**Example Finding of a Financial Government Audit:**

Criteria: In accordance with 2 CFR 200.331(f) pass-through entities should ensure that a subrecipient expending $750,000 or more in federal awards during the subrecipient’s fiscal year has met the audit requirements for that fiscal year.

Condition and Context: The Department did not always ensure that subrecipients expending $750,000 or more in federal awards met the audit requirements.

Effect: The Department did not follow 2 CFR 200.331(f) requirements for ensuring that subrecipients expending $750,000 or more in federal awards submit a single audit report.

Cause: The Department did not have adequate documented policies and procedures.

Recommendation: To help prevent noncompliance the Department should develop and implement written policies and procedures.

**Example of Management’s Response:**

The Department agrees with this finding. We will develop policies and procedures that require confirmation that subrecipients expending $750,000 or more in federal awards submit a single audit report. Staff will be trained on these new policies and procedures. Anticipated completion date is 08/30/2019.

**Example Corrective Action Plan:**

***Task Responsible Date***

1. Research Uniform guidance and best practices. Obtain

sample policies and procedures of other governments. J. Nunez 11/1/2021

1. Draft policies and procedures J. Nunez 12/15/2021
2. Review draft policies and procedures with other

departments and senior management J. Nunez 1/15/2022

1. Revise policies and procedures. Issue in final form. J. Nunez 1/31/2022
2. Incorporate policies and procedures into City-wide manual R. Chang 2/15/2022
3. Train finance personnel on new policies and procedures T. Williams 2/15/2022
4. Develop training for other departments P. Proude 2/15/2022
5. Schedule and deliver training for other departments P. Proude 2/28/2022