

*Management Advisory Report*

Single Audit of the State of Florida  
for the Fiscal Year Ended  
June 30, 2016

# **Single Audit of the State of Florida for the Fiscal Year Ended June 30, 2016 A-77-17-00005**



April 2017

**Office of Audit Report Summary**

Objective	Findings
<p>To report internal control weaknesses, noncompliance issues, and unallowable costs identified in the single audit to the Social Security Administration (SSA) for resolution action.</p> <p><b>Background</b></p> <p>The Florida Auditor General conducted the single audit of the State of Florida. SSA is responsible for resolving single audit findings related to its disability programs. Florida Department of Health (FDOH) is the Florida Disability Determination Services' parent agency.</p>	<p>The single audit reported FDOH charged a \$34,839 expenditure to the incorrect fiscal year grant award.</p> <p>In addition, the single audit reported an excessive balance in the Florida Department of Management Services' Purchasing Trust Fund on June 30, 2015, which may require a refund to the Government. The single audit identified multiple Federal programs, including SSA, responsible for resolving this finding. However, the Department of Health and Human Services (HHS) will resolve this finding on the Government's behalf. Therefore, we are bringing this matter to your attention, but we are not making a recommendation.</p>
	<p><b>Recommendation</b></p> <p>We recommend that SSA verify FDOH established appropriate procedures to charge expenditures to the correct fiscal year grant award.</p>

## MEMORANDUM

**Date:** April 20, 2017 **Refer To:**

**To:** Gary S. Hatcher  
Senior Advisor  
Audit Liaison Staff

**From:** Assistant Inspector General for Audit

**Subject:** Single Audit of the State of Florida for the Fiscal Year Ended June 30, 2016 (A-77-17-00005)

This report presents the Social Security Administration's (SSA) portion of the single audit of the State of Florida for the Fiscal Year ended June 30, 2016.<sup>1</sup> The Florida Auditor General conducted the audit. Our objective was to report internal control weaknesses, noncompliance issues, and unallowable costs identified in the single audit to SSA for resolution action.

For single audit purposes, the Office of Management and Budget assigns Federal programs a Catalog of Federal Domestic Assistance (CFDA) number. CFDA number 96 identifies SSA's Disability Insurance (DI) and Supplemental Security Income (SSI) programs. SSA is responsible for resolving single audit findings reported under this CFDA number.

The Florida Disability Determination Services (DDS) performs disability determinations under SSA's DI and SSI programs in accordance with Federal regulations. SSA reimburses the DDS for 100 percent of allowable costs. The Florida Department of Health (FDOH) is the Florida DDS' parent agency.

The single audit reported FDOH charged a \$34,839 expenditure to the incorrect fiscal year grant award.<sup>2</sup> The corrective action plan indicates FDOH will ensure obligations are charged to the correct fiscal year grant award. We recommend that SSA verify FDOH established appropriate procedures to charge expenditures to the correct fiscal year grant award.

In addition, the single audit reported an excessive balance in the Florida Department of Management Services' Purchasing Trust Fund on June 30, 2015, which may require a refund to the Government.<sup>3</sup> The single audit identified multiple Federal programs, including SSA, responsible for resolving this finding. However, HHS will resolve this finding on the

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<sup>1</sup> State of Florida, *Single Audit For the Fiscal Year Ended June 30, 2016, Report No. 2017-180* (March 22, 2017).

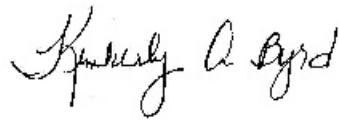
<sup>2</sup> See Footnote 1, finding 2016-048.

<sup>3</sup> See Footnote 1, finding 2016-024.

Government's behalf. Therefore, we are bringing this matter to your attention, but we are not making a recommendation.

The Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards requires that Federal awarding agencies issue a management decision on findings within 6 months of acceptance of the audit report by the Federal Audit Clearinghouse. The Federal Audit Clearinghouse accepted the single audit of the State of Florida on March 30, 2017.

Please send copies of the final Audit Clearance Document to Shannon Agee. If you have questions, contact Shannon Agee at (877) 405-7694, extension 18802 or [Shannon.Agee@ssa.gov](mailto:Shannon.Agee@ssa.gov).



for

Rona Lawson

Attachment

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