2019 DRU-CDBG Boot Camp

Audits
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Audit

State Guidance

- La State Audit Law RS 24:513
  - $0 – $75,000 Certification and Sworn Financial Statements
  - $75,001 - $200,000 Annual Compilation
  - $200,001 - $500,000 Annual Review
  - $500,000 and over Annual Audit
Audit

Federal Guidance

• 2 CFR 200 Subpart F – Audit Requirements
  • $750,000 of Federal Expenditures triggers a Single Audit
  • Schedule of Expenditures of Federal Awards (SEFA)
  • CFDA – Catalog of Federal Domestic Assistance
• The audit report must include:
  • An opinion on whether the financial statements conform with GAAP
  • A statement that the grantee complies with all laws, regulations and provisions of contracts or grant agreements
  • Corrective actions required to resolve any findings
Audit

Auditee responsibilities

- Procure auditor
- Prepare the financial statements including the SEFA
- Corrective Action on audit findings
- Data Collection – Federal Audit Clearing House (FAC)
Audit

Corrective Action and Management Decision

• Prior to issuing a Management Decision, additional information may be requested from the Auditee
• A Management Decision is necessary for audit findings that relate to Federal Awards it makes to subrecipients
• A Management Decision Letter must be sent within six months of acceptance of the audit report by the FAC
Audit

Due Date and Delinquency

- Subrecipient audits are due nine months after the end of the audit period (2 CFR 200.512), however Louisiana Audit Law requirements only allow six months after the audit period (RS 24:513)
- OCD-DRU sends notices to subrecipients thirty and sixty days after the due date of the audit.
- The Legislative Auditors office also sends out thirty and sixty day notices for delinquency.
Audit

Louisiana Legislative Auditors – Non Compliant List

- Entities that are not in compliance with the Louisiana Audit Law
- No payments may be made to subrecipients while on the Non-Compliance List
- Extension requests and other reports (Audits) can be found on the LLA website
Audit

CAMERON PARISH POLICE JURY
Schedule of Findings and Questioned Costs
Year Ended December 31, 2017

1. Summary of Auditors’ Results:

Financial Statements

Type of auditors’ report issued: unqualified

Internal control over financial reporting:
• Material weakness(es) identified? _____ yes  X no
• Control deficiencies identified that are not considered to be material weakness(es)? _____ yes  X none reported

Noncompliance material to financial statements noted? _____ yes  X no
Federal Awards

Internal control over financial reporting:
- Material weakness(es) identified?  ___ yes  ___ no
- Control deficiency(s) identified that are not considered to be material weakness(es)?  ___ yes  ___ none reported

Type of auditors' 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 the Uniform Guidance?  ___ yes  ___ no

Identification of major programs:

<table>
<thead>
<tr>
<th>CFDA Number</th>
<th>Name of Federal Program</th>
</tr>
</thead>
<tbody>
<tr>
<td>97.110</td>
<td>Severe Repetitive Loss Program</td>
</tr>
<tr>
<td>14.228</td>
<td>Community Development Block Grant</td>
</tr>
<tr>
<td>15.623</td>
<td>North American Wetlands Conservation Act</td>
</tr>
</tbody>
</table>
Dollar threshold used to distinguish between type A and type B programs: $750,000

Auditee qualified as low-risk auditee? _____ yes  X  no

2. Findings Relating to the Financial Statements Which are Required to be Reported in Accordance with Generally Accepted Governmental Auditing Standards

   None

3. Federal Award Findings and Responses

   None

4. Prior Year Audit Findings

   None
Audit

Closeout

Review subrecipient audits to ensure that:
- Funds provided by OCD-DRU have been reported in the SEFA
- There are no open Federal Award Findings related to funding provided by OCD-DRU
Audit

Audits & Monitoring Visits

- HUD CPD
- HUD OIG
- DOA Internal Audit
- Louisiana Legislative Auditors