

ACCOMPANYING INFORMATION – EXPENDITURES OF FEDERAL AWARDS



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE
FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133**

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

Report on Compliance for Each Major Federal Program

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 direct and material effect on each of the County's major federal programs for the year ended June 30, 2013. 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.

The County's basic financial statements include the operations of the University Medical Center of Southern Nevada, Las Vegas Valley Water District, and Regional Transportation Commission of Southern Nevada, which received \$2,093,796, \$3,646,175, and \$45,067,919, respectively, in federal awards which are not included in the schedule during the year ended June 30, 2013. Our audit, described below, did not include the operations of the University Medical Center of Southern Nevada, Las Vegas Valley Water District, and Regional Transportation Commission of Southern Nevada because these entities engaged other auditors to perform an audit in accordance with OMB Circular A-133.

The County's basic financial statements include the operations of the Department of Aviation, which received \$10,467,404 in federal awards which is not included in the schedule during the year ended June 30, 2013. Our audit, described below, did not include the operations of the Department of Aviation because they were audited separately in accordance with OMB Circular A-133.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with 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 on compliance for each major federal program. However, our audit does not provide a legal determination of the County's compliance.

Opinion on Each Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2013.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, 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 2013-001, 2013-002, and 2013-005. Our opinion on each major federal program is not modified with respect to these matters.

The County's response to the noncompliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with 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 material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be material weaknesses and 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 2013-001, 2013-002, and 2013-005 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 2013-003 and 2013-004 to be significant deficiencies.

The County's response to the internal control over compliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Kafoury, Armstrong & Co.

Las Vegas, Nevada
March 31, 2014

Clark County, Nevada
Schedule of Expenditures of Federal Awards
for the fiscal year ended June 30, 2013

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	\$ 154,995	\$ 154,995
Passed Through Nevada Department of Education: National School Lunch Program	10.555	Agreement R-315-11	237,625	237,625
Passed Through Nevada Department of Administration, Purchasing Division: National School Lunch Program - Commodity	10.555	Permanent Agreement	9,384	9,384
Passed Through Nevada Department of Education: Special Milk Program For Children	10.556	Agreement #M-102500-13	26,299	26,299
Passed Through Nevada Department of Education: Summer Food Service Program for Children	10.559	SFSP-AGREE2011	149,926	49,713
Summer Food Service Program for Children	10.559	SFSP-AGREE2011	107,510	27,171
Total Child Nutrition Cluster				76,884
Passed Through Nevada Department of Education: Child and Adult Care Food Program	10.558	Cooperative Agreement	77,837	77,837
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	214,674	214,674
Schools and Roads - Grants to States - Title III	10.665	Public Law 106-393	37,884	37,884
Total Forest Service Schools and Roads Cluster				252,558

(Continued)

Clark County, Nevada
 Schedule of Expenditures of Federal Awards
 for the fiscal year ended June 30, 2013
 (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 AGRICULTURE (Continued)				
Direct:				
Spring Mountain Youth Camp Forestry Program	10.Unknown	05-PA-11041705-021	\$ 12,880	\$ 12,880
Total Department of Agriculture				<u>848,462</u>
DEPARTMENT OF COMMERCE				
Economic Development Cluster				
Direct:				
Economic Adjustment Assistance	11.307	07 79 06715	400,000	194,000
Total Economic Development Cluster				<u>194,000</u>
Passed Through Nevada Department of Public Safety, Division of Emergency Management:				
Public Safety Interoperable Communications Grant Program	11.555	1155507	449,451	69,321
Total Department of Commerce				<u>263,321</u>
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				
CDBG-Entitlement Grants Cluster				
Direct Program:				
CDBG Entitlement Grants:				
Neighborhood Stabilization Program 3	14.218	B-11-UN-32-0001	20,253,261	6,165,260
Recaptured NSP Funds	14.218		7,328,451	474,421
Recaptured NSP Funds	14.218		1,077,715	1,074,242
Community Development Block Grant	14.218	B-10-UC-32-0001	8,752,999	3,492,024
Community Development Block Grant	14.218	B-11-UC-32-0001	7,331,162	7,331,162
Community Development Block Grant	14.218	B-12-UC-32-0001	7,476,076	1,523,488
				<u>20,060,597</u>

(Continued)

Clark County, Nevada
 Schedule of Expenditures of Federal Awards
 for the fiscal year ended June 30, 2013
 (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:				
CDBG Entitlement Grants:				
Neighborhood Stabilization Program 1	14.218	B-08-DN-32-0001	\$ 10,370,986	\$ 522,913
				<u>20,583,510</u>
Direct Program:				
ARRA - Community Development Block Grant Entitlement Grants (CDBG-R)	14.253	B-09-UY-32-0001	2,140,484	537,145
Total CDBG-Entitlement Grants Cluster				<u>21,120,655</u>
Direct Program:				
Emergency Solutions Grant Program	14.231	E-11-UC-32-0001	280,725	99,390
Emergency Solutions Grant Program	14.231	E-11-UC-32-0001	157,908	41,547
Emergency Solutions Grant Program	14.231	E-12-UC-32-0001	502,151	293,766
				<u>434,703</u>
Passed Through Nevada Department of Business and Industry:				
Emergency Solutions Grant Program	14.231	14231-12CLARK	30,000	30,000
				<u>464,703</u>
Direct Program:				
Supportive Housing Program	14.235	NV0061B9T001100	495,000	201,667
Direct Program:				
Shelter Plus Care	14.238	NV01C700001	3,525,720	890,462

(Continued)

Clark County, Nevada
 Schedule of Expenditures of Federal Awards
 for the fiscal year ended June 30, 2013
 (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:				
HOME Investment Partnerships Program	14.239	M09-DC320224	\$ 3,680,224	\$ 1,602,008
HOME Investment Partnerships Program	14.239	M10-DC320224	3,670,250	508,489
Recaptured HOME Funds	14.239		173,068	161,619
				<u>2,272,116</u>
Passed Through Nevada Housing Division:				
HOME Investment Partnerships Program	14.239	M08-SG320106	744,259	529,889
HOME Investment Partnerships Program	14.239	M-09-SG-32-0100	733,394	64,733
Recaptured HOME Funds	14.239		726,664	594,347
				<u>1,188,969</u>
				<u>3,461,085</u>
Direct Program:				
ARRA - Homelessness Prevention and Rapid Re-Housing Program - Clark County	14.257	S-09-UY-32-0001	2,595,173	48,750
Total Department of Housing and Urban Development				<u>26,187,322</u>
DEPARTMENT OF INTERIOR				
Pass Through the State of Nevada, Office of the Controller: Distribution of Receipts to State and Local Governments	15.227	FLPMA of 1976	180	180

(Continued)

Clark County, Nevada
 Schedule of Expenditures of Federal Awards
 for the fiscal year ended June 30, 2013
 (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)				
Direct Program:				
Southern Nevada Public Land Management Act - PW	15.235	L05AC13256	\$ 4,161,668	\$ 537,382
Southern Nevada Public Land Management Act - PW	15.235	L05AC13523	13,985,984	885,148
Southern Nevada Public Land Management Act - PW	15.235	L05AC13849	2,654,148	648,678
Southern Nevada Public Land Management Act - PW	15.235	L05AC13851	1,636,032	242,265
Southern Nevada Public Land Management Act - PW	15.235	L05AC14148	3,108,000	1,561,878
Southern Nevada Public Land Management Act - PW	15.235	L05AC14149	727,636	107,001
Southern Nevada Public Land Management Act - PW	15.235	L05AC14425	5,325,805	2,193,605
Southern Nevada Public Land Management Act - PW	15.235	L05AC14676	4,662,000	896,791
Southern Nevada Public Land Management Act - PW	15.235	L07AC13118	15,772,906	641,046
Southern Nevada Public Land Management Act - PW	15.235	L07AC13228	3,520,000	1,260,310
Southern Nevada Public Land Management Act - PW	15.235	L07AC13495	1,563,172	189,698
Southern Nevada Public Land Management Act - PW	15.235	L07AC13496	1,732,687	545,311
Southern Nevada Public Land Management Act - PW	15.235	L07AC13809	5,940,000	2,669,162
Southern Nevada Public Land Management Act - PW	15.235	L07AC14115	1,343,109	519,806
Southern Nevada Public Land Management Act - PW	15.235	L07AC14116	45,985,398	2,567,349
Southern Nevada Public Land Management Act - PW	15.235	L07AC14399	14,080,000	3,238,058
Southern Nevada Public Land Management Act - PW	15.235	L08AC13680	2,200,000	1,385,595
Southern Nevada Public Land Management Act - PW	15.235	L08AC14128	2,475,000	45,372
Southern Nevada Public Land Management Act - PW	15.235	L09AC15505	1,712,700	605,217
Southern Nevada Public Land Management Act - PW	15.235	L09AC15506	563,750	353,742
Southern Nevada Public Land Management Act - PW	15.235	L11AC20009	1,100,000	717,124
Southern Nevada Public Land Management Act - PW	15.235	L11AC20012	922,900	788,985
Southern Nevada Public Land Management Act - PW	15.235	L11AC20153	8,500,000	1,121,265
Southern Nevada Public Land Management Act - DCP	15.235	L07AC14893	744,822	123,472
Southern Nevada Public Land Management Act - DCP	15.235	L08AC13225	1,134,842	111,226
Southern Nevada Public Land Management Act - DCP	15.235	L08AC13507	245,367	33,604
Southern Nevada Public Land Management Act - DCP	15.235	L08AC13805	2,672,120	8,890

(Continued)

Clark County, Nevada
Schedule of Expenditures of Federal Awards
for the fiscal year ended June 30, 2013
(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 Management Act - DCP	15.235	L12AC20371	\$ 42,000	\$ 5,000
Southern Nevada Public Land Management Act - DCP	15.235	L12AC20372	50,000	36,920
Total Department of Interior				24,039,900
				24,040,080
DEPARTMENT OF JUSTICE				
Direct Program:				
Joint Law Enforcement Operations (JLEO)	16.111	Agreement	2,118	2,118
Joint Law Enforcement Operations (JLEO)	16.111	Agreement	19,000	9,525
Joint Law Enforcement Operations (JLEO)	16.111	Agreement	39,610	36,542
Joint Law Enforcement Operations (JLEO)	16.111	Agreement	25,000	11,648
				59,833
Direct Program:				
Services for Trafficking Victims	16.320	2012-VT-BX-K003	499,808	102,449
Passed Through Nevada Department of Health and Human Services, Division of Child and Family Services:				
Juvenile Accountability Block Grant	16.523	2012-JB-FX-0007	132,000	132,000
Passed Through Nevada Department of Health and Human Services, Division of Child and Family Services:				
Juvenile Justice Delinquency Prevention Formula Grant	16.540	2012-JF-FX-0049	161,000	161,000
Direct Program:				
Part E - Developing, Testing and Demonstrating Promising New Programs	16.541	2009-JL-FX-0156	680,671	42,511

(Continued)

Clark County, Nevada
 Schedule of Expenditures of Federal Awards
 for the fiscal year ended June 30, 2013
 (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:				
Missing Children's Assistance	16.543	2008-MC-CX-K008	\$ 963,928	\$ 43,996
Missing Children's Assistance	16.543	2011-MC-CX-K002	550,755	174,034
				<u>218,030</u>
Passed Through Nevada Department of Health and Human Services, Division of Child and Family Services:				
Title V - Delinquency Prevention Program	16.548	2011-JP-FX-016	32,960	24,970
Direct Program:				
National Institute of Justice Research, Evaluation, and Development Project Grants	16.560	2009-DN-BX-K193	499,695	134,298
National Institute of Justice Research, Evaluation, and Development Project Grants	16.560	2010-DN-BX-K201	258,054	12,996
				<u>147,294</u>
Passed through Nevada Department of Health and Human Services, Division of Child and Family Services:				
Crime Victim Assistance	16.575	VOCA13-073	411,100	389,779
Crime Victim Assistance	16.575	VOCA13-124	76,872	26,906
				<u>416,685</u>
Direct Program:				
Drug Court Discretionary Grant Program	16.585	2010-DC-BX-0058	172,072	64,424
Drug Court Discretionary Grant Program	16.585	2011-DC-BX-0114	188,613	62,531
				<u>126,955</u>

(Continued)

Clark County, Nevada
 Schedule of Expenditures of Federal Awards
 for the fiscal year ended June 30, 2013
 (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 the State of Nevada, Office of the Attorney General:				
Violence Against Women Formula Grants	16.588	2011-STOP-09	\$ 100,000	\$ 45,639
Violence Against Women Formula Grants	16.588	2011-STOP-35	45,737	21,708
Violence Against Women Formula Grants	16.588	2011-STOP-02	29,548	14,801
Violence Against Women Formula Grants	16.588	2012-VAWA-02	34,748	17,922
Violence Against Women Formula Grants	16.588	2012-VAWA-09	131,475	59,857
Violence Against Women Formula Grants	16.588	2012-VAWA-35	49,605	21,338
				<u>181,265</u>
Direct Program:				
State Criminal Alien Assistance Program	16.606	2008-AP-BX-0539	2,713,602	2,409
State Criminal Alien Assistance Program	16.606	2009-AP-BX-0803	2,370,394	578,910
State Criminal Alien Assistance Program	16.606	2010-AP-BX-0348	2,127,110	74,147
				<u>655,466</u>
Passed through Nevada Department of Public Safety, Office of Criminal Justice Assistance:				
Project Safe Neighborhoods	16.609	11-PSN-02	11,000	5,795
Direct Program:				
Public Safety Partnership and Community Policing Grants	16.710	2010CKWX0239	300,000	238,387
Passed through Nevada Department of Health and Human Services, Division of Child and Family Services:				
Enforcing Underage Drinking Laws Program	16.727	Agreement	80,760	74,088
Enforcing Underage Drinking Laws Program	16.727	Agreement	184,500	4,952
				<u>79,040</u>

(Continued)

Clark County, Nevada
 Schedule of Expenditures of Federal Awards
 for the fiscal year ended June 30, 2013
 (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	2010-DJ-BX-0933	\$ 1,552,085	\$ 456,054
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2011-DB-BX-0022	400,000	352,379
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2012-DJ-BX-1056	1,024,399	33,501
				<u>841,934</u>
Passed through Nevada Department of Public Safety, Office of Criminal Justice Assistance:				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	10-JAG-07	300,000	12,287
Edward Byrne Memorial Justice Assistance Grant Program	16.738	11-JAG-14	100,000	100,000
Edward Byrne Memorial Justice Assistance Grant Program	16.738	12-JAG-15	74,108	74,108
				<u>186,395</u>
Passed through City of Henderson:				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	Interlocal Agreement	66,447	40,385
Passed through City of Las Vegas:				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	Interlocal Agreement	1,356,474	234,680
Edward Byrne Memorial Justice Assistance Grant Program	16.738	Interlocal Agreement	382,696	285,747
				<u>520,427</u>

(Continued)

Clark County, Nevada
 Schedule of Expenditures of Federal Awards
 for the fiscal year ended June 30, 2013
 (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 North Las Vegas: Edward Byrne Memorial Justice Assistance Grant Program	16.738	Interlocal Agreement	\$ 198,095	\$ 185,530 <u>1,774,671</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	853,247
ARRA - Edward Byrne Memorial Justice Assistance Grant	16.803	09-ARRA-56	99,180	99,180
				<u>952,427</u>
Passed through City of Las Vegas:				
ARRA - Edward Byrne Memorial Justice Assistance Grant	16.804	Interlocal Agreement	1,220,939	335,382
ARRA - Edward Byrne Memorial Justice Assistance Grant	16.804	2009-SB-B9-1637	1,394,555	64,706
Program Income ARRA - JAG Funds			63,166	54,853
Total JAG Program Cluster				<u>454,941</u> <u>3,182,039</u>
Direct Program:				
DNA Backlog Reduction Program	16.741	2010-DN-BX-K076	872,138	419,282
DNA Backlog Reduction Program	16.741	2011-DN-BX-K439	839,498	400,443
DNA Backlog Reduction Program	16.741	2012-DN-BX-0105	1,009,635	206,768
				<u>1,026,493</u>

(Continued)

Clark County, Nevada
 Schedule of Expenditures of Federal Awards
 for the fiscal year ended June 30, 2013
 (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: Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	2011-CD-BX-0095	\$ 175,000	\$ 48,229
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	<u>28,341</u> <u>76,570</u>
Direct Program: Congressionally Recommended Awards	16.753	2010-DD-BX-0681	1,000,000	595,852
Direct Program: ARRA - Missing Children's Assistance	16.800	2009-SN-B9-K022	562,466	115,197
Direct Program: Postconviction DNA Testing Program	16.820	2010-DN-BX-K028	109,410	56,411
Direct Program: Equitable Sharing Program Equitable Sharing Program	16.922 16.922	Cooperative Agreement Cooperative Agreement	958,583 475	958,583 <u>475</u> <u>959,058</u>
Direct Program: ATF - Gang Task Force ATF - Gang Task Force ATF - Armor Task Force ATF - Armor Task Force	16.Unknown 16.Unknown 16.Unknown 16.Unknown	Agreement Agreement Agreement Agreement	39,436 137,618 9,431 137,618	21,051 43,080 5,926 3,585

(Continued)

Clark County, Nevada
 Schedule of Expenditures of Federal Awards
 for the fiscal year ended June 30, 2013
 (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:				
DEA - So. NV Gang Task Force	16.Unknown	Agreement	\$ 87,836	\$ 25,642
DEA - So. NV Gang Task Force	16.Unknown	Agreement	103,214	82,946
DEA - Tactical Diversion Task Force	16.Unknown	Agreement	34,175	8,613
DEA - Tactical Diversion Task Force	16.Unknown	Agreement	34,405	24,350
DEA - Marijuana Eradication	16.Unknown	Agreement #2012-99	120,000	109,196
FBI - Criminal Apprehension Team	16.Unknown	Agreement	139,945	1,827
FBI - Criminal Apprehension Team	16.Unknown	Agreement	172,023	114,003
FBI - Eastern European Organized Crime Task Force	16.Unknown	Agreement	55,087	20,313
FBI - Eastern European Organized Crime Task Force	16.Unknown	Agreement	137,618	5,071
FBI - Joint Terrorism Task Force	16.Unknown	Agreement	46,513	19,339
FBI - Joint Terrorism Task Force	16.Unknown	Agreement	68,809	47,411
FBI - Innocence Lost Task Force	16.Unknown	Agreement	40,554	13,413
FBI - Innocence Lost Task Force	16.Unknown	Agreement	86,011	39,352
FBI - Las Vegas Safe Streets Gang Task Force	16.Unknown	Agreement	79,081	13,289
FBI - Las Vegas Safe Streets Gang Task Force	16.Unknown	Agreement	79,809	73,536
US Marshals - NV Fugitive Investigative Strike Team	16.Unknown	Agreement	50,297	36,950
US Marshals - NV Fugitive Investigative Strike Team	16.Unknown	Agreement	139,618	37,178
MPD - Child Exploitation Task Force	16.Unknown	Agreement	86,011	7,864
Total Department of Justice				<u>753,935</u>
DEPARTMENT OF LABOR				<u>9,357,235</u>
WIA Cluster				
Passed through the Southern Nevada Workforce Investment Board:				
WIA Youth Activities-Governor's Reserve Fund	17.259	Agreement #012-YOU-GOVRES-SBI-00	74,698	45,266
Total WIA Cluster				<u>45,266</u>
Total Department of Labor				<u>45,266</u>

(Continued)

Clark County, Nevada
Schedule of Expenditures of Federal Awards
for the fiscal year ended June 30, 2013
(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				
Highway Planning and Construction Cluster				
Passed Through Nevada Department of Transportation:				
Highway Planning and Construction	20.205	Agreement PR033-11-015	\$ 35,998,546	\$ 18,921,412
Highway Planning and Construction	20.205	Agreement PR234-10-063	650,000	22,761
Highway Planning and Construction	20.205	Agreement R454-11-816	3,087,500	2,749,364
Highway Planning and Construction	20.205	Agreement P086-12-063	4,325,611	1,620,869
Total Highway Planning and Construction Cluster				<u>23,314,406</u>
Highway Safety Cluster				
Passed Through Nevada Department of Public Safety, Office of Traffic Safety:				
State & Community Highway Safety	20.600	22-AL-4	80,000	19,353
State & Community Highway Safety	20.600	22-CP-8	10,008	533
State & Community Highway Safety	20.600	22-JF-1.11 & 22-JF-1.11DV	289,343	96,174
State & Community Highway Safety	20.600	23-JF-1.10 & 23-401PT-10	242,440	160,792
State & Community Highway Safety	20.600	23-CP-2.5	4,995	3,438
				<u>280,290</u>
Passed Through Nevada Department of Public Safety, Office of Traffic Safety:				
Alcohol Impaired Driving Countermeasures Incentive Grants	20.601	23-410AL-7	75,000	48,748
Total Highway Safety Cluster				<u>329,038</u>
Total Department of Transportation				<u>23,643,444</u>

(Continued)

Clark County, Nevada
 Schedule of Expenditures of Federal Awards
 for the fiscal year ended June 30, 2013
 (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 THE TREASURY				
Community Development Financial Institutions Cluster				
Direct Program:				
Community Development Financial Institutions Program	21.020	212882252	\$ 9,100	\$ 1,043
Community Development Financial Institutions Program	21.020	212882252	20,000	4,144
Total Community Development Financial Institutions Cluster				<u>5,187</u>
Total Department of the Treasury				<u>5,187</u>
NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES				
Direct Program:				
Promotion of the Arts - Grants to Organizations and Individuals	45.024	12-5900-7116	10,000	7,925
Passed Through the Nevada Arts Council:				
Promotion of the Arts - Grants to Organizations and Individuals	45.024	PIE 13:6:04	14,211	<u>14,211</u>
Passed Through the Nevada Arts Council:				
Promotion of the Arts - Partnership Agreements	45.025	AREx13:1:03	1,200	<u>1,200</u>
Total National Foundation on the Arts and the Humanities:				<u>23,336</u>
ENVIRONMENTAL PROTECTION AGENCY				
Direct Program:				
Air Pollution Control Program Support	66.001	A-97914713-0	807,888	807,888

(Continued)

Clark County, Nevada
Schedule of Expenditures of Federal Awards
for the fiscal year ended June 30, 2013
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant or Pass-Through Number	Program or Award Amount	Total Federal Disbursements/ Expenditures
ENVIRONMENTAL PROTECTION AGENCY (Continued)				
Direct Program: Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act	66.034	PM-96948101-9	\$ 153,780	\$ 153,780
Passed through Nevada Division of Environmental Protection: State Clean Diesel Grant Program	66.040	DEP-S13-028	125,000	125,000
Direct Program: Congressionally Mandated Projects	66.202	XP-00T57501-0	418,623	407,478
Passed through Nevada Division of Environmental Protection: Water Quality Management Planning	66.454	Agreement DEP-S 11-007	40,000	10,738
Passed through Nevada Division of Environmental Protection: Capitalization Grants for Clean Water State Revolving Funds	66.458	CS32-1018	18,727,943	3,823,406
Capitalization Grants for Clean Water State Revolving Funds	66.458	CW1202	2,075,263	2,075,263
				<u>5,898,669</u>
Passed through Nevada Division of Environmental Protection: Non-Point Source Implementation Grants	66.460	Agreement DEP S: 10-032-1	74,027	14,155
Non-Point Source Implementation Grants	66.460	Agreement DEP S: 12-023	52,189	36,947
				<u>51,102</u>
Total Environmental Protection Agency				<u>7,454,655</u>

(Continued)

Clark County, Nevada
 Schedule of Expenditures of Federal Awards
 for the fiscal year ended June 30, 2013
 (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:				
ARRA - Energy Efficiency and Conservation Block Grant Program (EECBG)	81.128	DE-EE0000685	\$ 7,353,038	\$ 260,846
Recaptured EECBG Funds	81.128		397,090	160,504
				<u>421,350</u>
Total Department of Energy				<u>421,350</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-13	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-13	135,975	135,975
Total Aging Cluster				<u>181,304</u>
Passed through Southern Nevada Health District:				
Public Health Emergency Preparedness	93.069	Interlocal Contract	196,000	3,681
Passed through Nevada Department of Health and Human Services, Division of Child and Family Services:				
Enhance Safety of Children Affected by Parental Substance Abuse	93.087	RPG12-13-010	72,613	2,916
Enhance Safety of Children Affected by Parental Substance Abuse	93.087	RPG13-015	13,000	5,035
				<u>7,951</u>

(Continued)

Clark County, Nevada
 Schedule of Expenditures of Federal Awards
 for the fiscal year ended June 30, 2013
 (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)				
Direct Program: Substance Abuse and Mental Health Services - Projects of Regional and National Significance	93.243	5H79TI021878-03	\$ 275,219	\$ 13,470
Substance Abuse and Mental Health Services - Projects of Regional and National Significance	93.243	1H79TI024168-01	316,950	96,182
				<u>109,652</u>
Direct Program: Transitional Living for Homeless Youth	93.550	90CX6947-01-00	199,990	64,441
Direct Program: Promoting Safe and Stable Families	93.556	90CW1140/01	286,356	140,683
Promoting Safe and Stable Families	93.556	90CW1140/02	500,000	387,409
				<u>528,092</u>
Passed Through Nevada Department of Health and Human Services, Division of Child and Family Services: Promoting Safe and Stable Families:				
Time-Limited Reunification - Safety Teams Family Preservation	93.556	IVB-2-3145/17-SFY11-13-045	150,000	145,640
Title IV-B Case Worker Visits	93.556	IVB-2-3145/17-SFY11-13-048	227,500	223,995
Title IV-B Case Worker Visits	93.556	IVB-2-3145/17-SFY11-15-050	70,277	19,027
	93.556	IVB2-13-050	80,573	60,891
				<u>449,553</u>
				<u>977,645</u>
Passed Through Nevada Department of Health and Human Services, Division of Child and Family Services: Education and Prevention Grants to Reduce Sexual Abuse of Runaway, Homeless and Street Youth	93.557	AI-13-011	621,352	16,714

(Continued)

Clark County, Nevada
 Schedule of Expenditures of Federal Awards
 for the fiscal year ended June 30, 2013
 (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 and Human Services, Division of Welfare and Supportive Services:				
Child Support Enforcement -Hearing Master	93.563	Interlocal Agreement	\$ 1,317,661	\$ 1,110,692
Child Support Enforcement -Hearing Master, Pilot	93.563	Interlocal Agreement	281,686	281,686
Child Support Enforcement	93.563	Interlocal Agreement	16,883,142	16,883,142
Child Support Enforcement, FFY10 Incentive Award	93.563	Interlocal Agreement	1,363,593	773,839
Child Support Enforcement, Incentive Funds (Statewide Employer Service Center Project)	93.563	Interlocal Agreement	531,127	315,455
				<u>19,364,814</u>
Research & Development Cluster				
Passed through Nevada Department of Health and Human Services, Division of Welfare and Supportive Services:				
Child Support Enforcement Research	93.564	90FD0136/03	70,226	18,462
Total Research & Development Cluster				<u>18,462</u>
Passed through Nevada Department of Health and Human Services, Grants Management Unit:				
Community-Based Child Abuse Prevention Grants	93.590	1117.02	68,755	68,755
Passed through Nevada Department of Health and Human Services, Division of Welfare and Supportive Services:				
Grants to States for Access and Visitation Programs	93.597	110INVSAVP	74,936	19,882
Grants to States for Access and Visitation Programs	93.597	120INVSAVP	76,500	55,145
				<u>75,027</u>

(Continued)

Clark County, Nevada
Schedule of Expenditures of Federal Awards
for the fiscal year ended June 30, 2013
(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 and Human Services, Division of Child and Family Services: Adoption Incentive Payments	93.603	A13229/31-SFY 10-13-009	\$ 294,523	\$ 120,913
Adoption Incentive Payments	93.603	AI-2012-009	107,536	73,614
Adoption Incentive Payments	93.603	AI-2012-009	746,151	539,403
				<u>733,930</u>
Passed Through Nevada Department of Health and Human Services, Division of Child and Family Services: Stephanie Tubbs Jones Child Welfare Services Program	93.645	130INVCWSS	186,015	186,015
Direct Program: Adoption Opportunities	93.652	90CO1054/02	307,029	107,319
Adoption Opportunities	93.652	90CO1054/03	389,637	307,176
				<u>414,495</u>
Passed Through Nevada Department of Health and Human Services, Division of Child and Family Services: ARRA - Foster Care Title IV-E Foster Care Title IV-E	93.658	110INNV1404	226,214	18,855
	93.658	130INNV1401	20,717,718	20,717,718
				<u>20,736,573</u>
Passed Through Nevada Department of Health and Human Services, Division of Child and Family Services: ARRA - Adoption Assistance Title IV-E Adoption Assistance Title IV-E	93.659	110INNV1405	197,842	3,894
	93.659	130INNV1407	14,703,604	14,703,604
				<u>14,707,498</u>

(Continued)

Clark County, Nevada
 Schedule of Expenditures of Federal Awards
 for the fiscal year ended June 30, 2013
 (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 and Human Services, Division of Child and Family Services: Social Services Block Grant: Title XX	93.667	2013G992342	\$ 2,062,635	\$ 2,062,635
Passed Through Nevada Department of Health and Human Services, Division of Child and Family Services: Chafee Foster Care Independence Program	93.674	CH3145/32-SFY-11-13-031	808,862	808,862
Passed Through Southern Nevada Health District: ARRA-Prevention and Wellness-Communities Putting Prevention to Work Funding Opportunities Announcement	93.724	Interlocal Agreement	19,436	19,436
Direct Program:				
HIV Emergency Relief Project Grants:				
Ryan White Minority AIDS Initiative Program	93.914	2 H89HA06900-07-00	298,458	206,160
Ryan White Part A HIV Emergency Relief Project	93.914	2 H89HA06900-07-00	5,143,861	4,491,257
Ryan White Minority AIDS Initiative Program	93.914	2 H89HA06900-08-00	341,702	146,537
Ryan White Part A HIV Emergency Relief Project	93.914	2 H89HA06900-08-00	4,998,237	465,919
			<u>5,309,873</u>	
Passed Through Nevada Community Prevention Coalition, Inc.: Block Grants for Prevention and Treatment of Substance Abuse	93.959	B1 NVSAPT	46,956	41,600
Total Department of Health and Human Services				<u>65,909,363</u>

(Continued)

Clark County, Nevada
 Schedule of Expenditures of Federal Awards
 for the fiscal year ended June 30, 2013
 (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 Area Program	95.001	G09NV0001A	\$ 3,128,162	\$ 1,591
High Intensity Drug Trafficking Area Program	95.001	G10NV0001A	3,232,324	15,743
High Intensity Drug Trafficking Area Program	95.001	G11NV0001A	3,327,930	702,918
High Intensity Drug Trafficking Area Program	95.001	G12NV0001A	3,302,660	2,239,546
High Intensity Drug Trafficking Area Program	95.001	G13NV0001A	1,468,800	296,626
Total Office of The National Drug Control Policy				<u>3,256,424</u>
DEPARTMENT OF HOMELAND SECURITY				
Direct Program:				
National Urban Search & Rescue Response System	97.025	EMW-2011-CA-K-00066-S01	1,122,078	239,197
National Urban Search & Rescue Response System	97.025	EMW-2012-CA-K-00029-S01	1,287,608	866,921
Recaptured Urban Search & Rescue Response System Funds	97.025		29,975	29,975
Recaptured Urban Search & Rescue Response System Funds	97.025		47,984	47,984
				<u>1,184,077</u>
Passed Through State of Nevada Department of Public Safety, Division of Emergency Management:				
Emergency Management Performance Grant	97.042	9704212	419,209	90,052
Direct Program:				
Assistance to Firefighters Grant	97.044	EMW-2009-FO-06188	316,540	58,540

(Continued)

Clark County, Nevada
 Schedule of Expenditures of Federal Awards
 for the fiscal year ended June 30, 2013
 (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)				
Homeland Security Grant Program:				
Passed Through Nevada Department of Public Safety, Division of Emergency Management:				
Homeland Security Grant Program:				
2010 Citizen Corps Program	97.067	97067CL1	\$ 7,028	\$ 3,310
2008 Urban Area Security Initiative	97.067	97067U08	8,525,207	467,577
2008 Urban Area Security Initiative	97.067	97067U08	140,469	140,469
2008 Urban Area Security Initiative	97.067	97067U08	39,532	39,532
2009 Urban Area Security Initiative	97.067	97067U09	7,291,612	780,512
2009 Urban Area Security Initiative	97.067	97067U09	121,842	121,842
2010 Urban Area Security Initiative	97.067	97067U10	1,001,763	547,376
2010 Urban Area Security Initiative	97.067	97067U10	5,689,411	1,599,847
2011 Urban Area Security Initiative	97.067	97067.11-U11	3,275,779	1,413,753
2011 Urban Area Security Initiative	97.067	97067.11-U11	58,345	18,525
2012 Urban Area Security Initiative	97.067	97067.11-U11	185,016	455
2012 Urban Area Security Initiative	97.067	97067.12-U12	56,473	38,132
2012 Urban Area Security Initiative	97.067	97067.12-U12	370,000	43,642
2012 Urban Area Security Initiative	97.067	97067.12-U12	521,000	2,019
2009 State Homeland Security Program	97.067	97067PE8	30,838	30,838
2010 State Homeland Security Program	97.067	97067HL1	450,189	69,587
2011 State Homeland Security Program	97.067	97067.11-HL1	710,355	123,981
2012 State Homeland Security Program	97.067	97067.12-HL12	373,802	29,032
Total Homeland Security Grant Program				<u>5,470,429</u>
Passed Through Nevada Department of Public Safety, Division of Emergency Management:				
Buffer Zone Protection Program	97.078	97078B05	1,749,000	743,231

(Continued)

Clark County, Nevada
 Schedule of Expenditures of Federal Awards
 for the fiscal year ended June 30, 2013
 (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-091-000011-07	\$ 847,632	\$ 847,632
Direct Program:				
2012 Secret Service Agreement	97.Unknown	None	3,570	672
2013 Secret Service Agreement	97.Unknown	None	19,955	13,119
2012 US Customs - ICE	97.Unknown	LV02PR06LV0017	9,397	5,528
2013 US Customs - ICE	97.Unknown	LV02PR06LV0017	45,000	42,791
Total Department of Homeland Security			<u>62,110</u>	<u>62,110</u>
			<u>8,456,071</u>	<u>8,456,071</u>
TOTAL FEDERAL DISBURSEMENTS/EXPENDITURES			\$ 169,911,516	\$ 169,911,516

Notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

Clark County, Nevada
Notes to Schedule of Expenditures of Federal Awards
for the Year Ended June 30, 2013

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 Clark County Department of Aviation, Las Vegas Valley Water District, Big Bend Water District, Kyle Canyon 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	\$ 7,235,858
Special revenue funds	109,114,161
Capital projects funds	47,085,993
Enterprise funds	6,367,987
Agency funds	<u>107,517</u>
Total	<u>\$ 169,911,516</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	\$ 69,321
Community Development Block Grants/Entitlement Grants	14.218	14,467,482
Emergency Solutions Grant Program	14.231	461,960
Supportive Housing Program	14.235	201,666
Shelter Plus Care	14.238	890,462
Home Investment Partnerships Program	14.239	3,268,050
ARRA – Community Development Block Grants/ Entitlement Grants	14.253	150,589
ARRA - Homelessness Prevention and Rapid Re-Housing Program	14.257	48,750
Southern Nevada Public Land Management	15.235	717,124
Missing Children's Assistance	16.543	104,682
Edward Byrne Memorial Justice Assistance Grant Program	16.738	89,031
ARRA – Edward Byrne Memorial Justice Assistance Grant	16.804	114,797
Transitional Living for Homeless Youth	93.550	64,441
HIV Emergency Relief Project Grants	93.914	3,573,577
National Urban Search and Rescue Response System	97.025	261,272
Homeland Security Grant Program	97.067	<u>1,878,634</u>
Total		<u>\$ 26,361,838</u>

**CLARK COUNTY, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2013**

SECTION I - SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued	Unmodified
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:	Unmodified
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
JAG Program Cluster	16.738/16.803/16.804
DNA Backlog Reduction Program	16.741
Congressionally Recommended Awards	16.753
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
Homeland Security Grant Program	97.067

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, 2013**

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**

**Questioned
Costs**

2013-001

REPORTING

CDBG Entitlement Grants Cluster: Community Development Block Grants (CDBG) – CFDA No. 14.218; B-08-UN-32-0001 (NSP1), B-11-UC-320001 (NSP3), B-10-UC320001 and B-11-UC-320001

JAG Program Cluster: Recovery Act - Edward Byrne Memorial Justice Assistance Grant (JAG) Program/Grants to States and Territories – CFDA No. 16.738; 2010-DJ-BX-0933 and 2012-DJ-BX-1056

Criteria:

OMB Circular A-133 establishes certain requirements for non-Federal entities that expend Federal awards. Specifically, 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”. In addition, the OMB Circular A-133 Compliance Supplement requires that financial reports be complete, accurate and prepared in accordance with the required accounting basis.

Condition:

Our testing at the Clark County Community Resources Management Division (Division) included testing four separate SF-425 reports submitted during fiscal year 2013 for the CDBG Entitlement Grants Cluster and two separate SF-425 reports submitted during fiscal year 2013 for the JAG Program Cluster.

For the CDBG Entitlement Grants Cluster, the SF-425 reports submitted for Grant #B-11-UN-32-0001 (NSP3), Grant #B-08-UN-32-0001 (NSP1) for the quarter ending March 31, 2013 did not have the signature of the authorizing certifying official which resulted in incomplete reports being submitted. In addition, The SF-425 reports submitted for quarters ending December 31, 2012 and March 31, 2013 included incorrect expenditure amounts for Grant #B-10-UC-320001 and Grant #B-11-UC-320001. Specifically, for the quarter ending December 31, 2012, expenditures for Grant #B-10-UC-320001 were overstated by \$186,772 and expenditures for Grant #B-11-UC-320001 were understated by \$211,410. For the quarter ending March 31, 2013, expenditures for Grant #B-10-UC-320001 were overstated by \$186,772 and expenditures for Grant #B-11-UC-320001 were understated by \$186,772.

For the JAG Program Cluster, two SF-425 reports submitted for Grant 2010-DJ-BX-0933 (1020.JAG.2011) and 2012-DJ-BX-1056 (1080.JAG.2013) for the quarter ending March 31, 2013 did not have the signature of the authorizing certifying official which could have resulted in incomplete and/or inaccurate reports being submitted.

Effect:

The Federal expenditures for Grant #B-10-UC-320001 and Grant #B-11-UC-320001 were not reported correctly for the quarters ending December 31,

None

CLARK COUNTY, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2013

2012 and March 31, 2013 and incomplete reports were submitted for Grant #B-11-UN-32-0001 (NSP3) and Grant #B-08-UN-32-0001 (NSP1) for the quarter ending March 31, 2013.

Cause: Due to clerical errors, incorrect expenditure amounts were reported and incomplete reports were submitted.

Recommendation: The Clark County Community Resources Management Division should implement policies and procedures over report preparation that includes management oversight and review. Review procedures should include agreeing the expenditure amounts reported for each grant award to supporting accounting records and ensuring signatures of authorizing certifying officials are present on each report.

Views of responsible officials and planned corrective actions: See pages 194 - 195.



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, Chief Administrative Officer • Michael J. Pawlak, Manager

March 31, 2014

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 2013-001 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.

2013-1

Condition:

The SF-425 reports submitted for Grant #B-11-UN-32-0001 (NSP3), Grant #B-08-UN-32-0001 (NSP1) for the quarter ending March 31, 2013 did not have the signature of the authorizing certifying official which resulted in incomplete reports being submitted.

The SF-425 reports submitted for quarters ending December 31, 2012 and March 31, 2013 included incorrect expenditure amounts for Grant #B-10-UC-320001 and Grant #B-11-UC-320001. Specifically, for the quarter ending December 31, 2012, expenditures for Grant #B-10-UC-320001 were overstated by \$186,772 and expenditures for Grant #B-11-UC-320001 were understated by \$211,410. For the quarter ending March 31, 2013, expenditures for Grant #B-10-UC-320001 were overstated by \$186,772 and expenditures for Grant #B-11-UC-320001 were understated by \$186,772.

For the JAG Program Cluster, two SF-425 reports submitted for Grant 2010-DJ-BX-0933 (1020.JAG.2011) and 2012-DJ-BX-1056 (1080.JAG.2013) for the quarter ending March 31, 2013 did not have the signature of the authorizing certifying official which could have resulted in incomplete and/or inaccurate reports being submitted.

Corrective Action:

With respect to the incomplete NSP reports, the missing signatures were noticed in our preparation for the 2012 audit. At that time, we noted that the accompanying cover letter to HUD had been signed by the authorizing certifying official. We subsequently sent an email to Mr. Mark Lee at HUD requesting that he review the submitted reports and let us know if they had been signed. We did not receive a response from HUD, however, the authorizing certifying official signed the two reports and filed them for future reference. In order to avoid making this error again, we will implement a new step in the process for CDBG and NSP SF-425 reports

whereby Kristin Cooper, Principal Planner, will draft the submittal cover letter that accompanies the reports. Once she has the signed reports, she will present them to authorizing certifying official together with the cover letter.

Clerical errors accounted for the mistakes reported on the SF-425 for the two CDBG grants, Grant #B-10-UC-320001 and Grant #B-11-UC-320001. Because the reports are based on cumulative expenditures, the errors were carried forward from one quarter to the next. Importantly, there were no un-accounted for fund expenditures. The reports have been corrected and are on file. To reduce the risk of similar reporting errors in the future, we will have a Grant Accountant review the SF-425 reports prior to submission.

Lastly, the error for the JAG reports, has been addressed through a prior corrective action that was implemented beginning with the report submitted for the quarter ending September 2013.

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, 2013**

**DEPARTMENT OF HEALTH AND HUMAN SERVICES
PASSED THROUGH NEVADA DEPARTMENT OF HEALTH AND HUMAN SERVICES,
DIVISION OF WELFARE AND SUPPORT SERVICES**

			<u>Questioned Costs</u>
2013-002	ALLOWABLE COSTS/COST PRINCIPLES		
	Child Support Enforcement- CFDA No. 93.563; Interlocal agreement with The Eighth Judicial District Court of the State of Nevada		
<i>Criteria:</i>	According to OMB Circular A-87, salaries and benefits are allowable for services rendered during period of performance under Federal awards. Charges for salaries and benefits must be supported by periodic certifications that the employees worked solely on that program for the period covered by the certification.		
<i>Condition:</i>	During the months of March-June 2013, the program charged salaries and benefits to the Pilot program for an employee that was no longer working on the federal program.		
<i>Effect:</i>	The County received reimbursement for costs not allowed under the interlocal agreement or OMB Circular A-87.		\$18,747
<i>Cause:</i>	Controls and procedures over the preparation and review of the monthly reimbursement requests are not adequate to ensure that only allowable costs are included.		
<i>Recommendation:</i>	The County should strengthen its controls and procedures over the preparation and review of the monthly requests for reimbursement to ensure that only allowable costs are included. These procedures should include a reconciliation of payroll costs to the Pilot program cost center in the general ledger system. Additionally, the program should develop procedures to identify individuals no longer working on the program.		
 <i>Views of responsible officials and planned corrective actions:</i>			
The Court has strengthened its controls and procedures over the preparation and review of the monthly requests for reimbursement to ensure that only allowable costs are included. Including the following procedures 1. reconciliation of payroll costs to the program cost center in the general ledger system. 2. identification of individuals no longer working on the program.			

**CLARK COUNTY, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2013**

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

**Questioned
Costs**

2013-003

REPORTING

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.

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. The March 2013 version of the OMB Circular A-133 requires the auditor to test CB-496, *Title IV-E Programs Quarterly Financial Report*. Additionally, the compliance supplement states:

Key Line Items – The following line items contain critical information:

Part 1, *Expenditures, Estimates and Caseload Data, columns (a) through (d) (Sections B and D (Adoption Assistance Program))*

Condition: Program personnel are not completing Section D, line 46 of the CB-496 accurately. We noted discrepancies for the quarters ending September 30, 2012 and June 30, 2013, but, based on communication with program personnel, believe this applies to all quarters submitted during the year. Line 46, which represents “Number of Children, Any Assistance Payments” was underreported by 686 children and 617 children, respectively. The error rate is in excess of 14%.

Effect: The grantor agencies are relying on inaccurate data.

None

Cause: Program personnel included only title IV-E eligible children on line 46, however the report instructions state that this line should be reported as “the average monthly number of children for whom the IV-E agency made any adoption assistance payments (regardless of the funding source). This includes all children in a subsidized adoptive home (including those title IV-E eligible children reported on Line 45) whether or not title IV-E eligible”.

Recommendation: Program personnel should review the instructions for preparing CB-496 and correct their report preparation procedures to ensure that the data reported on line 46 “Number of Children, Any Assistance Payments” includes the correct information.

Views of responsible officials and planned corrective actions:

Program administration will communicate with pass-through agency (State of Nevada) regarding instructions for preparing data reported on CB-496 line 46 “Number of Children, Any Assistance Payments” and adjust accordingly.

**CLARK COUNTY, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2013**

**DEPARTMENT OF HOMELAND SECURITY
PASSED THROUGH NEVADA DEPARTMENT OF EMERGENCY MANAGEMENT**

			<u>Questioned Costs</u>
2013-004	REPORTING		
	Homeland Security Grant Program – CFDA No. 97.067; potentially affects all grant awards.		
<i>Criteria:</i>	OMB Circular A-133 establishes certain requirements for non-Federal entities that expend Federal awards. Specifically, 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”. In addition, the OMB Circular A-133 Compliance Supplement requires that financial reports be complete, accurate and prepared in accordance with the required accounting basis.		
<i>Condition:</i>	Our procedures included testing 40 financial reports submitted to the State of Nevada during fiscal year 2013. Four of the reports tested did not include the signature/initials of authorized personnel indicating their review/approval of the report as required by the department’s internal control policies.		
<i>Effect:</i>	Incomplete and/or inaccurate reports could have been submitted to the State of Nevada.		None
<i>Cause:</i>	During the year, the department did not consistently follow its established controls and procedures over the preparation and submittal of financial reports.		
<i>Recommendation:</i>	Office of Emergency Management personnel should review the department’s established controls and procedures over financial reporting to ensure they are being consistently followed.		
<i>Views of responsible officials and planned corrective actions:</i>	See pages 200 - 201.		

**CLARK COUNTY, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2013**

**DEPARTMENT OF HOMELAND SECURITY
PASSED THROUGH NEVADA DEPARTMENT OF EMERGENCY MANAGEMENT**

**Questioned
Costs**

2013-005

SUBRECIPIENT MONITORING

Homeland Security Grant Program – CFDA No. 97.067; potentially affects all grant awards.

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 County shall take appropriate action using sanctions.

Condition:

Program personnel did not obtain the subrecipients’ audit reports. Therefore, the subrecipient audit reports were not examined for non-compliance. If applicable, management decisions were not issued to ensure appropriate corrective action.

Effect:

Noncompliance at the subrecipient level may occur and not be detected and corrected.

None

Cause:

The Office of Emergency Management did not have adequate procedures in place to monitor subrecipient audit reports and issue management decisions, when required, to ensure appropriate corrective action.

Recommendation:

The Office of Emergency Management 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.

Views of responsible officials and planned corrective actions: See pages 200 - 201.

Clark County Local Emergency Planning Committee



March 31, 2014

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

Re: 2013-004 Reporting
2013-005 Subrecipient Monitoring

Dear Sir or Madam:

2013-004 Reporting

Recommendation: Office of Emergency Management personnel should review the department's established controls and procedures over financial reporting to ensure they are being consistently followed

Response: With regard to consistent review and approval of quarterly reports, Office of Emergency Management (OEM) personnel responsible for those reviews and approvals are no longer with the division, so it is not possible to confirm the conditions under which those discrepancies may have occurred. The established procedure within the OEM requires two signatures prior to submittal to the State of Nevada Division of Emergency Management. The established procedure will be reviewed during training of new staff as they are hired, and with existing staff to ensure consistency.

2013-005 Subrecipient Monitoring

Recommendation: The Office of Emergency Management 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.

Response: The Office of Emergency Management will strengthen established procedures to confirm receipt and subsequent review of subrecipient audit reports. Although a mechanism is in place to require such audits, it appears that staff who are no longer with OEM did not have a consistent process in place to ensure compliance. Due to their absence, it is not possible to confirm what steps,

if any, were taken to comply with this requirement. The strengthened procedure will be reviewed during training of new staff as they are hired, and existing staff assigned to ensure subrecipient compliance will also be trained.

Signed: 

Signed: 

Title: DEPUTY CHIEF/EM

Title: Sr. Mgmt Analyst

cc: Deputy Chief Kelly Blackmon
Mark Gammett, Finance Department
Elizabeth Vorce, Finance Department

**CLARK COUNTY, NEVADA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
JUNE 30, 2013**

See pages 203 – 215.

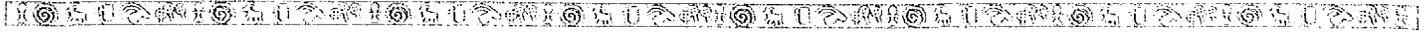


Department of Administrative Services

Purchasing and Contracts

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

Sabra Smith Newby, Chief Administrative Officer
Adleen B. Stidhum, Purchasing Administrator



March 6, 2014

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 an updated response to your Finding 2012-I Procurement Suspension and Debarment. Purchasing continues to perform the System for Award Management (SAM) checks in accordance with the corrective action within. Attached to this document is a copy of the revised Grant Policies and Procedures effective June 28, 2013.

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).

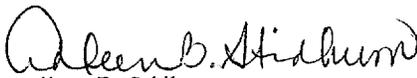
Effect: Clark County was not in compliance with the verification requirements related to suspension and debarment specified by federal regulations. As part of our audit procedures, we verified that none of the vendors or subrecipients from the thirteen transactions were suspended or debarred and therefore 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
Purchasing Administrator

cc: Sabra Smith Newby, Chief Administrative Officer
Jessica Colvin, Comptroller
Elizabeth Vorce, Principal Accountant
Mark Gammett, Manager, Accounting Services

FINANCE – PURCHASING & CONTRACTS
FEDERAL GRANTS OR FINANCIAL ASSISTANCE AGREEMENTS
SUSPENSION AND DEBARMENT VERIFICATION

PAGE: 1 of 2	REVISION DATE: Revision No. 2 6/28/2013	SUPERSEDES Revision: Effective Immediately	PREPARED BY: Adleen B. Stidhum, Acting Purchasing Administrator
------------------------	--	--	--

PURPOSE:

To ensure compliance with suspension and debarment of Vendors awarded contracts supported by federal funds via a Federal Grant or Financial Assistance Agreement awards.

DEFINITIONS:

Purchase Requisition (PR)

SAP - Clark County Nevada's Computerized Financial Management System

Chief Financial Officer (CFO)

Budget and Financial Planning Director/Manager

PROCEDURES:

1. All County department(s) requesting a procurement of any kind which is funded through a Federal Grant or a Financial Assistance Agreement must submit a PR and attach a copy of the approved grant or financial assistance agreement, together with any applicable agenda item. A copy of the grant or agreement must be filed in the contract file (hard or e-folder) highlighting the procurement requirements and the flow down clauses reviewed by the Purchasing Analyst or Specialist, when provided by the County departments.

The PR must be fully approved through SAP, or written authorization from the Chief Financial Officer or the Budget Financial Planning Director/Manager; must include the scope of work/specifications, milestones and deliverables.
2. The Purchasing Analyst or Specialist will ensure that the above is attached to the PR, if not attached must follow-up with department to obtain a copy of the grant or agreement.
3. Purchasing Analyst or Specialist *will review the PR Account Assignment to determine if the procurement is tied to a grant. Reference Attachment No. 1.*
4. Purchasing Analyst or Specialist will review the federal grant or financial assistance agreement procurement requirements and compare against the NRS procurement requirements and proceed with the procurement action by using the "higher standard" of the two.
5. Purchasing Analyst or Specialist will ensure compliance with the procurement requirements and flow down clauses such as, but not limited to compliance with the Buy American Act, verification of debarment using the Federal Debarment List www.sam.gov and the Labor Commissioner's Disqualified List http://www.laborcommissioner.com/publicworks_prevalingwage.html for construction projects only.
6. Purchasing Analyst or Specialist will perform a screen print of the (SAM) debarment/suspension verification and e-filed in the appropriate contract folder and also attach a copy to the 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.
7. Purchasing Analyst or Specialist *will perform steps under 6 and 7 above each time the contract is renewed, a change order or an amendment is issued for the specific project.*

FINANCE – PURCHASING & CONTRACTS
FEDERAL GRANTS OR FINANCIAL ASSISTANCE AGREEMENTS

PAGE: 2 OF 2	REVISION DATE: Revision No. 2 6/28/2013	SUPERSEDES Revision: Effective Immediately	PREPARED BY: Adleen B. Stidhum, Acting Purchasing Administrator
------------------------	--	--	--

REVIEW:

1. Senior Purchasing Analysts will audit the federal grant or agreement portion of the project when contract audits are performed.
2. Senior Purchasing Analyst will immediately notify the Purchasing Manager of any discrepancies in federally funded procurements.

 ADLEEN B. STIDHUM ACTING PURCHASING ADMINISTRATOR	<u>June 28, 2013</u> DATE
---	------------------------------



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, Chief Administrative Officer • Michael J. Pawlak, Manager

March 5, 2014

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, 2013, for the finding reported during the 2012 OMB A-133 Single Audit.

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 has strengthened 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. In addition to our routine procedure, CRM has added several additional steps to address this finding, to include:

1. Grant Agreements include specific language requiring subrecipients to comply with the audit requirements of OMB Circular A-133 annually during the term of the agreement.
2. Management maintains a list identifying all of the 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 periodically reviews the subrecipient monitoring documentation file to ensure that monitoring personnel are obtaining and reviewing the audited financial statements.

3. In cooperation with the Comptroller's Office, Management has assigned a Grant Accountant to provide an additional review of the subrecipient's annual audited financial statements.

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:

Community Resources Management Division has strengthened its policies and procedures for obtaining the required payroll certifications under OMB A-87 by including this requirement in all MOU's and grant agreements and continues to 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:

The County Community Resources Management Division has implemented 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 process includes management oversight and segregation of duties. The new procedure requires that, prior to electronic submission; the FPOC provides a written report to Community Resources Management Division's assigned Budget Analyst (Grant Coordinator) who reconciles this information against the information in the County's financial system (SAP). Once the Budget Analyst concurs with the FPOC, a recommendation is made to Management to authorize electronic submission. Appropriate documentation is 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.

Sincerely



Michael J. Pawlak, Manager
Community Resources Management

CC: Sabra Smith Newby
Mark Gamett
Elizabeth Vorce



February 26, 2014

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

This letter is in response to your finding **2012-3 Procurement Suspension and Debarment** regarding **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 sub awards 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 government wide 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.

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.

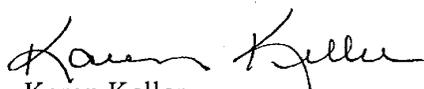


Recommendation: The Las Vegas Metropolitan Police Department should continue to enforce the policies and procedures over the process for complying with suspension and debarment requirements that were revised in February 2012. The Department should consider performing a retrospective review of contracts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

Response and corrective actions: The Las Vegas Metropolitan Police Department has continued to enforce the established policies and procedures regarding suspension and debarment. We further expanded our policy and procedures in March 2013 to cover equitable sharing purchase requisitions. We have considered the request to perform retrospective reviews prior to policy and procedure revisions however; we have not had sufficient resources to retroactively update previous files with the requested documentation. We are compliant with current policies and procedures and will continue to monitor them to make any modifications as needed.

If you have questions regarding this response, please contact Richard Hoggan at 702-828-8267.

Sincerely,



Karen Keller
Chief Financial Officer
Las Vegas Metropolitan Police Department

cc: Richard Hoggan
Elizabeth Vorce



**Clark County
Water Reclamation
DISTRICT**

March 3, 2014

Kafoury, Armstrong, & CO.
8329 West Sunset Road, Suite 201
Las Vegas, NV 89113

Dear Auditor,

The purpose of this letter is to respond to the auditor's request to update the Clark County Water Reclamation District's (the District) Fiscal Year Ending June 30, 2012 Single Audit Finding 2012-6 corrective action plan.

The corrective action taken, as noted in the District's corrective action response, dated March 15, 2013 to the auditor, is still in place. The District developed a policy/procedure which 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.

Sincerely,

Bridgette McNally
Financial Service Manager

cc: Thomas A. Minwegen, 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 Slesolak, *Vice Chair*.
Susan Brager. Tom Collins. Chris Giunchigliani. Mary Beth Scow. Lawrence Weekly.
Thomas A. Minwegen, *General Manager*

5857 East Flamingo Road, Las Vegas, Nevada 89122 (702) 668-8888, (800) 782-4324
cleanwaterteam.com



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, Director • Lisa Kremer, Assistant Director

February 26, 2014

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

Dear Auditors:

The purpose of this letter is to provide an updated response to the corrective action taken as outlined in the FY12 Finding 2012-7 related to the review FY 2012 Energy Efficiency and Conservation Block Grant (EECBG) – CFDA No. 81.128, DE-EE0000685.

2012-7

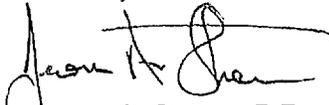
Condition: The SF-425 report initially submitted for the quarter ending September 30, 2011 and the previous quarter included incorrect data for disbursements, expenditure and obligations. Revised and corrected reports for both quarters were submitted in January 2012 after guidance had been provided by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

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 guidance.

Correction Action: The department continued to submit all future SF-425 reports in accordance with the clarifying guidance that was provided by the Department of Energy's project manager. Staff created a separate internal report which included specific instructions to each of the transactions identified in the SF-425 report. This separate report was beneficial to ensure that accurate information was being reported on the SF-425.

Thank you for the opportunity to provide an updated response to the FY12 Finding 2012-7. If you have any questions, please contact Lisa Kremer at (702) 455-2907.

Sincerely,



Jerome A. Stueve, P.E.
Director

cc: Mark Gamette
Elizabeth Vorce
Evelyn Grippaldi

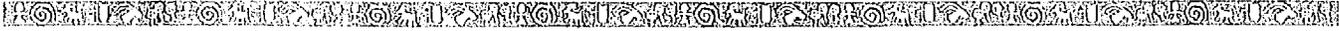
BOARD OF COUNTY COMMISSIONERS
STEVE SISOLAK, Chairman • LARRY BROWN, Vice Chairman
SUSAN BRAGER • TOM COLLINS • CHRIS GIUNCHIGLIANI • MARY BETH SCOW • LAWRENCE WEEKLY
DONALD G. BURNETTE, County Manager



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 5, 2014

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 18, 2013 and has implemented the corrective actions outlined below. The over reimbursement has been processed as a prior quarter adjustment.

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 \$161,354. 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 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. The AlloCAP software program was used for the first time for the July-September 2012 quarter for federal claiming. AlloCAP quarterly claiming uses the SAP downloads minimizing data entry.

Federal program guidelines do not specify a deadline for refunding over-reimbursements; however, the over-reimbursement amount of \$161,354 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 Gamett

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