



**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, 2024

(With Independent Auditor's Report Thereon)



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**INDEPENDENT AUDITOR’S 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, 2024, and the related notes to the financial statements, which collectively comprise the County’s basic financial statements and have issued our report thereon dated April 30, 2025.

**Report on 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) as a basis for designing 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 the 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. However, as described in the accompanying schedule of findings and questioned costs, we did identify certain deficiencies in internal control that we consider to be a material weakness, 2024-001.

## **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Pasco County, Florida'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 financial statements. 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 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, L.L.C.*

Tampa, Florida  
April 30, 2025



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**INDEPENDENT AUDITOR’S 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**

***Qualified and Unmodified Opinions***

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 *State of 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, 2024. The County’s major federal programs and major state projects are identified in the summary of Auditor’s results section of the accompanying schedule of findings and questioned costs.

***Qualified Opinion on CSFA 40.901 State Housing Initiative Partnership***

In our opinion, except for the noncompliance described in the Basis for Qualified and Unmodified Opinions section of our report, Pasco County, Florida complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on CSFA 40.901 State Housing Initiative Partnership for the year ended September 30, 2024.

***Unmodified Opinion on Each of the Other Major Federal Programs and Major State Projects***

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 other major federal programs and state projects identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs for the year ended September 30, 2024.

***Basis for Qualified and Unmodified Opinions***

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 Chapter 10.550, Rules of the Auditor General, *Florida Single Audit Act Audits – Local Governmental Entity Audits*. Our responsibilities under those standards and the Uniform Guidance and Chapter 10.550, Rules of the Auditor General, are further described in the Auditor’s Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each

major federal program and state project. Our audit does not provide a legal determination of County's compliance with the compliance requirements referred to above.

*Matters Giving Rise to Qualified Opinion on CSFA 40.901 State Housing Initiative Partnership*

As described in the accompanying schedule of findings and questioned costs, Pasco County, Florida did not comply with requirements regarding CSFA 40.901 State Housing Initiative Partnership as described in finding number 2024-002 for Reporting and Period of Availability.

Compliance with such requirements is necessary, in our opinion, for Pasco County, Florida to comply with the requirements applicable to that program.

***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to County's federal programs and state projects.

***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the County's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance and Chapter 10.550, Rules of the Auditor General, will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about County's compliance with the requirements of each major federal program and state project as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance, and Chapter 10.550, Rules of the Auditor General, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and Chapter 10.550, Rules of the Auditor General, but not for the purpose of expressing an opinion on the effectiveness of County's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

### **Other Matters**

*Government Auditing Standards* requires the auditor to perform limited procedures on Pasco County, Florida's response to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. Pasco County, Florida's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

### **Report on Internal Control over Compliance**

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be material weaknesses.

*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 on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a 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 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 that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2024-002 to be a material weakness.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

*Government Auditing Standards* requires the auditor to perform limited procedures on Pasco County, Florida's response to the internal control over compliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. Pasco County, Florida's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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, Rules of the Auditor General. 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, 2024, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated April 30, 2025, 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, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and Chapter 10.550, Rule of the Auditor General, are presented for purposes of additional analysis and are 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 basic 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 schedule 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.*

Tampa, Florida  
June 23, 2025

**Pasco County, Florida**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended September 30, 2024**

FEDERAL AGENCY, PASS-THROUGH ENTITY, FEDERAL PROGRAM	FEDERAL ALN	CONTRACT NUMBER	EXPENDITURES	AMOUNTS PASSED THROUGH TO SUBRECIPIENTS
<b>U.S. Department Of Agriculture</b>				
Rural Housing Preservation Grants	10.433	Program Income	\$ 141.00	\$ -
Rural Housing Preservation Grants	10.433	Outstanding Loans	660,069	-
<b>Total Rural Housing Preservation Grant</b>			<u>660,210</u>	<u>-</u>
<b>Total U.S. Department of Agriculture</b>			<u>660,210</u>	<u>-</u>
<b>U.S. Department of Housing and Urban Development</b>				
<b>CDBG - Entitlement Grants Cluster</b>				
Community Development Block Grants/Entitlement Grants	14.218	Outstanding Loans	9,733,720	-
COVID-19 Community Development Block Grants/Entitlement Grants	14.218	Outstanding Loans	650,147	-
ARRA Neighborhood Stabilization Program NSP 1	14.218	Outstanding Loans	4,011,448	-
Community Development Block Grants/Entitlement Grants	14.218	B19-UC-12-0009	530,397	104,828
Community Development Block Grants/Entitlement Grants	14.218	B-20-UC-12-0009	867,219	475,265
Community Development Block Grants/Entitlement Grants	14.218	B-21-UC-12-0009	775,387	4,747
Community Development Block Grants/Entitlement Grants	14.218	B-22-UC-12-0009	305,972	212,566
Community Development Block Grants/Entitlement Grants	14.218	B-23-UC-12-0009	744,476	64,591
Community Development Block Grants/Entitlement Grants	14.218	Program Income	1,260,496	889,444
Neighborhood Stabilization Program NSP 3	14.218	Outstanding Loans	849,290	-
Neighborhood Stabilization Program NSP 3	14.218	Program Income	19,809	-
COVID-19 Community Development Block Grants/Entitlement Grants	14.218	B-20-UW-12-0009	435,161	384,270
<b>Total CDBG - Entitlement Grants Cluster</b>			<u>20,183,522</u>	<u>2,135,711</u>
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228	I0175	44,499	-
<i>Passed through State of Florida Department of Economic Opportunity</i>				
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228	MT027	385,138	-
<b>Total Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii</b>			<u>429,637</u>	<u>-</u>
Emergency Solutions Grant Program	14.231	E-22-UC-12-0009	8,826	8,826
Emergency Solutions Grant Program	14.231	E-23-UC-12-0009	253,279	253,279
COVID-19/ Emergency Solutions Grant Program	14.231	E-20-UW-12-0009	45,438	42,394
<b>Total Emergency Solutions Grant Program</b>			<u>307,543</u>	<u>304,499</u>
Home Investment Partnerships Program	14.239	Outstanding Loans	15,451,965	-
Home Investment Partnerships Program	14.239	M16-UC-120016	202,681	202,681
Home Investment Partnerships Program	14.239	M17-UC-120016	26,092	26,092
Home Investment Partnerships Program	14.239	M18-UC-120016	76,401	76,401
Home Investment Partnerships Program	14.239	M23-DC-120216	138,337	-
Home Investment Partnerships Program	14.239	Program Income	222,985	196,117
Home Investment Partnerships Program	14.239	M21-DP12-0216	109,233	-
<b>Total Home Investment Partnerships Program</b>			<u>16,227,694</u>	<u>501,291</u>
<i>Passed through Neighborhood Lending Association</i>				
Neighborhood Stabilization Program	14.256	Outstanding Loans	7,778,570	-
Neighborhood Stabilization Program	14.256	Program Income	13,512	-
<b>Total Neighborhood Stabilization Program</b>			<u>7,792,082</u>	<u>-</u>
<b>Total U.S. Department of Housing and Urban Development</b>			<u>44,940,478</u>	<u>2,941,501</u>

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**Pasco County, Florida**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended September 30, 2024**

FEDERAL AGENCY, PASS-THROUGH ENTITY, FEDERAL PROGRAM	FEDERAL ALN	CONTRACT NUMBER	EXPENDITURES	AMOUNTS PASSED THROUGH TO SUBRECIPIENTS
<b>U.S. Department of Justice</b>				
Treatment Court Discretionary Grant Program	16.585	2020-DC-BX-0142	29,525	29,525
<i>Passed through University of South Florida Board of Trustees</i>				
National Institute of Justice Research, Evaluation, and Development Project Grants	16.560	1255-1164-00-C	11,362	-
<i>Passed through of Florida, Department of Legal Affairs, Office of The Attorney General</i>				
Crime Victim Assistance	16.575	VOCA-C-2023 VOCA-2022-776	114,642	-
<i>Passed through Florida Department of Law Enforcement</i>				
Project Safe Neighborhoods	16.609	6D002	86,976	-
Public Safety Partnership and Community Policing Grants	16.710	2020 - UL - WX - 0044	236,437	-
Public Safety Partnership and Community Policing Grants	16.710	15JCOPS-23-GG-01897-TECP	1,421,824	-
Total Public Safety Partnership and Community Policing Grants			<u>1,658,261</u>	<u>-</u>
<i>Passed through Florida Department of Law Enforcement</i>				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	R7203	78,716	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	15PBJA-22-GG-02114-JAGX	9,566	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	15PBJA-23-GG-03301-JAGX	136,764	-
Total Edward Byrne Memorial Justice Assistance Grant Program			<u>225,046</u>	<u>-</u>
Criminal and Juvenile Justice and Mental Health Collaboration Program	16.745	15PBJA-21-GG-04328-MENT	128,798	-
Equitable Sharing Program	16.922	N/A	376,896	-
<b>Total U.S. Department Of Justice</b>			<b><u>2,631,506</u></b>	<b><u>29,525</u></b>
<b>U.S. Department of Transportation</b>				
<i>Passed through Florida Department of Transportation</i>				
Highway Planning and Construction	20.205	G2776	1,118,805	-
Highway Planning and Construction	20.205	G2U81	137,082	-
Highway Planning and Construction	20.205	G2P53	65,805	-
Highway Planning and Construction	20.205	G2B69	326,420	-
Highway Planning and Construction	20.205	G2M54	61,064	-
Highway Planning and Construction	20.205	G2M53	60,000	-
Total Highway Planning and Construction			<u>1,769,176</u>	<u>-</u>
<b>Federal Transit Cluster</b>				
Federal Transit Formula Grants	20.507	FL-2020-061-00	330,190	-
Federal Transit Formula Grants	20.507	FL-2023-010-03-00	579,732	-
Federal Transit Formula Grants	20.507	FL-2023-063-01-00	6,000	-
Federal Transit Formula Grants	20.507	FL-90-X814-00	157,800	-
Federal Transit Formula Grants	20.507	FL90X-895	332,607	-
Federal Transit Formula Grants	20.507	FL-2019-024-00	314,651	-
COVID-19 Federal Transit Formula Grants	20.507	FL-2020-098-00	42,902	-
Federal Transit Formula Grants	20.507	FL-2021-079-00	367,096	-
Federal Transit Formula Grants	20.507	FTA FL-2024-002-00	5,764	-
Federal Transit Formula Grants	20.507	FL-90X-847	52,760	-
Total Federal Transit Formula Grants			<u>2,189,502</u>	<u>-</u>

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**Pasco County, Florida**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended September 30, 2024**

<b>FEDERAL AGENCY, PASS-THROUGH ENTITY, FEDERAL PROGRAM</b>	<b>FEDERAL ALN</b>	<b>CONTRACT NUMBER</b>	<b>EXPENDITURES</b>	<b>AMOUNTS PASSED THROUGH TO SUBRECIPIENTS</b>
Bus and Bus Facilities Formula & Discretionary Programs	20.526	FL-2018-063	580,529	-
Bus and Bus Facilities Formula & Discretionary Programs	20.526	FL-2022-057-00	1,124,629	-
Bus and Bus Facilities Formula & Discretionary Programs	20.526	FL-2022-058-00	492,039	-
Total Bus and Bus Facilities Formula & Discretionary Programs			<u>2,197,197</u>	-
<b>Total Federal Transit Cluster</b>			<u>4,386,699</u>	-
<i>Passed through Florida Department of Transportation</i>				
Formula Grants for Rural Areas	20.509	G1M37	170,353	-
Formula Grants for Rural Areas	20.509	G1U51	364,441	-
Formula Grants for Rural Areas	20.509	G2326	207,907	-
Total Formula Grants for Rural Areas			<u>742,701</u>	-
<b>Total U. S. Department of Transportation</b>			<u>6,898,576</u>	-
<b>National Endowment for the Humanities</b>				
Promotion of the Humanities Federal/State Partnership	45.129	GR_0424_5387_2857	3,000	-
<b>Total National Endowment for the Humanities</b>			<u>3,000</u>	-
<b>U.S. Department of the Treasury</b>				
Resources and Ecosystems Sustainability, Tourist Opportunities, and Revived Economies of the Gulf Coast States	21.015	1 RDCGR190115-01-00	32,836	-
Resources and Ecosystems Sustainability, Tourist Opportunities, and Revived Economies of the Gulf Coast States	21.015	RDCGR190448-01-00	168,942	-
Total Resources and Ecosystems Sustainability, Tourist Opportunities, and Revived Economies of the Gulf Coast States			<u>201,778</u>	-
COVID-19 Emergency Rental Assistance Program	21.023	ERA2-0317	14,597	-
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	341,652	-
<b>Total U.S. Department of the Treasury</b>			<u>558,027</u>	-
<b>U.S. Environmental Protection Agency (USEPA)</b>				
Brownfields Multipurpose, Assessment, Revolving Loan Fund, and Cleanup Cooperative Agreements	66.818	02D28722	71,827	-
<b>Total U.S. Environmental Protection Agency (USEPA)</b>			<u>71,827</u>	-
<b>U.S Department of Health and Human Services</b>				
<b>Aging Cluster</b>				
<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	EA023-PASCO TRANSPORTATION	91,038	-
COVID-19 Special Programs for the Aging Title III, Part B Grants for Supportive Services and Senior Centers	93.044	ERP21-PASCO TRANSPORTATION	4,217	-
Special Programs for the Aging Title III, Part B Grants for Supportive Services and Senior Centers	93.044	EA024-PASCO TRANSPORTATION	155,605	-
Total Special Programs for the Aging Title III, Part B Grants for Supportive Services and Senior Centers			<u>250,860</u>	-

*Continued*

**Pasco County, Florida**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended September 30, 2024**

FEDERAL AGENCY, PASS-THROUGH ENTITY, FEDERAL PROGRAM	FEDERAL ALN	CONTRACT NUMBER	EXPENDITURES	AMOUNTS PASSED THROUGH TO SUBRECIPIENTS
<i>Passed through Florida Department of Elder Affairs, then through West Central Florida Agency on Aging</i>				
COVID-19 Special Programs for the Aging Title III, Part C Nutrition Services	93.045	ERP21-PASCO NUTRITION	212,415	-
Special Programs for the Aging Title III, Part C Nutrition Services	93.045	EA023-PASCO NUTRITION	421,167	-
Special Programs for the Aging Title III, Part C Nutrition Services	93.045	EA023-PASCO NUTRITION	2,143	-
Special Programs for the Aging Title III, Part C Nutrition Services	93.045	EA024-PASCO NUTRITION	746,086	-
Special Programs for the Aging Title III, Part C Nutrition Services	93.045	EA024 - PASCO NUTRITION	3,242	-
Total Special Programs for the Aging Title III, Part C Nutrition Services			<u>1,385,053</u>	<u>-</u>
Nutrition Services Incentive Program	93.053	EA024 - PASCO NUTRITION	83,886	-
Total Nutrition Services Incentive Program			<u>83,886</u>	<u>-</u>
<b>Total Aging Cluster</b>			<b><u>1,719,799</u></b>	<b><u>-</u></b>
<i>Passed through the National Center for Injury Prevention and Control Substance Abuse and Mental Health Services Projects of Regional and National Significance</i>				
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	1H79TI082965-01	391,007	274,927
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	5H79TI080841-02	129,942	129,942
Total Substance Abuse and Mental Health Services Projects of Regional and National Significance			<u>520,949</u>	<u>404,869</u>
<i>Passed through the Florida Department of Health Public Health Emergency Response</i>				
Public Health Emergency Response	93.354	C051AE	1,128	-
<i>Passed through Florida Department of Revenue Child Support Enforcement</i>				
Child Support Enforcement	93.563	C0C51	590,860	-
<i>Passed through Florida Department of Elder Affairs Low-Income Home Energy Assistance</i>				
Low-Income Home Energy Assistance	93.568	EP021-PASCO	151,643	-
<b>Total U.S. Department of Health and Human Services</b>			<b><u>2,984,379</u></b>	<b><u>404,869</u></b>
<b>Executive Office of the President</b>				
<i>Passed through Office of National Drug Control Policy High Intensity Drug Trafficking Areas Program</i>				
High Intensity Drug Trafficking Areas Program	95.001	G23CF0014A	50,747	-
High Intensity Drug Trafficking Areas Program	95.001	G24CF0014A	26,879	-
Total High Intensity Drug Trafficking Areas Program			<u>77,626</u>	<u>-</u>
<b>Total Executive Office of the President</b>			<b><u>77,626</u></b>	<b><u>-</u></b>
<b>U.S. Department of Homeland Security</b>				
<i>Passed through Florida Division of Emergency Management Flood Mitigation Assistance</i>				
Flood Mitigation Assistance	97.029	B0101	60,971	-
Flood Mitigation Assistance	97.029	B0160	110,823	-
Total Flood Mitigation Assistance			<u>171,794</u>	<u>-</u>
<i>Passed through Florida Division of Emergency Management Disaster Grants Public Assistance</i>				
Disaster Grants Public Assistance	97.036	Z1879	244,200	-
Disaster Grants Public Assistance	97.036	00855	90,871	-
Disaster Grants Public Assistance	97.036	691266	229,526	-
Disaster Grants Public Assistance	97.036	705549	12,561	-
Disaster Grants Public Assistance	97.036	745590	14,966	-
Total Disaster Grant Public Assistance			<u>592,124</u>	<u>-</u>

*Continued*

**Pasco County, Florida**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended September 30, 2024**

FEDERAL AGENCY, PASS-THROUGH ENTITY, FEDERAL PROGRAM	FEDERAL ALN	CONTRACT NUMBER	EXPENDITURES	AMOUNTS PASSED THROUGH TO SUBRECIPIENTS
Hazard Mitigation Grant Program	97.039	H0991	22,500	-
Hazard Mitigation Grant Program	97.039	H0852	388,808	-
Total Hazard Mitigation Grant Program			<u>411,308</u>	<u>-</u>
<i>Passed through Florida Division of Emergency Management</i>				
Emergency Management Performance Grants	97.042	G0479	146,805	-
Total Emergency Management Performance Grants			<u>146,805</u>	<u>-</u>
<i>Passed through Florida Division of Emergency Management</i>				
Homeland Security Grant Program	97.067	R0461	106,123	-
Homeland Security Grant Program	97.067	R0545	261,048	-
Homeland Security Grant Program	97.067	R0731	49,800	-
Homeland Security Grant Program	97.067	R0913	125,900	-
Total Homeland Security Grant Program			<u>542,871</u>	<u>-</u>
<b>Total U.S. Department of Homeland Security</b>			<u><b>1,864,902</b></u>	<u><b>-</b></u>
<b>Total Expenditures of Federal Awards</b>			<u><b>\$ 60,690,531</b></u>	<u><b>\$ 3,375,895</b></u>

**Pasco County, Florida**  
**Schedule of Expenditures of State Financial Assistance**  
**For the Year Ended September 30, 2024**

STATE AGENCY, STATE PROGRAM	CSFA NUMBER	CONTRACT NUMBER	EXPENDITURES
<b>Executive Office of the Governor</b>			
Emergency Management Programs	31.063	A0348	\$ 78,096
Emergency Management Programs	31.063	A0465	13,913
Total Emergency Management Programs			<u>92,009</u>
<b>Total Executive Office of the Governor</b>			<b><u>92,009</u></b>
<b>Florida Department of Environmental Protection</b>			
Florida Recreation Development Assistance Program	37.017	A3020	182,400
Statewide Water Quality Restoration Projects	37.039	LPA0206	6,278,421
Statewide Water Quality Restoration Projects	37.039	LPA0207	677,912
Statewide Water Quality Restoration Projects	37.039	LPA0361	37,292
Total Statewide Water Quality Restoration Projects			<u>6,993,625</u>
Resilient Florida Program	37.098	22PLN90	36,558
<b>Total Florida Department of Environmental Protection</b>			<b><u>7,212,583</u></b>
<b>Florida Department of Economic Opportunity</b>			
<i>Passed through Florida Sports Foundation</i>			
Economic Development Partnerships	40.040	C BJCHBCAAB	372
Economic Development Partnerships	40.040	63AiUz30bm	2,772
Economic Development Partnerships	40.040	mNou35qPAV	1,273
Economic Development Partnerships	40.040	angmX4ooAP	6,660
Economic Development Partnerships	40.040	GfVO7FNNJM	1,462
Economic Development Partnerships	40.040	GTHkcF2gIH	5,471
Economic Development Partnerships	40.040	nEnptdMTOu	1,212
Economic Development Partnerships	40.040	6564	10,000
Economic Development Partnerships	40.040	1421	2,382
Economic Development Partnerships	40.040	1412	4,170
Economic Development Partnerships	40.040	283074236	23,300
Economic Development Partnerships	40.040	283080322	2,350
Economic Development Partnerships	40.040	12805	11,874
Economic Development Partnerships	40.040	30860	514
Economic Development Partnerships	40.040	32409	5,000
Economic Development Partnerships	40.040	32387	1,160
Economic Development Partnerships	40.040	31817	3,500
Total Economic Development Partnership Program			<u>83,472</u>
<b>Total Florida Department of Economic Opportunity</b>			<b><u>83,472</u></b>
<b>Florida Housing Finance Corporation</b>			
State Housing Initiatives Partnership Program	40.901	LPA0610	14,142
State Housing Initiatives Partnership Program	40.901	M01-UC-24-0216	2,630,848
State Housing Initiatives Partnership Program	40.901	Program Income	2,219,369
State Housing Initiatives Partnership Program	40.901	M01-UC-22-0216	1,789,383
Total State Housing Initiatives Partnership Program			<u>6,653,742</u>
<b>Total Florida Housing Finance Corporation</b>			<b><u>6,653,742</u></b>
<b>Florida Department of State and Secretary of State</b>			
State Aid to Libraries	45.030	24-ST-69	133,010
<b>Total Florida Department of State and Secretary of State</b>			<b><u>133,010</u></b>

*Continued*

**Pasco County, Florida**  
**Schedule of Expenditures of State Financial Assistance**  
**For the Year Ended September 30, 2024**

STATE AGENCY, STATE PROGRAM	CSFA NUMBER	CONTRACT NUMBER	EXPENDITURES
<b>Florida Department of Education and Commissioner of Education</b>			
The Chris Hixon, Coach Arron Feid, and Coach Scott Beigel Guardian Program	48.140	96R-90210-4D001	297,612
<b>Total Florida Department of Education and Commissioner of Education</b>			<b>297,612</b>
<b>Florida Department of Transportation</b>			
Florida Commission for the Transportation Disadvantaged (CTD) Trip and Equipment Grant	55.001	G2Z41	197,414
Florida Commission for the Transportation Disadvantaged (CTD) Trip and Equipment Grant	55.001	G2K75	517,253
Total Florida Commission for the Transportation Disadvantaged (CTD) Trip and Equipment Grant Program			714,667
Florida Commission for the Transportation Disadvantaged (CTD) Planning Grant	55.002	G1Y63	8,452
Florida Commission for the Transportation Disadvantaged (CTD) Planning Grant	55.002	G2972	29,297
Total Florida Commission for the Transportation Disadvantaged (CTD) Planning Grant			37,749
County Incentive Grant Program	55.008	G2A66	2,485,449
Public Transit Block Grant	55.010	G2F17	898,621
Public Transit Block Grant	55.010	G2092	1,269,806
Total Public Transit Block Grant			2,168,427
Public Transit Service Development Program	55.012	G1T95	91,008
Transit Corridor Development Program	55.013	G2093	6,093
Transit Corridor Development Program	55.013	G2094	212,013
Transit Corridor Development Program	55.013	G2C19	250,316
Transit Corridor Development Program	55.013	G2C20	188,098
Total Transit Corridor Development Program			656,520
Transportation Regional Incentive Grant Program (TRIP)	55.026	G1U21	698,375
Local Transportation Projects	55.039	G2N37	13,267,344
Local Transportation Projects	55.039	G1U20	1,578,512
Total Local Transportation Projects			14,845,856
<b>Total Florida Department of Transportation</b>			<b>21,698,051</b>
<b>Florida Department of Children and Families</b>			
Substance Abuse and Mental Health-Community Services <i>Passed through Central Florida Behavioral Health Network</i>	60.153	N/A	564,856
Substance Abuse and Mental Health-Community Services	60.153	PJ276	49,483
Total Substance Abuse and Mental Health-Community Services			614,339
<b>Total Florida Department of Children and Families</b>			<b>614,339</b>

*Continued*

**Pasco County, Florida**  
**Schedule of Expenditures of State Financial Assistance**  
**For the Year Ended September 30, 2024**

<u>STATE AGENCY, STATE PROGRAM</u>	<u>CSFA NUMBER</u>	<u>CONTRACT NUMBER</u>	<u>EXPENDITURES</u>
<b>Florida Department of Elder Affairs</b>			
Home Care For the Elderly	65.001	EH024-PASCO	44,024
Home Care For the Elderly	65.001	EH023-PASCO	<u>90,451</u>
Total Home Care For the Elderly			<u>134,475</u>
Local Services Programs	65.009	EL023-Pasco Transportation	48,406
Local Services Programs	65.009	EL023 - Pasco Nutrition	<u>121,238</u>
Total Local Services Programs			<u>169,644</u>
Alzheimer interventions, Memory Disorder Clinics, Brain Banks and Alzheimer Special Projects	65.002	EZ023-PASCO	191,640
Alzheimer interventions, Memory Disorder Clinics, Brain Banks and Alzheimer Special Projects	65.002	EZ024-PASCO	<u>57,290</u>
Total Alzheimer interventions, Memory Disorder Clinics, Brain Banks and Alzheimer Special Projects			<u>248,930</u>
Alzheimer Respite Services	65.004	EZ024-PASCO	23,854
Community Care for the Elderly	65.010	EC023-PASCO	443,812
Community Care for the Elderly	65.010	EC024- PASCO	<u>195,007</u>
Total Community Care for the Elderly			<u>638,819</u>
<b>Total Florida Department of Elder Affairs</b>			<b><u>1,215,722</u></b>
<b>Florida Department of Law Enforcement</b>			
Thomas Varnadoe Forensics Center for Education and Research, Pasco County Sheriffs Office	71.035	2019-SFA-FCO-51-3K-003	218,324
Identity Theft and Fraud Grant Program	71.042	ZF010	840
Center for Recovery of Endangered and Missing Persons	71.057	7G009	266,704
FDLE Drone Replacement Program	71.092	3X031	49,434
PASCO SO - EMERGENCY OPERATIONS CENTER HARDENING IMPROVEMENT	71.111	3W019	39,300
PASCO Sheriffs Office Deployable Emergency Operations Center	71.110	L8024	1,972,201
State Assistance for Fentanyl Eradication in Flroida Program	71.122	2023-SAFE-SF-055	21,483
Online Sting Operations Grant Program	71.148	OS004	<u>5,896</u>
<b>Total Florida Department of Law Enforcement</b>			<b><u>2,574,182</u></b>
<b>Florida Department of Management Services</b>			
Prepaid Next Generation 911 (NG911) State Grant	72.003	S21-22-05-21	<u>321,098</u>
<b>Total Florida Department of Management Services</b>			<b><u>321,098</u></b>
<b>Florida Department of Juvenile Justice</b>			
Juvenile Assessment Centers	80.020	10722	116,519
Juvenile Assessment Centers	80.020	10820	<u>164,045</u>
Total Juvenile Assessment Centers			<u>280,564</u>
Diversion Services	80.022	10736	<u>325,365</u>
<b>Total Florida Department of Juvenile Justice</b>			<b><u>605,929</u></b>
<b>Total Expenditures of State Financial Assistance</b>			<b><u>\$ 41,501,749</u></b>

**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, 2024.

**NOTE 3: LOANS OUTSTANDING**

The County had the following loan balances outstanding at September 30, 2024. 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.

ALN/CSFA#	Program	Amount
10.433	Rural Housing Preservation Grants	\$ 614,234
14.218	Community Development Block Grant	\$ 14,890,596
14.239	Home Investment Partnerships Program	\$ 13,267,500
14.256	Neighborhood Stabilization Program NSP 2	\$ 7,383,361
40.901	State Housing Initiative Partnership (SHIP) Program	\$ 25,552,334

**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, 2024, 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 Auditor’s 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 Auditor’s report issued on compliance for major programs  | Unmodified             |
| 2. Internal control over major programs:   |                        |
| a. Material weaknesses identified?   | None                   |
| 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)? | None                   |
| 4. Identification of major programs:   |                        |
| Federal Awards   | ALN                    |
| Neighborhood Stabilization Program   | 14.256                 |
| Highway Planning and Construction  | 20.205                 |
| HOME Investment Partnerships Program   | 14.239                 |
| COPS Public Safety Partnership and Community Policing Grants   | 16.710                 |
| Aging Cluster  | 93.044, 93.045, 93.053 |
| 5. Dollar threshold used to distinguish between type A and type B programs:                                  | \$1,215,210            |
| 6. Auditee qualified as low-risk auditee under 2 CFR 200.520?  | No                     |

*State Awards:*

- |   |             |
|---|-------------|
| 1. Type of Auditor’s report issued on compliance for major programs:                                      |             |
| CSFA 40.901 – Modified  |             |
| All other major state projects – Unmodified   |             |
| 2. Internal control over major programs:  |             |
| a. Material weaknesses identified?  | Yes         |
| 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 Rule 10.554(1)(l)(4)? | Yes         |
| 4. Identification of major projects:  |             |
| State Projects  | CSFA        |
| State Housing Initiative Partnership  | 40.901      |
| Local Transportation Projects   | 55.039      |
| Deployable Emergency Operations Grant   | 71.110      |
| 7. Dollar threshold used to distinguish between type A and type B programs:                               | \$1,245,052 |

## Pasco County, Florida Schedule of Findings and Questioned Costs

### Part II – Financial Statement Findings

#### Material Weakness

**Finding Number: 2024-001: Financial Statement Presentation (previously reported as 2023-001, material weakness)**

**Criteria:** The County is required to present its financial statements in accordance with generally accepted accounting principles.

**Condition:** During the year-end audit, multiple adjusting entries were determined to be necessary to present the annual comprehensive financial report in accordance with generally accepted accounting principles.

**Cause:** During the fiscal year, reconciliations for bank accounts in the Solid Waste and Aggregate remaining funds were not completed in accordance with generally accepted accounting principles. Reconciling items were not correctly recorded in the general ledger. In addition, reconciliations were not performed on a regular, timely basis for several significant items within the Aggregate Remaining, Solid Waste, and Water & Wastewater Funds. This included the review of Construction in Process (CIP) figures for various projects in the Aggregate Remaining, Solid Waste, and Water & Wastewater Funds. This led to discrepancies in accounts payable and equity in pooled cash figures and an incomplete reflection of CIP balances.

**Effect:** Adjusting entries needed to be recorded to true up the figures to reconciled amounts: equity in pooled cash accounts and vouchers payable needed to be decreased by \$25,226,000. In addition, adjusting entries needed to be recorded to true up: infrastructure and construction work in progress accounts needed to be adjusted down by \$165,629,000 to correctly classify these amounts as improvements other than buildings. Adjusting entries were also needed to align with financial reporting at the end of the fiscal year.

**Recommendation:** The County should enact procedures to ensure that significant areas are being reconciled regularly throughout the financial year and that these reconciliations are being reviewed and approved by personnel in a timely manner.

**Response:** See attached Corrective Action Plan.

### Part III – Findings and Questioned Costs – Federal Programs

None

## Pasco County, Florida Schedule of Findings and Questioned Costs

### Part IV – Findings and Questioned Costs – State Projects

#### Material Weakness

**Finding Number: 2024-002 (previously reported as 2023-003 for reporting)**

**CSFA # 40.901:**

**State Project:** State Housing Initiatives Partnership Program (SHIP)

**Passed through:** N/A

**Contract Number and Year:** N/A, 2024

**Compliance Requirement:** Reporting and Period of Availability

**Questioned Costs:** \$769,000

**Criteria:** Rule Chapter 67-37005(1)(f), Florida Administrative Code, requires funds deposited to the local housing assistance trust fund must be spent within twenty-four months from the end of the applicable State fiscal year. Exceptions to this time frame must be approved by the Corporation SHIP Program Administrator on a case-by-case basis.

Section 420.9075(10), Florida Statutes, requires each county or eligible municipality to submit an annual report of its affordable housing programs and accomplishments to Florida Housing by September 15 of each year.

**Condition:** The County expended approximately \$769,000 outside of the period of availability for the 2021-2022 LHAP year. Additionally, the County did not submit an annual report to Florida Housing for the LHAP year 2021-2022 that was due September 15, 2024.

**Cause:** The projects for LHAP year 2021-2022 were not complete by September 15, 2024, so the County did not submit the annual report. Additionally, the County did not receive an extension to the period of availability from the State for the LHAP 2021-2022 projects.

**Effect:** Noncompliance with program requirements and SHIP funds not expended in the appropriate period could result in loss of future funding or requirement for the County to reimburse the SHIP fund from the General Fund.

**Recommendation:** The County should strengthen its process surrounding review of ongoing cases under the SHIP program to ensure Statutory requirements for project expenditures are in compliance and will be completed within the appropriate period. Additionally, the County should improve its process for identifying and adhering to reporting requirements to ensure reports are submitted accurately and timely.

**Response:** See attached Corrective Action Plan.



**Material Weakness**

**Finding Number: 2024-001: Financial Statement Presentation (previously reported as 2023-001, material weakness)**

**Criteria:** The County is required to present its financial statements in accordance with generally accepted accounting principles.

**Condition:** During the year-end audit, multiple adjusting entries were determined to be necessary to present the annual comprehensive financial report in accordance with generally accepted accounting principles.

**Cause:** During the fiscal year, reconciliations for bank accounts in the Solid Waste and Aggregate remaining funds were not completed in accordance with generally accepted accounting principles. Reconciling items were not correctly recorded in the general ledger. In addition, reconciliations were not performed on a regular, timely basis for several significant items within the Aggregate Remaining, Solid Waste, and Water & Wastewater Funds. This included the review of Construction in Process (CIP) figures for various projects in the Aggregate Remaining, Solid Waste, and Water & Wastewater Funds. This led to discrepancies in accounts payable and equity in pooled cash figures and an incomplete reflection of CIP balances.

**Effect:** Adjusting entries needed to be recorded to true up the figures to reconciled amounts: equity in pooled cash accounts and vouchers payable needed to be decreased by \$25,226,000. In addition, adjusting entries needed to be recorded to true up: infrastructure and construction work in progress accounts needed to be adjusted down by \$165,629,000 to correctly classify these amounts as improvements other than buildings. Adjusting entries were also needed to align with financial reporting at the end of the fiscal year.

**Recommendation:** The County should enact procedures to ensure that significant areas are being reconciled regularly throughout the financial year and that these reconciliations are being reviewed and approved by personnel in a timely manner.

**Response and Corrective Action Plan:**

In the wake of the devastation caused by Hurricanes Helene and Milton, Pasco County faced unprecedented challenges. The impacts of these storms required the Clerk's Financial Services team to perform critical processes outside of standard operating procedures to maintain continuity of operations.

In response, the Clerk & Comptroller's Financial Services Department is updating procedures to enhance the bank reconciliation process. The updates outlined below will strengthen the accuracy of the process:

1. Preparers will be provided with detailed procedures for resolving reconciling items identified during the process.
2. An additional step will be added for reconciliations ending September 30, requiring final approval from the Finance Director or Assistant Director.

**Contact:** Matthew Lazar, Finance Director  
**Anticipated Completion Date:** September 30, 2025

COUNTY ADMINISTRATION

727.847.8115 | West Pasco Government Center | 8731 Citizens Drive, Suite 350 | New Port Richey, FL 34654

## Pasco County, Florida Corrective Action Plans



### PASCO COUNTY, FLORIDA CORRECTIVE ACTION PLAN

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The Board of County Commissioners Fiscal Team will establish an enhanced review process for the quarterly Construction in Progress (CIP) report generated by the Enterprise Resource Planning (ERP) system. Under this updated procedure, a designated reviewer, independent from the preparer, will conduct a detailed review to ensure the accuracy and completeness of the reported financial information. The review will specifically confirm that only expenditures meeting capitalization criteria are included in the final CIP report. Any discrepancies identified between the preparer and reviewer will be discussed and resolved prior to finalization. Documentation of the review, including evidence of reconciliation and approval, will be maintained by the Fiscal Team. Upon completion, the approved report will be forwarded to the Clerk & Comptroller's Office for incorporation into the quarterly CIP accounting entry.

**Contact:** Jessica Bleser, Fiscal Services Director  
**Anticipated Completion Date:** September 30, 2025

**COUNTY ADMINISTRATION**

727.847.8115 | West Pasco Government Center | 8731 Citizens Drive, Suite 350 | New Port Richey, FL 34654



**Part IV – Findings and Questioned Costs – State Projects**

**Material Weakness**

**Finding Number:** 2024-002 (previously reported as 2023-003 for reporting)

**CSFA # 40.901:**

**State Project:** State Housing Initiatives Partnership Program (SHIP)

**Passed through:** N/A

**Contract Number and Year:** N/A, 2024

**Compliance Requirement:** Reporting and Period of Availability

**Questioned Costs:** \$769,000

**Criteria:** Rule Chapter 67-37005(1)(f), Florida Administrative Code, requires funds deposited to the local housing assistance trust fund must be spent within twenty-four months from the end of the applicable State fiscal year. Exceptions to this time frame must be approved by the Corporation SHIP Program Administrator on a case-by-case basis.

Section 420.9075(10), Florida Statutes, requires each county or eligible municipality to submit an annual report of its affordable housing programs and accomplishments to Florida Housing by September 15 of each year.

**Condition:** The County expended approximately \$769,000 outside of the period of availability for the 2021-2022 LHAP year. Additionally, the County did not submit an annual report to Florida Housing for the LHAP year 2021-2022 that was due September 15, 2024.

**Cause:** The projects for LHAP year 2021-2022 were not complete by September 15, 2024, so the County did not submit the annual report. Additionally, the County did not receive an extension to the period of availability from the State for the LHAP 2021-2022 projects.

**Effect:** Noncompliance with program requirements and SHIP funds not expended in the appropriate period could result in loss of future funding or requirement for the County to reimburse the SHIP fund from the General Fund.

**Recommendation:** The County should strengthen its process surrounding review of ongoing cases under the SHIP program to ensure Statutory requirements for project expenditures are in compliance and will be completed within the appropriate period. Additionally, the County should improve its process for identifying and adhering to reporting requirements to ensure reports are submitted accurately and timely.

**Response and Corrective Action Plan:**

The Pasco County Community Development Department recognizes the requirement in the Florida Administrative Code to expend SHIP funds within 24 months from the end of the applicable State year. Leading up to and during the period of non-compliance beginning July 1, 2024, Pasco County Community Development (PCCD) staff had frequent communications with SHIP staff. SHIP staff encouraged PCCD staff to spend funds timely and assured that said funds would not be in jeopardy of being recaptured. The key strategy to meet compliance is to increase spending on eligible projects. Consistent with this strategy, the County has encumbered \$7,600,000 to three multi-family housing projects that are currently under construction. The PCCD is also coordinating with a developer to acquire a hotel for conversion to affordable residential units. PCCD is seeking other funding opportunities that will help to achieve long-term compliance. 1) PCCD is developing a program to fund the construction of single-family homes for sale to qualifying homebuyers. 2) PCCD is developing a program to help homeowners by replacing mobile homes in disrepair with hardened structures. These two homeownership/construction activities are intended to achieve a long-term acceptable expenditure rate to ensure long-term compliance with the SHIP-required homeownership and construction set-asides. The annual report for 2021-2022 was submitted to the Florida Housing Finance Corporation (FHFC) on May 5, 2025 and approved on May 6, 2025.

**COUNTY ADMINISTRATION**

727.847.8115 | West Pasco Government Center | 8731 Citizens Drive, Suite 350 | New Port Richey, FL 34654

# Pasco County, Florida Corrective Action Plans



## PASCO COUNTY, FLORIDA CORRECTIVE ACTION PLAN

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While it is believed that these actions will result in timely expenditures in the long term, the PCCD commits to requests for Expenditure Extensions (close-out year ONLY), should the expenditure deadline not be met. Our department will review the SHIP report in early June. If an extension is needed, the request will be received by FHFC by June 15 of the year in which funds are required to be expended. The extension request shall be emailed to [robert.dearduff@floridahousing.org](mailto:robert.dearduff@floridahousing.org) and [kathy.cutler@floridahousing.org](mailto:kathy.cutler@floridahousing.org) and include: 1) A statement that "the County requests an extension to the expenditure deadline for fiscal year \_\_\_\_\_." 2) The amount of funds that is not expended. 3) The amount of funds that is not encumbered or has been recaptured. 4) A detailed plan of how/when the money will be expended." PCCD staff will ensure that the annual SHIP report is submitted by September 15 each year.

**Contact:** Charles Lane, Director Community Development

**Anticipated Completion Date:** September 15, 2025

COUNTY ADMINISTRATION

727.847.8115 | West Pasco Government Center | 8731 Citizens Drive, Suite 350 | New Port Richey, FL 34654

## Pasco County, Florida Summary Schedule of Prior Audit Findings

### **Material Weakness**

**Finding Number: 2023-001**

#### **Financial Reporting**

**Condition:** During the year-end audit, multiple adjusting entries were determined to be necessary to present the annual comprehensive financial report in accordance with generally accepted accounting principles.

**Recommendation:** The County should enact procedures to ensure that significant areas are being reconciled regularly throughout the financial year and that these reconciliations are being reviewed and approved by qualified persons in a timely manner.

**Current Status:** Similar findings in the current year are reported under Finding Number 2024-001.

### **Material Weakness**

**Finding Number: 2023-002 (originally reported as 2018-001, 2019-001, 2020-004, 2021-002, and 2022-002)**

#### **Preparation of the Schedule of Federal Awards and State Financial Assistance**

**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 and state expenditures were understated on the schedule of expenditures of federal awards and state financial assistance by approximately \$38,810,000 related to the following programs: ALN 14.256, ALN 14.218, ALN 14.239, ALN 10.433 and CSFA 40.901. Additionally, once assistance listing number was incorrectly reported on the schedule of expenditures of federal awards and state assistance.

**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.

**Current Status:** This finding is partially corrected.

### **Material Weakness**

**Finding Number: 2023-003**

#### **CSFA 40.901**

**Condition:** The County did not submit an annual report to Florida Housing for the LHAP year 2020-2021 that was due September 15, 2023.

**Recommendation:** The County should improve its process for identifying and adhering to reporting requirements to ensure reports are submitted accurately and timely.

**Current Status:** Similar findings in the current year are reported under Finding Number 2024-002.