

County of San Bernardino

Auditor-Controller/Treasurer/Tax Collector
Internal Audits Section

Sheriff's Department: FY14 Single Audit Follow-up



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Auditor-Controller/Treasurer/Tax Collector

Mission Statement

The San Bernardino County Auditor-Controller's Office is committed to serving our customers by processing, safeguarding, and providing information regarding the finances and public records of the County. We perform these functions with integrity, independent judgment, and outstanding service. We are accurate, timely, courteous, innovative, and efficient because of our well-trained and accountable staff.

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SUBJECT: SHERIFF'S DEPARTMENT – FY14 SINGLE AUDIT CORRECTIVE ACTION FOLLOW-UP AUDIT

In compliance with Article V, Section 6, of the San Bernardino County Charter and County Policy 05-20 entitled Internal Operational Auditing, we have completed a follow-up audit of the recommendation noted in the County of San Bernardino's Single Audit for the fiscal year ended June 30, 2014 (FY14) for the Sheriff's Department. The objective of the audit was to determine if corrective action for the Department's FY14 Single Audit finding has been implemented. We conducted our audit in accordance with the International Standards for the Professional Practice of Internal Auditing established by the Institute of Internal Auditors.

We have provided a status of the audit finding identified in the original audit report issued on March 20, 2015. The Department has fully implemented the corrective action plan to address the recommendation from the original audit report.

We would like to express our appreciation to the personnel at the Sheriff's Department who assisted and cooperated with us during this engagement.

Respectfully submitted,

Oscar Valdez

Auditor-Controller/Treasurer/Tax Collector
San Bernardino County

By:



Denise Mejico
Chief Deputy Auditor

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**Sheriff's Department:
FY14 Single Audit Follow-up Audit**

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Audit Background

The Single Audit Act Amendments of 1996 and Office of Management and Budget (OMB) Circular A-133 require nonfederal entities that expend \$500,000 or more of federal awards in a fiscal year to have a single or program specific audit. The County's external auditors, Vavrinek, Trine, Day & Co., LLP (VTD), conducted the County's FY14 single audit 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. VTD issued the report on March 20, 2015. In accordance with OMB Circular A-133, the auditee is responsible for follow-up and corrective action on all audit findings.



Scope and Objective

The objective of this follow-up audit was to determine whether the Department implemented its corrective action plan contained in the County of San Bernardino Single Audit Report, issued on March 20, 2015.

Methodology

In achieving the audit objective, the following procedures were performed, including but not limited to:

- Reviewing a sample of expenditure transactions.
- Reviewing the Department's revised procedures relating to goods and services procured with federal funds.
- Interviewing staff involved in the procurement process.



Finding: 2014-002

Program: Equitable Sharing

CFDA No.: 16.922

Federal Grantor: U.S. Department of Justice

Award Year: FY 2013 - 2014

Compliance Requirement: Procurement Suspension and Debarment

Significant Deficiency, Instance of Non-Compliance: As a result of test work performed, the County (Sheriff's Department) did not have procedures in place for verifying that vendors were not debarred, suspended or otherwise excluded prior to entering into covered transactions.

Prior Recommendation:

We recommend the County (Sheriff's Department) implement policies and procedures to verify all vendors who are providing services to federally funded programs in excess of \$25,000 to ensure that the entity is not suspended, debarred, or otherwise excluded. This verification should be checked on the System for Awards Management (SAM) website, and evidence of this verification should be maintained.

Current Status: Implemented

The Department has implemented policies and procedures to verify all vendors were not debarred, suspended or otherwise excluded prior to entering into covered transactions. In addition, auditors selected a sample of transactions for which services were provided services to federally funded programs in excess of \$25,000. All applicable transactions tested contained evidence that the Department verified the entities were not suspended, debarred or otherwise excluded from receiving federal funds prior to entering into the covered transaction.