



**City of Tucson, Arizona**  
**Single Audit Reporting Package**  
Year Ended June 30, 2018

**CITY OF TUCSON, ARIZONA  
SINGLE AUDIT REPORTING PACKAGE  
FOR THE YEAR ENDED JUNE 30, 2018**

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**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**

Independent Auditor's Report

Honorable Mayor and Members of the City Council  
City of Tucson, Arizona

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, each major fund, and the aggregate remaining fund information of City of Tucson, Arizona, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise City of Tucson, Arizona's basic financial statements, and have issued our report thereon dated February 27, 2019. Our report included an emphasis of matter paragraph as to comparability because of the implementation of Governmental Accounting Standards Board Statement No. 75.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered City of Tucson, Arizona'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 City of Tucson, Arizona's internal control. Accordingly, we do not express an opinion on the effectiveness of City of Tucson, Arizona'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 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

### Compliance and Other Matters

As part of obtaining reasonable assurance about whether City of Tucson, Arizona'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*.

### 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.

Heinfeld, Meech & Co., P.C.

Heinfeld, Meech & Co., P.C.  
Tucson, Arizona  
February 27, 2019

**Report on Compliance for Each Major Federal Program;  
Report on Internal Control Over Compliance; and  
Report on Schedule of Expenditures of Federal Awards  
Required by the Uniform Guidance**

Independent Auditor's Report

Honorable Mayor and Members of the City Council  
City of Tucson, Arizona

**Report on Compliance for Each Major Federal Program**

We have audited City of Tucson, Arizona's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of City of Tucson, Arizona's major federal programs for the year ended June 30, 2018. City of Tucson, Arizona's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

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

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of City of Tucson, Arizona's major federal programs 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; and 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). Those standards and the Uniform Guidance 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 occurred. An audit includes examining, on a test basis, evidence about City of Tucson, Arizona'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. However, our audit does not provide a legal determination of City of Tucson, Arizona's compliance.

***Opinion on Each Major Federal Program***

In our opinion, City of Tucson, Arizona 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 for the year ended June 30, 2018.

### **Report on Internal Control Over Compliance**

Management of City of Tucson, Arizona 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 City of Tucson, Arizona's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program 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 to test and report on internal control over compliance in accordance with Uniform Guidance, 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 City of Tucson, Arizona'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 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 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.

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

### **Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance**

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Tucson, Arizona as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise City of Tucson, Arizona's basic financial statements. We issued our report thereon dated February 27, 2019, 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 schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance 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 schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Heinfeld, Meech & Co., P.C.*

Heinfeld, Meech & Co., P.C.  
Tucson, Arizona  
March 20, 2019

**CITY OF TUCSON, ARIZONA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED JUNE 30, 2018**

Fund	Type	CFDA	Agency	Office	Program Title	Pass Through Grantor	Award Number	Award	Current Expenditures	Pass-Through
<b>Department Housing Urban Development</b>										
025	Direct	14.218	HUD	Department Housing Urban Development	Community Development Block Grants/Entitlement		B-08-MN-04-0507	7,286,911.00	139,548.00	-
025	Direct	14.218	HUD	Department Housing Urban Development	Community Development Block Grants/Entitlement		B-11-MN-040507	2,083,771.00	17,815.10	-
025	Direct	14.218	HUD	Department Housing Urban Development	Community Development Block Grants/Entitlement		B-14-MC040505	5,113,873.00	881,034.32	-
025	Direct	14.218	HUD	Department Housing Urban Development	Community Development Block Grants/Entitlement		B-15-MC040505	5,118,094.00	1,102,663.29	-
025	Direct	14.218	HUD	Department Housing Urban Development	Community Development Block Grants/Entitlement		B-16-MC040505	5,031,253.00	1,619,983.58	57,589.76
025	Direct	14.218	HUD	Department Housing Urban Development	Community Development Block Grants/Entitlement		B-17-MC040505	4,986,291.00	1,416,123.30	715,949.31
025	Direct	14.218	HUD	Department Housing Urban Development	Community Development Block Grants/Entitlement		B-11-MC-04-0505	8,000,000.00	8,000,000.00	-
					<b>14.218</b>			<b>37,620,193.00</b>	<b>13,177,167.59</b>	<b>773,539.07</b>
<b>Total CDBG - Entitlement Grants Cluster</b>								<b>37,620,193.00</b>	<b>13,177,167.59</b>	<b>773,539.07</b>
076	Direct	14.231	HUD	Department Housing Urban Development	Emergency Solutions Grants Program		E14MC040505	424,994.00	54.59	-
076	Direct	14.231	HUD	Department Housing Urban Development	Emergency Solutions Grants Program		E15MC040505	455,833.00	0.85	-
076	Direct	14.231	HUD	Department Housing Urban Development	Emergency Solutions Grants Program		E16MC040505	460,731.00	69,009.31	38,721.73
076	Direct	14.231	HUD	Department Housing Urban Development	Emergency Solutions Grants Program	-	E17MC040505	1,001,122.00	611,041.88	544,816.52
					<b>14.231</b>			<b>2,342,680.00</b>	<b>680,106.63</b>	<b>583,538.25</b>
076	Direct	14.238	HUD	Department Housing Urban Development	Shelter Plus Care		AZ0106L9T011507	682,239.00	762.72	-
076	Direct	14.238	HUD	Department Housing Urban Development	Shelter Plus Care		AZ0106L9T011608	682,239.00	680,749.87	656,499.43
076	Direct	14.238	HUD	Department Housing Urban Development	Shelter Plus Care		AZ0044L9T011609	763,232.00	723,901.91	703,181.46
076	Direct	14.238	HUD	Department Housing Urban Development	Shelter Plus Care	-	AZ0044L9T011710	772,076.00	110,268.16	108,310.30
					<b>14.238</b>			<b>2,899,786.00</b>	<b>1,515,682.66</b>	<b>1,467,991.19</b>
074	Direct	14.239	HUD	Department Housing Urban Development	Home Investment Partnerships Program		M13-DC040229	2,507,550.00	79,875.15	-
074	Direct	14.239	HUD	Department Housing Urban Development	Home Investment Partnerships Program		M14-DC040229	2,625,360.00	1,376,677.61	1,047,200.00
074	Direct	14.239	HUD	Department Housing Urban Development	Home Investment Partnerships Program		M15-DC040229	2,375,365.00	1,030.55	-
074	Direct	14.239	HUD	Department Housing Urban Development	Home Investment Partnerships Program		M17-DC040229	2,474,885.00	1,269,197.88	399,382.68
					<b>14.239</b>			<b>9,983,160.00</b>	<b>2,726,781.19</b>	<b>1,446,582.68</b>
076	Direct	14.241	HUD	Department Housing Urban Development	Housing Opportunities for Persons with AIDS		AZH-15-F002	451,530.00	32,524.00	-
076	Direct	14.241	HUD	Department Housing Urban Development	Housing Opportunities for Persons with AIDS		AZH-16-F002	456,639.00	16,687.96	2,918.38
076	Direct	14.241	HUD	Department Housing Urban Development	Housing Opportunities for Persons with AIDS		AZH-17-F002	520,326.00	405,473.50	403,589.95
					<b>14.241</b>			<b>1,428,495.00</b>	<b>454,685.46</b>	<b>406,508.33</b>
076	Direct	14.267	HUD	Department Housing Urban Development	Continuum of Care Program		AZ0161L9T011500	659,722.00	236,985.31	223,182.19
076	Direct	14.267	HUD	Department Housing Urban Development	Continuum of Care Program		AZ0161L9T011601	659,722.00	417,990.52	404,243.96
076	Direct	14.267	HUD	Department Housing Urban Development	Continuum of Care Program		AZ0147L9T011602	61,535.00	28,633.97	27,219.00
076	Direct	14.267	HUD	Department Housing Urban Development	Continuum of Care Program		AZ0147L9T011703	61,535.00	29,854.68	29,383.71
076	Direct	14.267	HUD	Department Housing Urban Development	Continuum of Care Program		AZ0038L9T011609	129,561.00	112,331.98	109,353.91
076	Direct	14.267	HUD	Department Housing Urban Development	Continuum of Care Program	-	AZ0038L9T011710	131,097.00	25,480.99	25,480.99
					<b>14.267</b>			<b>1,703,172.00</b>	<b>851,277.45</b>	<b>818,863.76</b>
110	Direct	14.850	HUD	Department Housing Urban Development	Public and Indian Housing		AZ004-30011016D	528,381.00	726.00	-
110	Direct	14.850	HUD	Department Housing Urban Development	Public and Indian Housing		AZ004-30011017D	516,296.00	258,715.00	-
110	Direct	14.850	HUD	Department Housing Urban Development	Public and Indian Housing		AZ004-30011018D	446,869.00	267,767.00	-
111	Direct	14.850	HUD	Department Housing Urban Development	Public and Indian Housing		AZ004-40011116D	683,622.00	939.00	-
111	Direct	14.850	HUD	Department Housing Urban Development	Public and Indian Housing		AZ004-40011117D	685,065.00	343,285.00	-
111	Direct	14.850	HUD	Department Housing Urban Development	Public and Indian Housing		AZ004-40011118D	564,506.00	338,256.00	-
112	Direct	14.850	HUD	Department Housing Urban Development	Public and Indian Housing		AZ004-50011216D	827,828.00	1,137.00	-
112	Direct	14.850	HUD	Department Housing Urban Development	Public and Indian Housing		AZ004-50011217D	820,442.00	411,122.00	-
112	Direct	14.850	HUD	Department Housing Urban Development	Public and Indian Housing		AZ004-50011218D	719,853.00	431,340.00	-
113	Direct	14.850	HUD	Department Housing Urban Development	Public and Indian Housing		AZ004-60011316D	731,899.00	1,006.00	-
113	Direct	14.850	HUD	Department Housing Urban Development	Public and Indian Housing		AZ004-60011317D	703,748.00	352,647.00	-
113	Direct	14.850	HUD	Department Housing Urban Development	Public and Indian Housing		AZ004-60011318D	669,004.00	400,872.00	-
114	Direct	14.850	HUD	Department Housing Urban Development	Public and Indian Housing		AZ004-00004816D	1,048,030.00	1,433.00	-
114	Direct	14.850	HUD	Department Housing Urban Development	Public and Indian Housing		AZ004-00004817D	1,024,898.00	495,919.00	-
114	Direct	14.850	HUD	Department Housing Urban Development	Public and Indian Housing		AZ004-00004818D	946,510.00	567,155.00	-
115	Direct	14.850	HUD	Department Housing Urban Development	Public and Indian Housing		AZ004-10011516D	115,197.00	158.00	-

**CITY OF TUCSON, ARIZONA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED JUNE 30, 2018**

Fund	Type	CFDA	Agency	Office	Program Title	Pass Through Grantor	Award Number	Award	Current Expenditures	Pass-Through
115	Direct	14.850	HUD	Department Housing Urban Development	Public and Indian Housing		AZ004-10011517D	108,982.00	54,611.00	-
115	Direct	14.850	HUD	Department Housing Urban Development	Public and Indian Housing		AZ004-10011518D	97,308.00	58,308.00	-
117	Direct	14.850	HUD	Department Housing Urban Development	Public and Indian Housing		AZ004-00005116D	485,868.00	667.00	-
117	Direct	14.850	HUD	Department Housing Urban Development	Public and Indian Housing		AZ004-00005117D	535,489.00	268,332.00	-
117	Direct	14.850	HUD	Department Housing Urban Development	Public and Indian Housing	-	AZ004-00005118D	478,102.00	286,482.00	-
118	Direct	14.850	HUD	Department Housing Urban Development	Public and Indian Housing	-	AZ004-00604016D	133,706.00	183.00	-
118	Direct	14.850	HUD	Department Housing Urban Development	Public and Indian Housing	-	AZ004-00604017D	150,626.00	75,478.00	-
118	Direct	14.850	HUD	Department Housing Urban Development	Public and Indian Housing	-	AZ004-00604018D	131,412.00	78,743.00	-
119	Direct	14.850	HUD	Department Housing Urban Development	Public and Indian Housing	-	AZ004-00006516D	82,652.00	113.00	-
119	Direct	14.850	HUD	Department Housing Urban Development	Public and Indian Housing	-	AZ004-00006517D	84,351.00	42,268.00	-
119	Direct	14.850	HUD	Department Housing Urban Development	Public and Indian Housing	-	AZ004-00006518D	72,873.00	43,666.00	-
120	Direct	14.850	HUD	Department Housing Urban Development	Public and Indian Housing	-	AZ004-70012016D	235,700.00	323.00	-
120	Direct	14.850	HUD	Department Housing Urban Development	Public and Indian Housing	-	AZ004-70012017D	228,118.00	114,309.00	-
120	Direct	14.850	HUD	Department Housing Urban Development	Public and Indian Housing	-	AZ004-70012018D	193,704.00	116,069.00	-
					<b>14.850</b>			<b>14,051,039.00</b>	<b>5,012,029.00</b>	<b>-</b>
073	Direct	14.856	HUD	Department Housing Urban Development	Lower Income Housing Assistance - Section 8		AZ004-MOD I	14,787.00	14,461.00	-
073	Direct	14.856	HUD	Department Housing Urban Development	Lower Income Housing Assistance - Section 8		AZ004-MOD II	165,039.00	141,681.50	-
073	Direct	14.856	HUD	Department Housing Urban Development	Lower Income Housing Assistance - Section 8		AZ004-MOD III	258,056.00	55,835.50	-
					<b>14.856</b>			<b>437,882.00</b>	<b>211,978.00</b>	<b>-</b>
<b>Total Section 8 Project Cluster</b>										
								<b>437,882.00</b>	<b>211,978.00</b>	<b>-</b>
073	Direct	14.871	HUD	Department Housing Urban Development	Section 8 Housing Choice Vouchers		AZ004-TUC	28,728,282.56	30,136,631.59	-
073	Direct	14.871	HUD	Department Housing Urban Development	Section 8 Housing Choice Vouchers		AZ033-PIMA	5,476,515.42	4,852,915.00	-
					<b>14.871</b>			<b>34,204,797.98</b>	<b>34,989,546.59</b>	<b>-</b>
073	Direct	14.879	HUD	Department Housing Urban Development	Mainstream Vouchers		AZ033-MS	158,817.00	155,804.50	-
					<b>14.879</b>			<b>158,817.00</b>	<b>155,804.50</b>	<b>-</b>
<b>Total Housing Choice Voucher Cluster</b>										
								<b>34,363,614.98</b>	<b>35,145,351.09</b>	<b>-</b>
076	Direct	14.870	HUD	Department Housing Urban Development	Resident Opportunity and Supportive Services		AZ004RPS102A013	240,000.00	10,556.83	-
076	Direct	14.870	HUD	Department Housing Urban Development	Resident Opportunity and Supportive Services	-	ROSS171075	246,000.00	61,934.02	-
					<b>14.870</b>			<b>486,000.00</b>	<b>72,490.85</b>	<b>-</b>
110-120	Direct	14.872	HUD	Department Housing Urban Development	Public Housing Capital Fund		AZ20P004501-14	1,294,901.00	11,766.41	-
110-120	Direct	14.872	HUD	Department Housing Urban Development	Public Housing Capital Fund		AZ20P004501-15	1,303,715.00	102,221.27	-
110-120	Direct	14.872	HUD	Department Housing Urban Development	Public Housing Capital Fund		AZ20P004501-16	1,358,705.00	612,832.41	-
110-120	Direct	14.872	HUD	Department Housing Urban Development	Public Housing Capital Fund	-	AZ20P004501-17	1,407,557.00	663,633.39	-
					<b>14.872</b>			<b>5,364,878.00</b>	<b>1,390,453.48</b>	<b>-</b>
076	Direct	14.896	HUD	Department Housing Urban Development	Family Self-Sufficiency Program		AZ004FSH031A016	206,680.00	86,824.78	-
076	Direct	14.896	HUD	Department Housing Urban Development	Family Self-Sufficiency Program		FSS17AZ0453	207,859.00	71,999.92	-
					<b>14.896</b>			<b>414,539.00</b>	<b>158,824.70</b>	<b>-</b>
122	Direct	14.900	HUD	Department Housing Urban Development	Lead-Based Paint Hazard Control in Privately-Owned		AZLHB061416	2,900,000.00	1,235,771.10	99,308.72
					<b>14.900</b>			<b>2,900,000.00</b>	<b>1,235,771.10</b>	<b>99,308.72</b>
<b>Total Department Housing Urban Development</b>								<b>113,995,438.98</b>	<b>62,632,599.20</b>	<b>5,596,332.00</b>

<b>Department of Justice</b>										
092	Direct	16.013	DOJ	Department of Justice	Violence Against Women Act Court Training	-	2012-WC-AX-0006	430,899.00	38,127.73	-
					<b>16.013</b>			<b>430,899.00</b>	<b>38,127.73</b>	<b>-</b>
092	Direct	16.021	DOJ	Department of Justice	Justice Systems Response to Families		2015-FJ-AX-0008	497,062.00	125,015.37	-
					<b>16.021</b>			<b>497,062.00</b>	<b>125,015.37</b>	<b>-</b>
092	Direct	16.320	DOJ	Department of Justice	Services for Trafficking Victims		2015-VT BX K048	743,212.00	246,627.96	-
					<b>16.320</b>			<b>743,212.00</b>	<b>246,627.96</b>	<b>-</b>
092	Subrecipient	16.543	DOJ	Department of Justice	Missing Children's Assistance	Arizona Internet Crimes Against Children Task Force	21WT FY17	7,095.00	2,290.05	-
					<b>16.543</b>			<b>7,095.00</b>	<b>2,290.05</b>	<b>-</b>
092	Subrecipient	16.738	DOJ	Department of Justice	Edward Byrne Memorial Justice Assistance	Arizona Criminal Justice Commission (ACJC)	DC-17-033	315,018.00	107,630.00	-
092	Subrecipient	16.738	DOJ	Department of Justice	Edward Byrne Memorial Justice Assistance	Arizona Criminal Justice Commission (ACJC)	2014-DJ-BX-1126	385,004.00	25,965.35	-
092	Direct	16.738	DOJ	Department of Justice	Edward Byrne Memorial Justice Assistance		2016-DJ-BX-0809	373,058.00	80,365.59	-
092	Subrecipient	16.738	DOJ	Department of Justice	Edward Byrne Memorial Justice Assistance	Arizona Criminal Justice Commission (ACJC)	DC-18-071	20,533.00	22,710.51	-
092	Subrecipient	16.738	DOJ	Department of Justice	Edward Byrne Memorial Justice Assistance	Arizona Criminal Justice Commission (ACJC)	2015-DJ-BX-0945	339,277.00	112,552.21	-

**CITY OF TUCSON, ARIZONA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED JUNE 30, 2018**

Fund	Type	CFDA	Agency	Office	Program Title	Pass Through Grantor	Award Number	Award	Current Expenditures	Pass-Through
092	Subrecipient	16.738	DOJ	Department of Justice	Edward Byrne Memorial Justice Assistance	Arizona Criminal Justice Commission (ACJC)	DC-18-013	287,629.00	287,611.32	-
					<b>16.738</b>			<b>1,720,519.00</b>	<b>636,834.98</b>	-
092	Direct	16.741	DOJ	Department of Justice	DNA Backlog Reduction		2016-DN-BX-0069	230,399.00	90,901.51	-
092	Direct	16.741	DOJ	Department of Justice	DNA Backlog Reduction Program		2015-DN BX 0070	246,564.00	171,302.11	-
092	Direct	16.741	DOJ	Department of Justice	DNA Backlog Reduction Program		2017-DN-BX-0048	215,623.00	2,247.45	-
					<b>16.741</b>			<b>692,586.00</b>	<b>264,451.07</b>	-
092	Direct	16.835	DOJ	Department of Justice	Body Worn Camera Policy and Implementation	Bureau of Justice Assistance	2017-BC-BX-0055	375,000.00	3,877.42	-
					<b>16.835</b>			<b>375,000.00</b>	<b>3,877.42</b>	-
<b>Total Department of Justice</b>								<b>4,466,373.00</b>	<b>1,317,224.58</b>	-

**Department of Transportation (DOT)**

**Highway Planning and Construction Cluster**

091	Subrecipient	20.205	DOT	Department of Transportation	Highway Planning and Construction	AZ Department of Transportation	STP-TUC-0(225)	50,000.00	2,776.46	-
091	Subrecipient	20.205	DOT	Department of Transportation	Highway Planning and Construction	AZ Department of Transportation	STP-TUC-0(259)D	1,074,673.00	770,485.51	-
091	Subrecipient	20.205	DOT	Department of Transportation	Highway Planning and Construction	Pima Association of Governments	PAG OWP	450,000.00	270,645.83	-
091	Subrecipient	20.205	DOT	Department of Transportation	Highway Planning and Construction	AZ Department of Transportation	STP-TUC-0(227)A	132,677.00	(70,289.88)	-
091	Subrecipient	20.205	DOT	Department of Transportation	Highway Planning and Construction	AZ Department of Transportation	TEA-TUC-0 (234) A	75,000.00	10,238.62	-
091	Subrecipient	20.205	DOT	Department of Transportation	Highway Planning and Construction	AZ Department of Transportation	TAP TUC-0(237)D	75,000.00	29,922.34	-
091	Subrecipient	20.205	DOT	Department of Transportation	Highway Planning and Construction	AZ Department of Transportation	STP-TUC-0(250)	1,775,715.00	218,959.10	-
091	Subrecipient	20.205	DOT	Department of Transportation	Highway Planning and Construction	AZ Department of Transportation	TEA-TUC-0(218)D	247,315.00	192,656.21	-
091	Subrecipient	20.205	DOT	Department of Transportation	Highway Planning and Construction	AZ Department of Transportation	TEA TUC 0(219)	498,908.00	(99,503.85)	-
091	Subrecipient	20.205	DOT	Department of Transportation	Highway Planning and Construction	AZ Department of Transportation	STP TUC-0 (228)	166,911.00	(4,362.59)	-
091	Subrecipient	20.205	DOT	Department of Transportation	Highway Planning and Construction	AZ Department of Transportation	HSP-TUC 0(247)	416,020.00	276,177.94	-
091	Subrecipient	20.205	DOT	Department of Transportation	Highway Planning and Construction	AZ Department of Transportation	HPS-TUC-0 (205)A	970,175.00	8,926.73	-
091	Subrecipient	20.205	DOT	Department of Transportation	Highway Planning and Construction	AZ Department of Transportation	STP-TUC-0(228)A	494,000.00	389,545.27	-
091	Subrecipient	20.205	DOT	Department of Transportation	Highway Planning and Construction	AZ Department of Transportation	STP-TUC-0(204)X	3,015,537.00	204,286.06	-
091	Subrecipient	20.205	DOT	Department of Transportation	Highway Planning and Construction	AZ Department of Transportation	TUC-0 (214)-SL624	803,464.00	1,207.27	-
091	Subrecipient	20.205	DOT	Department of Transportation	Highway Planning and Construction	AZ Department of Transportation	SRS-TUC-0(251)	94,180.00	42,654.22	-
091	Subrecipient	20.205	DOT	Department of Transportation	Highway Planning and Construction	AZ Department of Transportation	SRTS TUC-0 (245)	249,888.00	101,846.68	-
091	Subrecipient	20.205	DOT	Department of Transportation	Highway Planning and Construction	AZ Department of Transportation	SRS 999-A(347)	293,275.00	(21,851.83)	-
091	Subrecipient	20.205	DOT	Department of Transportation	Highway Planning and Construction	AZ Department of Transportation	SRS TUC-0(248)	696,074.00	101,373.24	-
091	Subrecipient	20.205	DOT	Department of Transportation	Highway Planning and Construction	AZ Department of Transportation	STP TUC-0 (256)	99,958.00	1,086.49	-
091	Subrecipient	20.205	DOT	Department of Transportation	Highway Planning and Construction	AZ Department of Transportation	STP TUC-0 (261)D	250,000.00	2,725.19	-
091	Subrecipient	20.205	DOT	Department of Transportation	Highway Planning and Construction	AZ Department of Transportation	HPP TUC-0(201)A	13,354,602.00	5,161,907.34	-
091	Subrecipient	20.205	DOT	Department of Transportation	Highway Planning and Construction	AZ Department of Transportation	TCSP-TUC-0(241)	861,300.00	159,949.97	-
091	Subrecipient	20.205	DOT	Department of Transportation	Highway Planning and Construction	AZ Department of Transportation	TUC-0(264)D	50,000.00	10,989.50	-
					<b>20.205</b>			<b>26,194,672.00</b>	<b>7,762,351.82</b>	-
<b>Total Highway Planning and Construction Cluster</b>								<b>26,194,672.00</b>	<b>7,762,351.82</b>	-
095	Direct	20.500	DOT	Department of Transportation	Federal Transit Capital Investment Grants		AZ-03-0047	6,893,201.00	3,386.98	-
					<b>20.500</b>			<b>6,893,201.00</b>	<b>3,386.98</b>	-
095	Direct	20.507	DOT	Department of Transportation	Federal Transit Formula Grants		AZ-90-X116	10,183,953.00	47,547.74	-
095	Direct	20.507	DOT	Department of Transportation	Federal Transit Formula Grants		AZ-90-X119	11,654,940.00	10,093.80	-
095	Direct	20.507	DOT	Department of Transportation	Federal Transit Formula Grants		AZ-90-X126	7,403,600.00	425,784.01	-
095	Direct	20.507	DOT	Department of Transportation	Federal Transit Formula Grants		AZ-90-X130	8,961,921.00	69,206.36	-
095	Direct	20.507	DOT	Department of Transportation	Federal Transit Formula Grants		AZ-90-X134	13,662,475.00	433,906.86	-
095	Direct	20.507	DOT	Department of Transportation	Federal Transit Formula Grants		AZ-90-X140	10,944,000.00	363,920.73	-
095	Direct	20.507	DOT	Department of Transportation	Federal Transit Formula Grants		AZ-2018-012-00	11,652,728.00	1,421,978.08	-
095	Direct	20.507	DOT	Department of Transportation	Federal Transit Formula Grants		AZ-2018-022-00	7,000,000.00	5,600,000.00	-
					<b>20.507</b>			<b>81,463,617.00</b>	<b>8,372,437.58</b>	-
<b>Total Federal Transit Cluster</b>								<b>88,356,818.00</b>	<b>8,375,824.56</b>	-
095	Direct	20.516	DOT	Department of Transportation	Job Access And Reverse Commute Program		AZ-37-X020	591,641.00	33,551.88	-
095	Direct	20.516	DOT	Department of Transportation	Job Access And Reverse Commute Program		AZ-37-X023	1,135,051.00	28,377.00	-
					<b>20.516</b>			<b>1,726,692.00</b>	<b>61,928.88</b>	-
095	Direct	20.521	DOT	Department of Transportation	New Freedom Program		AZ-57-X004	196,373.00	15,840.00	-
095	Direct	20.521	DOT	Department of Transportation	New Freedom Program		AZ-57-X017	547,282.00	11,218.00	-
					<b>20.521</b>			<b>743,655.00</b>	<b>27,058.00</b>	-

**CITY OF TUCSON, ARIZONA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED JUNE 30, 2018**

Fund	Type	CFDA	Agency	Office	Program Title	Pass Through Grantor	Award Number	Award	Current Expenditures	Pass-Through
<b>Total Transit Services Programs Cluster</b>								<b>2,470,347.00</b>	<b>88,986.88</b>	-
091	Subrecipient	20.600	DOT	Department of Transportation	State and Community Highway Safety	AZ Department of Transportation	STP-TUC-0(260)D	600,000.00	129,497.12	-
091	Subrecipient	20.600	DOT	Department of Transportation	State and Community Highway Safety	AZ Department of Transportation	SRS 999-M(91)	257,439.00	76,185.21	-
091	Subrecipient	20.600	DOT	Department of Transportation	State and Community Highway Safety	AZ Department of Transportation	TAP-TUC-0(252)D	99,958.00	16,577.44	-
092	Subrecipient	20.600	DOT	Department of Transportation	State and Community Highway Safety	AZ Governor's Office of Highway Safety	2017-AI-004	21,640.00	9,945.91	-
092	Subrecipient	20.600	DOT	Department of Transportation	State and Community Highway Safety	AZ Governor's Office of Highway Safety	2017-OP-018	27,923.00	9,419.18	-
092	Subrecipient	20.600	DOT	Department of Transportation	State and Community Highway Safety	AZ Governor's Office of Highway Safety	2017-PT-060	75,000.00	18,521.43	-
092	Subrecipient	20.600	DOT	Department of Transportation	State and Community Highway Safety	AZ Governor's Office of Highway Safety	2017-PT-071	58,000.00	57,766.67	-
092	Subrecipient	20.600	DOT	Department of Transportation	State and Community Highway Safety	AZ Governor's Office of Highway Safety	2018-AI-010	10,070.00	1,520.00	-
092	Subrecipient	20.600	DOT	Department of Transportation	State and Community Highway Safety	AZ Governor's Office of Highway Safety	2018-AI-011	47,784.00	46,643.98	-
092	Subrecipient	20.600	DOT	Department of Transportation	State and Community Highway Safety	AZ Governor's Office of Highway Safety	2018-OP-018	42,910.00	26,997.41	-
092	Subrecipient	20.600	DOT	Department of Transportation	State and Community Highway Safety	AZ Governor's Office of Highway Safety	2018-PTS-071	65,000.00	63,016.40	-
092	Subrecipient	20.600	DOT	Department of Transportation	State and Community Highway Safety	AZ Governor's Office of Highway Safety	2017-OP-24	2,436.00	2,242.00	-
<b>20.600</b>								<b>1,308,160.00</b>	<b>458,332.75</b>	-
092	Subrecipient	20.616	DOT	Department of Transportation	National Priority Safety Programs	AZ Governor's Office of Highway Safety	2018-CIOT-025	12,000.00	12,000.00	-
092	Subrecipient	20.616	DOT	Department of Transportation	National Priority Safety Programs	AZ Governor's Office of Highway Safety	2018-PB-009	100,000.00	26,539.89	-
092	Subrecipient	20.616	DOT	Department of Transportation	National Priority Safety Programs	AZ Governor's Office of Highway Safety	2017-405H-003	25,000.00	9,067.76	-
092	Subrecipient	20.616	DOT	Department of Transportation	National Priority Safety Programs	AZ Governor's Office of Highway Safety	2017-405D-036	95,000.00	9,185.14	-
092	Subrecipient	20.616	DOT	Department of Transportation	National Priority Safety Programs	AZ Governor's Office of Highway Safety	2018-405D-052	40,000.00	64,976.60	-
092	Subrecipient	20.616	DOT	Department of Transportation	National Priority Safety Programs	AZ Governor's Office of Highway Safety	2018-405H-018	25,000.00	10,845.16	-
<b>20.616</b>								<b>297,000.00</b>	<b>132,614.55</b>	-
<b>Total Highway Safety Cluster</b>								<b>1,605,160.00</b>	<b>590,947.30</b>	-
<b>Total Department of Transportation (DOT)</b>								<b>118,626,997.00</b>	<b>16,818,110.56</b>	-
<b>Environmental Protection Agency</b>										
002	Direct	66.818	EPA	Environmental Protection Agency	Brownfields Assessment and Cleanup Coop		BF-99T19401-G900NY00	200,000.00	150,725.24	-
002	Direct	66.818	EPA	Environmental Protection Agency	Brownfields Assessment and Cleanup Coop		BF-99T19401-G900OR00	200,000.00	15,671.88	-
<b>66.818</b>								<b>400,000.00</b>	<b>166,397.12</b>	-
<b>Total Environmental Protection Agency</b>								<b>400,000.00</b>	<b>166,397.12</b>	-
<b>Department of Health and Human Services (HHS)</b>										
092	Direct	93.243	HHS	Department of Health and Human Services	Substance Abuse and Mental Health Services		1H79SM061702-01	342,320.00	284,627.20	-
092	Direct	93.243	HHS	Department of Health and Human Services	Substance Abuse and Mental Health Services		1H79TI025026-01	955,810.00	268,446.23	-
<b>93.243</b>								<b>1,298,130.00</b>	<b>553,073.43</b>	-
<b>Total Department of Health and Human Services (HHS)</b>								<b>1,298,130.00</b>	<b>553,073.43</b>	-
<b>Corporation for National and Community Service</b>										
092	Direct	94.025	CNCS	Corporation for National and Community Service	Operation Americorps		15ACHAZ10010001	165,760.00	53,917.95	53,917.95
<b>94.025</b>								<b>165,760.00</b>	<b>53,917.95</b>	<b>53,917.95</b>
<b>Total Corporation for National and Community Service</b>								<b>165,760.00</b>	<b>53,917.95</b>	<b>53,917.95</b>
<b>Executive Office of the President</b>										
160	Direct	95.001	EOP	Executive Office of the President	High Intensity Drug Trafficking Area HIDTA	ONDCP	G16SA0007A	5,942,119.47	2,323.21	-
160	Direct	95.001	EOP	Executive Office of the President	High Intensity Drug Trafficking Area HIDTA	ONDCP	G16SA0007A	6,627,260.00	3,343,702.37	1,001,549.05
160	Direct	95.001	EOP	Executive Office of the President	High Intensity Drug Trafficking Area HIDTA	ONDCP	G17SA0007A	6,595,359.00	4,086,456.49	1,489,857.95
<b>95.001</b>								<b>19,164,738.47</b>	<b>7,432,482.07</b>	<b>2,491,407.00</b>

**CITY OF TUCSON, ARIZONA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED JUNE 30, 2018**

Fund	Type	CFDA	Agency	Office	Program Title	Pass Through Grantor	Award Number	Award	Current Expenditures	Pass-Through
<b>Total Executive Office of the President</b>								<b>19,164,738.47</b>	<b>7,432,482.07</b>	<b>2,491,407.00</b>
<b>Department of Homeland Security (DHS)</b>										
092	Subrecipient	97.044	DHS	Department of Homeland Security	Assistance to Firefighters Grant	University of Arizona	EMW-2015-FP-00200	64,348.00	14,989.78	-
092	Subrecipient	97.044	DHS	Department of Homeland Security	Assistance to Firefighters Grant	University of Arizona	EMW-2015-FP-00213	3,900.00	599.95	-
092	Direct	97.044	DHS	Department of Homeland Security	Assistance to Firefighters Grant	0	EMW-2016-FO-01220	1,420,430.00	1,420,430.00	-
092	Direct	97.044	DHS	Department of Homeland Security	Assistance to Firefighters Grant		EMW-2015-FP-00481	634,840.00	148,278.62	-
<b>97.044</b>								<b>2,123,518.00</b>	<b>1,584,298.35</b>	<b>-</b>
092	Subrecipient	97.067	DHS	Department of Homeland Security	Homeland Security Grant Program	Arizona Department of Homeland Security	17-AZDOHS-OPSG-170408-02	500,000.00	183,920.02	-
092	Subrecipient	97.067	DHS	Department of Homeland Security	Homeland Security Grant Program	Arizona Department of Homeland Security	16-AZDOHS-HSGP-160407-01	75,000.00	71,998.15	-
092	Subrecipient	97.067	DHS	Department of Homeland Security	Homeland Security Grant Program	Arizona Department of Homeland Security	160407-03	520,000.00	253,364.60	-
092	Subrecipient	97.067	DHS	Department of Homeland Security	Homeland Security Grant Program	Arizona Department of Homeland Security	15-AZDOHS-OPSG-150409-04	44,755.00	43,705.09	-
092	Subrecipient	97.067	DHS	Department of Homeland Security	Homeland Security Grant Program	Arizona Department of Homeland Security	15-AZDOHS-HSGP-150409-05	3,528.00	3,000.00	-
092	Subrecipient	97.067	DHS	Department of Homeland Security	Homeland Security Grant Program	Arizona Department of Homeland Security	17-AZDOHS-HSGP-170408-01	136,100.00	128,518.27	-
092	Subrecipient	97.067	DHS	Department of Homeland Security	Homeland Security Grant Program	Arizona Department of Homeland Security	160406-01	91,000.00	28,282.53	-
092	Subrecipient	97.067	DHS	Department of Homeland Security	Homeland Security Grant Program	Arizona Department of Homeland Security	160406-02	11,400.00	3,032.57	-
092	Subrecipient	97.067	DHS	Department of Homeland Security	Homeland Security Grant Program	Arizona Department of Homeland Security	150408-03	20,088.00	10,587.75	-
092	Subrecipient	97.067	DHS	Department of Homeland Security	Homeland Security Grant Program	Arizona Department of Homeland Security	107407-01	66,442.00	25,999.32	-
092	Subrecipient	97.067	DHS	Department of Homeland Security	Homeland Security Grant Program	Arizona Department of Homeland Security	107407-03	196,006.00	154,266.16	-
<b>97.067</b>								<b>1,664,319.00</b>	<b>906,674.46</b>	<b>-</b>
092	Direct	97.083	DHS	Department of Homeland Security	Staffing for Adequate Fire and Emergency Response		EMW-2014-FH-00471	8,582,760.00	843,468.90	-
<b>97.083</b>								<b>8,582,760.00</b>	<b>843,468.90</b>	<b>-</b>
<b>Total Department of Homeland Security (DHS)</b>								<b>12,370,597.00</b>	<b>3,334,441.71</b>	<b>-</b>
<b>GRAND TOTAL FEDERAL</b>								<b>270,488,034.45</b>	<b>92,308,246.62</b>	<b>8,141,656.95</b>

The accompanying notes are an integral part of this schedule.

**CITY OF TUCSON, ARIZONA**  
**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED JUNE 30, 2018**

**NOTE 1 – BASIS OF PRESENTATION**

The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the federal grant activity of City of Tucson, Arizona under programs of the federal government for the year ended June 30, 2018. The information in the Schedule is presented in accordance with the requirements of the Uniform Guidance. Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position or cash flows of the City.

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the applicable Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Any negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

**NOTE 3 – CATALOG OF FEDERAL DOMESTIC ASSISTANCE (CFDA) NUMBERS**

The program titles and CFDA numbers were obtained from the federal or pass-through grantor or the 2018 *Catalog of Federal Domestic Assistance*. When no CFDA number had been assigned to a program, the two-digit federal agency identifier, a period, and the federal contract number were used. When there was no federal contract number, the two-digit federal agency identifier, a period, and the word “unknown” were used.

**NOTE 4 – INDIRECT COST RATE**

The City has not elected to use the 10% de minimis cost rate as covered in §200.414 Indirect (F&A) costs.

**NOTE 5 – PASS-THROUGH**

Represents amounts received from direct or subrecipient (indirect) awards passed through the City of Tucson to an external entity.

**CITY OF TUCSON, ARIZONA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2018**

**Summary of Auditor's Results:**

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Significant deficiency(ies) identified: No
- Material weakness(es) identified: No

Noncompliance material to financial statements noted: No

Federal Awards

Internal control over major programs:

- Significant deficiency(ies) identified: No
- Material weakness(es) identified: No

Type of auditor's report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with §200.516 of Uniform Guidance: No

Identification of major programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
14.218	CDBG – Entitlement Grants Cluster
20.205	Highway Planning and Construction Cluster
20.500, 20.507	Federal Transit Cluster

Dollar threshold used to distinguish between Type A and Type B programs: \$2,769,247

Auditee qualified as low-risk auditee: Yes

**Findings Related to Financial Statements Reported in Accordance with *Government Auditing Standards*: No**

**Findings and Questioned Costs Related to Federal Awards: No**

**Summary Schedule of Prior Audit Findings required to be reported: Yes**



## **CITY OF TUCSON**

FINANCE DEPARTMENT  
ADMINISTRATION

March 20, 2019

To Whom It May Concern:

The accompanying Summary Schedule of Prior Audit Findings has been prepared as required by U.S. Office of Management and Budget Uniform Guidance. The status for each finding included in the prior year audit's Schedule of Findings and Questioned Costs has been provided.

Sincerely,

Lynn Erbe, Finance Manager  
Business Services  
Police Satellite Office

**CITY OF TUCSON, ARIZONA  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
YEAR ENDED JUNE 30, 2018**

**Status of Findings and Questioned Costs Related to Federal Awards**

Finding Number: 2017-001

Program Name/CFDA Title: High Intensity Drug Trafficking Areas Program

CFDA Number: 95.001

Status: Fully corrected.