



City of Tempe, Arizona
Single Audit Reporting Package
Year Ended June 30, 2018

**CITY OF TEMPE, ARIZONA
SINGLE AUDIT REPORTING PACKAGE
FOR THE YEAR ENDED JUNE 30, 2018**

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**Report on Internal Control Over Financial Reporting and on
Compliance and Other Matters Based on an Audit of
Financial Statements Performed in Accordance with
*Government Auditing Standards***

Independent Auditor's Report

The Honorable Mayor and Members of the City Council
City of Tempe, Arizona

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Tempe, Arizona, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise City of Tempe, Arizona's basic financial statements, and have issued our report thereon dated December 19, 2018. Our report included an emphasis of matter paragraph as to comparability because of the implementation of Governmental Accounting Standards Board Statement No. 75.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered City of Tempe, Arizona's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of City of Tempe, Arizona's internal control. Accordingly, we do not express an opinion on the effectiveness of City of Tempe, Arizona's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether City of Tempe, Arizona's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Heinfeld, Meech & Co., P.C.

Heinfeld, Meech & Co., P.C.
Phoenix, Arizona
December 19, 2018

**Report on Compliance for Each Major Federal Program;
Report on Internal Control Over Compliance; and
Report on Schedule of Expenditures of Federal Awards
Required by the Uniform Guidance**

Independent Auditor's Report

Honorable Mayor and Members of the City Council
City of Tempe, Arizona

Report on Compliance for Each Major Federal Program

We have audited City of Tempe, Arizona's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of City of Tempe, Arizona's major federal programs for the year ended June 30, 2018. City of Tempe, Arizona's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of City of Tempe, Arizona'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 the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about City of Tempe, Arizona'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 City of Tempe, Arizona's compliance.

Opinion on Each Major Federal Program

In our opinion, City of Tempe, Arizona 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 identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs for the year ended June 30, 2018.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as items 2018-001 and 2018-002. Our opinion on each major federal program is not modified with respect to these matters.

City of Tempe, Arizona's responses to the noncompliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. City of Tempe, Arizona's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

Report on Internal Control Over Compliance

Management of City of Tempe, Arizona 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 City of Tempe, Arizona's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of City of Tempe, Arizona's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified a certain deficiency in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as item 2018-001 that we consider to be a significant deficiency.

City of Tempe, Arizona's response to the internal control over compliance finding identified in our audit is described in the accompanying schedule of findings and questioned costs. City of Tempe, Arizona'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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Tempe, Arizona as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise City of Tempe, Arizona's basic financial statements. We issued our report thereon dated December 19, 2018, which contained unmodified opinions on those basic financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Heinfeld, Meech & Co., P.C.

Heinfeld, Meech & Co., P.C.
Phoenix, Arizona
December 19, 2018

**CITY OF TEMPE, ARIZONA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018**

Federal Grantor/Program Title	CFDA Number	Contract Number	Total Expenditures and Transfers	Payment to Subrecipients
<u>U.S. Department of Agriculture</u>				
Passed through Arizona Department of Health Services:				
Supplemental Nutrition Assistance Program Cluster				
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	MA D860 180168	\$ 141,977	\$
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	C-86-13-031-3-04	87,379	
Total Supplemental Nutrition Assistance Program Cluster			229,356	
Total United States Department of Agriculture			229,356	
<u>U.S. Department of Housing and Urban Development</u>				
Direct programs:				
CDBG - Entitlement Grants Cluster				
Community Development Block/Entitlement Grants	14.218		1,541,674	121,852
Total CDBG - Entitlement Grants Cluster			1,541,674	121,852
Housing Voucher Cluster				
Section 8 Housing Choice Vouchers	14.871		8,633,326	
Section 8 Housing Choice Vouchers	14.871		878,542	
Total Housing Voucher Cluster			9,511,868	
Family Self-Sufficiency Program	14.896		31,955	
Passed through Maricopa County:				
Home Investment Partnerships Program	14.239		756,051	172,106
Total United States Department of Housing and Urban Development			11,841,548	293,958
<u>U.S. Department of the Interior</u>				
Passed through State of Arizona Historic Preservation Office:				
Historic Preservation Fund Grants-In-Aid	15.904	AZ-13-018	860	
Total United States Department of the Interior			860	
<u>U.S. Department of Justice</u>				
Direct Programs:				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2016-DJ-BX-1010	24,837	
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2017-WY-BX-0008	88,947	
Total Edward Byrne Memorial Justice Assistance Grant Program			113,784	
Organized Crime Drug Enforcement Task Force	16.Unknown		489	
Joint Terrorism Task Force	16.Unknown		13,627	
Passed through AZ Department of Public Safety:				
Crime Victim Assistance	16.575		4,606	
Crime Victim Assistance	16.575	2014-VA-GX	282,163	
			286,769	
Passed through AARP Foundation:				
Juvenile Mentoring Program	16.726	EC-2016-02-0007	102,196	
Total United States Department of Justice			516,865	
<u>U.S. Department of Transportation</u>				
Passed through AZ Department of Transportation:				
Highway Planning and Construction Cluster				
Highway Planning and Construction	20.205	CM-TMP-0(234)	2,653	
Highway Planning and Construction	20.205		427	
Highway Planning and Construction	20.205	CMAQ-TMP-0(242)	78,624	
Highway Planning and Construction	20.205	CMAQ-TMP-0(244)	87,428	
Total Highway Planning and Construction Cluster			169,132	

**CITY OF TEMPE, ARIZONA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018**

Federal Grantor/Program Title	CFDA Number	Contract Number	Total Expenditures and Transfers	Payment to Subrecipients
Passed through City of Phoenix:				
Federal Transit Cluster				
Federal Transit Formula Grants	20.507	VM-RPTA	1,717,938	
Federal Transit Formula Grants	20.507	VM-Rail	288,198	
Total Federal Transit Cluster			2,006,136	
Passed through AZ Governor's Office of Highway Safety:				
Highway Safety Cluster				
State and Community Highway Safety	20.600	2018-AL-029	50,000	
State and Community Highway Safety	20.600	2018-PTS-068	17,224	
State and Community Highway Safety	20.600	2018-AI-012	15,079	
State and Community Highway Safety	20.600	2016-CIOT-017	(701)	
State and Community Highway Safety	20.600	2017-PT-058	24,607	
State and Community Highway Safety	20.600	2017-AL-046	12,162	
State and Community Highway Safety	20.600	2017-OP-016	7,884	
National Priority Safety Programs	20.616	2018-405h-017	8,673	
National Priority Safety Programs	20.616	2018-405d-049	60,630	
National Priority Safety Programs	20.616	2018-405b-008	12,096	
National Priority Safety Programs	20.616	2018-CIOT-024	10,000	
National Priority Safety Programs	20.616	2017-405d-034	29,894	
Total Highway Safety Cluster			247,548	
Total United States Department of Transportation			2,422,816	
<u>Institute of Museum and Library Services</u>				
Passed through State of AZ Library, Archives and Public Records:				
Grants to States	45.310	2017-0170-16	31,775	
Grants to States	45.310	2017-0320-04	3,200	
			34,975	
Total Institute of Museum and Library Services			34,975	
<u>U.S. Department of Health and Human Services</u>				
Block Grants for Prevention and Treatment of Substance Abuse	93.959		47	
Total United States Department of Health and Human Services			47	
<u>Executive Office of the President</u>				
High Intensity Drug Trafficking Areas Program	95.001	HT-16-2616	161,321	
Total Executive Office of the President			161,321	
<u>U.S. Department of the Homeland Security</u>				
Passed through AZ Department of Homeland Security:				
Assistance to Firefighters Grant	97.044	EMW-2002-FG-17647	553	
Total CFDA 97.044			553	
Passed through AZ Department of Homeland Security:				
Homeland Security Grant Program	97.067	17-AZDOHS-HSGP-170213-01	34,092	
Homeland Security Grant Program	97.067	17-AZDOHS-HSGP-170824-01	7,611	
Homeland Security Grant Program	97.067	16-AZDOHS-HSGP-160825-02	27,664	
Homeland Security Grant Program	97.067	16-AZDOHS-HSGP-160825-01	1,927	
Homeland Security Grant Program	97.067	170824-02	110,094	
Homeland Security Grant Program	97.067	150824-03	192,885	
Homeland Security Grant Program	97.067	160824-01	4,344	
Homeland Security Grant Program	97.067	160211-01	(95)	
Homeland Security Grant Program	97.067	170823-01	43,534	
Total Homeland Security Grant Program			422,056	
Total United States Department of the Homeland Security			422,609	
Total Expenditures of Federal Awards			\$15,630,397	\$293,958

CITY OF TEMPE, ARIZONA
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2018

NOTE 1 – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the federal grant activity of City of Tempe, Arizona under programs of the federal government for the year ended June 30, 2018. The information in the Schedule is presented in accordance with the requirements of the Uniform Guidance. Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position or cash flows of the City.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the applicable Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Any negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

NOTE 3 – CATALOG OF FEDERAL DOMESTIC ASSISTANCE (CFDA) NUMBERS

The program titles and CFDA numbers were obtained from the federal or pass-through grantor or the 2018 *Catalog of Federal Domestic Assistance*. When no CFDA number had been assigned to a program, the two-digit federal agency identifier, a period, and the federal contract number were used. When there was no federal contract number, the two-digit federal agency identifier, a period, and the word “unknown” were used.

NOTE 4 – INDIRECT COST RATE

The District has not elected to use the 10% de minimis cost rate as covered in §200.414 Indirect (F&A) costs.

**CITY OF TEMPE, ARIZONA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2018**

Summary of Auditor's Results:

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Significant deficiency(ies) identified: No
- Material weakness(es) identified: No

Noncompliance material to financial statements noted: No

Federal Awards

Internal control over major programs:

- Significant deficiency(ies) identified: Yes
- Material weakness(es) identified: No

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 §200.516 of Uniform Guidance: Yes

Identification of major programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
14.218	CDBG Entitlement Grants Cluster
14.239	HOME Investment Partnerships Program
14.871	Housing Voucher Cluster

Dollar threshold used to distinguish between Type A and Type B programs: \$750,000

Auditee qualified as low-risk auditee: No

Findings Related to Financial Statements Reported in Accordance with *Government Auditing Standards*: No

Findings and Questioned Costs Related to Federal Awards: Yes

Summary Schedule of Prior Audit Findings required to be reported: Yes

**CITY OF TEMPE, ARIZONA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2018**

FINDINGS AND QUESTIONED COSTS RELATED TO FEDERAL AWARDS

Finding Number: 2018-001

Repeat Finding: Yes – 2017-003

Program Name/CFDA Title: HOME Investment Partnerships Program

CFDA Number: 14.239

Federal Agency: U.S. Department of Housing and Urban Development

Federal Award Number: N/A

Pass-Through Agency: Maricopa County

Questioned Costs: N/A

Type of Finding: Noncompliance, Significant Deficiency

Compliance Requirement: Subrecipient Monitoring

CRITERIA

If a subrecipient provides HOME funds to for-profit owners or developers, non-profit organizations, subrecipients, homeowners, homebuyers, tenants receiving tenant-based rental assistance, or contractors, the subrecipient must have a written agreement that contains the applicable provisions in 24 CFR section 92.504(c). Also, in accordance with 2 CFR section 200.331, pass-through entities must evaluate the risk of noncompliance with federal statutes, regulations and terms and conditions of subawards and determine the appropriate monitoring activities of the subrecipient to ensure the subaward is properly used.

CONDITION

Risk assessment procedures were not properly documented. As a result, the determination of the appropriate extent of subrecipient monitoring could not be determined.

CAUSE

Written documentation of the evaluation of the risk of noncompliance for subrecipients with federal statutes, regulations and terms and conditions of the subaward was not maintained.

EFFECT

The City lacked proper internal controls to ensure subrecipients were properly identified, evaluated, and monitored. Therefore, Uniform Guidance requirements for subrecipient monitoring were not met.

CONTEXT

For one subrecipient that received a material amount of HOME Investment Partnerships Program grant funding, there was no documentation over the risk assessment of the subrecipient to determine reasonable assurance that the subrecipient administered federal awards in compliance with federal requirements.

**CITY OF TEMPE, ARIZONA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2018**

FINDINGS AND QUESTIONED COSTS RELATED TO FEDERAL AWARDS

Finding Number: 2018-001

RECOMMENDATION

The City should enhance its internal controls to ensure all potential subrecipients go through a formally documented risk assessment and subsequent monitoring process.

VIEWS OF RESPONSIBLE OFFICIALS

See Corrective Action Plan.

**CITY OF TEMPE, ARIZONA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2018**

FINDINGS AND QUESTIONED COSTS RELATED TO FEDERAL AWARDS

Finding Number: 2018-002

Repeat Finding: Yes – 2017-006 and 2016-007

Program Name/CFDA Title: CDBG Entitlement Grants Cluster

CFDA Number: 14.218

Federal Agency: U.S. Department of Housing and Urban Development

Federal Award Number: N/A

Pass-Through Agency: N/A

Questioned Costs: N/A

Type of Finding: Noncompliance

Compliance Requirement: Reporting

CRITERIA

Grantees of the Community Development Block Grant Entitlement Program utilize the Integrated Disbursement and Information System (IDIS) to complete annual performance and evaluation reports. Grantees may include reports generated by IDIS as part of their annual performance and evaluation report that must be submitted for the Program 90 days after the end of a grantee's program year.

CONDITION

The program year 2017 C04PR26 – CDBG Financial Summary Report did not disclose program income or funds disbursed in IDIS for section 108 repayments.

CAUSE

The City, with working with HUD, has not been able to ensure proper reporting can be completed related to section 108 repayments.

EFFECT

An incomplete C04PR26 – CDBG Financial Summary Report was submitted to the U. S. Department of Housing and Urban Development for the 2017 program year. This report underreported program income of \$46 and Section 108 repayments of \$405,000.

CONTEXT

The C04PR26 – CDBG Financial Summary Report is filed annually. The program year 2017 covers the July 1, 2017 – June 30, 2018 time period and was submitted by the September 30, 2018 deadline.

RECOMMENDATION

Financial reports should be reviewed to ensure they are complete and accurate prior to submission.

VIEWS OF RESPONSIBLE OFFICIALS

See Corrective Action Plan.

City of Tempe
Housing Services
Mail Stop 25-02
PO Box 5002
Tempe, AZ 85280
www.tempe.gov



December 19, 2018

To Whom It May Concern:

The accompanying Corrective Action Plan has been prepared as required by U.S. Office of Management and Budget Uniform Guidance. The name of the contact person responsible for corrective action, the planned corrective action, and the anticipated completion date for each finding included in the current year's Schedule of Findings and Questioned Costs have been provided.

In addition, we have also prepared the accompanying Summary Schedule of Prior Audit Findings which includes the status of audit findings reported in the prior year's audit.

Sincerely,

A handwritten signature in cursive script that reads 'Naomi Farrell'.

Naomi Farrell
Human Services Director

**CITY OF TEMPE, ARIZONA
CORRECTIVE ACTION PLAN
YEAR ENDED JUNE 30, 2018**

Findings and Questioned Costs Related to Federal Awards

Finding Number: 2018-001

Program Name/CFDA Title: HOME Investment Partnerships Program

CFDA Number: 14.239

Contact Person: LeVon Lamy

Anticipated Completion Date: April 1, 2019

Planned Corrective Action: It is important to note that this is an audit finding related to documenting the risk assessment completed for an individual sub-recipient. However, it must be noted that the specific sub-recipient completed 10 individual activities during the audit period. Each of the 10 individual activities was fully monitored on an individual basis effectively creating a 100 percent monitoring of the specific sub-recipient and no concerns or findings were identified.

Risk Assessment documentation has been added to the file checklist to ensure adequate risk assessment documentation going forward.

Finding Number: 2018-002

Program Name/CFDA Title: Community Development Block Grants/Entitlement Grants

CFDA Number: 14.218

Contact Person: LeVon Lamy

Anticipated Completion Date: June 30, 2019

Planned Corrective Action: Through more coordinated efforts between HUD, the City's Financial Services Department and the City's Housing Services Division, a procedure will be developed for the sharing of information required for the completion of the C04PR26 – CDBG Financial Summary Report.

**CITY OF TEMPE, ARIZONA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDED JUNE 30, 2018**

Status of Findings and Questioned Costs Related to Federal Awards

Finding Number: 2017-001
Program Name/CFDA Title: Housing Vouchers Cluster
CFDA Number: 14.871
Status: Fully corrected.

Finding Number: 2017-002
Program Name/CFDA Title: Housing Vouchers Cluster
CFDA Number: 14.871
Status: Fully corrected.

Finding Number: 2017-003
Program Name/CFDA Titles: CDBG Entitlement Grants Cluster
HOME Investment Partnerships Program
CFDA Numbers: 14.218, 14.239
Status: Partially corrected.
Planned Corrective Action: See Corrective Action Plan.

Finding Number: 2017-004
Program Name/CFDA Title: CDBG Entitlement Grants Cluster
CFDA Number: 14.218
Status: Fully corrected.

Finding Number: 2017-005
Program Name/CFDA Title: Housing Vouchers Cluster
CFDA Number: 14.871
Status: Fully corrected.

Finding Number: 2017-006, 2016-007
Program Name/CFDA Title: CDBG Entitlement Grants Cluster
CFDA Number: 14.218
Status: Not corrected.
Planned Corrective Action: See Corrective Action Plan.

Finding Number: 2017-007
Program Name/CFDA Title: HOME Investment Partnerships Program
CFDA Number: 14.239
Status: Fully corrected.