

PASCO COUNTY, FLORIDA

Schedules of Expenditures of Federal Awards and State Financial Assistance and
Reports as Required by the Uniform Guidance and Chapter 10.550, *Rules of the
Auditor General*

September 30, 2019

(With Independent Auditors Report Thereon)



CRI CARR
RIGGS &
INGRAM

CPAs and Advisors

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PASCO COUNTY, FLORIDA

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**INDEPENDENT AUDITORS' 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***

Distinguished Members of the
Board of County Commissioners
Pasco County, Florida

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, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Pasco County, Florida (the County), as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated March 31, 2020.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Pasco County, Florida'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 the County's internal control. Accordingly, we do not express an opinion on the effectiveness of County'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 a 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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did identify certain deficiencies in internal control described in the accompanying schedule of findings and questioned costs as items 2019-001, 2019-002 and 2019-003 that we consider to be material weaknesses.

Compliance and Other Matters

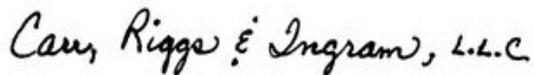
As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material 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*.

Pasco County, Florida's Response to Findings

Pasco County, Florida's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. Pasco County, Florida's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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.



CARR, RIGGS & INGRAM, LLC

Tampa, Florida
June 22, 2020

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND STATE PROJECT AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE AND CHAPTER 10.550, RULES OF THE AUDITOR GENERAL

Distinguished Members of the
Board of County Commissioners
Pasco County, Florida

Report on Compliance for Each Major Federal Program and Each Major State Project

We have audited Pasco County, Florida's (the "County") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the requirements described in the Florida Department of Financial Services' State Projects *Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs and major state projects for the year ended September 30, 2019. The County's major federal programs and major state projects are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility Management is responsible for compliance with federal and state statutes, regulations, and the terms and conditions of its federal and state awards applicable to its federal programs and state projects.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal programs and major state projects 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; 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); and the audit requirements of Chapter 10.550, *Rules of the Auditor General* ("Chapter 10.550"). Those standards, the Uniform Guidance, and Chapter 10.550 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 or major state project occurred. An audit includes examining, on a test basis, evidence about the County'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 and major state project. However, our audit does not provide a legal determination of the County's compliance.

Opinion on Each Major Federal Program and Each Major State Project

In our opinion, the County 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 and major state projects for the year ended September 30, 2019.

Report on Internal Control Over Compliance

Management of the County 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 the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program and major state project 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 major state project and to test and report on internal control over compliance in accordance with the Uniform Guidance and Chapter 10.550, 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 the County'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 or state project 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 or state project 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 or state project 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. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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 and Chapter 10.550. Accordingly, this report is not suitable for any other purpose.

**Report on Schedules of Expenditures of Federal Awards and State Financial Assistance Required
by the Uniform Guidance and Chapter 10.550**

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Pasco County, Florida, as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise 's basic financial statements. We issued our report thereon dated March 31, 2020, which contained unmodified opinions on those 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 schedules of expenditures of federal awards and state financial assistance are presented for purposes of additional analysis as required by the Uniform Guidance and Chapter 10.550 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 schedules of expenditures of federal awards and state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.

Carr, Riggs & Ingram, L.L.C.

CARR, RIGGS & INGRAM, LLC

Tampa, Florida
June 22, 2020

Pasco County, Florida
Schedule of Expenditures of Federal Awards
For the Year Ended September 30, 2019

FEDERAL AGENCY, PASS-THROUGH ENTITY, FEDERAL PROGRAM	FEDERAL CFDA NUMBER	CONTRACT NUMBER	EXPENDITURES	AMOUNTS PASSED THROUGH TO SUBRECIPIENTS
U.S Department Of Agriculture				
Rural Housing Preservation Grants				
Rural Housing Preservation Grants	10.433	Rural Deve Housing Pres Trilby	\$ 299,755	
SNAP Cluster-Cluster				
State Adminstrative Matching Grants for the Supplemental Nutrition Assistance Program				
State Adminstrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	QJZA3	8,705	
Total SNAP Cluster-Cluster			<u>8,705</u>	
Total United States Department of Agriculture			<u>308,460</u>	
U.S. Department of Housing and Urban Development				
CDBG - Entitlement Grants Cluster				
Community Development Block Grants/Entitlement Grants				
Community Development Block Grants/Entitlement Grants	14.218	B18-UC-12-009	280,228	
Community Development Block Grants/Entitlement Grants	14.218	B17-UC-12-009	1,524,844	
Community Development Block Grants/Entitlement Grants	14.218	B16-UC-12-009	9,815	
Community Development Block Grants/Entitlement Grants	14.218	B15-UC-12-009	306,668	
Community Development Block Grants/Entitlement Grants	14.218	B14-UC-12-009	175,884	
Community Development Block Grants/Entitlement Grants	14.218	Program Income	549,349	
Community Development Block Grants/Entitlement Grants	14.218	Outstanding loans	408,608	
Neighborhood Stabilization Program NSP 1	14.218	B08-UN-12-0014	473,553	
Neighborhood Stabilization Program NSP 1	14.218	Program Income	18,674	
Neighborhood Stabilization Program NSP 1	14.218	Outstanding loans	5,909,285	
Neighborhood Stabilization Program NSP 3	14.218	Program Income	32,472	
Neighborhood Stabilization Program NSP 3	14.218	Outstanding loans	1,384,153	
Total CDBG - Entitlement Grants Cluster			<u>11,073,533</u>	<u>888,227</u>
Emergency Solutions Grant Program				
Emergency Solutions Grant Program	14.231	E18UC20017	169,541	
Emergency Solutions Grant Program	14.231	E17UC120009	10,854	
Emergency Solutions Grant Program	14.231	E16UC120009	23,532	
Total Emergency Solutions Grant Program			<u>203,927</u>	<u>203,767</u>
Home Investment Partnerships Program				
Home Investment Partnerships Program	14.239	M18-UC-12-0016	113,242	
Home Investment Partnerships Program	14.239	M17-UC-12-0016	13,606	
Home Investment Partnerships Program	14.239	M16-UC-12-0016	91,129	
Home Investment Partnerships Program	14.239	M15-UC-12-0216	26,162	
Home Investment Partnerships Program	14.239	M14-UC-12-0216	310,196	
Home Investment Partnerships Program	14.239	M13-UC-12-0216	46,415	
Home Investment Partnerships Program	14.239	M12-DC-12-0216	13,563	
Home Investment Partnerships Program	14.239	Program Income	659,365	
Home Investment Partnerships Program	14.239	Outstanding Loans	17,380,967	
Total Home Investment Partnerships Program			<u>18,654,645</u>	
Neighborhood Stabilization Program (Recovery Act Funded) <i>Passed through Neighborhood Lending Association</i>				
Neighborhood Stabilization Program NSP 2	14.256	Program Income	37,565	
Neighborhood Stabilization Program NSP 2	14.256	Outstanding loans	7,168,157	
Total Neighborhood Stabilization Program NSP 2			<u>7,205,722</u>	
Total U.S. Department of Housing and Urban Development			<u>37,137,827</u>	

Continued

See accompanying notes to the schedule of federal expenditures and state financial assistance.

Pasco County, Florida
Schedule of Expenditures of Federal Awards
For the Year Ended September 30, 2019

FEDERAL AGENCY, PASS-THROUGH ENTITY, FEDERAL PROGRAM	FEDERAL CFDA NUMBER	CONTRACT NUMBER	EXPENDITURES	AMOUNTS PASSED THROUGH TO SUBRECIPIENTS
U.S. Department of Justice				
Crime Victim Assistance				
Crime Victim Assistance	16.575	Victims of Crime Act - 00074	111,515	
Crime Victim Assistance/Discretionary Grants				
Crime Victim Assistance/Discretionary Grants	16.582	LEV - ILP and Victim Services, 2018-V3-GX-0005	123,663	
Violence Against Women Formula Grants				
Violence Against Women Formula Grants	16.588	19-8009-LE-INV	77,748	
Violence Against Women Formula Grants	16.588	20-8009-LE-INV	13,668	
Total Violence Against Women Formula Grants			91,416	
State Criminal Alien Assistance Program				
State Criminal Alien Assistance Program	16.606	2016-AP-BX-0270	36,938	
State Criminal Alien Assistance Program	16.606	2015-AP-BX-0142	15,799	
State Criminal Alien Assistance Program	16.606	2014-AP-BX-0010	5,326	
State Criminal Alien Assistance Program	16.606	2013-AP-BX-0499	45,945	
State Criminal Alien Assistance Program	16.606	2012-AP-BX-0286	39,168	
Total State Criminal Alien Assistance Program			143,176	
Bulletproof Vest Partnership Program				
Bulletproof Vest Partnership Program	16.607	FY18 Award	36,061	
Edward Byrne Memorial Justice Assistance Grant Program				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2019-JACG-PASC-1-N2-061	127,228	
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2018-DJ-BX-0663	78,334	
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2018-WY-BX-0004	84,472	
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2017-DJ-BX-0909	16,661	
Total Edward Byrce Memorial Justice Assistance Grant Program			306,695	
DNA Backlog Reduction Program				
DNA Backlog Reduction Program	16.741	2017-AK-BX-0008	178,434	
Equitable Sharing Program				
Equitable Sharing Program	16.922	N/A	143,360	
Total U.S. Department Of Justice			1,134,320	
U.S. Department of Transportation				
<i>Passed through Florida Department of Transportation</i>				
Highway Planning and Construction Cluster				
Highway Planning and Construction	20.205	MPO PL FY 18-20; G0W73	960,398	
Highway Planning and Construction	20.205	G0R21	25,098	
Highway Planning and Construction	20.205	G0Z81	220,951	
Highway Planning and Construction	20.205	G0R20	23,651	
Highway Planning and Construction	20.205	G0W33	15,681	
Highway Planning and Construction	20.205	G0W35	95,310	
Total Highway Planning and Construction Cluster			1,341,089	
Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research				
<i>Passed through Florida Department of Transportation</i>				
Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research	20.505	MPO 5305(D) FY17-18, G0T36	130,952	
Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research	20.505	MPO 5305 FY16-17, G0F52	71,449	
Total Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research			202,401	

Continued

See accompanying notes to the schedule of federal expenditures and state financial assistance.

Pasco County, Florida
Schedule of Expenditures of Federal Awards
For the Year Ended September 30, 2019

FEDERAL AGENCY, PASS-THROUGH ENTITY, FEDERAL PROGRAM	FEDERAL CFDA NUMBER	CONTRACT NUMBER	EXPENDITURES	AMOUNTS PASSED THROUGH TO SUBRECIPIENTS
<i>Passed through Florida Department of Transportation</i>				
Federal Transit Cluster				
Federal Transit Formula Grants				
Federal Transit Formula Grants	20.507	FL90X-780		237,780
Federal Transit Formula Grants	20.507	FL-2019-024		2,138,096
Federal Transit Formula Grants	20.507	FL90X-847		190,518
Federal Transit Formula Grants	20.507	FL90X-695		29,012
Federal Transit Formula Grants	20.507	FL90X-871		45,519
Federal Transit Formula Grants	20.507	FL90X-814		213,478
Federal Transit Formula Grants	20.507	FL90X-895		1,907
Federal Transit Formula Grants	20.507	FL90X-732		330,430
Federal Transit Formula Grants	20.507	FL90X-753		170,272
Total Federal Transit Cluster				<u>3,357,012</u>
Formula Grants for Rural Areas				
Formula Grants for Rural Areas	20.509	GOV50		124,000
Formula Grants for Rural Areas	20.509	GOV49		94,173
Formula Grants for Rural Areas	20.509	GOH84		496,000
Total Formula Grants for Rural Areas				<u>714,173</u>
Total U. S. Department of Transportation				<u>5,614,675</u>
Department of the Treasury				
Resources and Ecosystems Sustainability, Tourist Opportunities, and Revived Economies of the Gulf Coast States				
Resources and Ecosystems Sustainability, Tourist Opportunities, and Revived Economies of the Gulf Coast States	21.015	SunWest Park Project - P306917F12		211,883
Resources and Ecosystems Sustainability, Tourist Opportunities, and Revived Economies of the Gulf Coast States	21.015	Sunwest Sidewalk & Landscaping		212,022
Total Resources and Ecosystems Sustainability, Tourist Opportunities, and Revived Economies of the Gulf Coast States				<u>423,905</u>
Total Department of the Treasury				<u>423,905</u>
National Endowment for the Humanities				
Promotion of the Humanities Federal/State Partnership				
Promotion of the Humanities Federal/State Partnership	45.129	Community Project Grant PS31519F12		5,409
Total National Endowment for the Humanities				<u>5,409</u>
U.S. Election Assistance Commission				
Help America Vote Act Requirements Payments				
Grant Elections Activities	90.401	Pollworker Recruitment & Training Fund		3,237
Grant Elections Activities	90.401	Albert Network Monitoring Grant		17,182
Federal Election Activities	90.401	Federal Election Security Grant		349,346
Federal Election Activities	90.401	Federal Election Activities Grant		33,113
Total Help America Vote Act Requirements Payments				<u>402,878</u>
Total U.S. Election Assistance Commission				<u>402,878</u>

Continued

See accompanying notes to the schedule of federal expenditures and state financial assistance.

Pasco County, Florida
Schedule of Expenditures of Federal Awards
For the Year Ended September 30, 2019

FEDERAL AGENCY, PASS-THROUGH ENTITY, FEDERAL PROGRAM	FEDERAL CFDA NUMBER	CONTRACT NUMBER	EXPENDITURES	AMOUNTS PASSED THROUGH TO SUBRECIPIENTS
U.S Department of Health and Human Services				
Special Programs for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services				
Special Programs for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services	93.043	OAA IIIB FY18, OAA-EA018-PASCO IIIB	62,335	
Special Programs for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services	93.043	OAA IIIB FY19, OAA-EA019-PASCO IIIB	133,197	
Total Special Programs for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services			<u>195,532</u>	
Aging Cluster				
Special Programs for the Aging Title III, Part B Grants for Supportive Services and Senior Centers				
<i>Passed Through Florida Department of Elder Affairs</i>				
Special Programs for the Aging Title III, Part B Grants for Supportive Services and Senior Centers	93.044	Program Income, OAA-EA018-PASCO IIIB	3,000	
Special Programs for the Aging Title III, Part B Grants for Supportive Services and Senior Centers	93.044	Program Income, OAA-EA019-PASCO IIIB	9,000	
Total Special Programs for the Aging Title III, Part B Grants for Supportive Services and Senior Centers			<u>12,000</u>	
Special Programs for the Aging Title III, Part C Nutrition Services				
<i>Passed through Florida Department of Elder Affairs, then through West Central Florida Agency on Aging</i>				
Special Programs for the Aging Title III, Part C Nutrition Services	93.045	EA019	605,731	
Special Programs for the Aging Title III, Part C Nutrition Services	93.045	Program Income, EA019	5,856	
Special Programs for the Aging Title III, Part C Nutrition Services	93.045	EU019	82,255	
Special Programs for the Aging Title III, Part C Nutrition Services	93.045	EA018	204,993	
Special Programs for the Aging Title III, Part C Nutrition Services	93.045	Program Income, EA018	1,342	
Total Special Programs for the Aging Title III, Part C Nutrition Services			<u>900,177</u>	
Nutrition Services Incentive Program	93.053	EU018	25,054	
Total Aging Cluster			<u>937,231</u>	
Substance Abuse and Mental Health Services Projects of Regional and National Significance				
<i>Passed through Florida Department of Health</i>				
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	TI080841, 2721	398,687	
Temporary Assistance for Needy Families (TANF) Cluster:				
<i>Passed through Florida Department of Children and Families</i>				
Child Protection Investigation	93.558	QJZ73	4,030,846	
Child Protection Investigation	93.558	QJZA3	1,357,937	
Total TANF Cluster			<u>5,388,783</u>	
Child Support Enforcement				
<i>Passed through Florida Department of Revenue</i>				
Child Support Enforcement	93.563	(CSE) Cooperative Agreement- COC51	315,997	

Continued

See accompanying notes to the schedule of federal expenditures and state financial assistance.

Pasco County, Florida
Schedule of Expenditures of Federal Awards
For the Year Ended September 30, 2019

FEDERAL AGENCY, PASS-THROUGH ENTITY, FEDERAL PROGRAM	FEDERAL CFDA NUMBER	CONTRACT NUMBER	EXPENDITURES	AMOUNTS PASSED THROUGH TO SUBRECIPIENTS
Low Income Home Energy Assistance <i>Passed through Florida Department of Elder Affairs</i>				
Low-Income Home Energy Assistance	93.568	EHEAP EP018-Pasco, EP018		113,920
Low-Income Home Energy Assistance	93.568	EHEAP EP017-Pasco, EP017		419
Total Low-Income Home Energy Assistance				<u>114,339</u>
Foster Care Title IV-E				
Foster Care Title IV-E	93.658	QZA3		87,047
Social Services Block Grant				
Social Services Block Grant	93.667	QJZ73		767,780
Social Services Block Grant	93.667	QZA3		278,551
Total Social Services Block Grant				<u>1,046,331</u>
Medicaid Cluster				
Medical Assistance program				
Medical Assistance program	93.778	QZA3		8,705
Total Medicaid Cluster				<u>8,705</u>
Total U.S. Department of Health and Human Services				<u>8,093,965</u>
Executive Office of the President				
High Intensity Drug Trafficking Areas Program				
High Intensity Drug Trafficking Areas Program	95.001	G19CF0014A		158,364
High Intensity Drug Trafficking Areas Program	95.001	G18CF0014A		138,104
Total High Intensity Drug Trafficking Areas Program				<u>296,468</u>
Total Executive Office of the President				<u>296,468</u>
U.S. Department of Homeland Security				
Flood Mitigation Assistance				
Flood Mitigation Assistance	97.029	B0001		150,561
Disaster Grants - Public Assistance (Presidentially Declared Disasters)				
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	Hurricane IRMA Hurricane Michael Mutual Aid Lynn Haven October 2018; Mission #888844, 444446,		4,129,068
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	692404		877,556
Total Disaster Grants - Public Assistance (Presidentially Declared Disasters)				<u>5,006,624</u>
Hazard Mitigation Grant				
Hazard Mitigation Grant	97.039	H0082		723,203
Hazard Mitigation Grant	97.039	H0041		238,021
Hazard Mitigation Grant	97.039	H0042		110,550
Hazard Mitigation Grant	97.039	H0040		534,002
Total Hazard Mitigation Grant				<u>1,605,776</u>
Emergency Management Performance Grants <i>Passed through Florida Division of Emergency Management</i>				
Emergency Management Performance Grants	97.042	EMPG DEMA-208-EP-00003, 19- FG-AF-08-61-01-179		134,728

Continued

See accompanying notes to the schedule of federal expenditures and state financial assistance.

Pasco County, Florida
Schedule of Expenditures of Federal Awards
For the Year Ended September 30, 2019

FEDERAL AGENCY, PASS-THROUGH ENTITY, FEDERAL PROGRAM	FEDERAL CFDA NUMBER	CONTRACT NUMBER	EXPENDITURES	AMOUNTS PASSED THROUGH TO SUBRECIPIENTS
Homeland Security Grant Program <i>Passed through Florida Department of Community Affairs</i>				
		FY18 OPSG Pasco,		
Homeland Security Grant Program	97.067	19-DS-06-09-46-23-283	229,579	
Homeland Security Grant Program	97.067	18-DS-X1-08-62-01-371	16,108	
		FY17 OPSG Pasco,		
Homeland Security Grant Program	97.067	18-DS-X5-08-61-01-309	<u>82,303</u>	
Total Homeland Security Grant Program			<u>327,990</u>	
Staffing for Adequate Fire and Emergency Response SAFER Grant	97.083	SAFER	<u>112,421</u>	
Total U.S. Department of Homeland Security			<u>7,338,100</u>	
Total Expenditures of Federal Awards			<u>\$ 61,154,694</u>	<u>\$ 1,091,994</u>

See accompanying notes to the schedule of federal expenditures and state financial assistance.

Pasco County, Florida
Schedule of Expenditures of State Financial Assistance
For the Year Ended September 30, 2019

<u>STATE AGENCY, STATE PROGRAM</u>	<u>CSFA NUMBER</u>	<u>CONTRACT NUMBER</u>	<u>EXPENDITURES</u>
Executive Office of the Governor			
Emergency Management Programs			
Emergency Management Preparation and Assistance	31.063	19-BG-21-08-61-01-023	\$ 105,806
Emergency Mangement Projects			
Hazardous Materials Plan Agreement Planning	31.067	19-CP-11-08-61-01-226	698
Total Executive Office of the Governor			<u>106,504</u>
Florida Department of Economic Opportunity			
Economic Development Partnerships			
Economic Development Partnerships	40.040	TD18-0049	1,690
Economic Development Partnerships	40.040	DMO19-0005	1,500
Economic Development Partnerships	40.040	DMO19-0005	1,500
Economic Development Partnerships	40.040	DMO19-0023	8,000
Economic Development Partnerships	40.040	DMO19-0016	20,000
Economic Development Partnerships	40.040	TD16-057	793
Economic Development Partnerships	40.040	DM019-0013	2,389
Economic Development Partnerships	40.040	TD18-0067	2,964
Total Florida Department of Economic Opportunity			<u>38,836</u>
Florida Housing Finance Corporation			
State Housing Initiatives Partnership Program			
State Housing Initiatives Partnership Program	40.901	M01-UC-18-0216	987,884
State Housing Initiatives Partnership Program	40.901	Program Income	1,908,421
State Housing Initiatives Partnership Program	40.901	Outstanding Loans	1,686,472
Total Florida Housing Finance Corporation			<u>4,582,777</u>
Florida Department of State and Secretary of State			
State Aid to Libraries			
State Aid to Libraries	45.030	19-ST-68	148,477
Total Florida Department of State and Secretary of State			<u>148,477</u>
Department of Education and Commissioner of Education			
Coach Aaron Feis Guardian Program			
Coach Aaron Feis Guardian Program	48.140		1,224,427
Total Department of Education and Commisioner of Education			<u>1,224,427</u>

Continued

See accompanying notes to the schedule of federal expenditures and state financial assistance.

Pasco County, Florida
Schedule of Expenditures of State Financial Assistance
For the Year Ended September 30, 2019

<u>STATE AGENCY, STATE PROGRAM</u>	<u>CSFA NUMBER</u>	<u>CONTRACT NUMBER</u>	<u>EXPENDITURES</u>
Florida Department of Transportation			
Florida Commission for the Transportation Disadvantaged (CTD)			
Trip and Equipment Grant Program			
TD Operating	55.001	G0X54	724,521
TD Planning	55.001	G0Y35	24,904
TD Operating	55.001	G1A56	<u>180,699</u>
Total Florida Commission for the Transportation Disadvantaged (CTD) Trip and Equipment Grant Program			<u>930,124</u>
Florida Highway Beautification Grant Program			
Florida Highway Beautification Grant Program	55.003	AS476	641,515
Florida Highway Beautification Grant Program	55.003	G0T73	<u>8,110</u>
Total Florida Highway Beautification Grant Program			<u>649,625</u>
County Incentive Grant Program			
County Incentive Grant Program	55.008	G0051	103,696
County Incentive Grant Program	55.008	C8942	101,667
County Incentive Grant Program	55.008	G1493	41,479
County Incentive Grant Program	55.008	G0N01	556,878
County Incentive Grant Program	55.008	G0144	<u>60,735</u>
Total County Incentive Grant Program			<u>864,455</u>
Public Transit Block Grant Program			
Mass Transit Block Grant	55.010	GOV47	247,631
Mass Transit Block Grant	55.010	G0Z68	<u>642,482</u>
Total Public Transit Block Grant Program			<u>890,113</u>
Public Transit Service Development Program			
Public Transit Service Development Program	55.012	GOH94	16,968
Public Transit Service Development Program	55.012	GOH87	<u>468,242</u>
Total Public Transit Service Development Program			<u>485,210</u>
Transit Corridor Development Program			
Transit Corridor Development Program	55.013	MPO 5305 FY16-17, G0F52	8,931
Transit Corridor Development Program	55.013	MPO 5305(D) FY17-18, G0T96	16,369
Transit Corridor Development Program	55.013	Corridor SR54, G0V51	204,806
Transit Corridor Development Program	55.013	Corridor SR54, G1313	241,026
Transit Corridor Development Program	55.013	Corridor US19, G0V48	350,000
Transit Corridor Development Program	55.013	Corridor US19, G1312	<u>196,255</u>
Total Transit Corridor Program			<u>1,017,387</u>
Total Florida Department of Transportation			<u>4,836,914</u>
			<i>Continued</i>

See accompanying notes to the schedule of federal expenditures and state financial assistance.

Pasco County, Florida
Schedule of Expenditures of State Financial Assistance
For the Year Ended September 30, 2019

<u>STATE AGENCY, STATE PROGRAM</u>	<u>CSFA NUMBER</u>	<u>CONTRACT NUMBER</u>	<u>EXPENDITURES</u>
Florida Department of Health			
County Grant Awards			
County Grant Awards	64.005		128,620
County Grant Awards	64.005		<u>25,633</u>
Total Florida Department of Health			<u>154,253</u>
Florida Department of Elder Affairs			
Local Services Programs			
<i>Passed through Area Agency on Aging of Pasco-Pinellas Inc.</i>			
Elderly Nutrition Title IIIC	65.009	OAA-EL018-PASCO IIIB	48,406
Elderly Nutrition Title IIIC	65.009	EL018 Nutrition FY19	<u>121,238</u>
Total Florida Department of Elder Affairs			<u>169,644</u>
Florida Department of Law Enforcement			
Thomas Varnadoe Forensics Center for Education and Research, Pasco County Sheriffs Office			
Thomas Varnadoe Forensics Center for Education and Research, Pasco County Sheriffs Office	71.035	2019-SFA-FCO-51-3K-003	<u>613,043</u>
Total Florida Department of Law Enforcement			<u>613,043</u>
Florida Department of Juvenile Justice			
Juvenile Assessment Centers			
Juvenile Assessment	80.020	10368	<u>281,167</u>
Diversions Services			
At Risk Youth Diversion	80.022	10350	<u>391,859</u>
Total Florida Department of Juvenile Justice			<u>673,026</u>
Total Expenditures of State Financial Assistance			<u><u>\$ 12,547,901</u></u>

See accompanying notes to the schedule of federal expenditures and state financial assistance.

Pasco County, Florida
Notes to Schedule of Federal Awards and
State Financial Assistance

NOTE 1: BASIS OF PRESENTATION

The accompanying schedule of federal awards and state financial assistance (the Schedule) includes the federal and state grant activity of the County, and is presented on the accrual basis of accounting. The information in the Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the Uniform Guidance) and Chapter 215.97, *Florida Statutes*. Therefore, some amounts presented in the Schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

The County has elected not to use the 10% de Minimis Indirect Cost Rate as outlined in the Uniform Guidance.

The County's federal and state awards include loans or loan guarantees.

The County did not receive any federal or state non-cash assistance for the fiscal year ended September 30, 2019.

NOTE 3: LOANS OUTSTANDING

The County had the following loan balances outstanding at September 30, 2019. For federal programs, the outstanding loan balance at the beginning of the year and the current year additions related to the loans are included in the Schedule as expenditures. For state programs, only the current year additions related to the loans are included in the Schedule.

<u>CFDA/CSFA#</u>	<u>Program</u>	<u>Amount</u>
14.218	Community Development Block Grant	\$ 7,702,046
14.239	Home Investment Partnerships Program	\$ 17,380,967
14.256	Neighborhood Stabilization Program NSP 2	\$ 7,168,157
40.901	State Housing Initiative Partnership (SHIP) Program	\$ 25,436,830

NOTE 4: CONTINGENCIES

Expenditures incurred by the County are subject to review by the grantor agencies. Such audits may result in requests for reimbursement due to disallowed expenditures. Management believes that if audited, any adjustment for disallowed expenditures would be immaterial in amount. As of September 30, 2019, management is not aware of any material questioned or disallowed expenditures as a result of grant audits in process or completed.

Pasco County, Florida
Schedule of Findings and Questioned Costs

Part I – Summary of Auditor’s Results

Financial Statements:

- | | |
|--|------------|
| 1. Type of auditors’ report issued | Unmodified |
| 2. Internal control over financial reporting: | |
| a. Material weaknesses identified? | Yes |
| b. Significant deficiencies identified not considered to be material weaknesses? | None noted |
| c. Noncompliance material to the financial statements noted? | No |

Federal Awards:

- | | |
|--|------------|
| 1. Type of auditors’ report issued on compliance for major programs | Unmodified |
| 2. Internal control over major programs: | |
| a. Material weaknesses identified? | No |
| b. Significant deficiencies identified not considered to be material weaknesses? | None noted |
| 3. Any audit findings disclosed that are required to be reported in accordance with 2CFR section 200.516(a)? | N/A |

4. Identification of major programs:

Federal Awards	CFDA
Home Investment Partnership Program	14.239
Community Development Block Grants/Entitlement Grant	14.218
Disaster Grants – Public Assistance	97.036
State Projects	CSFA
State Housing Initiative Partnership	40.901
County Incentive Grant Program	55.008
Coach Aaron Feis Program	48.140

- | | |
|--|----|
| 5. A threshold of \$1,834,641 was used to distinguish between Type A and Type B programs for federal programs and \$750,000 was used for state projects. | |
| 6. Auditee qualified as low-risk auditee under 2 CFR 200.520? | No |

Pasco County, Florida Schedule of Findings and Questioned Costs

Part II – Financial Statement Findings

2019-001 (originally reported as 2018-001): Preparation of the Schedule of Federal Awards and State Financial Assistance

Criteria: Management is responsible for establishing controls over the preparation of an accurate and complete schedule of expenditures of federal awards and state financial assistance (2 CFR 200.303).

Condition: The County had a control weakness that resulted in management failing to comply with the requirement to prepare an accurate schedule of expenditures of federal awards and state assistance (2 CFR 200.508(b)). Federal expenditures were understated on the schedule of expenditures of federal awards by \$359,442 for the Federal Transit grant and a net of \$4,038,159 for the Disaster Grants. Federal expenditures were overstated on the schedule of expenditures of federal awards by \$1,337,626 for the CDBG grant and \$535,259 for the HMGP. State expenditures were understated on the schedule of expenditures of state assistance by \$245,101 for the Coach Aaron Feis Guardian Program. State expenditures were overstated on the schedule of expenditures of state assistance by \$23,750,358 for the SHIP grant, \$4,839,032 for the TRIP grant and \$842,515 for the CIGP grant.

Cause: Certain grants were not recognized accurately in the client prepared schedule of expenditures of federal awards and state financial assistance.

Effect: Failure to properly prepare the schedule affected the reconciliation of the underlying accounting records and financial statements to the schedule.

Recommendation: We recommend the County improve its financial reporting close process to more accurately complete and review the schedule of expenditures of federal awards and state financial assistance. This process should also include a procedure to have someone in each department perform an independent review of their portion of the schedule.

Response and corrective action plan: See Corrective Action Plan

Pasco County, Florida Schedule of Findings and Questioned Costs

2019-002: Community Development Loan Program

Condition: Pasco County has experienced continued difficulty in accurately tracking historical balances in notes receivable, reporting payments received on the outstanding notes and reconciling year end loan balances from various reporting systems to the county's ERP system.

Cause: The County did not accurately reconcile note receivable activity as well as year-end note receivable balances to the general ledger.

Effect: As part of reconciling the year-end note receivable balances multiple journal entries were identified by CRI to correctly report balances. The entries were as follows:

- Approximately \$7,100,000 adjustment to year-end balances to agree note receivables to subsidiary ledgers, previous reported balances did not account for loan payments
- Approximately \$1,250,000 adjustment to year-end notes receivable for a duplicate note receivable was discovered during detail substantive testing. The County recorded entries in the current year that were not for current year activity to correct prior year activity, the entries were required to be posted as prior period adjustments, totaling approximately \$2,900,000

Criteria: The County should reconcile all balance sheet accounts to subsidiary ledgers and current year activity should be able to be generated to prepare an accurate rollforward to accounts that does not require miscellaneous balancing adjustments.

Recommendation: The County should determine the appropriate system to initiate loans and track note receivable activity. They should also consolidate all open loans into the new system. The process will be time consuming to create a new record for all open loans; however, in order to get a complete handle on the loan program all loans would need to be reviewed and verified. Also, the Community Development department should create a process such that all payments are accurately posted to loan balances and funding sources. In addition, the Community Development department should prepare detailed policies and procedures for initiating any type of loan, processing payments, approving loan deferrals, and reconciliation process and approvals.

Response and Corrective Action Plan: See Corrective Action Plan

Pasco County, Florida Schedule of Findings and Questioned Costs

2019-003: Capital Asset Disposals

Condition: As part of our audit, we identified that a material capital asset disposal was not recorded.

Cause: The County sold a parcel of land during the fiscal year and recorded the cash proceeds. However, they did not record the removal of the land and the related loss on disposal.

Effect: In reviewing the capital asset rollforward and footnotes in the CAFR, we were able to identify the approximate \$1,400,000 gain on disposal should have been a \$400,000 loss on disposal. Also, the footnotes did not present the decrease in land.

Criteria: The County should ensure that proceeds from sale of capital assets accurately account for the disposal in the general ledger.

Recommendation: The County should continue to improve their financial reporting process such that significant journal entries are reviewed and approved by appropriate personnel.

Response and Corrective Action Plan: See Corrective Action Plan

Pasco County, Florida
Schedule of Findings and Questioned Costs

Part III – Findings and Questioned Costs – Federal Programs

None

Part IV – Findings and Questioned Costs – State Projects

None



Part II – Financial Statement Findings

2019-001 (originally reported as 2018-001): Preparation of the Schedule of Federal Awards and State Financial Assistance

Criteria: Management is responsible for establishing controls over the preparation of an accurate and complete schedule of expenditures of federal awards and state financial assistance (2 CFR 200.303).

Condition: The County had a control weakness that resulted in management failing to comply with the requirement to prepare an accurate schedule of expenditures of federal awards and state assistance (2 CFR 200.508(b)). Federal expenditures were understated on the schedule of expenditures of federal awards by \$359,442 for the Federal Transit grant and a net of \$4,038,159 for the Disaster Grants. Federal expenditures were overstated on the schedule of expenditures of federal awards by \$1,337,626 for the CDBG grant and \$535,259 for the HMGP. State expenditures were understated on the schedule of expenditures of state assistance by \$245,101 for the Coach Aaron Feis Guardian Program. State expenditures were overstated on the schedule of expenditures of state assistance by \$23,750,358 for the SHIP grant, \$4,839,032 for the TRIP grant and \$842,515 for the CIGP grant.

Cause: Certain grants were not recognized accurately in the client prepared schedule of expenditures of federal awards and state financial assistance.

Effect: Failure to properly prepare the schedule affected the reconciliation of the underlying accounting records and financial statements to the schedule.

Recommendation: We recommend the County improve its financial reporting close process to more accurately complete and review the schedule of expenditures of federal awards and state financial assistance. This process should also include a procedure to have someone in each department perform an independent review of their portion of the schedule.



Response and corrective action plan: A Countywide effort is being made to update changes within the financial system including centralized changes to the grant tracking system to link General Ledger records. A redesigned Chart of Accounts will allow for quick identification of grants within the General Ledger and strengthen internal controls during the review process for future single audits. This process will ensure accurate and complete reviews for federal and state awards.

In response to the Transit Grant awards, an error of omission was corrected; however, the corrected information was submitted late. To ensure this error is not repeated and to alleviate clerical errors, the Public Services Grants & Fiscal Services will maintain individual Department SEFA files rather than completing and compiling one file. Individual files will be submitted to the Clerk & Comptroller's Financial Services Department (Financial Services Management). Additionally, the SEFA will be prepared by the Accountant II and reviewed by the Fiscal Director prior to submission to Finance.

In response to Disaster Grants, Pasco County is releasing Reporting Guidelines for Disaster Public Assistance. These guidelines detail how to properly report obligation for disaster project worksheets and procedures to correct adjustments on the prior year reporting for payments that are not receipted until the next fiscal year or reflect differing balances after final payment. Utilizing these guidelines will correct the findings from 2018-001 and those regarding 2019-001.

In response to the SHIP and CDBG grants, Management has reviewed and concurs with the recommendation provided. The Community Development Department has conducted an independent review of all open loans and has corrected and verified all active loans, loan splits, and payments. In addition, Community Development has initiated quarterly reconciliation of the loan portfolio, including deferred, deferred payback, and active loans. During quarterly reconciliations, the Department will provide journal entries to ensure balanced accounts and accuracy to the County's financial system. The Community Development Department has contracted with a new software system vendor (Neighborly Software) to improve the process of initiating loans and tracking notes receivable activity. A transfer of loan balances, including splits between funding sources, will be migrated to Neighborly Software.

In response to the HMGP grants, Management has reviewed the finding and the overstatement caused by an error in accurately reporting the match expense amounts for the federal award. The Emergency Management Department will be working with the Internal Services Fiscal Team to enhance the two-part review between Departments while voicing identified solutions to the County Grants Team. This should not only ensure accuracy in reporting of match amounts for Emergency Management but provide a best practice Countywide for future audits.



In response to the Coach Aaron Feis Guardian Program, expenditures that were incurred prior to the grant award were omitted in error resulting in the understatement. The Pasco Sheriff's Office Finance Department has developed a review process to reconcile the prior year SEFA report with the current year report to prevent future omissions.

In response to the TRIP and CIGP grants, the Public Infrastructure Fiscal Department has received training from the Clerk's Office on accurately reporting the match expense amounts for federal and state grant awards. The Department will also have a second reviewer perform an individual review of the match amounts prior to submittal. This additional process will ensure accuracy in reporting the match amounts for the schedule of expenditures for federal and state awards.

2019-002: Community Development Loan Program

Condition: Pasco County has experienced continued difficulty in accurately tracking historical balances in notes receivable, reporting payments received on the outstanding notes and reconciling year end loan balances from various reporting systems to the county's ERP system.

Cause: The County did not accurately reconcile note receivable activity as well as year-end note receivable balances to the general ledger.

Effect: As part of reconciling the year-end note receivable balances multiple journal entries were identified by CRI to correctly report balances. The entries were as follows:

- Approximately \$7,100,000 adjustment to year-end balances to agree note receivables to subsidiary ledgers, previous reported balances did not account for loan payments
- Approximately \$1,250,000 adjustment to year-end notes receivable for a duplicate note receivable was discovered during detail substantive testing. The County recorded entries in the current year that were not for current year activity to correct prior year activity, the entries were required to be posted as prior period adjustments, totaling approximately \$2,900,000

Criteria: The County should reconcile all balance sheet accounts to subsidiary ledgers and current year activity should be able to be generated to prepare an accurate roll-forward to accounts that does not require miscellaneous balancing adjustments.

Recommendation: The County should determine the appropriate system to initiate loans and track note receivable activity. They should also consolidate all open loans into the new system. The



process will be time consuming to create a new record for all open loans; however, in order to get a complete handle on the loan program all loans would need to be reviewed and verified. Also, the Community Development department should create a process such that all payments are accurately posted to loan balances and funding sources. In addition, the Community Development department should prepare detailed policies and procedures for initiating any type of loan, processing payments, approving loan deferrals, and reconciliation process and approvals.

Response and Corrective Action Plan: Community Development Management has reviewed and agrees with the recommendation provided. The Community Development Department will develop policies and procedures related to reconciling notes receivable activity and year-end notes receivable balances to the general ledger. The Community Development Department has identified and contracted with a new software system vendor (Neighborly Software) to improve the process of initiating loans and tracking notes receivable activity.

Prior to implementation of the new system, Community Development Management will ensure that all open loans will be tracked by the appropriate funding source. Before the transfer of any open loans, Community Development will systematically review each open loan and compare it to all available resources. This will guarantee accuracy of balances, funding sources, and payment history. The complete review of open loans is projected to be completed by May 2020. Once complete, a transfer of loan balances, including splits between funding sources, will be migrated to Neighborly Software.

The complete review of loan documentation, development of policies and procedures, and implementation of a new software system will allow for better and more useful reporting. The end result is that new standard processes and accompanying policies and procedures for all of our loans will allow for accurate monthly/quarterly/annual reconciliations and approvals.

2019-003: Capital Asset Disposals

Condition: As part of our audit, we identified that a material capital asset disposal was not recorded.

Cause: The County sold a parcel of land during the fiscal year and recorded the cash proceeds. However, they did not record the removal of the land and the related loss on disposal.



Effect: In reviewing the capital asset roll-forward and footnotes in the CAFR, we were able to identify the approximate \$1,400,000 gain on disposal should have been a \$400,000 loss on disposal. Also, the footnotes did not present the decrease in land.

Criteria: The County should ensure that proceeds from sale of capital assets accurately account for the disposal in the general ledger.

Recommendation: The County should continue to improve their financial reporting process such that significant journal entries are reviewed and approved by appropriate personnel.

Response and Corrective Action Plan: Financial Services Management has reviewed the recommendation provided. We will continue to evaluate, improve, and implement policies and procedures related to capital assets including significant journal entries.

Financial Services Management will work with County departments to ensure that proper documentation and reporting procedures are followed. In addition, we will continue to identify efficiencies in our financial management software that will allow for increased accuracy in financial rep.

Pasco County, Florida Summary Schedule of Prior Audit Findings

2018-001: Financial Reporting

- Condition: As part of our audit, we noted three items that required restatement of prior period balances. The specific items are noted below:
 - Two of those issues came from the audit of the Pasco County Sheriff's Office, which are incorporated into these financial statements. The Pasco County Sheriff's Office financial statements were issued on June 29, 2018, and those comments can be found in that report.
 - Due from other governments balances at the end of the fiscal year had been previously collected in prior years or should not have been recorded in the fund level statements originally – required restatement of previously issued net position and fund balances.
 - We also noted other instances of financial reporting that were not in accordance with generally accepted accounting principles (GAAP). The specific items are noted below:
 - At the end of the fiscal year, payroll accrual was not recorded in accordance with GAAP.
 - Accounts payable and purchase card payables were not accurately allocated to funds.
 - Pooled cash was not accurately allocated to funds.
 - Grant expenses were not allocated to specific funds using transfers.
 - Enterprise funds did not record principal payments on the full-accrual basis of accounting.
 - Housing notes receivable and unavailable revenue were not accurately stated at the end of the fiscal year.
 - Compensated absences balance as of the end of the fiscal year was not properly stated.

- Recommendation: We recommend that the County continue to review, revise, and formalize its accounting procedures and year-end processes. The County should continue to fill their open accounting positions, enhancing its ability to review balances proactively throughout the year with comparisons to prior year and budget. This will enable management to identify any accounting issues in a timely and efficient manner, ensuring proper year-end cut-off.

- Current Status: Similar findings were identified in the current audit with several programs on the SEFA incorrectly reported. This will be reported as a finding for 9/30/19 as 2019-001.