



Douglas A. Ducey
GOVERNOR

STATE OF ARIZONA
DEPARTMENT OF EMERGENCY AND MILITARY AFFAIRS

5636 East McDowell Road
Phoenix, Arizona 85008-3495
(602) 267-2700 DSN: 853-2700



Major General Michael T. McGuire
THE ADJUTANT GENERAL

February 4, 2019

Honorable Douglas A. Ducey
State Capitol
Phoenix, AZ 85007

Dear Governor Ducey:

Enclosed is the Department Chief Auditor's report on his review of liabilities incurred and expenditures made under Subsection E, A.R.S. § 35-192, relating to State Emergency Proclamations for the Second Quarter FY19 ending December 31, 2018.

If you require additional information, or clarification, please let me know.

Sincerely,

MICHAEL T. MCGUIRE
Major General, AZ ANG
The Adjutant General

Enclosures



Douglas A. Ducey
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Major General Michael T. McGuire
THE ADJUTANT GENERAL

January 30, 2019

Members, State of Arizona Emergency Council
The Capitol
1700 West Washington Street
Phoenix, Arizona 85007

Subject: Quarterly Audit
State of Arizona Emergency Program Accounts
For the Second Quarter FY19 Ending December 31, 2018

Dear Members, State of Arizona Emergency Council

This report covers the results of our internal review done on the State Emergency Programs for the Second Quarter FY19 ending December 31, 2018, in accordance with A.R.S. § 35-192. We reviewed emergency programs with net expenditures of (\$148,464.31) and \$7,778,868.09 in remaining budget balances.

We reviewed liability and expenditure documents on file in the Division of Emergency Management for eligibility and summarized the transactions for all open programs. The beginning balances, appropriations, reversions, expenditures, and ending balances were reconciled to the Arizona Financial Information System. Our review was made in accordance with generally accepted government auditing standards, consistent with the scope of work discussed above. Final financial and compliance audits will be conducted on these emergency programs when the Governor issues proclamations terminating the respective states of emergency.

Please refer to Schedule A for a program summary.

Sincerely,

Walter Owens
Program Compliance Audit Supervisor

**REPORT OF ARS 35-192 LIABILITIES AND EXPENDITURES
ON EMERGENCY PROGRAMS ADMINISTERED BY
Arizona Department of Emergency and Military Affairs**

Second Quarter FY19 Ending December 31, 2018

| Appropriation/ Fund MA1990 | Title of Emergency Program: | Beginning Balances | | | Expenditures This Quarter: | Ending Balances As 12/31/18 |
|-------------------------------|--|--------------------|-----------------|---------------------|-------------------------------|--------------------------------|
| | | As of 10/01/18 | Appropriations: | Reversions/Transfer | | |
| MA11000 | 2019 Disaster Declaration Fund | \$ 3,600,000.00 | \$ (200,000.00) | \$ - | \$ 3,400,000.00 | |
| MA80100 | Hazardous Materials Contingency-2008 | \$ 1,897.31 | | \$ - | \$ 1,897.31 | |
| MA25005 | February 2005 Storm & Flooding | \$ 16,812.67 | | \$ - | \$ 16,812.67 | |
| MA25005 | February 2005 Storm & Flooding | \$ 32,971.83 | | \$ - | \$ 32,971.83 | |
| MA6902 | Reverted Emergency Appropriations | \$ 7,373.19 | \$ 8,064.50 | \$ - | \$ 15,437.69 | |
| MA6901 | Search and Rescue | \$ 88,522.37 | | \$ (5,236.37) | \$ 83,286.00 | |
| MA6904 | January 2010 Winter Storm Emergency | \$ 173,048.83 | | \$ - | \$ 173,048.83 | |
| MA6908 | Hopi Tribe & Navajo Nation Winter Freeze | \$ 108,288.45 | | \$ - | \$ 108,288.45 | |
| MA6909 | Summer 2006 Monsoons & Flooding Emergency | \$ 8,501.66 | | \$ - | \$ 8,501.66 | |
| MA6914 | Schultz Fire Post-Fire Flood Emergency-15 | \$ 10,706.06 | | \$ - | \$ 10,706.06 | |
| MA6925 | Statewide 2014 Flooding | \$ 123,566.79 | | \$ (12,884.90) | \$ 110,681.89 | |
| MA6927 | February 2005 Storm & Flooding-PCA25005 | \$ 27,635.91 | | \$ - | \$ 27,635.91 | |
| MA6931 | Hazard Mitigation Projects (FY16 SEC) | \$ 39,555.96 | | \$ (412.43) | \$ 39,143.53 | |
| MA6931 | Hazard Mitigation Projects (FY18 SEC) | \$ 462,408.78 | | \$ (6,482.55) | \$ 455,926.23 | |
| MA6933 | Graham County Flooding Event | \$ 31.95 | \$ (31.95) | \$ - | \$ - | |
| MA6936 | Bisbee Fire | \$ 8,032.55 | \$ (8,032.55) | \$ - | \$ - | |
| MA6937 | Arizona Wildfire Suppression Emergency | \$ 1,812,177.92 | | \$ (57,011.62) | \$ 1,755,166.30 | |
| MA6940 | Nogales International Outfall Interceptor Breach | \$ 613,689.64 | | \$ (2,595.60) | \$ 611,094.04 | |
| MA6941 | Woolsey Flooding | \$ 122,330.49 | | \$ (5,761.24) | \$ 116,569.25 | |
| MA6942 | Goodwin Post-Fire Flooding | \$ 140,648.70 | | \$ (6,483.58) | \$ 134,165.12 | |
| MA6943 | Tinder Fire | \$ 157,197.68 | | \$ (4,211.09) | \$ 152,986.59 | |
| MA6944 | 2018 Coconino County Flooding Emergency | \$ 183,441.56 | | \$ (8,510.62) | \$ 174,930.94 | |
| MA6945 | 2018 Mammoth Monsoon and Water Sys Emergency | \$ 188,492.10 | | \$ (25,107.11) | \$ 163,384.99 | |
| MA6946 | 2018 Highway Flood Damage | \$ - | \$ 200,000.00 | \$ - | \$ 200,000.00 | |
| MA6947 | 2018 Pinal County Flooding | \$ - | \$ - | \$ (13,767.20) | \$ (13,767.20) | |
| | Total | \$ 7,927,332.40 | \$ - | \$ (148,464.31) | \$ 7,778,868.09 | |