF HOMELAND SECURITY (Continued)				
Direct Program:				
Homeland Security Biowatch Program	97.091	2006-ST-091-000011-05	\$ 748,384	\$ 554
Homeland Security Biowatch Program	97.091	2006-ST-091-000011-06	794,870	794,870
				<u>795,424</u>
Direct Program:				
2011 Secret Service Agreement	97.Unknown	None	14,072	5,321
2012 Secret Service Agreement	97.Unknown	None	3,600	2,898
2011 US Customs - ICE	97.Unknown	None	56,283	3,077
2012 US Customs - ICE	97.Unknown	LV02PR06LV0017	51,607	3,869
				<u>15,165</u>
Total Department of Homeland Security				<u>11,652,032</u>
TOTAL FEDERAL DISBURSEMENTS/EXPENDITURES				<u>\$ 183,557,446</u>

Clark County, Nevada
Notes to Schedule of Expenditures of Federal Awards
for the Year Ended June 30, 2012

1. REPORTING ENTITY

The accompanying Schedule of Expenditures of Federal Awards presents the activity of Federal financial assistance programs of Clark County, Nevada (the "County"). The County's reporting entity is defined in Note 1 to its basic financial statements. Federal award expenditures for the Big Bend Water District, Clark County Department of Aviation, Las Vegas Valley Water District, University Medical Center of Southern Nevada, and Regional Transportation Commission of Southern Nevada, if any, are not included in this schedule. All Federal financial assistance received directly from Federal agencies as well as Federal financial assistance passed through other government agencies is included in the schedule.

2. BASIS OF ACCOUNTING

The Schedule of Expenditures of Federal Awards is prepared on the modified accrual basis of accounting. Expenditures are recognized when they become a demand on current available financial resources.

3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

Expenditures of Federal awards reported in the County's basic financial statements are as follows:

General fund	\$ 10,277,865
Special revenue funds	105,473,722
Capital projects funds	54,920,710
Enterprise funds	12,884,942
Agency funds	<u>207</u>
Total	<u>\$ 183,557,446</u>

4. SUBRECIPIENT EXPENDITURES

Clark County provided Federal funds to subrecipients as follows:

<u>Program Title</u>	<u>Federal CFDA#</u>	<u>Subrecipient Expenditures</u>
Public Safety Interoperable Communications Grant Program	11.555	\$ 120,790
Community Development Block Grants/Entitlement Grants	14.218	11,580,698
Emergency Solutions Grant Program	14.231	189,996
Shelter Plus Care	14.238	706,672
Home Investment Partnerships Program	14.239	2,778,172
ARRA - Homelessness Prevention and Rapid Re-Housing Program	14.257	375,905
Missing Children's Assistance	16.543	70,179
Edward Byrne Memorial Justice Assistance Grant Program	16.738	265,234
ARRA - Edward Byrne Memorial Justice Assistance Grant	16.804	105,131
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	15,792
HIV Emergency Relief Project Grants	93.914	4,655,968
Interoperable Emergency Communications	97.055	368,945
Homeland Security Grant Program	97.067	<u>463,539</u>
Total		<u>\$ 21,697,021</u>

**CLARK COUNTY, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2012**

SECTION I - SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued	Unqualified
Internal control over financial reporting:	
• Material weakness(es) identified?	No
• Significant deficiency(ies) identified that are not considered to be material weaknesses?	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
• Material weakness(es) identified?	Yes
• Significant deficiency(ies) identified that are not considered to be material weaknesses?	Yes
Type of auditor's report issued on compliance for major programs:	Unqualified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A-133?	Yes
Identification of major programs:	

<u>Name of Federal Program or Cluster</u>	<u>CFDA Number(s)</u>
Community Development Block Grants - Entitlement Grants Cluster	14.218/14.253
Homelessness Prevention and Rapid Re-Housing Program	14.257
Southern Nevada Public Land Management	15.235
JAG Program Cluster	16.738/16.803/16.804
Equitable Sharing Program	16.922
Highway Planning and Construction Cluster	20.205
Capital Grants for Clean Water State Revolving Funds	66.458
Energy Efficiency and Conservation Block Grant	81.128
Child Support Enforcement	93.563
Foster Care – Title IV-E	93.658
Adoption Assistance – Title IV-E	93.659
HIV Emergency Relief Project Grants	93.914
Dollar threshold used to distinguish between type A and type B programs:	\$3,000,000
Auditee qualified as low-risk auditee?	No

SECTION II – FINANCIAL STATEMENT FINDINGS

There were no findings.

**CLARK COUNTY, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2012**

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

**DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT
DEPARTMENT OF JUSTICE - DIRECT AND PASSED THROUGH NEVADA DEPARTMENT OF PUBLIC SAFETY
DEPARTMENT OF TRANSPORTATION - PASSED THROUGH NEVADA DEPARTMENT OF TRANSPORTATION
DEPARTMENT OF ENERGY – DIRECT AND PASSED THROUGH NEVADA STATE OFFICE OF ENERGY
DEPARTMENT OF HEALTH AND HUMAN SERVICES – DIRECT AND PASSED THROUGH NEVADA DEPARTMENT OF HEALTH AND HUMAN SERVICES, DIVISION OF WELFARE AND SUPPORT SERVICES**

**Questioned
Costs**

2012-1 PROCUREMENT SUSPENSION AND DEBARMENT

CDBG Entitlement Grants Cluster: Community Development Block Grants (CDBG) – CFDA No. 14.218; B-10-UC-320001

Homelessness Prevention and Rapid Re-Housing Program – CFDA No. 14.257; S-09-UJ-32-0001

JAG Program Cluster:
Recovery Act - Edward Byrne Memorial Justice Assistance Grant (JAG) Program/Grants to States and Territories – CFDA No. 16.803; 09-ARRA-06

Highway Planning and Construction Cluster – CFDA No. 20.205; Agreements PR033-11-015, PR234-10-063

Energy Efficiency and Conservation Block Grant – CFDA No. 81.128; DE-EE0000685, DE-EE0000687

Child Support Enforcement – CFDA No. 93.563; Interlocal agreement

HIV Emergency Relief Grant – CFDA No. 93.914; Grant Award Nos. 6H89HA06900-07-00, 6H89HA06900-07-01, 6H89HA06900-06-07, and 6H89HA06900-06-08

Criteria: The OMB Circular A-133 Compliance Supplement (dated June 2012) states that “non-federal entities are prohibited from contracting or making subawards under covered transactions to parties that are suspended or debarred or whose principals are suspended or debarred. ‘Covered transactions’ include those procurement contracts for goods and services awarded under a nonprocurement transaction (e.g., grant or cooperative agreement) that are expected to equal or exceed \$25,000 or meet certain other specified criteria. 2 CFR section 180.220 of the governmentwide nonprocurement debarment and suspension guidance contains those additional limited circumstances. All nonprocurement transactions (i.e., subawards to subrecipients), irrespective of award amount, are considered covered transactions. When a non-federal entity enters into a covered transaction with an entity at a lower tier, the non-federal entity must verify that the entity is not suspended or debarred or otherwise excluded. This verification may be accomplished by checking the Excluded Parties List System (EPLS) maintained by the General Services Administration (GSA),

CLARK COUNTY, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2012

collecting a certification from the entity, or adding a clause or condition to the covered transaction with that entity (2 CFR section 180.300).

Condition: Our tests disclosed that procedures related to suspension and debarment requirements were not being adhered to. In thirteen transactions tested out of a sample population of twenty two transactions, the Purchasing and Contracts Division of Clark County did not verify that the vendor or sub-recipient was not suspended or debarred. In one of these thirteen transactions, personnel from the Real Property Management Department did verify the vendor was not suspended or debarred; however, there was no evidence to support that the verification had been performed.

Effect: Clark County was not in compliance with the verification requirements related to suspension and debarment specified by federal regulations. As part of our audit procedures, we verified that none of the vendors or subrecipients from the thirteen transactions were suspended or debarred and therefore there are no questioned costs associated with this finding. However, by failing to follow established procedures, contracts with suspended or debarred vendors or subrecipients could be initiated by Clark County and suspended or debarred parties could be paid with federal funds. None

Cause: The Purchasing and Contracts Division of Clark County (the Division) implemented formal suspension and debarment control policies and procedures in April 2010 that were revised in April 2011. These policies and procedures require that any county department requesting a procurement that is funded with a federal grant or a federal financial assistance agreement must inform the Division of the federal funding. The Division will then perform a verification to determine if the prospective vendor or subrecipient is suspended or debarred. This procedure was not consistently adhered to during fiscal year 2012 as the Division was not informed that the thirteen transactions previously noted were federally funded and, therefore, no verification procedures were performed.

Recommendation: The County should strengthen its existing policies and procedures over the process for complying with suspension and debarment requirements to enhance the communication process between the Purchasing and Contracts Division and other departments.

Views of responsible officials and planned corrective actions: See pages 187-188.



Department of Finance

Purchasing and Contracts

500 S Grand Central Pky 4th Fl • Box 551217 • Las Vegas NV 89155-1217
(702) 455-2897 • Fax (702) 386-4914

George W. Stevens, Chief Financial Officer • Yolanda T. King, Director of Budget & Financial Planning
Adleen B. Stidhum, Acting Purchasing Administrator

March 15, 2013

Kafoury, Armstong & Co.
1700 West Sunset Road, Suite 210
Las Vegas, NV 89113

Subject: Section III – Federal Award Findings and Questioned Costs

To Whom It May Concern:

This letter is in response to your finding 2012-1 Procurement and Suspension and Debarment

Condition: Our tests disclosed that procedures related to suspension and debarment requirements were not being adhered to. In thirteen transactions tested out of a sample population of twenty two transactions, the Purchasing and Contracts Division of Clark County did not verify that the vendor or sub-recipient was not suspended or debarred. In one of these thirteen transactions, personnel from the Real Property Management Department did verify the vendor was not suspended or debarred; however, there was no evidence to support that the verification had been performed.

Criteria: The OMB Circular A-133 Compliance Supplement (dated June 2012) states that “non-federal entities are prohibited from contracting or making subawards under covered transactions to parties that are suspended or debarred or whose principals are suspended or debarred. ‘Covered transactions’ include those procurement contracts for goods and services awarded under a nonprocurement transaction (e.g., grant or cooperative agreement) that are expected to equal or exceed \$25,000 or meet certain other specified criteria. 2 CFR section 180.220 of the governmentwide nonprocurement debarment and suspension guidance contains those additional limited circumstances. All nonprocurement transactions (i.e., subawards to subrecipients), irrespective of award amount, are considered covered transactions. When a non-federal entity enters into a covered transaction with an entity at a lower tier, the non-federal entity must verify that the entity is not suspended or debarred or otherwise excluded. This verification may be accomplished by checking the Excluded Parties List System (EPLS) maintained by the General Services Administration (GSA), collecting a certification from the entity, or adding a clause or condition to the covered transaction with that entity (2 CFR section 180.300).

Effect: Clark County was not in compliance with the verification requirements related to suspension and debarment specified by federal regulations. As part of our audit procedures, we verified that none of the vendors or subrecipients from the thirteen transactions were suspended or debarred and therefore there are no questioned costs associated with this finding. However, by failing to follow established procedures, contracts with suspended or debarred vendors or subrecipients could be initiated by Clark County and suspended or debarred parties could be paid with federal funds.

Cause: The Purchasing and Contracts Division of Clark County (the Division) implemented formal suspension and debarment control policies and procedures in April 2010 that were revised in April 2011. These policies and procedures require that any county department requesting a procurement that is funded with a federal grant or a federal financial assistance agreement must inform the Division of the federal funding. The Division will then perform a verification to determine if the prospective vendor or subrecipient is suspended or debarred. This procedure was not consistently adhered to during fiscal year 2012 as the Division was not informed that the thirteen transactions previously noted were federally funded and, therefore, no verification procedures were performed. .

Recommendation: The County should strengthen its existing policies and procedures over the process for complying with suspension and debarment requirements to enhance the communication process between the Purchasing and Contracts Division and other departments.

Corrective Action: Clark County Purchasing and Contracts will perform suspension and debarment verification through the federal System for Award Management (SAM) on contracts when the federal funding sources are acknowledged by the County departments or indicated on the purchasing requisition (PR) or purchasing adjustment requisition (PAR). Suspension and debarment verifications will be performed on existing contracts when renewed and or amended with federal expenditures. When the SAM verifications are completed the results will be scanned and e-filed in the contract folder and a copy also attached to the electronic purchase order. If only a purchase order is required with no written contract, a verification check will be performed and attached to the purchase order. In addition, the current Revised April 2011 policies and procedures will be updated to include these corrective actions and continue to be updated as needed.

Sincerely,



Adleen B. Stidhum
Acting Purchasing Administrator

cc: Jessica Colvin
Elizabeth Vorce
Mark Gammett
George Stevens
Yolanda King

**CLARK COUNTY, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2012**

**DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT
DEPARTMENT OF JUSTICE**

**Questioned
Costs**

2012-2 SUBRECIPIENT MONITORING

CDBG Entitlement Grants Cluster: Community Development Block Grants (CDBG) – CFDA No. 14.218; B-10-UC-320001

JAG Program Cluster:
Edward Byrne Memorial Justice Assistance Grant Program – CFDA No. 16.738; 2010-DJ-BX-0933

Criteria: The OMB Circular A-133 Compliance Supplement states that Clark County’s responsibilities regarding subrecipients include the following:

Subrecipient Audits – Clark County is required to:

1. Ensure that subrecipients expending \$500,000 or more in Federal awards during the subrecipient’s fiscal year for fiscal years ending after December 31, 2003 as provided in OMB Circular A-133 have met the audit requirements of OMB Circular A-133 and that the required audits are completed within 9 months of the end of the subrecipient’s audit period;
2. Issue a management decision on audit findings within 6 months after receipt of the subrecipient’s audit report;
3. Ensure that the subrecipient takes timely and appropriate corrective action on all audit findings. In cases of continued inability or unwillingness of a subrecipient to have the required audits, the City shall take appropriate action using sanctions.

Condition: Our tests disclosed that policies and procedures related to subrecipient monitoring were not being adhered to by Clark County Community Resources Management Division personnel. Specifically, those policies and procedures related to ensuring subrecipients meet the audit requirements of OMB Circular A-133.

The Community Development Block Grant (CDBG) had four subrecipients that received \$2,688,885 in funding during fiscal year 2012, approximately 66% of Clark County’s CDBG expenditures. Two of the four subrecipients were selected for testing and both subrecipients were subject to the audit requirements of OMB Circular A-133. However, neither of the subrecipient’s monitoring documentation included copies of audited financial statements.

The JAG Program Cluster had eight subrecipients that received \$333,926 in funding during fiscal year 2012, approximately 10% of the JAG Program Cluster’s total expenditures. Of this population three were selected for testing. Of these three, one subrecipient was subject to the audit requirements of OMB Circular A-133. However, the subrecipient’s monitoring documentation did not include copies of the audited financial statements.

Effect: There was no evidence to support that Clark County was in compliance with the subrecipient monitoring audit requirements specified by the OMB Circular A-133 Compliance Supplement. If subrecipient audit requirements are not consistently monitored, there is a greater risk that instances of

None

CLARK COUNTY, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2012

subrecipient noncompliance with program requirements could go undetected by Clark County.

Cause: It appears that Clark County Community Resources Management Division personnel were not consistently complying with existing policies and procedures related to acquiring, reviewing and filing the audited financial statements of subrecipients. Subrecipient monitoring documentation was not reviewed by division management to ensure that all subrecipients were monitored as specified by the OMB Circular A-133 Compliance Supplement.

Recommendation: The Clark County Community Resources Management Division should strengthen its policies and procedures over subrecipient monitoring to ensure that all subrecipients are consistently monitored for compliance with the audit requirements of OMB Circular A-133. These policies and procedures should specify that copies of audited financial statements be included with subrecipient monitoring documentation files. Policies and procedures should include a periodic review of the subrecipient monitoring documentation file by management to ensure that monitoring personnel are obtaining and reviewing the audited financial statements.

Views of responsible officials and planned corrective actions: See pages 191-192.



Department of Administrative Services

Community Resources Management

500 S Grand Central Pky 5th Fl • Box 551212 • Las Vegas NV 89155-1212
(702) 455-5025 • Fax (702) 455-5038

Sabra Smith-Newby, Director • Michael J. Pawlak, Manager

March 15, 2013

Kafoury, Armstrong & Co.
8329 West Sunset Road, Suite 210
Las Vegas, NV 89113

Dear Auditors:

The purpose of this letter is to respond to the findings 2012-2 identified by the County's external auditors, Kafoury, Armstrong & Co., related to their review of the CDBG Entitlement Grants Cluster and the JAG Program Cluster.

2012-2 **Condition:**

Our tests disclosed that policies and procedures related to subrecipient monitoring were not being adhered to by Clark County Community Resources Management Division personnel. Specifically, those policies and procedures related to ensuring subrecipients meet the audit requirements of OMB Circular A-133.

The Community Development Block Grant (CDBG) had four subrecipients that received \$2,688,885 in funding during fiscal year 2012, approximately 66% of Clark County's CDBG expenditures. Two of the four subrecipients were selected for testing and both subrecipients were subject to the audit requirements of OMB Circular A-133. However, neither of the subrecipient's monitoring documentation included copies of audited financial statements.

The JAG Program Cluster had eight subrecipients that received \$333,926 in funding during fiscal year 2012, approximately 10% of the JAG Program Cluster's total expenditures. Of this population three were selected for testing. Of these three, one subrecipient was subject to the audit requirements of OMB Circular A-133. However, the subrecipient's monitoring documentation did not include copies of the audited financial statements.

Corrective Action:

The Clark County Community Resources Management Division will strengthen its policies and procedures over subrecipient monitoring to ensure that all subrecipients are consistently monitored for compliance with the audit requirements of OMB Circular A-133. Standard practice is that the assigned Grant Coordinator is responsible for ensuring compliance to the audit requirements, including requiring subrecipients to annually submit a copy of the audited financial statements. As a precaution against individual error on the part of the Grant Coordinators, Community Resources Management Division will take several additional steps to address this finding, to include:

1. Management will communicate to Grant Coordinators that all Grant Agreements include the specific requirement that the grantee provide Community Resources Management Division with a copy of their audited financial statements annually during the term of the agreement.
2. Management will require Grant Coordinators to maintain a list identifying all of their assigned, open grants, identifying the date of the most current audited financial statement on file, the date of review, notes on any required issues and resolutions and the due date for the next audited financial statement. Management will periodically review the subrecipient monitoring documentation file to ensure that monitoring personnel are obtaining and reviewing the audited financial statements.
3. Management will investigate the feasibility of assigning a single, qualified staff person to review and evaluate the grantee's annual audited financial statements.

Thank you for the opportunity to respond to the audit finding and identify the corrective action that we have taken.

Sincerely,



Michael J. Pawlak, Manager
Community Resources Management

cc: Sabra Smith-Newby
Mark Gamett
Elizabeth Vorce

**CLARK COUNTY, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2012**

DEPARTMENT OF JUSTICE

**Questioned
Costs**

2012-3 PROCUREMENT SUSPENSION AND DEBARMENT

Equitable Sharing Program – CFDA No. 16.922; NV0020100

Criteria: The OMB Circular A-133 Compliance Supplement (dated June 2012) states that “non-federal entities are prohibited from contracting or making subawards under covered transactions to parties that are suspended or debarred or whose principals are suspended or debarred. ‘Covered transactions’ include those procurement contracts for goods and services awarded under a nonprocurement transaction (e.g., grant or cooperative agreement) that are expected to equal or exceed \$25,000 or meet certain other specified criteria. 2 CFR section 180.220 of the governmentwide nonprocurement debarment and suspension guidance contains those additional limited circumstances. All nonprocurement transactions (i.e., subawards to subrecipients), irrespective of award amount, are considered covered transactions. When a non-federal entity enters into a covered transaction with an entity at a lower tier, the non-federal entity must verify that the entity is not suspended or debarred or otherwise excluded. This verification may be accomplished by checking the Excluded Parties List System (EPLS) maintained by the General Services Administration (GSA), collecting a certification from the entity, or adding a clause or condition to the covered transaction with that entity (2 CFR section 180.300).

Condition: Our tests disclosed that procedures related to suspension and debarment requirements at the Las Vegas Metropolitan Police Department did not ensure that evidence of verification was maintained to support compliance with the requirements. Two vendors were tested for compliance with the suspension and debarment requirements and for both vendors there was no evidence included with purchasing documents to support that the vendors had been verified to ensure they were not suspended or debarred.

Effect: There was insufficient documentation to support that the Las Vegas Metropolitan Police Department was in compliance with the verification requirements related to suspension and debarment specified by federal regulations.

None

Cause: The Las Vegas Metropolitan Police Department implemented formal suspension and debarment control policies and procedures in April 2011. These policies and procedures require that grant purchase requisitions are reviewed and vendors are verified to ensure they are not suspended or debarred. These policies and procedures were revised in February 2012 to require that evidence of the verification be included with purchase requisitions to document compliance with the suspension and debarment requirements. The contracts with the two vendors tested were initiated and processed prior to this revision.

Recommendation: The Las Vegas Metropolitan Police Department should continue to enforce the policies and procedures over the process for complying with suspension and debarment requirements that were revised in February 2012. The Department should consider performing a retrospective review of contracts initiated prior to the revision and updating those files with documentation of compliance with the suspension and debarment requirements.

Views of responsible officials and planned corrective actions: See page 194.

CLARK COUNTY, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2012

LVMPD Response: LVMPD will comply with our procedure that was initiated in February 2012 to electronically attach documentation to the purchase order requisition verifying that vendors are not suspended or disbarred.



Karen Keller, LVMPD Chief Financial Officer

**CLARK COUNTY, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2012**

**DEPARTMENT OF JUSTICE
DIRECT AND PASSED THROUGH NEVADA DEPARTMENT OF PUBLIC SAFETY AND THE CITY OF
LAS VEGAS, NEVADA**

	<u>Questioned Costs</u>
2012-4	ALLOWABLE COSTS/COST PRINCIPLES
	JAG Program Cluster: Edward Byrne Memorial Justice Assistance Grant Program – CFDA No. 16.738; 2010-DJ-BX-0933, 2009-SB-B9-1637
<i>Criteria:</i>	OMB Circular A-87 requires that “where employees are expected to work solely on a single federal award or cost objective, charges for their salaries and wages will be supported by periodic certifications that the employees worked solely on that program for the period covered by the certification. These certifications will be prepared at least semi-annually and will be signed by the employee or supervisory official having firsthand knowledge of the work performed by the employee”.
<i>Condition:</i>	Our testing disclosed that for three out of eight payroll transactions tested, the County did not obtain the required payroll certifications for employees who charged their salaries and wages to the grant.
<i>Effect:</i>	The County is not in compliance with Federal requirements for supporting salaries and wages charged to the grant. None
<i>Cause:</i>	It appears that there were inadequate policies and procedures over the allowable costs/cost principles requirements.
<i>Recommendation:</i>	The County should continue to strengthen its policies and procedures for obtaining the required payroll certifications under OMB A-87.
<i>Views of responsible officials and planned corrective actions:</i>	See page 197.

**CLARK COUNTY, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2012**

DEPARTMENT OF JUSTICE

**Questioned
Costs**

2012-5

REPORTING

JAG Program Cluster:
Edward Byrne Memorial Justice Assistance Grant Program – CFDA No. 16.738; 2010-DJ-BX-0933

Criteria: Required reports for Federal awards should include all activity of the reporting period, be supported by applicable accounting or performance records, and be fairly presented in accordance with program requirements. In addition, OMB Circular A-133 establishes certain requirements for non-Federal entities that expend Federal awards. For example, the County is required to “maintain internal control over Federal programs that provides reasonable assurance that the [County] is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs”.

Condition: Our testing at the Clark County Community Resources Management Division (Division) disclosed that for each quarter of fiscal year 2012, the SF-425 reports for Grant #2010-DJ-BX-0933 were not supported by the County’s accounting records and in total the reports overstated expenditures by \$92,417 for the fiscal year ending June 30, 2012. In addition, the reports were signed and authorized by the same individual who prepared them; there were no internal controls in place to ensure the reports were reviewed before they were submitted.

Effect: The federal share of expenditures was not reported correctly to the grantor for each quarter of fiscal year 2012 and for the year in total.

None

Cause: The reporting interface for this grant allows access to only one Division employee who enters the quarterly financial data and submits the report. As a result, this process does not allow for review and approval by a separate Division employee. Copies of the accounting records that supported the amounts reported were not kept on file and subsequent entries into the accounting system prevent the amounts from currently being reproduced from the system.

Recommendation: The Clark County Community Resources Management Division should implement policies and procedures over report preparation that includes management oversight and segregation of duties. Specifically, the reports should be reviewed and approved by an individual other than the report’s preparer before the report’s data is entered in the reporting interface. Documentation should be maintained that includes evidence of each report’s review and approval and copies of the related accounting records that support the amounts included on the report.

Views of responsible officials and planned corrective actions: See pages 197-198.



Department of Administrative Services

Community Resources Management

500 S Grand Central Pky 5th Fl • Box 551212 • Las Vegas NV 89155-1212
(702) 455-5025 • Fax (702) 455-5038

Sabra Smith-Newby, Director • Michael J. Pawlak, Manager

March 15, 2013

Kafoury, Armstrong & Co.
8329 West Sunset Road, Suite 210
Las Vegas, NV 89113

Dear Auditors:

The purpose of this letter is to respond to the findings 2012-4 and 2012-5 identified by the County's external auditors, Kafoury, Armstrong & Co., related to their review of the CDBG Entitlement Grants Cluster and the JAG Program Cluster.

2012-4

Condition:

Testing disclosed that for three out of eight payroll transactions tested, the County did not obtain the required payroll certifications for employees who charged their salaries and wages to the grant.

Corrective Action:

The three employees for whom payroll certifications were missing were County employees assigned to the District Attorney's office. Community Resources Management Division enters into an MOU with the D.A.'s office enabling that office to operate a JAG funded program. Management will strengthen its policies and procedures for obtaining the required payroll certifications under OMB A-87 by including this requirement in future MOU's and grant agreements and will monitor subgrantees to ensure compliance.

2012-5

Condition:

Testing at the Community Resources Management Division disclosed that for each quarter of fiscal year 2012, the SF-425 reports for Grant #2010-DJ-BX-0933 were not supported by the County's accounting records and in total the reports overstated expenditures by \$92,417 for the fiscal year ending June 30, 2012. In addition, the reports were signed and authorized by the same individual who prepared them; there were no internal controls in place to ensure the reports were reviewed before they were submitted.

Corrective Action:

As indicated in the Auditor's comments in the "Cause" section of the Finding, the reporting interface for this grant allows access to only one Division employee, the designated Financial Point of Contact (FPOC) who enters the quarterly financial data and submits the report. As a result, this process does not allow for review and approval by a separate Division employee. Copies of the accounting records that supported the amounts reported were not kept on file and subsequent entries into the accounting system prevent the amounts from currently being reproduced from the system.

The County Community Resources Management Division will implement policies and procedures over report preparation that are similar in nature to its other grant programs which require a non-electronic, paper submission of the SF-425. This will include management oversight and segregation of duties. Prior to electronic submission, the FPOC will provide a written report to Community Resources Management Division's assigned Budget Analyst who will reconcile this information against the information in the County's financial system (SAP). Once the Budget Analyst concurs with the FPOC, a recommendation will be made to Management to authorize electronic submission. Appropriate documentation will be maintained in the file evidencing each report's review and approval and copies of the related accounting records that support the amounts included on the report.

Thank you for the opportunity to respond to the audit findings and identify the corrective action that we have taken.

Sincerely,



Michael J. Pawlak, Manager
Community Resources Management

cc: Sabra Smith-Newby
Mark Gamett
Elizabeth Vorce



Clark County Water Reclamation District

Mission: To manage reclaimed water as a resource.

March 15, 2013

Kafoury, Armstrong, & Co.
8329 West Sunset Road, Suite 210
Las Vegas, NV 89113

Dear Auditor,

The purpose of this letter is to respond to the single audit performed by your firm, for fiscal year ending June 30, 2012. This audit included a sub-recipient federal grant received through the Nevada Clean Water State Revolving Fund (CFDA 66.458; Contract CS32-1018). Funds were used for Clark County Water Reclamation District's (CCWRD) Capital Project 586 AWT Membrane/Ozone Phase I.

Finding 2012-6

Auditor Finding:

Auditor tests found that the Clark County Water Reclamation District had not complied with the suspension and debarment requirements of OMB Circular A-133. The District did not perform procedures to verify that the two contractors associated with this project were not suspended or debarred.

Auditor Recommendation:

The Clark County Water Reclamation District should implement and enforce policies and procedures over the process for complying with suspension and debarment requirements of OMB Circular A-133. There are no questioned costs associated with this finding.

Corrective Action:

CCWRD staff immediately verified (as did the auditor) that neither contractors working on this project are on the suspended or debarred listing. CCWRD has implemented a Procurement Suspensions & Debarments Policy, which will provide reasonable assurance that procurement of goods and services are made in compliance with the provisions of OMB-A133 Compliance Supplement and the Suspension and Debarment A102 Common Rule. This policy/procedure establishes roles and responsibilities for each party involved with federally funded contracts to ensure that Federal grant transactions are not made with debarred or suspended consultants and/or contractors and their immediate sub-contractors/consultants.

Thank you for the opportunity to respond to the audit finding and to identify and address the corrective action that we have taken.

Sincerely,

Bridgette McNally
Financial Services Manager

CC: Tom Minwegen, Deputy General Manager
Elizabeth Vorce, Clark County Comptroller's Office
Mark Gamett, Clark County Comptroller's Office

BOARD OF TRUSTEES

Lawrence L. Brown III, *Chair*. Steve Sisolak, *Vice Chair*.
Susan Brager. Tom Collins. Chris Giunchigliani. Mary Beth Scow. Lawrence Weekly
Tom Minwegen, *Deputy General Manager*

**CLARK COUNTY, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2012**

**DEPARTMENT OF ENERGY
DIRECT AND PASSED THROUGH NEVADA STATE OFFICE OF ENERGY**

			<u>Questioned Costs</u>
2012-7	REPORTING		
	Energy Efficiency and Conservation Block Grant – CFDA No. 81.128; DE-EE0000685, DE-EE0000687		
<i>Criteria:</i>	Required reports for Federal awards should include all activity of the reporting period, be supported by applicable accounting or performance records, and be fairly presented in accordance with program requirements. In addition, OMB Circular A-133 establishes certain requirements for non-Federal entities that expend Federal awards. For example, the County is required to “maintain internal control over Federal programs that provides reasonable assurance that the [County] is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs”.		
<i>Condition:</i>	The SF-425 report initially submitted for the quarter ending September 30, 2011 and the previous quarter included incorrect data for disbursements, expenditures and obligations. Revised and corrected reports for both quarters were submitted in January 2012 after guidance had been provided by the grantor agency.		
<i>Effect:</i>	The grantor agency was reported inaccurate data for the first quarter of the fiscal year.		None
<i>Cause:</i>	Due to miscommunications with Department of Energy personnel, Clark County Real Property Management Division personnel categorized certain amounts incorrectly on the SF-425 reports for quarters ending June 30, 2011 and September 30, 2011. Subsequent to the filing of the September 30, 2011 report, Division personnel received clarifying guidance from the Department of Energy and submitted corrected reports for those quarters. Reports for subsequent quarters reflected the new guidance and categorized amounts correctly.		
<i>Recommendation:</i>	The County should strengthen its management oversight of report preparation to include a review of the data included to ensure it is presented in accordance with reporting guidelines.		

Views of responsible officials and planned corrective actions: See page 202.



Department of Real Property Management

500 S Grand Central Pky 4th Fl • Box 551825 • Las Vegas NV 89155-1825
(702) 455-4616 • Fax (702) 455-4055

Jerome A. Stueve, Acting Director

March 13, 2013

Kafoury, Armstrong & Co.
8329 West Sunset Road, Suite 210
Las Vegas, Nevada 89113

Dear Auditors:

The purpose of this letter is to respond to the finding identified by the County's external auditors, Kafoury, Armstrong & Co., related to the review of FY 2012 Energy Efficiency and Conservation Block Grant (EECBG) – CFDA No. 81.128, DE-EE0000685.

2012-7

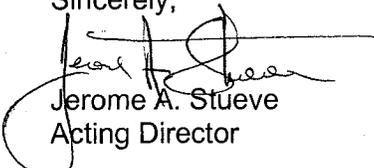
Condition: The SF-425 report initially submitted for the quarter ending September 30, 2011 and the previous quarter included incorrect data for disbursements, expenditures and obligations. Revised and corrected reports for both quarters were submitted in January 2012 after guidance had been provided by the grantor agency.

Cause: Due to miscommunications with the Department of Energy personnel, Clark County Real Property Management categorized certain amounts incorrectly on the SF-425 reports for quarters ending June 30, 2011 and September 30, 2011. Subsequent to the filing of the September 30, 2011 report, Division personnel received clarifying guidance from Department of Energy and submitted corrected reports for those quarters. Reports for subsequent quarters reflected the new guidance and categorized amounts correctly.

Response: Because the County had obtained Department of Energy's approval of the June 30, 2011 and September 30, 2011 reports, staff was unaware of reporting incorrect data. Once staff received clarifying guidance from the Department of Energy's newly assigned project manager, the information was revised and future reports were submitted in accordance with the new guidance.

Thank you for the opportunity to respond to the audit finding. If you have any questions, please contact Lisa Kremer at (702) 455-2907.

Sincerely,


Jerome A. Stueve
Acting Director

Cc: Mark Gamett
Elizabeth Vorce

**CLARK COUNTY, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2012**

**DEPARTMENT OF HEALTH AND HUMAN SERVICES
PASSED THROUGH NEVADA DEPARTMENT OF HEALTH AND HUMAN SERVICES**

			<u>Questioned Costs</u>
2012-8	REPORTING		
	Foster Care Title IV-E – CFDA No. 93.658; Adoption Assistance Title IV-E – CFDA No. 93.659; all grant numbers and grant periods reported for these CFDA Nos. on the schedule of expenditures of federal awards.		
<i>Criteria:</i>	Required reports for Federal awards should include all activity of the reporting period, be supported by applicable accounting or performance records, and be fairly presented in accordance with program requirements. In addition, OMB Circular A-133 establishes certain requirements for non-Federal entities that expend Federal awards. For example, the County is required to “maintain internal control over Federal programs that provides reasonable assurance that the [County] is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs”.		
<i>Condition:</i>	The CB-496 Report submitted for the quarter ending March 31, 2012 included incorrect current quarter claim amounts for both programs.		
<i>Effect:</i>	The grantor agency was reported inaccurate data for the third quarter of the fiscal year and Clark County received an over-reimbursement of \$161,355. Of this amount, \$16,787 was attributable to the Adoption Assistance program and \$144,568 was attributable to the Foster Care program.		\$161,355
<i>Cause:</i>	During the report preparation process, certain overhead amounts that should have been subtracted from the calculation of direct costs were instead added. This was a manual error that was detected by Clark County Department of Family Services personnel subsequent to the report’s filing and we were alerted to the error at the beginning of audit procedures.		
<i>Recommendation:</i>	The County should strengthen its management oversight of report preparation to include a more timely review of the data to ensure calculations do not contain errors prior to each report’s submission. The County should also include a prior quarter adjustment in the March 31, 2013 CB-496 Report submission to address this error.		

Views of responsible officials and planned corrective actions: See page 204.



Department of Family Services

121 S Martin Luther King Blvd • Las Vegas NV 89106-4309
(702) 455-7200 • Fax (702) 385-2999 • Hotline (702) 399-0081

Lisa Ruiz-Lee, Director
Paula Hammack, Assistant Director • Michael Knight, Assistant Director



March 19, 2013

Kafoury, Armstrong & Co
1700 West Sunset Road, Suite 210
Las Vegas, NV 89113

Subject: Title IV-E Foster Care (CFDA No.93.658) and Adoption Assistance Program (CFDA No 93.659) – Audit Findings

Finding 2012-8 – The CB-496 Report submitted for the quarter ending March 31, 2012 included incorrect current quarter claim amounts for both programs. The grantor agency was reported inaccurate data for the third quarter of the fiscal year and Clark County received an over-reimbursement of \$161,355. During the report preparation process, certain overhead amounts that should have been subtracted from the calculation of direct costs were instead added. This was a manual error that was detected by Clark County Department of Family Services personnel subsequent to the report's filing.

Corrective Action – The Fiscal unit began implementation of the verification and balancing review only to determine that the current worksheets are too cumbersome to allow for efficient review. DFS contracted with the Public Consulting Group (PCG) to provide software (AlloCap) that DFS will use in the quarterly Federal claim process. This software will increase DFS' accuracy and efficiency, compared to the current spreadsheet based process. AlloCAP quarterly claiming uses the SAP downloads minimizing data entry. This is the same back-end system structure currently in use by Nevada State Department of Health and Human Services and Washoe County Department of Social Services in addition to other agencies outside of the State of Nevada.

Federal program guidelines do not specify a deadline for refunding over-reimbursements; however, the over-reimbursement amount of \$161,355 will be processed as a prior-quarter adjustment on the FY13 (March 3rd quarter) Title IV-E Foster Care and Adoption Assistance Financial Report.

If you have any questions concerning this response please contact Julie Mondroski at (702) 455-1720.

Sincerely,

Lisa Ruiz-Lee
Director
Department of Family Services

Cc: Mark Gammet

**CLARK COUNTY, NEVADA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
JUNE 30, 2012**

See pages 206-216.



Department of Administrative Services Community Resources Management

500 S Grand Central Pky 5th Fl • Box 551212 • Las Vegas NV 89155-1212
(702) 455-5025 • Fax (702) 455-5038

Sabra Smith-Newby, Director • Michael J. Pawlak, Manager

March 15, 2013

Kafoury, Armstrong & Co.
8329 West Sunset Road, Suite 210
Las Vegas, NV 89113

Dear Auditors:

The purpose of this letter is to confirm implementation of the Corrective Action Letter dated March 15, 2012, for the finding reported during the 2011 OMB A-133 Single Audit.

2011-1
Condition:

Clark County did not file the first two quarterly SF-425 reports during the year for NSP1 activity (grant number B-08-UN-320001). Additionally, none of the SF-425 reports were reported on a cumulative basis for CDBG grant numbers B-09-UC-320001, B-09-UY-320001, and B-10-UC-320001.

Corrective Action:

Following the 2010 audit report finding in March of 2011, beginning with the third quarter reports for FY 2011, Clark County began submitting cumulative SF-425 reports for NSP1 expenditures. The County began submitting cumulative SF-425 reports for the CDBG grants beginning in the second quarter of FY 2012.

I hope this information provides you with the necessary update requested as part of your current audit.

Sincerely,

Michael J. Pawlak, Manager
Community Resources Management

cc: Sabra Smith-Newby
Mark Gamett
Elizabeth Vorce



Department of Comprehensive Planning

500 S Grand Central Pky • Box 551741 • Las Vegas NV 89155-1741
(702) 455-4314

Nancy Lipski, Director

March 14, 2013

Kafoury, Armstrong & Co.
8329 West Sunset Road, Suite 2010
Las Vegas, NV 89113

SUBJECT: DEPARTMENT OF THE INTERIOR – 2011-2 AUDIT FINDING UPDATE

Dear Sirs:

Our office has reviewed the above noted finding from the year ending June 30, 2011, and we are providing the following response to you.

Original Condition:

Our tests disclosed that for 5 of the 17 SF-425 reports tested, the County incorrectly reported cash receipts and cash disbursements on the SF-425 by using quarterly totals instead of the required cumulative totals. This was also noted as a finding in the 2010 audit. The reports with errors were all prepared and submitted prior to the notification of the noncompliance finding. All of the June 30, 2011, quarterly reports tested correctly reported cash receipts and disbursements on a cumulative basis.

Original Response:

The following response information is provided regarding the five incorrect SF-425's. The project numbers for the five projects were provided by Kafoury, Armstrong & Co.

CC18 (12/31/2010), CC32 (9/31/2010) and CC44 (12/31/2010)

All three SF-425's were prepared and submitted prior to the notification of the 2010 non-compliance finding as noted in the Condition. As mentioned in the response to the 2010 audit, we have provided additional staff to review the reports for accuracy prior to submittal to the Grantor.

Corrective Action: No additional corrective action is necessary for these three projects, since the errors occurred prior to the notification of non-compliance.

CC25 (3/31/2011)

For CC25, all entries on the SF-425 are correct. The error was found in the retention amount shown on the attached Project Cost Tracking Worksheet. The Worksheet indicated a retention amount of \$116,426.34 which was the amount encumbered during the reporting Quarter, rather than the cumulative amount of \$217,778.80, which was reflected on the signed SF-425.

Corrective Action: The Department of Comprehensive Planning will provide a corrected Project Cost Tracking Worksheet to the Grantor for the CC25 project.

BOARD OF COUNTY COMMISSIONERS

STEVE SISOLAK, Chairman • LARRY BROWN, Vice Chairman
SUSAN BRAGER • TOM COLLINS • CHRIS GIUNCHIGLIANI • MARY BETH SCOW • LAWRENCE WEEKLY
DONALD G. BURNETTE, County Manager

CC49 (3/31/2011)

For CC49, the unliquidated obligations (Section 10f) incorrectly stated a quarterly retention amount of \$12,435.51 rather than the cumulative retention amount of \$20,000.00. This error caused the Federal Share (Section 10g) and the Unobligated Balance of Federal Funds (Section 10h) to be reported incorrectly. Additionally, the attached Project Cost Tracking Worksheet showed no retention for the CC49 project, which further compounded the error.

Corrective Action: The Department of Comprehensive Planning will provide a corrected SF-425 and Project Cost Tracking Worksheet to the Grantor for the CC49 project.

The errors on CC25 and CC49 were due to the fact that staff was still evolving the review process from the 2010 audit finding when the 2nd Quarter 2011 (i.e., period ending 3/31/2011) reports were prepared. Since then, staff has fully implemented the review process to ensure accurate recording of the financial status and project status reports submitted to the Grantor.

CORRECTIVE ACTIONS TAKEN:

In response to the 2011 audit finding, staff implemented the following actions:

CC18 (12/31/2010), CC32 (9/31/2010) and CC44 (12/31/2010)

No additional corrective action was taken on these three projects, since the errors occurred prior to the notification of non-compliance. To ensure compliance for all future submittals, the Department of Comprehensive Planning instituted a multi-staff quality control review process to check all SF-425's by a minimum of two people prior to reporting to the grantor. This review is documented via a signed form, which notes who reviewed all the documents in the quarterly report, including the SF-425's..

CC25 (3/31/2011)

The Department of Comprehensive Planning provided a corrected Project Cost Tracking Worksheet to the grantor.

CC49 (3/31/2011)

The Department of Comprehensive Planning provided a corrected SF-425 and Project Cost Tracking Worksheet to the grantor for the CC49 project.

Should you have any questions regarding this response, feel free to contact Ron Gregory, Principal Planner at (702) 455-3121 or rgv@clarkcountynv.gov.

Sincerely,



Nancy Lipski
Director

cc: David Dobrzynski, Clark County Finance
Elizabeth Vorce, Clark County Finance
Becky Deuel, Clark County Public Works
Patsy Schrader, Clark County Public Works
Ron Gregory, Clark County Comprehensive Planning



Department of Public Works

500 S Grand Central Pky • Box 554000 • Las Vegas NV 89155-4000
(702) 455-6000 • Fax (702) 455-6040

Denis Cederburg, P.E., Director • E-Mail: dlc@ClarkCountyNV.gov

March 13, 2013

Kafoury, Armstrong & Co.
8329 West Sunset Road, Suite 210
Las Vegas, Nevada 89113

HIGHWAY PLANNING AND CONSTRUCTION CLUSTER – CFDA NO. 20.205

The Clark County Department of Public Works (Department) has performed an updated review of Finding No. 2011-3 concerning grant numbers P156-09-063, P153-09-063, P154-09-063 and P202-09-063 from the year ending June 30, 2011, and provides the following response:

Condition: This was a finding during the prior year audit. The County did not begin to obtain required payroll certifications for employees who charged their salaries and wages to the grant until after the finding was noted. Beginning in April 2011, the County did begin receiving the certifications; however, the employees did not sign the payroll certifications within a timely manner.

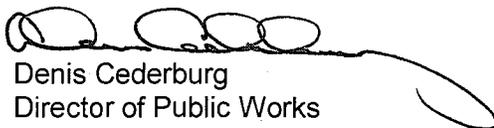
In addition, our testing revealed that indirect costs related to vehicle use were calculated as part of the labor charges. Indirect costs are not an allowable cost under the grant.

Response: Beginning April 2011, and upon receipt of the payroll certification notice finding ending June 30 2010, the Department established a procedure to meet the required payroll certification requirements as prescribed under OMB A-87. The Department continues to require bi-monthly signed time cards by all employees working on grant projects.

Additionally, the Department is in agreement that it did not obtain prior approval from the federal agency to incur and seek reimbursement for indirect costs related to vehicle use. All federal awards accepted by the Department are in full compliance with the requirement to prepare and submit an indirect cost rate proposal to the federal agency when deemed appropriate for the project.

Should you have any questions, please feel free to contact Scott Trierweiler at (702) 455-6019.

Sincerely,


Denis Cederburg
Director of Public Works

DC:ST:gms

cc: Becky Deuel, Finance Department – Support Services
Scott Trierweiler, Finance Department – Support Services

OFFICE OF THE DISTRICT ATTORNEY



STEVEN B. WOLFSON
District Attorney

Family Support Division
(702) 671-9200 - TDD (702) 385-7486 (for the hearing impaired)
LEGAL SECTION
1900 East Flamingo Road, Suite 100, Las Vegas, Nevada 89119-5168
Fax: (702) 366-2440

TERESA M. LOWRY
Assistant District Attorney
CHRISTOPHER J. LALLI
Assistant District Attorney
MARY-ANNE MILLER
County Counsel
JEFFREY J. WITHUN
Assistant Director

March 15, 2013

Kafoury, Armstrong & Co.
Attn: Dan Rushin
8329 W. Sunset Road
Las Vegas, NV 89113

Dear Mr. Rushin:

Clark County District Attorney, Family Support Division (DAFS) has taken the following actions to implement the corrective action plan for Finding 2011-4 from our 2011 OMB A-133 Single Audit:

We continue the internal QC process that we started in 2010 where cases are reviewed at closure for the accurate setting of Born Out Of Wedlock indicators and to ensure compliance with federal closure criteria. Refresher BOW (Born Out Of Wedlock) training is given to all staff annually, and during that training staff are tested on the topics covered. Supervisors provide additional training and mentoring to staff who fail to achieve satisfactory scores on the test.

We implemented an internal Quality Control (QC) Team in August 2012. Due to staffing limitations, we are only able to dedicate one full-time employee to that team. She reviews cases to ensure compliance in the areas of case closure, data reliability, case initiation, locate, establishment, enforcement, and order entry.

In addition, we are in the final phase of becoming 100% paperless and there is a QC component where cases scanned by a vendor are reviewed for accuracy and data reliability. QC efforts by the units/teams are ongoing and the supervisors are monitoring to ensure that is being done.

Sincerely,

Handwritten signature of Teresa M. Lowry in cursive script.

Teresa M. Lowry
Assistant District Attorney

CC: Jeffrey J. Witthun, Assistant Director – Operations
Kathi M. Brunson, Unit Administrator



Department of Family Services

121 S Martin Luther King Blvd • Las Vegas NV 89106-4309
(702) 455-7200 • Fax (702) 385-2999 • Hotline (702) 399-0081

Lisa Ruiz-Lee, Director
Paula Hammack, Assistant Director • Michael Knight, Assistant Director

March 13, 2013

Kafoury, Armstrong & Co
1700 West Sunset Road, Suite 210
Las Vegas, NV 89113

Subject: Title IV-E Foster Care (CFDA No.93.658) and Adoption Assistance Program (CFDA No 93.659) – Audit Findings

The Department of Family Services (DFS) has reviewed the previously submitted audit response dated March 13, 2012 and has implemented the corrective actions outlined below. The prior quarter adjustment for FY11 is currently being processed.

Finding 2011-5 – It was reported that the County's internal control over the review of the Title IV-E Foster Care and Adoption Assistance Reports were ineffective. Formula errors were identified one of the report computations which resulted in an over-reimbursement from the grantor in the amount of \$16,981. The findings noted "ineffective management oversight over the reporting compliance requirement, as there was a lack of adequate review of the Title IV-E Foster and Adoption Assistance Reports prior to their submission to the grantor."

Corrective Action – The existing process for preparation of the Title IV-E Foster Care and Adoption Assistance Financial Reports necessitate a reconciliation of quarterly period expenditures balanced with general ledger expense transactions recorded in the County's Financial System, SAP. This reconciliation task is performed by the Title IV-E financial analyst.

One Senior Financial Analyst was reassigned to oversee, review, and implement internal controls of the IV-E process to strengthen the DFS Title IVE-E claim process.

A financial working group was also assembled to address the issues of formula errors, duplicate entries and inaccurate data. This group met with the Title IV-E representative from the Federal and State level to discuss solutions of accurately calculating the cost pool as it relates to Title IV-E claiming.

In addition, DFS contracted with the Public Consulting Group (PCG) to provide software that DFS will use in the quarterly Federal claim process. This software will increase DFS' accuracy and efficiency compared to the current spreadsheet based process. This is the same back-end system structure currently in use by Nevada State Department of Health and Human Services, and Washoe County Department of Social Service, in addition to other agencies outside of the State of Nevada.

BOARD OF COUNTY COMMISSIONERS
STEVE SISOLAK, Chairman • LARRY BROWN, Vice Chair
TOM COLLINS • SUSAN BRAGER • LAWRENCE WEEKLY • CHRIS GIUNCHIGLIANI • MARY BETH SCOW
DON BURNETTE, County Manager

The 2011 3rd quarter claim has been reviewed by the DFS IVE Financial Analyst. The claim has been recalculated and found that the over reimbursement reported had not been regrouped to its appropriate expense category and allocation method. For this reason the overstated amount has been reduced to \$608. This reassessment of the finding's questioned cost has not been reviewed by the awarding agencies or subjected to audit procedures by Kafoury, Armstrong & Co.

If you have any questions concerning this response please contact Julie Mondroski at (702) 455-1720.

Sincerely,



Lisa Ruiz-Lee
Director
Department of Family Services

Cc: Mark Gammet



Department of Social Service

Tim Burch, Director

Bobby J. Gordon, Acting Assistant Director • Sandy Jeantete, Assistant Director
1600 Pinto Lane • Las Vegas NV 89106 • (702) 455-4270 • Fax (702) 455-5950

March 14, 2013

Kafoury, Armstrong & Co.
8329 West Sunset Road, Suite 210
Las Vegas, NV 89113

RE: Update on FY11 Finding 2011-6

In response to this finding concerning the women, infants, children and youth (WICY) earmarking compliance, staff has received technical assistance from the federal funding agency, Health Resources and Services Administration (HRSA). The technical assistance resulted in the development of a policy statement regarding a methodology that will satisfy the federal reporting requirement of tracking actual expenditures for this WICY report while still utilizing the cost based reimbursement method. The policy with corresponding tracking number is enclosed in addition to the HRSA approval again reflecting the corresponding tracking number which was received on February 25, 2013.

Additionally, contract language was developed and implemented in Exhibit A of all sub-recipient contracts for the current grant year (March 1, 2013-February 28, 2014) which states; "**PROVIDER** shall serve women, infants, children and youth (WICY) and document client numbers and funds spent for the mandated WICY report. **PROVIDER** shall report to **COUNTY** the WICY population served upon request."

Staff will continue to work with HRSA to ensure maintenance of effort compliance going forward. No penalty was incurred for the FY 10-11 decreased in maintenance of effort funding.

Please do not hesitate to contact our office if you have questions related to this correspondence.

Sincerely,

Tim Burch
Director

Enclosures

BOARD OF COUNTY COMMISSIONERS

Steve Sisolak, Chair • Larry Brown, Vice-Chair
Susan Brager • Tom Collins • Chris Giunchigliani • Mary Beth Scow • Lawrence Weekly
Donald G. Brunette, County Manager



Department of Social Service

Tim Burch, Director

Bobby J. Gordon, Acting Assistant Director • Sandy Jeantete, Assistant Director
1600 Pinto Lane • Las Vegas NV 89106 • (702) 455-4270 • Fax (702) 455-5950

January 9, 2013

Lennwood Green
Public Health Analyst
U.S. Department of Health and Human Services
Health Resources and Services Administration
Division of Service Systems HAB
Western Services Branch
5600 Fishers Lane 7A-55
Rockville, MD 20857

RE: WICY Policy Statement submission PA-00026588

Lennie,

Please see the WICY Policy Statement below for your review and approval.

Las Vegas TGA Part A Program Policy Statement Women, Infants, Children and Youth (WICY) Reporting

Policy Statement

Ryan White Program Authorization language stipulates, in relation to services for women, infants, children and youth with HIV disease, including treatment measures to prevent the perinatal transmission of HIV, a TGA shall use for services to each of these populations an amount not less than the percentage of grant funds made available in a fiscal year constituted by the ratio of the population involved (women, youth, infants, or children) in such area with HIV/AIDS, to the metropolitan area's overall population with HIV/AIDS.

HRSA/HAB requires that a TGA report the total amount and percentage of funds expended retrospectively for WICY in the previous grant year. HRSA/HAB provides reporting updates and guidance during the year to be reported on in advance of the reporting deadline. This guidance includes the official CDC percentages of WICY in the TGA during the reporting year.

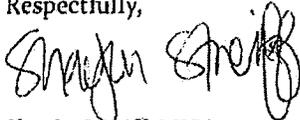
Procedure

To satisfy the WICY reporting requirement, Ryan White program staff shall, over the course of the year and prior to the WICY report deadline, conduct the following activities:

BOARD OF COUNTY COMMISSIONERS
Susan Brager, Chair • Steve Sisolak, Vice-Chair
Lawrence L. Brown III • Tom Collins • Chris Giunchigilani • Mary Beth Scow • Lawrence Weekly
Donald G. Brunette, County Manager

- 1) Contracted sub-grantees enter services delivered in CAREWare. CAREWare tracks client level demographic information such as, gender, age and client level service delivery information such as service name and number of units.
- 2) Grantee staff monitor service delivery rates across the TGA by HRSA defined WICY demographic, age and gender to identify any change in historical service delivery levels,
- 3) If applicable, Grantee staff addresses significant decreases in WICY service delivery levels through consultation with service providers,
- 4) After the close of the grant year and prior to the WICY report deadline, Grantee staff calculates the amount of funds utilized to serve the WICY populations with the following procedure:
 - a. Run a CAREWare report per sub-contractor for the total number of clients served in grant year including client age and gender,
 - b. Calculate all funds reimbursed to each sub-contractor over the course of the grant year,
 - c. From the CAREWare report per sub-contractor of the total number of clients served, break out the number of HRSA defined Women, Infant, Children and Youth served,
 - d. Divide the number of Women by the total number of clients served deriving the percentage of Women served per sub-contractor, multiply the percentage of Women by the total grant year funds reimbursed per sub-contractor,
 - e. Divide the number of Infants by the total number of clients served deriving the percentage of Infants served per sub-contractor, multiply the percentage of Infants by the total grant year funds reimbursed per sub-contractor,
 - f. Divide the number of Children by the total number of clients served deriving the percentage of Children served per sub-contractor, multiply the percentage of Children by the total grant year funds reimbursed per sub-contractor,
 - g. Divide the number of Youth by the total number of clients served deriving the percentage of Youth served per sub-contractor, multiply the percentage of Youth by the total grant year funds reimbursed per sub-contractor,
 - h. Complete HRSA created WICY report by contractor using the amount of funds derived from letters a - g, the CDC spreadsheet listing the Percent of AIDS cases in EMA/TGA and following the instructions included in the HRSA created spreadsheet.

Respectfully,



Shayla Streiff, MHA
Acting Grant Administrator
Las Vegas TGA

Shayla Streiff

From: ppettway@hrsa.gov
Sent: Monday, February 25, 2013 2:51 AM
To: Shayla Streiff
Subject: Other - Other Prior Approval Request Approved by HRSA

Follow Up Flag: Follow up
Flag Status: Flagged

Following Prior Approval Request has been Reviewed and Approved by HRSA:

Request Type: Other - Other
Tracking Number: PA-00026588
Grant Number: H89HA06900

Following Comments were added by the HRSA Reviewer for your information:
Accepted

If you have any questions, please contact your GMS.

For any questions regarding online submission, please contact the Contact Center at 877-Go4-HRSA/877-464-4772 or Email at CallCenter@HRSA.GOV.

NOTE: This is a system generated message. Please do not respond to this message.