

Single Audit of the State of New Jersey for the Fiscal Year Ended June 30, 2018 A-77-19-00008



June 2019

Office of Audit Report Summary

Objective

To report internal control weaknesses, noncompliance issues, and unallowable costs identified in the single audit to the Social Security Administration (SSA) for resolution action.

Background

A single audit is an organization-wide financial statement and Federal awards audit of a non-Federal entity that expends \$750,000 or more in Federal funds in 1 year. It is intended to assure the Government that a non-Federal entity has adequate internal controls in place and is generally in compliance with program requirements. Non-Federal entities typically include States, local governments, Indian tribes, universities, and non-profit organizations.

The audit firm Clifton Larson Allen LLP conducted the single audit of the State of New Jersey. SSA is responsible for resolving single audit findings related to its disability programs. Department of Labor and Workforce Development is the New Jersey Disability Determination Services' (DDS) parent agency.

Findings

The single audit reported the New Jersey DDS charged expenditures totaling \$423 to the incorrect fiscal year grant award. However, since it is not a material amount, we are not making a recommendation.

In addition, the single audit reported the State of New Jersey single audit reporting package was not submitted to the Federal Audit Clearinghouse within 9 months after the fiscal year-end. Department of Health and Human Services (HHS) is responsible for ensuring the single audit is submitted when due and will resolve this finding on the Government's behalf. Therefore, we are bringing this matter to SSA's attention, but we are not making a recommendation.