



Section: Fiscal Administration

Policy: FA 11

Subject: Financial audits

POLICY: Delegate Agencies are subject to the guidance of the Office of Budget and Management's Circular A-133 – Revised, "Audits of States, Local Governments and Non-Profit Organizations" and shall submit a financial audit when complete.

GUIDELINES:

1. Audits of the delegate agencies will be made in writing and in accordance with the generally accepted auditing standards, including the Standards for Audit of Government Organizations, Program Activities, and Functions.
2. If the delegate agency receives more than \$500,000 either directly or indirectly from all federal sources, it is subject to the Single Audit Act of 1984, Public Law 98-502.
3. Where the family planning program is housed in a multiprogramming agency, it is permissible to submit the agency audit. The section relating to the family planning program should be highlighted. It is not necessary to order a separate audit for the family planning program.
4. The most recent financial audit shall be reviewed at annual and triennial site reviews.
5. The delegate agency must also submit action plans that address the resolution of any recommendations stated in the audit that relate to the family planning program. The delegate agency shall follow a systematic method to assure timely and appropriate resolution of these recommendations and findings.

References:

1. PHS Grants Policy Statement, DHHS, Publication No. (OASH) 94-50, 000 (Rev.) April 1, 1994.
2. 45 CFR Part 74 "Uniform Administrative Requirements for Awards and Subawards to Institutions of Higher Education, Hospitals, other Nonprofit Organizations and Commercial Organizations; and certain States, Local Governments and Indian Tribal Governments."
3. Circular No. A-133 - Revised June 27, 2007 Audits of States, Local Governments, and Non-Profit Organizations.
4. Program Guidelines for Project Grants for Family Planning Services, 2001, p. 8, Section 6.3, Financial Management, Financial Audits.

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