



AUDIT

City of Dallas – Finance, Audit & Accountability Committee

Fiscal Year 2006 Audit De-brief

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AUDIT / TAX / ADVISORY

Required Communications

- Our Responsibility Under Professional Standards
- Accounting Policies and Alternative Treatments
- Significant Accounting Policies and Unusual Transactions
 - Quality of Accounting Principles
 - Management Judgments and Accounting Estimates
 - Audit Adjustments and Uncorrected Misstatements
- Other Information in Documents Containing Audited Financial Statements
- Disagreements with Management
- Consultation with Other Accountants
- Major Issues Discussed with Management Prior to Retention
- Difficulties Encountered in Performing the Audit
- Independence

Material Weaknesses & Reportable Conditions over Financial Reporting

Finding 06-01FS

Consistent with 05 finding encompassed the overall financial reporting control structure.

Federal Single Audit Findings

See Page 13 of OMB Circular A-133 Single Audit Federal Awards Report.

7 Major Programs

Reportable Conditions and Material Weaknesses noted in various programs.

Unqualified opinion on compliance for all major programs except for HOME Investment Partnership Agreement which were qualified and Public Assistance Grant which was adverse.

Finding #06-01: Women, Infant, and Children (WIC) – Reportable Condition and Noncompliance in Eligibility

Finding #06-02: Women, Infant, and Children (WIC) – Material Weakness in Reporting

Finding #06-03: Women, Infant, and Children (WIC) – Material Weakness in Cash Management and Reporting

Finding #06-04: HOME Investment Partnership Program – Material Weakness and Material Noncompliance in Cash Management

Finding #06-05: HOME Investment Partnership Program – Reportable Condition and Noncompliance in Cash Management

Finding #06-06: HOME Investment Partnership Program – Material Weakness and Material Noncompliance in Special Tests & Provisions: Housing Quality Standards

Federal Single Audit Findings (Cont.)

Finding #06-07: Community Development Block Grant (CDBG) – Reportable Condition and Noncompliance in Davis Bacon Act

Finding #06-08: Urban Areas Security Initiative (UASI) – Reportable Condition in Equipment and Real Property Management

Finding #06-09: Urban Areas Security Initiative (UASI) – Reportable Condition and Noncompliance in Procurement, Suspension and Debarment

Finding #06-10: Public Assistance Grant (FEMA) – Material Weakness and Material Noncompliance in Activities Allowed/Allowable Cost and Special Tests and Provisions: Project Accounting

Finding #06-11: Public Assistance Grant (FEMA) – Material Weakness and Material Noncompliance in Cash Management

Finding #06-12: Public Assistance Grant (FEMA) – Material Weakness and Material Noncompliance in Activities Allowed/Allowable Cost

Finding #06-13: Airport Improvement Program – Reportable Condition and Noncompliance in Davis Bacon Act

Finding #06-14: Airport Improvement Program – Material Weakness and Material Noncompliance in Special Tests & Provisions: Pavement Maintenance Management Program

State Single Audit Findings

See Page 9 of State of Texas Single Audit Circular - State Awards Report.

3 Major Programs

Reportable Conditions and Material Weaknesses noted in the Defense Economic Adjustment Assistance Grant.

Unqualified opinion on compliance for all major programs except for HOME Investment Partnership Agreement which were qualified and Public Assistance Grant which was adverse.

Finding #06-01: Financial Reporting Process – Material Weakness

Finding #06-02: Defense Economic Adjustment Assistance Grant – Material Weakness in Procurement, Suspension and Debarment

Questions