

COUNTY OF LOUDOUN, VIRGINIA

Audit of Federal Awards Programs

Year ended June 30, 2012

(With Independent Auditors' Report Thereon)

COUNTY OF LOUDOUN, VIRGINIA

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**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Members of the Loudoun County Board of Supervisors
County of Loudoun, Virginia

We have audited the financial statements of the governmental activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the County of Loudoun, Virginia (the "County"), as of and for the year ended June 30, 2012, which collectively comprise the County's basic financial statements and have issued our report thereon dated November 30, 2012. We conducted our 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 the *Specifications for Audits of Counties, Cities, and Towns* issued by the Auditor of Public Accounts of the Commonwealth of Virginia. As discussed in Note I (O) to the basic financial statements, the County restated beginning net assets of the component unit to correct previously reported depreciation and accumulated depreciation.

Internal Control Over Financial Reporting

Management of the County is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies, or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying schedule of findings and questioned costs, we identified a deficiency in internal control over financial reporting that we consider to be a material weakness.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiency described in the accompanying schedule of findings and questioned costs as item 2012-1 to be a material weakness in internal control over financial reporting.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough, to merit attention by those charged with governance. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as findings 2012-2 to be significant deficiencies.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

The County's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit the County's response and, we express no opinion on it.

This report is intended solely for the information and use of management, the Board of Supervisors of Loudoun, Virginia, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Cherry, Belknap & Holland, LLP

Tysons Corner, Virginia
November 30, 2012



**Independent Auditors' Report on Compliance
with Requirements that Could Have a Direct and Material
Effect on Each Major Federal Awards Program and on Internal
Control over Compliance in Accordance with OMB Circular A-133 and
on the Schedule of Expenditures of Federal Awards**

To the Members of the Loudoun County Board of Supervisors
County of Loudoun, Virginia

Compliance

We have audited Loudoun County, Virginia's (the "County") compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended June 30, 2012. The County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

We conducted our audit of compliance 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, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the County's compliance with those requirements.

In our opinion, the County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2012.

Internal Control over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the County as of and for the year ended June 30, 2012, and have issued our report thereon dated November 30, 2012, which contained unqualified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for the purposes of additional analysis as required by OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

This report is intended solely for the information and use of management, the Board of Supervisors of Loudoun, Virginia, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

Cherry, Belknap & Holland, LLP
Tysons Corner, Virginia
November 30, 2012

**COUNTY OF LOUDOUN, VIRGINIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2012**

<u>Federal Granting Agency/Recipient State Agency/Program Title</u>	<u>Federal Catalog Number</u>	<u>Total 2012 Federal</u>
United States Office of National Drug Control Policy		
Pass through Payments:		
Arlington County, Virginia		
High Intensity Drug Trafficking Areas (HIDTA)	07.999	\$5,625
University of Maryland		
High Intensity Drug Trafficking Areas (HIDTA)	07.999	\$120,663
Total United States Office of National Drug Control Policy		\$126,288
United States Department of Agriculture:		
Direct Payments:		
Team Nutrition Grants	10.574	\$26,000
Pass through Payments:		
Department of Agriculture, Commonwealth of Virginia:		
Food Distribution - Non-cash Commodities-National School Lunch Program	10.555	\$949,694
Department of Education, Commonwealth of Virginia:		
School Breakfast Program	10.553	\$920,442
National School Lunch Program	10.555	\$4,677,701
Special Milk Program for Children	10.556	\$64,009
Department of Juvenile Justice, Commonwealth of Virginia:		
National School Lunch Program	10.555	\$26,938
Department of Social Services, Commonwealth of Virginia:		
State Administrative Matching Grants for Food Stamp Program	10.561	\$1,101,226
Total United States Department of Agriculture:		\$7,766,010
United States Department of Housing and Urban Development		
Direct Payments:		
Community Development Block Grant/Entitlement Grants	14.218	\$775,267
Supportive Housing Program - Transitional Housing Assistance	14.235	\$169,825
Section 8 Housing Choice Vouchers	14.871	\$7,769,156
Mainstream Vouchers	14.879	\$796,234
Pass through Payments:		
Department of Housing & Community Development, Commonwealth of Virginia:		
Community Development Block Grant	14.228	\$276,756
ARRA - Homelessness Prevention and Rapid Re-Housing Program	14.257	\$51,008
Virginia Housing Development Authority		
Housing Counseling Assistance	14.169	\$10,084
Total United States Department of Housing and Urban Development		\$9,848,330
United States Department of the Interior		
Direct Payments:		
Payment in Lieu of Taxes	15.226	\$3,000
Total United States Department of the Interior		\$3,000

**COUNTY OF LOUDOUN, VIRGINIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2012**

<u>Federal Granting Agency/Recipient State Agency/Program Title</u>	<u>Federal Catalog Number</u>	<u>Total 2012 Federal</u>
United States Department of Justice		
Direct Payments:		
State Criminal Alien Assistance Program	16.606	\$286,168
Edward Byrne Memorial -Drug Treatment	16.738	\$61,063
Congressionally Recommended Awards	16.753	\$1,141,024
ARRA - Edward Byrne Memorial Justice Assistance Grant (JAG) Program / Grants To Units Of Loc	16.804	\$90,942
Equitable Sharing Program	16.922	\$130,443
Pass through Payments:		
Department of Criminal Justice Services, Commonwealth of Virginia:		
Juvenile Accountability Incentive Block Grant	16.523	\$22,535
Violence Against Women Formula Grants	16.588	\$28,854
Total United States Department of Justice		\$1,761,029
United States Department of Transportation		
Pass through Payments:		
Department of Motor Vehicles, Commonwealth of Virginia:		
State and Community Highway Safety	20.600	\$9,196
Alcohol Traffic Safety and Drunk Driving Prevention Incentive Grant	20.601	\$31,515
Department of Transportation, Commonwealth of Virginia:		
Highway Planning and Construction	20.205	\$110,018
Total United States Department of Transportation		\$150,729
United States Department of Treasury		
Direct Payments:		
Treasury Forfeiture Fund Program	21.000	\$26,807
Total United States Department of Treasury		\$26,807
United States Department of General Services Administration		
Pass through Payments:		
State Board of Elections		
Title I, sections 101 and 102-Election reform payments mad to States	39.011	\$46,125
Total United States Department of General Services Administration		\$46,125
United States Department of Environmental Protection Agency		
Pass Through Payments:		
National Fish and Wildlife Foundation		
Chesapeake Bay Program	66.466	\$16,713
Total United States Department of Envvironmental Protection Agency		\$16,713
United States Department of Energy		
Direct Payments:		
ARRA Energy Efficiency and Conservation Block Grant Program (EECBG)	81.128	\$1,167,825
Total United States Department of Energy		\$1,167,825

**COUNTY OF LOUDOUN, VIRGINIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2012**

<u>Federal Granting Agency/Recipient State Agency/Program Title</u>	<u>Federal Catalog Number</u>	<u>Total 2012 Federal</u>
United States Department of Education		
Direct Payments:		
Impact Aid	84.041	\$168,316
Fund for Improvement of Education	84.215	\$713,152
Pass through Payments:		
Department of Education, Commonwealth of Virginia:		
Adult Education-State Grant Program	84.002	\$96,227
Title I - Grants to Local Educational Agencies	84.010	\$1,312,185
Special Education - Grants to State	84.027	\$9,781,000
Vocational Education_Basic Grants to States	84.048	\$219,228
Special Education - Preschool	84.173	\$144,175
Education Technology State Grants	84.318	\$22
English Language Acquisition Grant	84.365	\$578,863
Title II Improving Teacher Quality State Grants	84.367	\$639,696
ARRA Special Education Grants to States	84.391	\$173,709
ARRA Special Education - Preschool Grants	84.392	\$1
ARRA State Fiscal Stabilization Fund (SFSF) - Education State Grants	84.394	\$925,868
ARRA Education Jobs Fund	84.410	\$5,040,827
Department of Behavioral Health and Developmental Services, Commonwealth of Virginia:		
Special Education_Grants for Infants and Families with Disabilities	84.181	\$400,717
ARRA Special Education_Grants for Infants and Families with Disabilities	84.393	\$64,993
Total United States Department of Education		\$20,258,979
United States Department of Health and Human Services		
Direct Payments:		
Projects of Regional and National Significance	93.243	\$11,990
Head Start	93.600	\$857,838
Pass through Payments:		
National Association of County and City Health Officials		
Medical Reserve Corps Small Grant Program	93.008	\$3,131
State Board of Elections		
Voting Access for Individuals with Disabilities_Grants to States	93.617	\$48,190
Department for the Aging, Commonwealth of Virginia:		
Special Programs for the Aging Title VII Chapter 3	93.041	\$934
Special Programs for the Aging-Title III, Part D	93.043	\$7,005
Special Programs for the Aging-Title III, Parts B	93.044	\$76,306
Special Program for the Aging_Title III, Part C-Nutrition Services	93.045	\$97,747
National Family Caregiver Support	93.052	\$24,938
Nutrition Services Incentive Program	93.053	\$63,462
Affordable Care Act-Medicare Improvements for Patients and Providers	93.518	\$10,400
Centers for Medicare and Medicaid Services Research, Demonstrations and Evaluations	93.779	\$25,083
Money Follows the Person Rebalancing Demonstration	93.791	\$2,198
Department of Behavioral Health and Developmental Services, Commonwealth of Virginia:		

**COUNTY OF LOUDOUN, VIRGINIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2012**

<u>Federal Granting Agency/Recipient State Agency/Program Title</u>	<u>Federal Catalog Number</u>	<u>Total 2012 Federal</u>
Projects for Assistance in Transition from Homeless (PATH)	93.150	\$56,042
Block Grants for Community Mental Health Services	93.958	\$34,696
Block Grant for Prevention and Treatment of Substance Abuse	93.959	\$390,170
Department of Social Services, Commonwealth of Virginia:		
Promoting Safe and Stable Families	93.556	\$39,889
Temporary Assistance for Needy Families	93.558	\$664,213
Refugee and Entrant Assistance State Administered Program	93.566	\$21,309
Low-Income Home Energy Assistance	93.568	\$33,470
Child Care and Development Block Grant	93.575	\$881,074
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	\$609,487
Chafee Education and Training Vouchers Program	93.599	\$7,501
Child Welfare Services State Grants	93.645	\$1,382
Foster Care-Title IV-E	93.658	\$800,045
Adoption Assistance	93.659	\$283,882
Social Services Block Grant	93.667	\$330,206
Chafee Foster Care Independence Program	93.674	\$14,655
State Children's Insurance Program	93.767	\$20,706
Medicaid Assistance Program	93.778	\$658,285
Total United States Department of Health and Human Services		\$6,076,234
United States Department of Homeland Security		
Direct Payments:		
Assistance to Firefighters Grant	97.044	\$30,507
Cooperating Technical Partners	97.045	\$2,618
Pass through Payments:		
Arlington County, Virginia		
Homeland Security Grant Program 2008 and 2009	97.067	\$109,275
Fairfax County, Virginia		
Homeland Security Grant Program 2010	97.067	\$218,781
Government of The District of Columbia		
Homeland Security Grant Program 9UASI876 and 10UASI876	97.067	\$290,342
Montgomery County, Maryland		
Homeland Security Grant Program 2008	97.067	\$200,831
Northern Virginia Regional Commission		
Homeland Security Grant Program 2008	97.067	\$172,142
Department of Emergency Services, Commonwealth of Virginia		
Disaster Grants-Public Assistance	97.036	\$99,277
Emergency Management Performance Grants 2006	97.042	\$229
Homeland Security Grant Program 2009 and 2010	97.073	\$243,826
Total United States Department of Homeland Security		\$1,367,828
Total Expenditures of Federal Awards		\$48,615,897

See Notes to Schedule of Expenditures of Federal Awards.

COUNTRY OF LOUDOUN, VIRGINIA

Notes to Schedule of Expenditures of Federal Awards

Year ended June 30, 2012

(1) Summary of Significant Accounting Policies

(a) *Reporting Entity*

The accompanying schedule of expenditures of federal awards (the Schedule) includes the activity of all federal award programs administered by the County of Loudoun, Virginia (the County), and its component unit, the Loudoun County Public Schools. The County's reporting entity is defined in note 1(a) of the County's basic financial statements.

Federal award programs include direct expenditures, monies passed through to other governmental entities (i.e., payments to subrecipients), and nonmonetary assistance.

(b) *Basis of Presentation*

The information in the Schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Nonprofit Organizations*. Therefore, some amounts presented in the Schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. Federal award program titles are reported as presented in the Catalog of Federal Domestic Assistance (CFDA) in effect for the year in which the award was granted.

(c) *Basis of Accounting*

The Schedule has been prepared on the modified accrual basis of accounting as defined in note 1(c) of the County's basic financial statements.

(d) *Matching Costs*

Matching costs, the nonfederal share of certain program costs, are not included in the Schedule.

(2) Relationship to Federal Financial Reports

The regulation and guidelines governing the preparation of federal financial reports vary by federal agency and among programs administered by the same agency. Accordingly, the amounts reported in the federal financial reports do not necessarily agree with the amounts reported in the accompanying Schedule.

(3) Noncash and Other Programs

- A) The County received \$778,728 pass-through property sub-awards under the Homeland Security Grant Program (CFDA 97.067) for the year ended June 30, 2012. Such amounts are reflected in the accompanying Schedule and in the basic financial statements.
- B) The Community Development Block Grant/Entitlement (CDBG) (CFDA 14.218) is granted by U.S. Department of Housing and Urban Development (HUD) to develop viable urban communities by providing decent housing, a suitable living environment, and expanding economic opportunities, principally

COUNTRY OF LOUDOUN, VIRGINIA

Notes to Schedule of Expenditures of Federal Awards

Year ended June 30, 2012

for persons of low and moderate income. The Loudoun County Home Improvement Program (LCHIP), which funded by CDBG, provides loans and grants to income eligible homeowners to rehabilitate their homes. For the year ended June 30, 2012, Loudoun County provided \$24,283 from the repayment fund to the program recipients.

(4) Amounts Passed-Through to Subrecipients

Grant proceeds in the amount of \$1,050,401 were passed through to subrecipients for Congressionally Recommended Awards (CFDA 16.753) for the year ended June 30, 2012. It was not practicable to determine amounts passed through to subrecipients for all programs.

(5) Total By Program

Federal programs are awarded to the County either directly by a federal agency or through a pass-through entity. Some programs are received both directly and through a pass-through entity and some are received through multiple pass-through entities. The following programs, reported in multiple line items in the accompanying Schedule, are totaled here:

Program	Federal Catalog Number	Expenditure
High Intensity Drug Trafficking Areas (HIDTA)	07.999	\$126,288
National School Lunch Program	10.555	\$976,632
Homeland Security Grant Program	97.067	\$882,096

LOUDOUN COUNTY, VIRGINIA
Schedule of Findings and Questioned Costs –
Federal Awards Programs
For the fiscal year ended June 30, 2012

Part I – Summary of Auditors' Results

Financial Statement Section

Type of auditors' report issued:

Unqualified

Internal control over financial reporting:

Material weakness(es) identified?

☒ yes ☐ no

Significant deficiency(ies) identified not
considered to be material weakness(es)?

☒ yes ☐ none reported

Noncompliance material to financial
statements noted

☐ yes ☒ no

Federal Awards Section

Internal control over major programs:

Material weakness(es) identified?

☐ yes ☒ no

Significant deficiency(ies) identified not
considered to be material weakness(es)?

☐ yes ☒ none reported

Type of auditors' report on compliance for
major programs:

Unqualified

Any audit findings disclosed that are
required to be reported in accordance with
section 510 (a) of OMB Circular A-133?

☐ yes ☒ no

LOUDOUN COUNTY, VIRGINIA
Schedule of Findings and Questioned Costs –
Federal Awards Programs
For the fiscal year ended June 30, 2012

Part I – Summary of Auditors' Results (continued)

Identification of the Major Federal Programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
10.553, 10.555	Child Nutrition Cluster
10.556	
81.128	Energy Efficiency and Conservation Block Grant
84.010	Title I Grants to Local Educational Agencies
84.410	Educational Jobs Fund
97.067	Homeland Security Grant Program

Dollar threshold used to distinguish type A and type B programs \$ 1,458,477

Auditee qualified as low-risk auditee x yes no

LOUDOUN COUNTY, VIRGINIA
Schedule of Findings and Questioned Costs –
Federal Awards Programs
For the fiscal year ended June 30, 2012

Part II – Schedule of Financial Statement Findings

2012-1: Component Unit – Schools Internal control over Financial Reporting – Capital Assets

Criteria: In order to prepare financial statements in accordance with accounting principles generally accepted in the United States of America (GAAP), assets need to be placed in service at the time they are ready for use.

Condition: Internal control criteria in place did not properly identify when a building was placed in service.

Cause: County policy was to move construction from construction in process to fixed assets once the project hit 95% of budget.

Effect: A prior period adjustment has been recorded for the year ended June 30, 2012, resulting in a decrease in beginning net assets for Component Unit - Schools in the amount of \$34.5 million.

Recommendation: We recommend that construction in process projects be evaluated based on date in service, instead of a budget threshold.

Management's Response: The County has modified the policy to record completed construction in process to fixed assets when it is placed in service.

2012-2: Component Unit – Schools Internal control over Financial Reporting – Accounts Payable

Criteria: In order to prepare financial statements in accordance with GAAP, all known liabilities existing at year end should be included in the financial statements.

Condition: Internal review criteria did not identify three invoices that should have been included in accounts payable.

Cause: Invoices relating to CIP go through a review process for appropriateness in the building department; however, due to the length of the process, the invoices were not available for accounting to include in accounts payable prior to the established time lines.

Effect: Accounts payable was understated at the time of testing. The additional invoices were subsequently included in accounts payable.

Recommendation: We recommend all invoices initially go through the accounting department with concurring review by the building department. This will ensure accounting is aware of potential liabilities and ensure liabilities are booked as required.

Management's Response: Component Unit - Schools has established guidelines to accrue invoices as potential liabilities. Management will expand those guidelines to ensure recording potential liabilities in the proper period.

Part III – Federal Award Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and material instances of noncompliance, including questioned costs, as well as any material abuse findings, related to the audit of major federal programs, as required to be reported by Section 510(a) of OMB Circular A-133.

There were no findings required to be reported by Section 510(a) of OMB Circular A-133.