

OVERVIEW

Grant recipients of federal financial assistance awards who expend more than \$750,000 of federal funds in a fiscal year must hire an independent auditor to conduct an organization-wide Single Audit of their entity. Areeva Solutions can assist in reviewing the audit reports filed by primary recipients to identify, track, and coordinate the resolution of audit findings for the agency.

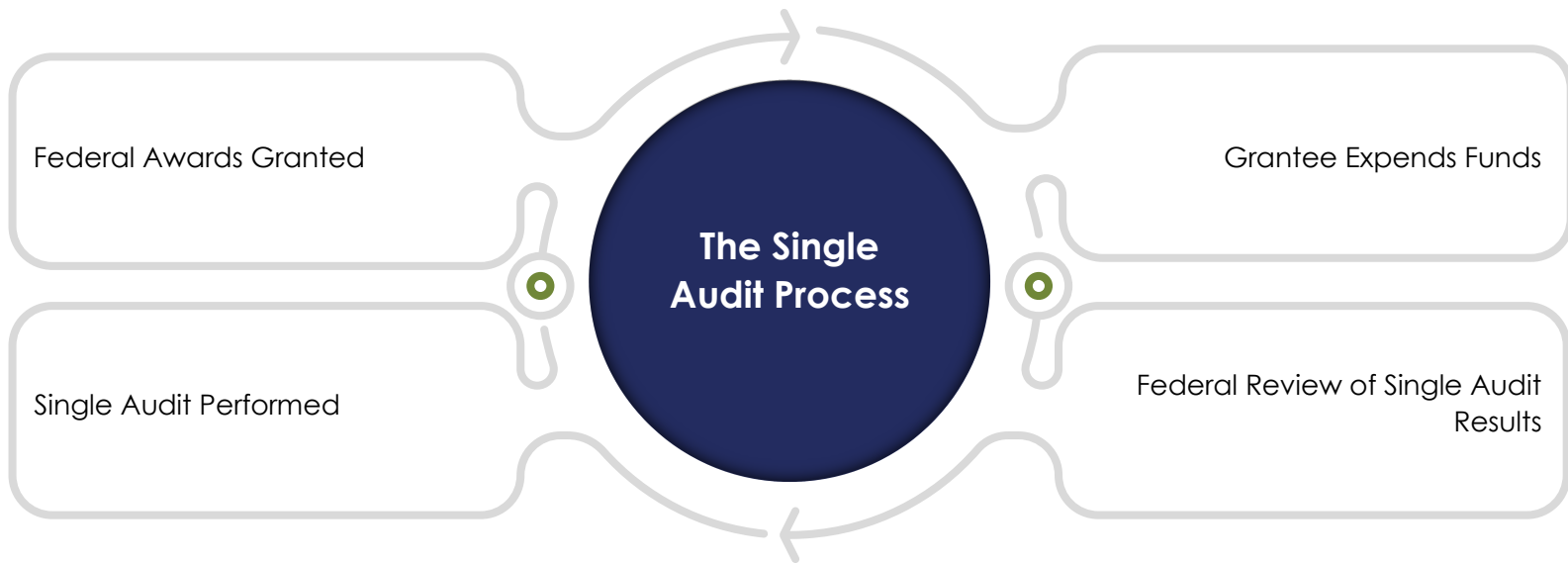
In accordance with **2 CFR § 200.516, "Audit Findings,"** and the OMB Compliance Supplement, auditors are required to identify findings in each of the following types of compliance categories, along with any questioned costs:

- Activities Allowed or Unallowed - financial assistance for a specific purpose must be used for such purpose only.
- Allowable costs/cost principles - costs which are permissible to incur under the financial assistance award.
- Cash management - the process of handling and managing the federal assistance award.
- Eligibility - financial assistance is aimed at a specific group of individuals or organizations.
- Equipment and real property management - equipment purchased with federal funds must be used for authorized purpose under the federal Program.
- Matching, level of effort, earmarking - recipients of financial assistance must provide a level of contribution/maintain a specific level of performance.
- Period of performance of federal funds - Financial award must be used within the specified time period.
- Procurement and suspension and debarment - compliance with procurement laws.
- Reporting - submission of programmatic and financial reports.
- Subrecipient monitoring - monitoring activities of pass-through entities or subrecipients.
- Special tests and provisions - unique compliance requirements based on laws, regulations, and financial awards which do not fit into the previously mentioned categories.
- Other – all other categories.



THE SINGLE AUDIT BACKGROUND

The Single Audit Act Amendments of 1996 was established to improve the effectiveness of audits of federal awards and to reduce the audit burden on states, local governments, and not-for-profit entities. The detailed implementation requirements for Single Audits contained in regulation Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards at 2 CFR 200.



FEDERAL AGENCY MANAGEMENT OF SINGLE AUDITS

(Areeva Solutions can manage and assist agencies perform the following duties)

Develop audit objectives and suggested audit procedures for their federal programs.

- o As regulated in the annual OMB Compliance Supplement.

Follow-up on audit results and make "management decisions" regarding findings cited in Single Audits working with agency officials.

Assist the agency's management lead for the Single Audit process (Single Audit Accountable Official and their staff).

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Manage the agency required responsibilities with Single Audit tracking and monitoring.

Provide technical assistance to auditees and auditors regarding federal program requirements working with Federal Management Officials.