

**COUNTY OF VOLUSIA, FLORIDA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2011**

**I. Summary of Auditors' Results:**

- A. Type of audit report issued on the basic financial statements: Unqualified
- B. No material weaknesses or significant deficiencies related to internal control over financial reporting were disclosed by the audit of the basic financial statements.
- C. No instances of noncompliance material to the financial statements were disclosed during the audit.
- D. There was one significant deficiency reported in internal control over major federal programs and none reported in internal control over state financial assistance projects. The significant deficiency was not considered a material weakness.
- E. Type of report issued on compliance for major federal programs and state projects: Unqualified
- F. The audit disclosed an audit finding which is required to be reported under OMB Circular A-133. The audit did not disclose any audit findings, which are required under Chapter 10.557, Rules of the Florida Auditor General.
- G. Major program/project identification:
  - Federal awards programs:
    - ARRA** – Community Development Block Grant (CDBG) Cluster, CFDA 14.218/14.253
    - ARRA** – Homeless Prevention Program, CFDA 14.257
    - ARRA** – Edward Byrne Memorial Justice Assistance Program (JAG) Cluster, CFDA 16.803/16.738/16.804
    - ARRA** – Highway Planning and Construction Grant, CFDA 20.205
    - ARRA** – Federal Transit Formula Grants, CFDA 20.507
    - ARRA** – Formula Grants for Other Than Urbanized Areas, CFDA 20.509
    - ARRA** – Energy and Efficiency Conservation Program, CFDA 81.128
    - Airport Improvement Program, CFDA 20.106
    - Flood Mitigation Assistance Grant, CFDA 97.029
  - State financial assistance projects:
    - State Aid to Library Grant, CSFA 45.030
    - State Housing Incentive Program (SHIP), CSFA 52.901
    - Public Transit Block Grant Program, CSFA 55.010
    - State Infrastructure Bank, CSFA 55.020
- H. Dollar thresholds used to distinguish between Type A and Type B programs or projects were \$1,288,649 for major federal programs and \$363,279 for major state projects.
- I. The County of Volusia, Florida, did not qualify as a low-risk auditee as defined in OMB Circular A-133.

II. **Findings Relating to the Financial Statements Which are Required to be Reported in Accordance with *Government Auditing Standards*:**

None noted.

III. **Findings and Questioned Costs for Major Federal Programs:**

**2011-01 FFATA Reporting under Federal Program Airport Improvement Program (CFDA 20.106)**

*Condition:* No reporting was filed in accordance with the Federal Funding Accountability and Transparency Act (FFATA) for the applicable Airport Improvement Program grant.

*Criteria:* The FFATA applies to all direct grants with a new Federal Assistance Identification Number (FAIN) on or after October 1, 2010. For grants to which this applies, the recipient must report, for any subaward or subcontract under that award with a value of \$25,000 or more, each obligating action of \$25,000 or more in Federal funds. Such actions are required to be reported by the end of the month following the month in which the obligating action occurred.

*Effect:* The grantor agency may delay or modify funding under the grant until the required reporting has been submitted.

*Context:* Airport Improvement Program grant with FAIN 3-12-0017-060-2011 was awarded to the County on March 17, 2011. Expenditures totaling over \$6 million were made under the direct award with subcontracts meeting the \$25,000 threshold, but no applicable FFATA reporting was made.

*Recommendation:* Controls should be strengthened to have a centralized individual, such as the grants accountant, monitor all grants and coordinate with department personnel to ensure all required reporting is submitted for all grants.

IV. **Findings and Questioned Costs for Major State Projects:**

None noted.

V. **Summary Schedule of Prior Audit Findings:**

**2010-1 Schedule of Expenditures of Federal Awards and State Financial Assistance:**  
Corrective action taken.

**2010-2 Timeliness of ARRA Reporting under Federal Program Edward Byrne Memorial Justice Assistance (JAG) Grant (CFDA 16.803):** Corrective action taken.

**2010-3 Retainage and Grant Expenditures under Federal Program Federal Transit Formula Grants (CFDA 20.507):** Corrective action taken.

**2010-4 Calculation of Grant Expenditures under Transportation Regional Incentive Program (TRIP) (CSFA 55.026):** Corrective action taken.

VI. **Corrective Action Plan:** See Management Responses to Internal Control and Management Comments as listed in the table of contents.