

**CITY OF GLENDALE, ARIZONA
SINGLE AUDIT REPORTING PACKAGE
FOR THE YEAR ENDED JUNE 30, 2006**

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SINGLE AUDIT REPORTING PACKAGE
FOR THE YEAR ENDED JUNE 30, 2006**

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**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**

Honorable Mayor and Members of the City Council
City of Glendale, Arizona

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Glendale, Arizona as of and for the year ended June 30, 2006, which collectively comprise the City of Glendale, Arizona's basic financial statements and have issued our report thereon dated October 3, 2006. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City of Glendale, Arizona's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Glendale, Arizona'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*.

This report is intended solely for the information and use of the Honorable Mayor, Members of the City Council, City management 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.

Heinfeld, Meech & Co., P.C.

HEINFELD, MEECH & CO., P.C.
Certified Public Accountants

October 3, 2006



**REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND
ON INTERNAL CONTROL OVER COMPLIANCE
IN ACCORDANCE WITH OMB CIRCULAR A-133**

Honorable Mayor and Members of the City Council
City of Glendale, Arizona

Compliance

We have audited the compliance of the City of Glendale, Arizona with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2006. The City of Glendale, Arizona'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 City of Glendale, Arizona's management. Our responsibility is to express an opinion on the City of Glendale, Arizona'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 City of Glendale, Arizona'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 City of Glendale, Arizona's compliance with those requirements.

In our opinion, the City of Glendale, Arizona complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2006. However, the results of our auditing procedures disclosed an instance of noncompliance, which is required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying schedule of findings and questioned costs as item 06-1.

Internal Control Over Compliance

The management of the City of Glendale, Arizona is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the City of Glendale, Arizona's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

We noted a certain matter involving the internal control over compliance and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our judgment, could adversely affect the City of Glendale, Arizona's ability to administer a major federal program in accordance with the applicable requirements of laws, regulations, contracts, and grants. The reportable condition is described in the accompanying schedule of findings and questioned costs as item 06-1.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with the applicable requirements of laws, regulations, contracts, and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe that the reportable condition described above is not a material weakness.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Glendale, Arizona as of and for the year ended June 30, 2006, and have issued our report thereon dated October 3, 2006. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the City of Glendale, Arizona's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the Honorable Mayor, Members of the City Council, City management 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.

Heinfeld, Meech & Co., P.C.

HEINFELD, MEECH & CO., P.C.
Certified Public Accountants

October 3, 2006

City of Glendale, Arizona (an Arizona Municipality)
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2006

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Federal Grant Number	Federal Expenditures
<u>U.S. Department of Transportation</u>			
Federal Aviation Administration			
Airport Improvement Program	20.106	DTFA08-03-C-21609	\$ 637
Airport Improvement Program	20.106	DTFA08-02-C-21479	127,839
Airport Improvement Program	20.106	DTFA08-05-C-21913	27,829
			<u>156,305</u>
Federal Highway Administration (Sub-recipient of Arizona Department of Transportation)			
Highway Planning and Construction	20.205	JPA-02-162	13,093
Highway Planning and Construction	20.205	TEA-GLN-0(17)P	31,156
			<u>44,249</u>
Federal Transit Administration (Sub-recipient of City of Phoenix, Arizona)			
Federal Transit Formula Grants	20.507	AZ-90-X063	119,976
Federal Transit Formula Grants	20.507	AZ-90-X068	105,200
Federal Transit Formula Grants	20.507	AZ-90-X070	357,103
			<u>582,279</u>
National Highway Traffic Safety Administration (Sub-recipient of Arizona Governor's Office of Highway Safety)			
State and Community Highway Safety	20.600	2005-157b-018	4,161
State and Community Highway Safety	20.600	2005-EM-0001	7,000
State and Community Highway Safety	20.600	2004-411-004	10,400
			<u>21,561</u>
National Highway Traffic Safety Administration (Sub-recipient of Arizona Governor's Office of Highway Safety)			
Alcohol Traffic Safety and Drunk Driving Prevention Incentive	20.601	2005-163SES-016	8,000
Alcohol Traffic Safety and Drunk Driving Prevention Incentive	20.601	2005-410-019	163,093
Alcohol Traffic Safety and Drunk Driving Prevention Incentive	20.601	2005-163-022	1,615
Alcohol Traffic Safety and Drunk Driving Prevention Incentive	20.601	2004-410-007	1,002
			<u>173,710</u>
National Highway Traffic Safety Administration (Sub-recipient of Arizona Governor's Office of Highway Safety)			
Occupant Protection	20.602	2006-OP-020	7,616
Total U.S. Department of Transportation			<u>985,720</u>
<u>U.S. Department of Housing and Urban Development</u>			
Community Planning and Development			
Community Development Block Grants/Entitlement Grants	14.218	B-03-MC-040506	1,852
Community Development Block Grants/Entitlement Grants	14.218	B-04-MC-040506	2,223,869
			<u>2,225,721</u>
Community Planning and Development			
HOME Investment Partnerships Program	14.239	M-03-DC-04-0227	197,438
HOME Investment Partnerships Program	14.239	M-04-DC-04-0227	263,123
HOME Investment Partnerships Program	14.239	M-05-DC-04-0227	87,462
			<u>548,023</u>
Community Planning and Development			
Emergency Shelter Grants Program	14.231	S-04-MC-040506	4,844
Emergency Shelter Grants Program	14.231	S-05-MC-040506	92,330
			<u>97,174</u>
Public and Indian Housing			
Public and Indian Housing	14.850	SF-446	372,917
Public and Indian Housing			
Section 8 Housing Choice Vouchers	14.871	SF-512 V	7,582,296

City of Glendale, Arizona (an Arizona Municipality)
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2006

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Federal Grant Number	Federal Expenditures
Public and Indian Housing			
Public Housing Capital Fund	14.872	AZ200P003501-02	63,422
Public Housing Capital Fund	14.872	AZ200P003501-03	80,020
Public Housing Capital Fund	14.872	AZ200P003502-03	2,595
Public Housing Capital Fund	14.872	AZ200P003501-04	2,614
			<u>148,651</u>
Public and Indian Housing			
Resident Opportunity and Supportive Services - Homeownership & Family	14.870	AZ003REF001A004	<u>73,888</u>
Katrina Disaster Housing Assistance Program	14.Unknown	AZ003-KDHAP	<u>39,032</u>
Disaster Voucher Program	14.DVP	AZ003-DVP	<u>27,510</u>
Total U.S. Department of Housing and Urban Development			<u>11,115,212</u>
<u>U.S. Department of Health and Human Services</u>			
Office of the Secretary			
Public Health and Social Services Emergency Fund	93.003	93.283	<u>20,416</u>
Administration for Children and Families (Sub-recipient of Maricopa County, Arizona)			
Temporary Assistance for Needy Families	93.558	C-22-05-037-2-01	<u>38,599</u>
Administration for Children and Families (Sub-recipient of Maricopa County, Arizona)			
Community Services Block Grant	93.569	C-22-05-037-2-01	<u>153,424</u>
Administration for Children and Families (Sub-recipient of Maricopa County, Arizona)			
Social Services Block Grant	93.667	C-22-05-037-2-01	<u>41,570</u>
Total U.S. Department of Health and Human Services			<u>254,009</u>
<u>U.S. Department of Homeland Security</u>			
(Sub-recipient of Arizona Division of Emergency Management)			
State Domestic Preparedness Equipment Support Program	97.004	2003-MU-T3-0034	12,198
State Domestic Preparedness Equipment Support Program	97.004	2003-EU-T3-0001	646,578
State Domestic Preparedness Equipment Support Program	97.004	2004-GE-T4-0051	8,315
State Domestic Preparedness Equipment Support Program	97.004	2004-GE-T4-0051	609,773
State Domestic Preparedness Equipment Support Program	97.004	2003-EU-T3-0001	2,761
State Domestic Preparedness Equipment Support Program	97.004	2003-MU-T3-0034	57,250
State Domestic Preparedness Equipment Support Program	97.004	2004-GE-T4-0051	146,902
State Domestic Preparedness Equipment Support Program	97.004	2004-GE-T4-0051	220,294
			<u>1,704,071</u>
(Sub-recipient of Arizona Division of Emergency Management)			
Urban Areas Security Initiative	97.008	2004-TU-T4-0017	<u>339,906</u>
(Sub-recipient of Arizona Division of Emergency Management)			
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	082905	<u>1,311</u>
Assistance to Firefighters Grant	97.044	EMW-2003-FG-20407	6,359
Assistance to Firefighters Grant	97.044	EMW-2005-FG-07801	<u>347,686</u>
			<u>354,045</u>

City of Glendale, Arizona (an Arizona Municipality)
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2006

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Federal Grant Number	Federal Expenditures
<i>(Sub-recipient of Arizona Division of Emergency Management)</i>			
Homeland Security Grant Program-MMRS	97.067	2005-GE-T5-0030	213,902
Homeland Security Grant Program-WMD Exercise	97.067	2005-GE-T5-0030	2,016
Homeland Security Grant Program-UASI	97.067	2005-GE-T5-0030	156,706
Homeland Security Grant Program-SHSGP	97.067	2005-GE-T5-0030	67,846
Homeland Security Grant Program-LETPP	97.067	2005-GE-T5-0030	<u>142,307</u>
			<u>582,777</u>
Metropolitan Medical Response System	97.071	EMW-2004-GR-0661	<u>231,278</u>
Total U.S. Department of Homeland Security			<u><u>3,213,388</u></u>
<u>U.S. Department of Justice</u>			
<i>Office for Victims of Crime, Office of Justice Programs (Sub-recipient of Arizona Department of Public Safety)</i>			
Crime Victim Assistance	16.575	2005-VA-GX-0036	<u>101,004</u>
<i>Office on Violence Against Women</i>			
Grants to Encourage Arrest Policies and Enforcement of Protection Orders	16.590	2005-WE-AX-0108	<u>75,441</u>
<i>Bureau of Justice Assistance, Office of Justice Programs</i>			
Local Law Enforcement Block Grants Program	16.592	2003-LB-BX-1237	3,379
Local Law Enforcement Block Grants Program	16.592	2004-LB-BX-1492	<u>34,589</u>
			<u>37,968</u>
<i>Community Capacity Development Office, Office of Justice Programs</i>			
Community Capacity Development Office Program	16.595	2005-WS-Q5-0264	<u>40,224</u>
<i>Bureau of Justice Assistance, Office of Justice Programs</i>			
Bulletproof Vest Partnership Program	16.607	2002BOBX02011843	921
Bulletproof Vest Partnership Program	16.607	2004BOBX04021037	4,665
Bulletproof Vest Partnership Program	16.607	2005D6B505029310	9,688
Bulletproof Vest Partnership Program	16.607	2006BOBX06030412	<u>8,182</u>
			<u>23,456</u>
<i>Bureau of Justice Assistance, Office of Justice Programs (Sub-recipient of Arizona Criminal Justice Commission)</i>			
Community Prosecution and Project Safe Neighborhoods	16.609	2003-GP-CX-0571	9,851
Community Prosecution and Project Safe Neighborhoods	16.609	2003-GP-CX-0571	18,128
Community Prosecution and Project Safe Neighborhoods	16.609	2003-GP-CX-0571	18,380
Community Prosecution and Project Safe Neighborhoods	16.609	PSN-04-3004	14,695
Community Prosecution and Project Safe Neighborhoods	16.609	PSN-06-2013	<u>48,339</u>
			<u>109,393</u>
<i>Office of Community Oriented Policing Services</i>			
Public Safety Partnership and Community Policing Grants	16.710	2002-ULWX0027	375,305
Public Safety Partnership and Community Policing Grants	16.710	2002-SHWX0655	91,441
Public Safety Partnership and Community Policing Grants	16.710	2005-ULWX-0001	<u>83,654</u>
			<u>550,400</u>
<i>Bureau of Justice Assistance, Office of Justice Programs</i>			
Gang Resistance Education and Training	16.737	2004-JV-FX-0106	<u>63,029</u>
<i>Bureau of Justice Assistance, Office of Justice Programs (Sub-recipient of Maricopa County)</i>			
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2005-DJ-BX-1072	<u>3,220</u>

City of Glendale, Arizona (an Arizona Municipality)
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2006

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Federal Grant Number	Federal Expenditures
Drug Enforcement Administration (Sub-recipient of Pima County Sheriff's Department) Drug Enforcement Administration Phoenix Task Force	16.Unknown	N/A	<u>17,399</u>
Federal Bureau of Investigation Joint Terrorism Task Force	16.Unknown	66F-PX-A566-S/LMOU	<u>15,025</u>
Bureau of Alcohol, Tobacco and Firearms Operation Black Biscuit	16.Unknown	06-PHO-216-AFF	<u>16,194</u>
Total U.S. Department of Justice			<u><u>1,052,753</u></u>
<u>National Foundation on the Arts and the Humanities</u>			
Office of Library Services, Institute of Museum and Library Services (Sub-recipient of the Arizona State Library, Archives and Public Records) State Library Program - All the World's a Stage	45.310	C-5370	6,350
State Library Program - Operation Health Outreach	45.310	C-5371	16,182
State Library Program - Women Business Builders Online	45.310	C-5372	33,751
State Library Program - Computer Training for Teens	45.310	C-5373	<u>23,580</u>
Total National Foundation on the Arts and the Humanities			<u><u>79,863</u></u>
<u>U.S. Department of the Interior</u>			
Bureau of Reclamation (Sub-recipient of Phoenix, Arizona (SROG)) Water Reclamation and Reuse Program	15.504	01-FC-32-0010	<u>16,486</u>
National Park Service (Sub-recipient of the Arizona State Parks) Historic Preservation Fund Grants-In-Aid	15.904	04-06-21505	<u>7,384</u>
National Park Service Outdoor Recreation Acquisition, Development and Planning	15.916	03-LR-32-3490	<u>9,130</u>
Total U.S. Department of the Interior			<u><u>33,000</u></u>
<u>Environmental Protection Agency</u>			
Office of Brownfields Cleanup and Redevelopment, Office of Solid Waste and Emergency Response Brownfields Assessment & Cleanup Cooperative Agreements	66.818	BF-96916001-0	<u>13,176</u>
Total Environmental Protection Agency			<u><u>13,176</u></u>
Total Expenditures of Federal Awards			\$ <u><u>16,747,121</u></u>

CITY OF GLENDALE, ARIZONA
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2006

NOTE 1 - BASIS OF PRESENTATION

The Schedule of Expenditures of Federal Awards includes the federal grant activity of the City of Glendale, Arizona and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*.

NOTE 2 - RECONCILIATION OF SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS TO STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (GOVERNMENTAL FUNDS) AND STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS (PROPRIETARY FUNDS)

(Amounts Expressed in Thousands)

Intergovernmental Revenues:	
from General Fund	\$ 57,508
from Transportation Fund	1,953
from Other Non-Major Governmental Funds	27,533
Total from Governmental Funds (CAFR, p 30)	86,994
from Water and Sewer Fund	21
from Housing Fund	8,130
Total from Proprietary Funds (CAFR, p 33)	8,151
Total intergovernmental revenues	95,145
Less Non-Federal Revenue from General Fund:	
State and local intergovernmental revenues	(57,508)
Less Non-Federal Revenue from Transportation Fund:	
State LTAF revenue	(1,371)
Less Non-Federal Revenue from Other Non-Major Governmental Funds:	
State and HURF revenues in Highway Users Gas Tax Fund	(16,888)
State and local grants in Other Special Revenue Fund	(2,713)
State and local grants in Capital Projects Funds	(34)
	(19,635)
Plus Prior period adjustment subtracted from fiscal year 2005-06 CAFR:	
Housing Fund	114
Special Revenue Fund	10
Water & Sewer Fund	(5)
	119
Less Federal Revenue increase for net salary accrual from Special Revenue Funds:	
Community Development Block Grants	(3)
Schedule of Expenditures of Federal Awards	\$ 16,747

CITY OF GLENDALE, ARIZONA
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2006

NOTE 3 - SUBRECIPIENTS

Of the federal expenditures presented in the Schedule of Expenditures of Federal Awards, the City of Glendale, Arizona provided federal awards to subrecipients as follows:

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal CFDA Number	Federal Expenditures
Community Development Block Grant Subrecipients:		
Arizona Bridge to Independent Living - Home Accessibility Program	14.218	\$ 118,491
Community Services of Arizona - Minor Home Repair Program	14.218	406,336
Community Bridges, Inc. - Substance Use Disorder Treatment Services	14.218	9,000
Glendale Human Services Council, Inc./Quality of Life Community Services - Homeless Prevention	14.218	52,623
Homeward Bound - Utility & Maintenance Assistance	14.218	10,000
St. Vincent de Paul, OLPH - Keeping Families Intact	14.218	25,000
Community Information and Referral - CONTACTS Hotline	14.218	10,000
PREHAB of Arizona, Inc. - Faith House Emergency Shelter	14.218	20,000
West Valley Child Crisis Center, Inc. - Safe Haven for Abused Children	14.218	25,000
Central Arizona Shelter Services - Job Development Services	14.218	10,000
Friendship Foundation, Inc. - Financial Assistance for Low-Income Seniors	14.218	10,000
Maricopa County Human Services Department - Special Transportation Services	14.218	10,000
Westside Food Bank - Home Food Delivery	14.218	30,521
YWCA of Maricopa County - Congregate Meals	14.218	52,500
Banner Health Foundation - PALS of Banner Thunderbird Medical Center/School Based Health Clinic	14.218	10,000
Big Brothers Big Sisters of Central Arizona - School Based Mentoring	14.218	10,000
Boys and Girls Club of Metropolitan Phoenix - Glendale After-School Program	14.218	20,000
Glendale Union High School District - Health Care Clinic	14.218	9,000
PREHAB of Arizona, Inc. - Juvenile Alternatives in Glendale	14.218	7,500
Valley of the Sun YMCA - First Offender Program	14.218	7,500
Catholic Community Services, dba Valley Center of the Deaf	14.218	10,000
Glendale Adult Day Health Care - Restorative & Therapeutic Growth Services	14.218	13,000
Community Information and Referral - 24-Hour Helpline	14.218	10,000

CITY OF GLENDALE, ARIZONA
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2006

NOTE 3 - SUBRECIPIENTS (Concl'd)

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal CFDA Number	Federal Expenditures
Community Legal Services - Removing Barriers to Access to Justice	14.218	25,000
Westside Food Bank - Emergency Food Box Program	14.218	13,832
Prospect Park - Phase II/PREHAB of AZ, Inc.	14.218	2,619
St. John's Manor - Housing for the Elderly	14.218	39,512
Glendale Family Development Site Improvements	14.218	34,515
Vista Colina Emergency Shelter (Vista) HVAC Replacement	14.218	3,169
Upgrading Group Home Facilities - Valley of the Sun School - Repainting	14.218	55,343
Tanner Terrace Apartments - Refurbished	14.218	63,785
Upgrading Group Home Facilities - Valley of the Sun School - Rehabilitation	14.218	42
Westside Food Bank - Glendale Food Bank Renovation	14.218	22,015
YWCA of Maricopa County - Building Renovation	14.218	1,126
Acquisition of Property - Infill - CPLC	14.218	65,336
Acquisition of Property - Habitat for Humanity	14.218	15,027
Total Community Development Block Grants Subrecipients		<u>1,227,792</u>
 Home Investment Partnership Program Subrecipients:		
Habitat for Humanity - Infrastructure for Infill	14.239	73,536
Habitat for Humanity - Acquisition - Infill	14.239	102,830
Community Services of Arizona - First Time Homebuyer Program	14.239	45,000
Total Home Investment Partnership Program Subrecipients		<u>221,366</u>
 Emergency Shelter Grant Subrecipients:		
Glendale Human Services Council, Inc./Quality of Life Community Services- Homeless Prevention	14.231	19,201
Central Arizona Shelter Services - Emergency Shelter Services	14.231	12,422
Homeward Bound - Shelter Operations	14.231	20,119
PREHAB of Arizona, Inc. - Faith House Emergency Shelter	14.231	25,000
West Valley Child Crisis Center, Inc. - Emergency Shelter	14.231	20,000
Total Emergency Shelter Grant Subrecipients		<u>96,742</u>
Total Federal Awards Expended by Subrecipients of the City of Glendale		<u>\$ 1,545,900</u>

NOTE 4 - CATALOG OF FEDERAL DOMESTIC ASSISTANCE (CFDA) NUMBERS

The program titles and CFDA numbers were obtained from the federal or pass-through grantor or the 2006 *Catalog of Federal Domestic Assistance*.

**CITY OF GLENDALE, ARIZONA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2006**

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued: Unqualified

Internal control over financial reporting:
 Material weakness(es) identified? yes X no
 Reportable condition(s) identified that are not
 considered to be a material weakness(es)? yes X none reported

Noncompliance material to financial statements noted? yes X no

Federal Awards

Internal control over major programs:
 Material weakness(es) identified? yes X no
 Reportable condition(s) identified that are not
 considered to be a material weakness(es)? yes X none reported

Type of auditors' report issued 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? X yes no

Identification of major programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
14.871	Section 8 Housing Choice Vouchers
20.507	Federal Transit Formula Grants

Dollar threshold used to distinguish between Type A and
 Type B programs: \$502,414

Auditee qualified as low-risk auditee? X yes no

**CITY OF GLENDALE, ARIZONA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2006**

SECTION II - FINANCIAL STATEMENT FINDINGS

We noted no reportable conditions, material weaknesses or instances of noncompliance related to the basic financial statements that are required to be reported in accordance with *Government Auditing Standards*.

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

U.S. DEPARTMENT OF HOMELAND SECURITY

Finding Number: 06-1	Questioned Cost: N/A
Program Name: State Domestic Preparedness Equipment Support Program	CFDA Number: 97.004
Pass-Through Agency: Arizona Division of Emergency Management	Grantor Number: Various

CONDITION/CONTEXT

For nine of 20 quarterly reports reviewed, the City did not submit the reports to the applicable oversight agency on a timely basis.

CRITERIA

According to grant agreements, the City should submit quarterly reports within 45 days of the close of the quarter to the applicable oversight agency.

EFFECT

Program requirements were not met.

CAUSE

There was an increase in the number of grants; therefore the staff was unable to keep up.

RECOMMENDATION

The City should submit the required quarterly reports to the applicable oversight agency within 45 days of quarter-end to comply with grant agreements.

VIEWS OF RESPONSIBLE OFFICIALS
AND PLANNED CORRECTIVE ACTIONS

The City will ensure that all required reports are filed timely. A new grant accountant was added in fiscal year 2006-07.

**CITY OF GLENDALE, ARIZONA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDED JUNE 30, 2006**

Status of Federal Award Findings and Questioned Costs

CFDA No. 97.004

Program Name: State Domestic Preparedness Equipment Support Program

Finding No. 05-1

Status: Not corrected. See Finding 06-1.

Views of Responsible Officials and Planned Corrective Actions:

The City will ensure that all required reports are filed timely.