ENTITY   2019 Audit Programs

June 30, 2019

AUDIT STRATEGY
SINGLE AUDIT RISK ASSESSMENT

INHERENT RISK FACTORS:

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 no compliance findings.
14. Prior audits included significant compliance findings.

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

- An Entity experiencing financial difficulty and for which there is an increased risk grant funds will be diverted for unauthorized purposes.

- An Entity with a history of poor recordkeeping for its government programs.

COMBINED RISK ASSESSMENT:

	CONTROL RISK			
INHERENT RISK	MAXIMUM	MODERATE	LOW	
HIGH	High	Moderate	Low	Combined risk
MODERATE	Moderate	Low	Low	of material
LOW	Low	Low	Low	Noncompliance