

AGENCY 2023 Audit Programs

June 30, 2023

AUDIT STRATEGY
SINGLE AUDIT RISK ASSESSMENTIdentify applicable requirements and complete risk assessment for each major program.

Program/Assistance Listing #: _____

Compliance Requirement:

- A. Activities Allowed or Unallowed
- B. Allowable Costs/Cost Principles
- C. Cash Management
- D. Reserved
- E. Eligibility
- F. Equipment and Real Property Management
- G. Matching, Level of Effort, Earmarking
- H. Period of Performance
- I. Procurement and Suspension and Debarment
- J. Program Income
- K. Reserved
- L. Reporting
- M. Subrecipient Monitoring
- N. Special Tests and Provisions

Mark if applicable	Identified Risks of Material Noncompliance Due to Fraud or Error	Inherent Risk		Control Risk Assessment	Combined Risk of Material Non-compliance	Response to Identified Risks
		Risk Factors	Assessment			

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AUDIT STRATEGY
SINGLE AUDIT RISK ASSESSMENT**INHERENT RISK FACTORS FOR TYPE B PROGRAMS:**

1. Little or no changes in the compliance requirements.
2. Compliance requirements added or significantly changed.
3. Program characteristics do not involve a high amount of risk.
4. Program characteristics involve risk, such as a significant amount of contracting or use of subrecipients or OMB designated program as higher risk, including programs with Recovery Act funds.
5. High level of independent review/oversight.
6. Little or no independent review/oversight.
7. Relatively simply compliance requirements.
8. Compliance requirements are complex, such as calculations and eligibility determinations are complex, require a high degree of judgment or are difficult to audit.
9. Personnel are experienced and competent.
10. Personnel are inexperienced, poorly trained or lack competence.
11. Administration is centralized.
12. Decentralized administration with multiple locations or branches.
13. Prior audits included insignificant or no compliance findings.
14. Prior audits included significant compliance findings.

The auditor should consider whether any risks identified are pervasive to the Agency's compliance because they may affect the Agency's compliance with many compliance requirements. If the auditor identifies risks of material noncompliance pervasive to the Agency's compliance, the auditor should develop an overall response to such risks. Examples of situations in which there may be risk of material noncompliance pervasive to the Agency's noncompliance are as follows:

- An Agency experiencing financial difficulty for which there is an increased risk grant funds will be diverted for unauthorized purposes.
- An Agency with a history of poor recordkeeping for its programs.

COMBINED RISK ASSESSMENT:

<u>INHERENT RISK</u>	<u>CONTROL RISK</u>			
	MAXIMUM	MODERATE	LOW	
HIGH	High	Moderate	Low	Combined risk of material Noncompliance
MODERATE	Moderate	Low	Low	
LOW	Low	Low	Low	