

**COUNTY OF VOLUSIA
MANAGEMENT RESPONSES TO
THE AUDITORS REPORT ON
INTERNAL CONTROL OVER FINANCIAL REPORTING**

2010-1 Schedule of Expenditures of Federal Awards and State Financial Assistance

Grants are recorded in both special revenue and proprietary funds. The current audit review process and preparation of the Schedule of Expenditures focuses on those grants captured within the special revenue funds. Upon final completion of the audit schedules, a final review across all funds will be performed and reconciled to the final trial balance, including those that are recorded in the proprietary funds.

2010-2 Timeliness of ARRA Reporting under Federal Program Edward Byrne Memorial Justice Assistance (JAG) Grant (CFDA 16.803)

The process for submitting ARRA quarterly reports will be reviewed to develop an improved electronic approval method.

2010-3 Retainage and Grant Expenditures under Federal Program Federal Transit Formula Grants (CFDA 20.507)

Procedures will be modified to ensure that retainage is not requested to be reimbursed by the grantor agency until actually paid to the vendor.

2010-4 Calculation of Grant Expenditures under Transportation Regional Incentive Program (TRIP) (CSFA 55.026)

Steps have been put into place to reconcile all invoices and reimbursement requests to ensure accuracy of reported amounts to the grantor agency.