

**CITY OF TUCSON, ARIZONA**  
Tucson, Arizona

**SINGLE AUDIT REPORTS**  
June 30, 2012



**CliftonLarsonAllen**

## TABLE OF CONTENTS

	<b>PAGE</b>
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 <i>Government Auditing Standards</i> .....	1
Independent Auditor's Report on Compliance with Requirements that Could Have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133 .....	3
Independent Auditor's Report on Schedule of Expenditures of Federal Awards.....	5
Schedule of Findings and Questioned Costs .....	6
Schedule of Expenditures of Federal Awards .....	20
Notes to Schedule of Expenditures of Federal Awards .....	28



## CliftonLarsonAllen

### **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**

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

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of The City of Tucson, Arizona (the "City") as of and for the year ended June 30, 2012, which collectively comprise the City's basic financial statements and have issued our report thereon dated January 22, 2013. We conducted our audit in accordance with 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.

#### **Internal Control Over Financial Reporting**

Management of the City is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

*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.

Our consideration of internal control over financial reporting 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 financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified a deficiency in internal control over financial reporting, described in the accompanying schedule of findings and questioned costs to be a significant deficiency in internal control over financial reporting as item 2012-01. 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.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the City's basic financial statements are free of 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*.

The City's responses to the findings identified in our audits are described in the accompanying schedule of findings and questioned costs. We did not audit the city's responses and accordingly, we express no opinion on it.

This report is intended solely for the information and use of the Honorable Mayor, Members of the City Council, management, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*CliftonLarsonAllen LLP*

Tucson, Arizona  
January 22, 2013



## CliftonLarsonAllen

### INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

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

#### Compliance

We have audited the compliance of the City of Tucson, Arizona (the "City") with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2012. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

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 OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 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 the City'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. Our audit does not provide a legal determination of the City's compliance with those requirements.

In our opinion, the City complied, in all material respects, with the 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, 2012. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items: 2012-02, 2012-03, 2012-04, 2012-05, 2012-06, 2012-07, 2012-08, 2012-09, 2012-10, and 2012.11.

## Internal Control Over Compliance

The management of the City is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the City's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the entity'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.

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 deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies as described in the accompanying schedule of findings and questioned costs as items 2012-02, 2012-04, 2012-06, and 2012-07. *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.

The City's response to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the City's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the Honorable Mayor, Members of the City Council, management, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



Tucson, Arizona  
March 29, 2013



CliftonLarsonAllen

CliftonLarsonAllen LLP  
www.cliftonlarsonallen.com

**INDEPENDENT AUDITOR'S REPORT ON  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

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

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Tucson, Arizona (the "City") as of and for the year ended June 30, 2012, which collectively comprise the City's basic financial statements, and have issued our report thereon dated January 22, 2013.

Our audits were conducted for the purpose of forming an opinion on the basic financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 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 audits 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 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 information is fairly stated in all material respects in relation to the financial statements as a whole.

This report is intended solely for the information and use of the Honorable Mayor, Members of the City Council, management, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*CliftonLarsonAllen LLP*

Tucson, Arizona  
January 22, 2013

**CITY OF TUCSON, ARIZONA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June 30, 2012**

**Section I – Summary of Auditor’s Results**

***Financial Statements***

The type of auditor’s report issued: Unqualified

Internal control over financial reporting:

- Material weakness(es) identified?                     yes     no
- Significant deficiency(ies) identified?             yes     none reported
- Noncompliance material to financial statements noted?     yes     no

***Federal Awards***

Internal control over major programs:

- Material weakness(es) identified?                     yes     no
- Significant deficiency(ies) identified?             yes     none reported

Type of auditor’s report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of OMB Circular A-133?                     yes     no

Continued

**CITY OF TUCSON, ARIZONA  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
 Year Ended June 30, 2012**

**Section I – Summary of Auditor’s Results (Continued)**

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
14.239	Home Investment Partnership Program
14.850	Public and Indian Housing
14.871, 14.879	Section 8 Housing Choice Vouchers
14.856	Lower Income Housing Assistance – Section 8 Rehabilitation
20.205	Highway Planning and Construction
20.500, 20.507	Federal Transit Cluster – Capital Investment Grants and Formula Grants
20.932	Surface Transportation – Discretionary Grants for Capital Investment (TIGER)

Dollar threshold used to distinguish between  
type A and type B programs:

\$3,000,000

Auditee qualified as low-risk auditee?

yes     no

**CITY OF TUCSON, ARIZONA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)**  
**Year Ended June 30, 2012**

**Section II – Financial Statement Findings**

**Finding 2012-01 – Significant Deficiency**

**Condition**

Several capital expenditures invoices were received in August and September 2012 that were not accrued as of June 30, 2012. This resulted in an audit adjustment that was recorded by management in the financial statement.

**Criteria**

Expenditures incurred and not paid at year end are accrued to comply with accounting principles generally accepted in the United States of America (U.S).

**Effect**

The risk of the financial statement not complying with accounting principles generally accepted in the U.S.

**Cause**

Management was not aware of the invoices received and the need for an accrual.

**Recommendation**

We recommend management implement a review control over invoices received subsequent to year end to ensure all accruals are complete and accurate.

**Client Response**

The accrual of invoices paid after the end of the fiscal year for purchases received on or before the end of the fiscal year are normally recorded as required by generally accepted accounting principles (GAAP). Shortages of and new personnel contributed to this discrepancy. The section is now fully manned and will be able to follow established procedures.

**Contact Person**

Michael Mason, Finance Administrator (520) 791-4561

**Questioned Costs**

None

**CITY OF TUCSON, ARIZONA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)**  
**Year Ended June 30, 2012**

**Section III – Federal Award Findings and Questioned Costs Section**

**Finding 2012-02 – Significant Deficiency**

Federal Transit Cluster – Capital Investment Grants and Formula Grants  
CFDA 20.500 and 20.507  
Department of Transportation

**Condition**

The City Department of Transportation does not formally review the milestone progress reports.

**Criteria**

All reports should be reviewed other than the person compiling the information to ensure the reports are complete, accurate, and in accordance the program compliance requirements.

**Effect**

Reports submitted to the appropriate agencies may not be complete and accurate

**Cause**

The Department was not aware of the requirement set by OMB A-133, and does not have a formal review policy or control in place.

**Recommendation**

We recommend the transportation department implement a review control to ensure all reports submitted to the appropriate agencies are complete and accurate.

**Client Response**

All milestone reports are reviewed in accordance with OMB A-133; current process is most efficient and effective use of resources, wherein project managers provide milestone reports and grants specialist reviews monitors and processes data into the TEAM reporting system.

**Contact Person**

Roy Cuaron, Finance Administrator Transportation (520) 837-6685

**Questioned Costs**

None

**CITY OF TUCSON, ARIZONA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)**  
**Year Ended June 30, 2012**

**Section III – Federal Award Findings and Questioned Costs Section (Continued)**

**Finding 2012-03 – Significant Deficiency**

Federal Transit Cluster – Capital Investment Grants and Formula Grants

CFDA 20.500 and 20.507

Highway Planning and Construction – CFDA 20.205

Surface Transportation – Discretionary Grants for Capital Investment (TIGER) – CFDA 20.932

Department of Transportation

**Condition**

The City Department of Transportation takes an annual physical inventory of equipment and real property at the department level. However, equipment and real property purchased with federal awards are not consistently identified as federal program purchases. Additions or deletions are not consistently tracked by source (federal).

**Criteria**

OMB A-133 requires that all equipment and real property purchased with federal awards to be inventoried at a minimum of two years and reconciled to the equipment records.

**Effect**

Equipment and real property is not easily identified by source.

**Cause**

The Department was not aware of the requirement.

**Recommendation**

We recommend the Department conduct a physical inventory based on the individual federal program or at the minimum, by federal agency, and reconcile the inventory to the equipment records and the City annual department inventory.

**Client Response**

The City Accounting and Transportation staff had established new procedures, effective with fiscal year 2012, to add the award number, percent of federal participation, location and asset condition to the City's fixed asset system. The new procedures are implemented for new asset purchases and current assets will be changed as soon as possible.

**Contact Person**

Roy Cuaron, Finance Administrator Transportation (520) 837-6685

Michael Mason, Finance Administrator (520) 791-4561

**Questioned Costs**

None

**CITY OF TUCSON, ARIZONA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)**  
**Year Ended June 30, 2012**

**Section III – Federal Award Findings and Questioned Costs Section (Continued)**

**Finding 2012-04 – Significant Deficiency**

Federal Transit Cluster – Capital Investment Grants and Formula Grants

CFDA 20.500 and 20.507

Highway Planning and Construction – CFDA 20.205

Surface Transportation – Discretionary Grants for Capital Investment (TIGER) – CFDA 20.932

Department of Transportation

Home Investment Partnership Program

CFDA 14.239

Department of Housing

**Condition**

There is no monitoring control in place to ensure all certified payrolls are received from contractors in a timely manner.

**Criteria**

2 CFR part 3 subpart D requires the Department to put in place internal control procedures for monitoring of contractors on a weekly basis for contractors subject to the Davis-Bacon Act requirements.

**Effect**

Contractors may not be complying with Davis-Bacon required wage determinations.

**Cause**

An experienced staff was responsible for monitoring the payrolls. However, the procurement department was not aware that this documentation had to be kept to ensure that the payrolls are being submitted in a timely manner.

**Recommendation**

We recommend the department implement a monitoring control to ensure all payrolls are submitted in a timely as required by OMB A-133.

**Client Response**

The City has recently implemented an Excel tracking database where the incoming project certified payrolls are recorded to ensure receipt of all applicable payrolls are received on the project. The Contract Compliance Officer (CCO) reviews the database on a regular basis and again at time of payment estimate submission to ensure all payrolls are received to date on the project.

**Contact Person**

Roy Cuaron, Finance Administrator Transportation (520) 837-6685

Victoria Cortinas, Contract Administrator Procurement (520) 837-4140

**Questioned Costs**

None

**CITY OF TUCSON, ARIZONA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)**  
**Year Ended June 30, 2012**

**Section III – Federal Award Findings and Questioned Costs Section (Continued)**

**Finding 2012-05 – Significant Deficiency**

Surface Transportation – Discretionary Grants for Capital Investment (TIGER) – CFDA 20.932  
Department of Transportation

**Condition**

Costs not allowed by the program were charged to the program.

**Criteria**

Only allowable costs should be charged to the program.

**Effect**

Not complying with OMB A-133 requirement.

**Cause**

The error was due to an input error by a staff that caused the charge to the program.

**Recommendation**

We recommend the department implement a review controls to ensure all charges to the program are complete, accurate, and allowable in accordance with the program requirements.

**Client Response**

The Transportation Department has a review process in effect where the project manager submits payments that are reviewed and approved by a staff assistant and finance administrator. A closer review of supporting documentation will be accomplished. A correction to the grant was made.

**Contact Person**

Roy Cuaron, Finance Administrator Transportation (520) 837-6685

**Questioned Costs**

None

**CITY OF TUCSON, ARIZONA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)**  
**Year Ended June 30, 2012**

**Section III – Federal Award Findings and Questioned Costs Section (Continued)**

**Finding 2012-06 – Significant Deficiency**

Federal Transit Cluster – Capital Investment Grants and Formula Grants  
CFDA 20.500 and 20.507  
Department of Transportation

**Condition**

For 3 of 40 certified payrolls tested, we noted no evidence of review by the Department Compliance Officer.

**Criteria**

Department procedures require the certified payrolls to be date stamped when received and reviewed by the compliance officer.

**Effect**

Contractors may not be paying workers the appropriate wages required by the local wage decision.

**Cause**

The department was not aware of the error.

**Recommendation**

We recommend the department review internal control policies and procedures to ensure the appropriate documentation is obtained for timely submittals and review procedures be documented.

**Client Response**

The City's Department of Procurement recognizes the importance of timely reviewing the certified payroll submissions. It is our standard practice to review all payroll submissions within 1 to 2 weeks. Over the past year, the role of the contract compliance officer has been in somewhat a period of flux. Our full time Contract Compliance Officer (CCO) has been out on medical leave since September and was out sporadically before that due to health issues. We currently have a temporary person, Ralph Estrada, in that role; however, Mr. Estrada is the second temporary employee we have had since September. Due to that, some of the previous payrolls received were not reviewed within our normal review time line. The City is currently in a recruitment process to hire a new permanent contract compliance officer. We expect to have that person on board by the beginning of June. In order to ensure compliance and consistency, the City will begin written policy and procedures for this program. We hope to have those finalized by end of summer.

**Contact Person**

Victoria Cortinas, Contract Administrator Procurement (520) 837-4140

**Questioned Costs**

None

**CITY OF TUCSON, ARIZONA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)**  
**Year Ended June 30, 2012**

**Section III – Federal Award Findings and Questioned Costs Section (Continued)**

**Finding 2012-07 – Significant Deficiency**

Federal Transit Cluster – Capital Investment Grants and Formula Grants  
CFDA 20.500 and 20.507

Highway Planning and Construction – CFDA 20.205

Surface Transportation – Discretionary Grants for Capital Investment (TIGER) – CFDA 20.932  
Department of Transportation

**Condition**

There is no review control in place to ensure exempt employee's time is being properly recorded to the appropriate federal program.

**Criteria**

All timecards or time logs should be reviewed by someone other than the employee compiling the information to ensure the time is being allocated to the appropriate federal program.

**Effect**

Time charged to federal programs may not be complete and accurate.

**Cause**

The department was not aware of the requirement for exempt employees.

**Recommendation**

We recommend the Transportation Department implement a review control to ensure all exempt employee's time is properly charged to the appropriate federal program.

**Client Response**

The Department monitors hours charged to federal programs through the use of labor distribution reports. All employees, including exempt, charging time to federal programs submit a time worked record that is reviewed and approved by both immediate supervisor and senior management staff. While senior management staff submit time worked records, they are not approved by other senior management staff

**Contact Person**

Roy Cuaron, Finance Administrator Transportation (520) 837-6685

**Questioned Costs**

None

**CITY OF TUCSON, ARIZONA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)**  
**Year Ended June 30, 2012**

**Section III – Federal Award Findings and Questioned Costs Section (Continued)**

**Finding 2012-08 – Significant Deficiency**

Home Investment Partnership Program – CFDA 14.239  
Department of Housing and Urban Development

**Condition**

Certain information reported in the Consolidated Annual Performance and Evaluation report (CAPER) could not be verified with supporting records.

**Criteria**

Reports should be supported by applicable accounting or performance records.

**Effect**

Report submitted to the appropriate agencies may not be complete and accurate.

**Cause**

The department was not aware of the error.

**Recommendation**

We recommend the Department retain all applicable accounting or performance records related to the CAPER.

**Client Response**

The department will develop and implement written procedures to ensure that both project and financial data reported in the CAPER are reconciled and retained.

**Contact Person**

Leticia Carpio, Principal Accountant Housing (520) 520-837-5423  
Joyce Alcantar, Project Coordinator Housing (520) 837-5329

**Questioned Costs**

None

**CITY OF TUCSON, ARIZONA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)**  
**Year Ended June 30, 2012**

**Section III – Federal Award Findings and Questioned Costs Section (Continued)**

**Finding 2012-09 – Significant Deficiency**

Public and Indian Housing – CFDA 14.850  
Department of Housing and Urban Development

**Condition**

1 of the 40 enrollment packets tested was not reviewed.

**Criteria**

Enrollment packets are completed by an agent and reviewed by a manager.

**Effect**

Not complying with the Department review procedures over enrollment may result in ineligible persons being enrolled or paying incorrect rents.

**Cause**

The Department experienced a shortage in staff.

**Recommendation**

We recommend the Department review processes and controls that consider staff shortages to ensure all enrollment packets are complete and accurate.

**Client Response**

During the audit of 1 of 40 tenant files, it was noted that the move-in packet was missing a review signature. At the time the tenant moved in, the Housing Management Division only had one staff member in the Fairmount office who would not be able to review their own work. When the file was brought forward by the auditor, we noted that it had been reviewed by a Supervisor at the main office, but the Eligibility Checklist with file approval had been removed from the file. In order to retain this documentation in the files, a review signature line was added to the Eligibility Certification and approved. The move in packet has also been reviewed and signed as appropriate.

**Contact Person**

Erin Cooper, Management Assistant Housing Management Division (520) 837-5412

**Questioned Costs**

None

**CITY OF TUCSON, ARIZONA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)**  
**Year Ended June 30, 2012**

**Section III – Federal Award Findings and Questioned Costs Section (Continued)**

**Finding 2012-10 – Significant Deficiency**

Section 8 Housing Choice Vouchers – CFDA 14.871 and 14.879  
Department of Housing and Urban Development

**Condition**

Tenant rent was incorrectly calculated for 1 of 40 tenant rents tested.

**Criteria**

24 CFR part 5 subpart F requires the public housing authority to determine income eligibility and calculate the tenant's rent payment using the documentation from third-party verification.

**Effect**

Tenant paying an incorrect rent.

**Cause**

The department was not aware of the error.

**Recommendation**

We recommend the department implement a review procedure to ensure all tenants rents are complete and accurate.

**Client Response**

Staff inadvertently used the prior year SSI while calculating income thereby under counting income by a gross amount of \$84.00. This resulted in a \$24.00 error. Proper documentation is in the file and the Public Housing Authority will use its earned administration funds to make the HAP fund whole.

**Contact Person**

Sheri Rico, Principal Accountant Housing (520) 837-5377

**Questioned Costs**

None

**CITY OF TUCSON, ARIZONA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)**  
**Year Ended June 30, 2012**

**Section III – Federal Award Findings and Questioned Costs Section (Continued)**

**Finding 2012-11 – Other Matter**

Federal Transit Cluster – Capital Investment Grants and Formula Grants  
CFDA 20.500 and 20.507

Surface Transportation – Discretionary Grants for Capital Investment (TIGER) – CFDA 20.932  
Department of Transportation

Public and Indian Housing – CFDA 14.850

Home Investment Partnership Program – CFDA 14.239

Department of Housing and Urban Development (HUD)

**Condition**

The SF-425, Federal Financial Reports (FFR) for September 2011 and the annual HUD 6002, Section 3 Summary Report were submitted after the due date. In addition, we were unable to determine if certain FFRs were reviewed by management.

**Criteria**

The FFR reports are due 30 days after the end of the quarter and required to be reviewed by either the accounting manager or supervisor to ensure the reports are complete and accurate. The annual HUD 6002, Section 3 Summary Report is due by January 10.

**Effect**

Inaccurate reports may be filed.

**Cause**

A lack of staff in the accounting and the housing department during that period resulted in missing the deadline. The accounting department did not review some of the FFRs as they were reviewing the process.

**Recommendation**

We recommend the City implement a process and a control to ensure all reports are submitted in a timely basis and are reviewed by the appropriate individual timely to ensure the reports are complete and accurate.

**Client Response**

Report was missed due to a miscommunication of 'grace period'. The City staff contacted the FTA grant manager to seek guidance of how to submit the missed report. The FTA grant manager provided guidance to file the report at the next quarterly submission. Data input sheets were initialed by the reviewer.

**Contact Person**

Roy Cuaron, Finance Administrator Transportation (520) 837-6685

Michael Mason, Finance Administrator (520) 791-4561

Erin Cooper, Management Assistant Housing Management Division (520) 837-5412

Tina Tellez, Community Services Manager (520) 837-5312

**Questioned Costs**

None

**CITY OF TUCSON, ARIZONA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
Year Ended June 30, 2012**

**Section IV – Prior Year Federal Award Findings and Questioned Costs**

None reported.

CITY OF TUCSON, ARIZONA  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SEFA)  
 FISCAL YEAR ENDING JUNE 30 2012

Type	CFDA	Agency	Program Title	Agency Office	Agency/Office	Award Number	Award	Expenditures	Pass-Through	
<b>Department of Agriculture (USDA)</b>										
Subrecipient	10.664	USDA	Cooperative Forestry Assistance	Department of Agriculture	From AZ State Forestry Division	CCG10-002	14,820	5,000	5,000	
	10.664						Total	5,000	5,000	
<b>Total</b>	<b>Department of Agriculture (USDA)</b>								<b>5,000</b>	<b>5,000</b>

**Department Housing Urban Development**

Direct	14.231	HUD	Emergency Shelter Grants Program	Department Housing Urban Development		E11C040505	271,983	270,855	
Direct	14.231	HUD	Emergency Shelter Grants Program	Department Housing Urban Development		S10MC040505	271,483	19,252	
	14.231						Total	290,107	
Subrecipient	14.235	HUD	Supportive Housing Program	Department Housing Urban Development	From Southern AZ Aids Foundation PHOP	AZ01B001001	100,220	100,220	
								100,220	
Direct	14.235	HUD	Supportive Housing Program	Department Housing Urban Development		AZ0029B9T010802	60,385	19,318	
Direct	14.235	HUD	Supportive Housing Program	Department Housing Urban Development		AZ0025B9T011003	741,272	739,176	
Direct	14.235	HUD	Supportive Housing Program	Department Housing Urban Development		AZ0029B9T011003	60,385	41,355	
Direct	14.235	HUD	Supportive Housing Program	Department Housing Urban Development		AZ0038B9T011003	91,037	71,572	
Direct	14.235	HUD	Supportive Housing Program	Department Housing Urban Development		AZ0038B9T011004	91,037	16,011	
								887,432	
<b>Total</b>	<b>14.235</b>						Total	<b>987,652</b>	
Direct	14.238	HUD	Shelter Plus Care	Department Housing Urban Development		AZ0106C9T011002	322,572	222,362	
Direct	14.238	HUD	Shelter Plus Care	Department Housing Urban Development		AZ0044C9T011003	830,916	733,504	
Direct	14.238	HUD	Shelter Plus Care	Department Housing Urban Development		AZ0044C9T011004	642,328	76,975	
Direct	14.238	HUD	Shelter Plus Care	Department Housing Urban Development		AZ0045C9T011003	330,084	318,352	
<b>Total</b>	<b>14.238</b>						Total	<b>1,351,193</b>	
Direct	14.239	HUD	Department Housing Urban Development	Home Investment Partnerships Program		M09-DC040229	4,464,877	4,464,877	570,039
Direct	14.239	HUD	Department Housing Urban Development	Home Investment Partnerships Program		M10-DC040229	4,422,522	540,760	540,760
Direct	14.239	HUD	Department Housing Urban Development	Home Investment Partnerships Program		M12-DC0140229	3,912,311	650,000	
<b>Total</b>	<b>14.239</b>						Total	<b>5,655,637</b>	<b>1,110,799</b>
Subrecipient	14.241	HUD	Housing Opportunities for Persons with AIDS	Department Housing Urban Development	From Pima County HOPWA	01-38-T-160602-0602	316,480	316,480	
								316,480	
Direct	14.241	HUD	Housing Opportunities for Persons with AIDS	Department Housing Urban Development		AZH-10-F002	453,391	40,070	
Direct	14.241	HUD	Housing Opportunities for Persons with AIDS	Department Housing Urban Development		AZH-11-F002	453,781	440,835	
								480,705	
<b>Total</b>	<b>14.241</b>						Total	<b>797,185</b>	
ARRA Subrecipient	14.257	HUD	(ARRA) Homelessness Prevention and Re-Housing	Department Housing Urban Development	From Pima County HPRPPC	S09MY0-40505	1,063,430	386,650	
								386,650	
ARRA Direct	14.257	HUD	(ARRA) Homelessness Prevention and Re-Housing	Department Housing Urban Development		S09MY040505	2,534,340	801,315	

Type	CFDA	Agency	Program Title	Agency Office	Agency/Office	Award Number	Award	Expenditures	Pass-Through
							801,315		
<b>Total</b>	<b>14.257</b>						<b>Total</b>	<b>1,187,965</b>	
Direct	14.850	HUD	Public and Indian Housing	Department Housing Urban Development		AZ004-30011011D	501,750	275,962	
Direct	14.850	HUD	Public and Indian Housing	Department Housing Urban Development		AZ004-30011012D	375,894	250,596	
Direct	14.850	HUD	Public and Indian Housing	Department Housing Urban Development		AZ004-40011111D	666,924	394,624	
Direct	14.850	HUD	Public and Indian Housing	Department Housing Urban Development		AZ004-40011112D	504,882	336,588	
Direct	14.850	HUD	Public and Indian Housing	Department Housing Urban Development		AZ004-50011211D	869,215	478,068	
Direct	14.850	HUD	Public and Indian Housing	Department Housing Urban Development		AZ004-50011212D	418,784	418,784	
Direct	14.850	HUD	Public and Indian Housing	Department Housing Urban Development		AZ004-60011311D	596,153	421,480	
Direct	14.850	HUD	Public and Indian Housing	Department Housing Urban Development		AZ004-60011312D	584,411	389,607	
Direct	14.850	HUD	Public and Indian Housing	Department Housing Urban Development		AZ004-00004811D	1,183,029	650,666	
Direct	14.850	HUD	Public and Indian Housing	Department Housing Urban Development		AZ004-00004812D	922,317	614,878	
Direct	14.850	HUD	Public and Indian Housing	Department Housing Urban Development		AZ004-10011511D	117,456	64,601	
Direct	14.850	HUD	Public and Indian Housing	Department Housing Urban Development		AZ004-10011512D	91,665	50,925	
Direct	14.850	HUD	Public and Indian Housing	Department Housing Urban Development		AZ004-00005011D	347,814	191,298	
Direct	14.850	HUD	Public and Indian Housing	Department Housing Urban Development		AZ004-00005012D	253,340	168,893	
Direct	14.850	HUD	Public and Indian Housing	Department Housing Urban Development		AZ004-00005111D	243,652	134,009	
Direct	14.850	HUD	Public and Indian Housing	Department Housing Urban Development		AZ004-00005112D	174,916	116,611	
Direct	14.850	HUD	Public and Indian Housing	Department Housing Urban Development		AZ004-00604011D	130,453	71,749	
Direct	14.850	HUD	Public and Indian Housing	Department Housing Urban Development		AZ004-00604012D	114,281	76,187	
Direct	14.850	HUD	Public and Indian Housing	Department Housing Urban Development		AZ004-00008511D	73,955	40,675	
Direct	14.850	HUD	Public and Indian Housing	Department Housing Urban Development		AZ004-00008512D	55,093	36,729	
Direct	14.850	HUD	Public and Indian Housing	Department Housing Urban Development		AZ004-70012011D	152,038	98,950	
Direct	14.850	HUD	Public and Indian Housing	Department Housing Urban Development		AZ004-70012012D	141,807	94,405	
<b>Total</b>	<b>14.850</b>						<b>Total</b>	<b>5,376,285</b>	
Direct	14.870	HUD	Housing Family Self-Sufficiency	Department Housing Urban Development		AZ004RPS048A010	240,000	38,239	
<b>Total</b>	<b>14.870</b>						<b>Total</b>	<b>38,239</b>	
Direct	14.856	HUD	Lower Income Housing Assistance - Section 8 Rehabilitation	Department Housing Urban Development		AZ004-MOD I	17,201	17,201	
Direct	14.856	HUD	Lower Income Housing Assistance - Section 8 Rehabilitation	Department Housing Urban Development		AZ004-MOD II	160,943	160,943	
Direct	14.856	HUD	Lower Income Housing Assistance - Section 8 Rehabilitation	Department Housing Urban Development		AZ004-MOD III	263,099	263,099	
<b>Total</b>	<b>14.856</b>						<b>Total</b>	<b>441,243</b>	
Direct	14.877	HUD	Housing Family Self-Sufficiency	Department Housing Urban Development		AZ004RFS178A011	68,680	11,831	
Direct	14.877	HUD	Department Housing Urban Development	Housing Family Self-Sufficiency		AZ004RFS012A010	68,680	68,680	
<b>Total</b>	<b>14.877</b>						<b>Total</b>	<b>80,511</b>	
Direct	14.900	HUD	Department Housing Urban Development	Office of Lead-based Paint Abatement - Private Owned Housing	AZLH8051612	2480000	2,480,000	1,188	
<b>Total</b>							<b>Total</b>	<b>1,188</b>	
<b>Housing Voucher Cluster</b>									
Direct	14.871	HUD	Section 8 Housing Choice Vouchers	Department Housing Urban Development		AZ004-TUC	29,982,420	29,982,420	
Direct	14.871	HUD	Section 8 Housing Choice Vouchers	Department Housing Urban Development		AZ004-VASH	1,396,222	1,396,222	
Direct	14.871	HUD	Section 8 Housing Choice Vouchers	Department Housing Urban Development		AZ004-FSS	145,623	145,623	
Direct	14.871	HUD	Section 8 Housing Choice Vouchers	Department Housing Urban Development		AZ004-FUP	860,236	860,236	
Direct	14.871	HUD	Section 8 Housing Choice Vouchers	Department Housing Urban Development		AZ033-NED	80,608	80,608	
Direct	14.871	HUD	Section 8 Housing Choice Vouchers	Department Housing Urban Development		AZ033-PIMA	5,495,440	5,495,440	
Direct	14.871	HUD	Section 8 Housing Choice Vouchers	Department Housing Urban Development		AZ033-FUP	219,128	219,128	
<b>Total</b>	<b>14.871</b>							<b>38,179,677</b>	

Type	CFDA	Agency	Program Title	Agency Office	Agency/Office	Award Number	Award	Expenditures	Pass-Through
Direct	14.879	HUD	Mainstream Vouchers	Department Housing Urban Development		AZ033-MS	215,342	215,342	
							Total	215,342	
<b>Total CFP Cluster</b>							Cluster Total	38,395,019	
<b>CFP Cluster</b>									
Direct	14.872	HUD	Public Housing Capital Fund	Department Housing Urban Development		AZ20P004501-09	1,697,964	9,774	
Direct	14.872	HUD	Public Housing Capital Fund	Department Housing Urban Development		AZ20P004501-10	1,780,255	487,651	
Direct	14.872	HUD	Public Housing Capital Fund	Department Housing Urban Development		AZ20P004501-11	1,558,855	790,118	
<b>Total</b>	<b>14.872</b>						Total	1,287,543	
<b>Total CFP Cluster</b>							Cluster Total	1,287,543	
<b>CDBG - Entitlement Grants Cluster</b>									
Direct	14.218	HUD	CDBG Entitlement Grants	Department Housing Urban Development		B-08-MN-04-0507	7,286,911	1,265,431	
Direct	14.218	HUD	CDBG Entitlement Grants	Department Housing Urban Development		B11MN040507	2,083,771	401,392	
Direct	14.218	HUD	CDBG Entitlement Grants	Department Housing Urban Development		B-09-MC-040505	6,180,686	3,280,766	
Direct	14.218	HUD	CDBG Entitlement Grants	Department Housing Urban Development		02-70-T-142836-0410	4,710,207	1,866,356	
Direct	14.218	HUD	CDBG Entitlement Grants	Department Housing Urban Development		B-10-MC-040505	6,713,269	5,746,696	
Direct	14.218	HUD	CDBG Entitlement Grants	Department Housing Urban Development		B-11-MC-040505	5,597,524	357,270	
								12,917,911	
ARRA Direct	14.253	HUD	(ARRA) CDBG Entitlement Grants	Department Housing Urban Development		B-09-MY-040505	1,657,320	108,098	
<b>Total</b>	<b>14.253</b>						Total	108,098	
<b>Total CDBG - Entitlement Grants Cluster</b>						w3eseq	Cluster Total	13,026,009	
<b>Total Department of Housing and Urban Development (HUD)</b>								<b>68,915,776</b>	<b>1,110,799</b>
<b>Department of the Interior</b>									
Direct	15.615	DOI	Cooperative Endangered Species Conservation Fund	Department of the Interior		AZGFD 7392	243,800	7,877	
<b>Total</b>	<b>15.615</b>						Total	7,877	
<b>Total Department of the Interior (DOI)</b>								<b>7,877</b>	
<b>Department of Justice</b>									
Direct	16.004	DOJ	Law Enforcement Assistance - Narcotics Training	Department of Justice		DEA Tucson Task Force	16,903	42	
<b>Total</b>	<b>16.004</b>						Total	42	
Subrecipient	16.012	DOJ	Department of Justice	Violence Against Women Office	From SW Region Organized Crime Drug Enforcement	SW-AZ-0529	9,000	975.60	
<b>Total</b>	<b>16.012</b>						Total	976	
Subrecipient	16.523	DOJ	Juvenile Accountability Block Grants	Department of Justice	From AZ Governor's Office Children, Youth & Families	JB-CSG-11-1273-09	29,082	14,808	
Subrecipient	16.523	DOJ	Juvenile Accountability Block Grants	Department of Justice	From AZ Governor's Office Children, Youth & Families	JB-CSG-12-2366-11	27,247	8,794	
<b>Total</b>	<b>16.523</b>						Total	23,602	
Subrecipient	16.543	DOJ	Missing Children's Assistance	Department of Justice	From AZ Internet Crimes Against Children Task	ICAC 2012	8,500	8,500	
<b>Total</b>	<b>16.543</b>						Total	8,500	
Subrecipient	16.554	DOJ	National Criminal History Improvement Program	Department of Justice	From AZ Criminal Justice Commission	NCP10-11-001	37,089	16,702	
<b>Total</b>	<b>16.554</b>						Total	16,702	

Type	CFDA	Agency	Program Title	Agency Office	Agency/Office	Award Number	Award	Expenditures	Pass-Through	
Direct	16.585	DOJ	Edward Byrne Law Enforcement Discretionary	Department of Justice		2010-DD-BX-0564	400,000	114,126		
<b>Total</b>	<b>16.585</b>						Total	114,126		
Direct	16.595	DOJ	Community Capacity Development Office	Department of Justice		2009-WS-QX-0002	142,000	13,464		
<b>Total</b>	<b>16.595</b>						Total	13,464		
Direct	16.607	DOJ	Bulletproof Vest Partnership Program	Department of Justice		1121-0235	101,019	19,944		
<b>Total</b>	<b>16.607</b>						Total	19,944		
Subrecipient	16.609	DOJ	Project Safe Neighborhoods	Department of Justice	From Bureau of Alcohol, Tobacco, Firearms	11-PHO-104-AFF	60,000	23,874		
Subrecipient	16.609	DOJ	Project Safe Neighborhoods	Department of Justice	From Arizona Criminal Justice Commission	PSN-12-005	22,100	22,100		
Subrecipient	16.609	DOJ	Project Safe Neighborhoods	Department of Justice	From Drug Enforcement Administration	DEA Investigative Task Force	16,903	10,331		
<b>Total</b>	<b>16.609</b>						Total	56,305		
ARRA Direct	16.710	DOJ	(ARRA) Public Safety Partnership and Community Policing	Department of Justice		2010-JL-WX-0027	12,375,850	1,642,115		
ARRA Direct	16.710	DOJ	(ARRA) Public Safety Partnership and Community Policing	Department of Justice		2009-CK-WX-0136	200,000	178,353		
ARRA Direct	16.710	DOJ	(ARRA) Public Safety Partnership and Community Policing	Department of Justice		2009-CK-WX-0490	500,000	70,739		
ARRA Direct	16.710	DOJ	(ARRA) Public Safety Partnership and Community Policing	Department of Justice		2010CSWX0005	385,492	201,819		
ARRA Direct	16.710	DOJ	(ARRA) Public Safety Partnership and Community Policing	Department of Justice		2010CKWX0238	150,000	150,000		
<b>Total</b>	<b>16.710</b>						Total	2,243,026		
Subrecipient	16.727	DOJ	Enforcing Underage Drinking Laws Program	Department of Justice	From AZ Governor's Office of Highway Safety	2011-DOJ-007-2010	28,000	28,000		
<b>Total</b>	<b>16.727</b>						Total	28,000		
Subrecipient	16.741	DOJ	Forensic Casework DNA Backlog Reduction	Department of Justice	From AZ Criminal Justice Commission	DNB-10-004	195,519	165,519		
Subrecipient	16.741	DOJ	Forensic Casework DNA Backlog Reduction	Department of Justice	From AZ Criminal Justice Commission	DNB-11-004	192,990	42,808		
Subrecipient	16.741	DOJ	Forensic Casework DNA Backlog Reduction	Department of Justice	From AZ Criminal Justice Commission	DNB-12-004	190,525	32,843		
<b>Total</b>	<b>16.741</b>						Total	241,170		
Subrecipient	16.742	DOJ	Paul Coverdell Forensic Sciences Improvement Grant	Department of Justice	From AZ Criminal Justice Commission	VC-11-008	28,986	9,695		
Subrecipient	16.742	DOJ	Paul Coverdell Forensic Sciences Improvement Grant	Department of Justice	From AZ Criminal Justice Commission	CV-12-006	24,667	24,667		
<b>Total</b>	<b>16.742</b>						Total	34,362		
<b>JAG Program Cluster</b>										
Subrecipient	16.738	DOJ	Edward Byrne Memorial Justice Assistance Grant Program	Department of Justice	From AZ Criminal Justice Commission	PL-08-080	335,552	335,552		
Subrecipient	16.738	DOJ	Edward Byrne Memorial Justice Assistance Grant Program	Department of Justice	From Arizona Criminal Justice Commission	DC-12-024	787,010	787,010	485,441	
Subrecipient	16.738	DOJ	Edward Byrne Memorial Justice Assistance Grant Program	Department of Justice	From Arizona Criminal Justice Commission	DC-12-020	66,896	60,551		
Subrecipient	16.738	DOJ	Edward Byrne Memorial Justice Assistance Grant Program	Department of Justice	From Pima County	2011-JD-BX-3033	473,547	680		
								1,183,793	485,441	
Direct	18.738	DOJ	Edward Byrne Memorial Justice Assistance Grant Program	Department of Justice		2009-DJ-BX-1239	705,003	101,741	101,982	
Direct	18.738	DOJ	Edward Byrne Memorial Justice Assistance Grant Program	Department of Justice		2008-DJ-BX-0403	203,295	51,107		
Direct	18.738	DOJ	Edward Byrne Memorial Justice Assistance Grant Program	Department of Justice		2010-DJ-BX-0932	619,078	86,892	86,175	
								239,740	188,157	
<b>Total</b>	<b>16.738</b>						Total	1,423,533	673,598	
ARRA Subrecipient	16.803	DOJ	(ARRA) Edward Byrne Memorial Justice Assistance	Department of Justice	From AZ Criminal Justice Commission (ACJC)	2009-SB-B9-2988	3,100,651	631,013	489,636	
<b>Total</b>	<b>16.803</b>						Total	631,013	489,636	
<b>JAG Program Cluster</b>								<b>Cluster Total</b>	<b>2,054,546</b>	<b>1,163,234</b>

Type	CFDA	Agency	Program Title	Agency Office	Agency/Office	Award Number	Award	Expenditures	Pass-Through
------	------	--------	---------------	---------------	---------------	--------------	-------	--------------	--------------

Total Department of Justice

4,854,765 1,163,234

Department of Transportation (DOT)

Direct	20.233	DOT	Border Enforcement Grants	Department of Transportation		FM-BEG-00006-11-01-00	57,500	41,819	
<b>Total</b>	<b>20.233</b>						Total	41,819	

ARRA Direct	20.932	DOT	(ARRA) Surface Transportation Discretionary - Capital	Department of Transportation		AZ-78-0001	63,000,000	25,205,939	
<b>Total</b>	<b>20.932</b>						Total	25,205,939	

Highway Planning and Construction Cluster

ARRA Subrecipient	20.205	DOT	(ARRA) Highway Planning and Construction	Department of Transportation	From Arizona Department of Transportation (ADOT)	ARRA-TUC-0(073)A	276,000	590	
ARRA Subrecipient	20.205	DOT	(ARRA) Highway Planning and Construction	Department of Transportation	From Arizona Department of Transportation (ADOT)	ARRA-TUC-0(215)A	295,000	547	
ARRA Subrecipient	20.205	DOT	(ARRA) Highway Planning and Construction	Department of Transportation	From Arizona Department of Transportation (ADOT)	ARRA-TUC-0(232)A	3,482,051	295	
ARRA Subrecipient	20.205	DOT	(ARRA) Highway Planning and Construction	Department of Transportation	From Arizona Department of Transportation (ADOT)	ARRA TUC 0 (231)A	7,203,178	373,277	
ARRA Subrecipient	20.205	DOT	(ARRA) Highway Planning and Construction	Department of Transportation	From Arizona Department of Transportation (ADOT)	ARRA TUC 0 (239)A	2,720,000	1,757,439	
ARRA Subrecipient	20.205	DOT	(ARRA) Highway Planning and Construction	Department of Transportation	From Arizona Department of Transportation (ADOT)	ARRA-TUC-0(051)A	514,000	590	
ARRA Subrecipient	20.205	DOT	(ARRA) Highway Planning and Construction	Department of Transportation	From Arizona Department of Transportation (ADOT)	ARRA-TEA-TUC-0(067)A	800,000	599,883	
ARRA Subrecipient	20.205	DOT	(ARRA) Highway Planning and Construction	Department of Transportation	From AZ Department of Transportation	HSIP-TUC-0(243)	800,000	557	
ARRA Subrecipient	20.205	DOT	(ARRA) Highway Planning and Construction	Department of Transportation	From AZ Department of Transportation	PAG OWP	1,824,501	1,505,034	
ARRA Subrecipient	20.205	DOT	(ARRA) Highway Planning and Construction	Department of Transportation	From Pima Association of Governments	PAG OWP - N/A	135,000	53,580	
ARRA Subrecipient	20.205	DOT	(ARRA) Highway Planning and Construction	Department of Transportation	From Pima Association of Governments	PAG OWP	126,000	88,593	
ARRA Subrecipient	20.205	DOT	(ARRA) Highway Planning and Construction	Department of Transportation	From Pima Association of Governments	01-04-T-138151-0606	255,645	263	
ARRA Subrecipient	20.205	DOT	(ARRA) Highway Planning and Construction	Department of Transportation	From Pima County	STP-TUC-0(227)A	94,300	14,973	
ARRA Subrecipient	20.205	DOT	(ARRA) Highway Planning and Construction	Department of Transportation	From AZ Department of Transportation	TEA-TUC-0(075)	466,785	111,934	
ARRA Subrecipient	20.205	DOT	(ARRA) Highway Planning and Construction	Department of Transportation	From AZ Department of Transportation	STP-TUC-0(226)	250,000	121,846	
ARRA Subrecipient	20.205	DOT	(ARRA) Highway Planning and Construction	Department of Transportation	From AZ Department of Transportation	HPP-TUC-0(238)	1,216,097	502,616	
ARRA Subrecipient	20.205	DOT	(ARRA) Highway Planning and Construction	Department of Transportation	From AZ Department of Transportation	STP-TUC-0(204)X	3,015,537	35,702	
ARRA Subrecipient	20.205	DOT	(ARRA) Highway Planning and Construction	Department of Transportation	From AZ Department of Transportation	TCSP-TUC-0(241)	861,300	66,641	
ARRA Subrecipient	20.205	DOT	(ARRA) Highway Planning and Construction	Department of Transportation	From AZ Department of Transportation	HPP TUC-0(201)A	325,698	53,725	
ARRA Subrecipient	20.205	DOT	(ARRA) Highway Planning and Construction	Department of Transportation	From AZ Department of Transportation	TCSP-TUC-0(241)	651,847	40,875	
<b>Total</b>	<b>20.205</b>						Total	5,328,962	

Total Highway Planning and Construction Cluster

Cluster Total 5,328,962

Federal Transit Cluster

ARRA Direct	20.500	DOT	(ARRA) Federal Transit Capital Investment Grants	Department of Transportation		AZ-04-0016	6,024,096	3,812,040	
ARRA Direct	20.500	DOT	(ARRA) Federal Transit Capital Investment Grants	Department of Transportation		AZ-03-0044	6,639,832	162,584	
ARRA Direct	20.500	DOT	(ARRA) Federal Transit Capital Investment Grants	Department of Transportation		AZ-03-0047	6,893,201	483,360	
ARRA Direct	20.500	DOT	(ARRA) Federal Transit Capital Investment Grants	Department of Transportation		AZ-03-0063	4,000,000	660,831	
<b>Total</b>	<b>20.500</b>						Total	5,118,815	

Direct	20.507	DOT	Federal Transit Formula Grants	Department of Transportation		AZ-90-X116	10,183,953	6,654,201	
Direct	20.507	DOT	Federal Transit Formula Grants	Department of Transportation		AZ-90-X113	12,104,359	1,431,428	
Direct	20.507	DOT	Federal Transit Formula Grants	Department of Transportation		AZ-98-X001	16,022,390	5,064,375	
Direct	20.507	DOT	Federal Transit Formula Grants	Department of Transportation		AZ-95-X012	2,997,000	2,996,233	
Direct	20.507	DOT	Federal Transit Formula Grants	Department of Transportation		AZ-95-X014	9,700,000	4,605,359	
Direct	20.507	DOT	Federal Transit Formula Grants	Department of Transportation		AZ-90-X071	9,873,309	1,222	
Direct	20.507	DOT	Federal Transit Formula Grants	Department of Transportation		AZ-90-X073	10,596,159	41,038	
Direct	20.507	DOT	Federal Transit Formula Grants	Department of Transportation		AZ-90-X078	9,737,468	157,783	
Direct	20.507	DOT	Federal Transit Formula Grants	Department of Transportation		AZ-90-X085	10,230,078	44,861	

Type	CFDA	Agency	Program Title	Agency Office	Agency/Office	Award Number	Award	Expenditures	Pass-Through
Direct	20.507	DOT	Federal Transit Formula Grants	Department of Transportation		AZ-90-X100	11,241,976	428,628	
Direct	20.507	DOT	Federal Transit Formula Grants	Department of Transportation		AZ-90-X101	12,079,700	49,434	
<b>Total</b>	<b>20.507</b>						<b>Total</b>	<b>21,482,562</b>	
<b>Total Federal Transit Cluster</b>							<b>Cluster Total</b>	<b>26,601,377</b>	
<b>Transit Services Programs Cluster</b>									
Direct	20.516	DOT	Job access Reverse Commute	Department of Transportation		AZ-37-X020	591,841	38,811	
Direct	20.516	DOT	Job access Reverse Commute	Department of Transportation		AZ-37-X009	441,408	7,139	
Direct	20.516	DOT	Job access Reverse Commute	Department of Transportation		AZ-37-X016	504,066	66,541	
Direct	20.516	DOT	Job access Reverse Commute	Department of Transportation		AZ-37-X012	465,290	136,017	
<b>Total</b>	<b>20.516</b>						<b>Total</b>	<b>248,508</b>	
Direct	20.521	DOT	New Freedom Program	Department of Transportation		AZ-57-X004	196,373	21,120	
<b>Total</b>	<b>20.521</b>						<b>Total</b>	<b>21,120</b>	
<b>Total Transit Services Programs Cluster</b>							<b>Cluster Total</b>	<b>269,628</b>	
<b>Highway Safety Cluster</b>									
Subrecipient	20.600	DOT	State and Community Highway Safety	Department of Transportation	From AZ Department of Transportation	TEA-TUC-Q(054)A	113,499	7,454	
Subrecipient	20.600	DOT	State and Community Highway Safety	Department of Transportation	From AZ Department of Transportation	STP-TUC-Q(213)	425,000	89,190	
Subrecipient	20.600	DOT	State and Community Highway Safety	Department of Transportation	From AZ Governor's Office of Highway Safety	2011-OP-022	46,564	7,662	
Subrecipient	20.600	DOT	State and Community Highway Safety	Department of Transportation	From AZ Governor's Office of Highway Safety	2011-PT-061	18,720	18,720	
Subrecipient	20.600	DOT	State and Community Highway Safety	Department of Transportation	From AZ Governor's Office of Highway Safety	2011-PS-006	34,548	10,103	
Subrecipient	20.600	DOT	State and Community Highway Safety	Department of Transportation	From AZ Governor's Office of Highway Safety	2011-PT-060	57,579	10,142	
Subrecipient	20.600	DOT	State and Community Highway Safety	Department of Transportation	From AZ Governor's Office of Highway Safety	2012-PS-002	15,555	7,446	
Subrecipient	20.600	DOT	State and Community Highway Safety	Department of Transportation	From AZ Governor's Office of Highway Safety	2012-OP-008	20,000	14,647	
Subrecipient	20.600	DOT	State and Community Highway Safety	Department of Transportation	From AZ Governor's Office of Highway Safety	2012-PT-019	53,000	28,270	
Subrecipient	20.600	DOT	State and Community Highway Safety	Department of Transportation	From AZ Governor's Office of Highway Safety	2012-AI-001	45,000	45,000	
Subrecipient	20.600	DOT	State and Community Highway Safety	Department of Transportation	From AZ Governor's Office of Highway Safety	2012-OP-037	15,000	13,858	
<b>Total</b>	<b>20.600</b>						<b>Total</b>	<b>252,492</b>	
Subrecipient	20.601	DOT	Alcohol Impaired Driving Countermeasures Incentive	Department of Transportation	From AZ Governor's Office of Highway Safety	2011-410-014	168,949	61,742	
Subrecipient	20.601	DOT	Alcohol Impaired Driving Countermeasures Incentive	Department of Transportation	From AZ Governor's Office of Highway Safety	2012-410-013	206,000	117,964	
<b>Total</b>	<b>20.601</b>						<b>Total</b>	<b>179,706</b>	
<b>Total Highway Safety Cluster</b>							<b>Cluster Total</b>	<b>432,198</b>	
<b>Total Department of Transportation (DOT)</b>								<b>57,879,923</b>	
<b>Environmental Protection Agency</b>									
Direct	66.202	EPA	Congressionally Mandated Projects	Environmental Protection Agency		XP 96993701	430,200	5,817	
<b>Total</b>	<b>66.202</b>						<b>Total</b>	<b>5,817</b>	
ARRA Direct	66.818	EPA	(ARRA) Brownfields Assessment Coop Agreements	Environmental Protection Agency		BF-00T50201-0 G900NY00	200,000	60,938	
ARRA Direct	66.818	EPA	(ARRA) Brownfields Assessment Coop Agreements	Environmental Protection Agency		BF-00T50201-0 G900OR00	200,000	44,142	
<b>Total</b>	<b>66.818</b>						<b>Total</b>	<b>105,080</b>	
<b>Total Environmental Protection Agency (EPA)</b>								<b>110,897</b>	

Type	CFDA	Agency	Program Title	Agency Office	Agency/Office	Award Number	Award	Expenditures	Pass-Through
<b>Department of Energy (DOE)</b>									
Direct	81.087	DOE	Renewable Energy Research and Development	Department of Energy		DE-EE0003204	450,000	430,658	
<b>Total</b>	<b>81.087</b>						Total	430,658	
Subrecipient	81.117	DOE	Energy Efficiency and Renewable Energy Assistance	Department of Energy	From AZ Governor's Office of Energy Policy	OE-EE0005593	174,000	21,785	
								21,785	
Direct	81.117	DOE	Energy Efficiency and Renewable Energy Assistance	Department of Energy		DE-FC36-07G017068	200,000	190,475	132,934
<b>Total</b>	<b>81.117</b>						Total	190,475	132,934
								212,260	132,934
ARRA Direct	81.122	DOE	(ARRA) Electricity Delivery and Energy Reliability, R&D	Department of Energy		DE-OE0000395	300,000	82,554	
<b>Total</b>	<b>81.122</b>						Total	82,554	
ARRA Direct	81.128	DOE	(ARRA) Energy Efficiency Conservation Block Grant	Department of Energy		DE-EE0000846	5,155,300	1,445,409	
<b>Total</b>	<b>81.128</b>						Total	1,445,409	
<b>State Fiscal Stabilization Fund Cluster</b>									
ARRA Subrecipient	84.397	DOE	Department of Education	(ARRA) Governors office of Economic Recovery	From AZ Governor's Office of Economic Recovery	OER-11-GA-GS-74	276,920	313,305	
<b>Total</b>	<b>84.397</b>						Total	313,305	
<b>Total State Fiscal Stabilization Fund Cluster</b>							Cluster Total	313,305	
<b>Total Department of Energy (DOE)</b>								<b>2,484,186</b>	<b>132,934</b>
<b>Department of Health and Human Services (HHS)</b>									
Subrecipient	93.262	HHS	Occupational Safety and Health Program	Department of Health and Human Services	From University of Arizona	1R01OH009469-01	30,000	10,012	
Subrecipient	93.262	HHS	Occupational Safety and Health Program	Department of Health and Human Services	From University of Arizona	1R01OH009469-01	15,000	5,697	
<b>Total</b>	<b>93.262</b>							15,709	
Direct	93.602	HHS	Assets for Independence Demonstration Program	Department of Health and Human Services		90EI0422/01	110,064	29,435	
<b>Total</b>	<b>93.602</b>						Total	29,435	
<b>Total Department of Health and Human Services (HHS)</b>								<b>45,144</b>	
<b>Executive Office of the President (EOP)</b>									
Direct	95.001	EOP	HIDTA 19	Executive Office of the President		G09SA0007A	4,452,931	378,994	165,428
Direct	95.001	EOP	HIDTA 20	Executive Office of the President		G10SA0007A	4,993,179	2,242,013	1,007,003
Direct	95.001	EOP	HIDTA 21	Executive Office of the President		G11SA0007A	5,027,712	2,555,972	2,030,352
<b>Total</b>	<b>95.001</b>						Total	5,176,979	3,202,783
<b>Total Executive Office of the President (EOP)</b>								<b>14,473,822</b>	<b>5,176,979</b>
<b>Department of Homeland Security (DHS)</b>									
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	444904-03	850,000	46,749	
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	555410-08	550,000	550,000	
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	555208-02	107,176	18,492	

Type	CFDA	Agency	Program Title	Agency Office	Agency/Office	Award Number	Award	Expenditures	Pass-Through
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	777416-03	336,000	207,453	
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	777910-04	180,000	168,038	
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	777910-03	100,000	53,245	
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	777416-04	388,743	76,583	
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	777910-02	90,000	26,468	
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	777910-01	33,670	31,663	
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	777440-01	86,702	31,663	
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	777416-01	60,000	54,828	
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Deptment of Homeland Security	555907-04	116,500	116,028	
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	555907-05	2,000	1,086	
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	555907-06	4,000	8,870	
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From Arizona Department of Homeland Security	555907-08	2,300	1,253	
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Governor's Office of Highway Safety	888418-01	136,108	49,637	
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	888418-02	280,000	68,590	
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	555907-10	27,500	12,875	
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	555404-01	311,584	8,511	
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	777909-04	100,000	100,000	
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	777909-05	40,000	18,347	
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	777909-01	60,000	31,664	
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	777909-03	100,000	1,793	1,793
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	777415-02	78,000	39,626	
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	777415-03	100,000	39,436	
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	777415-01	22,000	22,000	
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	777415-04	100,000	15,090	
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	777415-07	307,896	244,061	
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	888417-02	267,609	104,636	
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	888417-01	75,000	17,633	
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	777415-06	16,000	14,096	
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	555910-02	251,004	162,245	
Subrecipient	97.067	DHS	Homeland Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	777908-01	250,000	250,000	
<b>Total</b>	<b>97.067</b>						<b>Total</b>	<b>2,592,659</b>	<b>1,793</b>
Subrecipient	97.075	DHS	Rail and Transit Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	08-AZDOHS-TSGP-444425-02	88,411	5,587	
Subrecipient	97.075	DHS	Rail and Transit Security Grant Program	Department of Homeland Security	From AZ Department of Homeland Security	08-AZDOHS-TSGP-444425-01	468,531	230,785	
								236,372	
Direct	97.075	DHS	Rail and Transit Security Grant Program	Department of Homeland Security		2009-RA-T9-0071	740,867	33,119	
								33,119	
<b>Total</b>	<b>97.075</b>						<b>Total</b>	<b>269,491</b>	
Subrecipient	97.078	DHS	Buffer Zone Protection Program (BZPP)	Department of Homeland Security	From AZ Department of Homeland Security	777416-05	112,793	1,271	
<b>Total</b>	<b>97.078</b>						<b>Total</b>	<b>1,271</b>	
<b>Total Department of Homeland Security (DHS)</b>							<b>Total</b>	<b>2,863,421</b>	<b>1,793</b>
<b>GRAND TOTAL FEDERAL</b>								<b>\$ 142,343,988</b>	<b>\$ 5,616,543</b>

**CITY OF TUCSON, ARIZONA**  
**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**Year Ended June 30, 2011**

**Basis of Accounting**

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the City and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the Schedule presents only a portion of the operations of the City, it is not intended to and does not present the financial position, results of operations and cash flows of the City of Tucson, Arizona.

Federal awards provided to subrecipients are treated as expenditure when paid to the subrecipient.

**Catalog of Federal Domestic Assistance (CFDA) Numbers**

The program titles and CFDA numbers were obtained from the Catalog of Federal Domestic Assistance.

This information is an integral part of the accompanying  
schedule of expenditures of federal awards.