



STATE OF ARIZONA
DEPARTMENT OF EMERGENCY AND MILITARY AFFAIRS

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



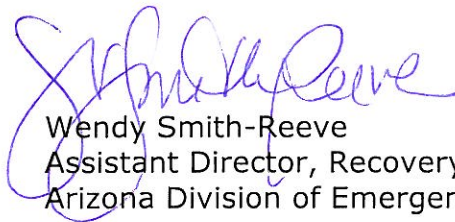
JANICE K. BREWER
 GOVERNOR

MG HUGO E. SALAZAR
 THE ADJUTANT GENERAL

In accordance with A.R.S. §35-192.E. "The auditor of the department of emergency and military affairs shall review liabilities incurred and expenditures made under this section and report to the state emergency council at ninety day intervals during the emergency and conduct a final review of each emergency within ninety days after the termination of the emergency."

The enclosed quarterly audit report reflects liabilities and expenditures for the **First Quarter of FY12**. Below is the list of counties and/or communities supported by these funds.

Program Cost Account	Title of Emergency/Event	Counties/Communities Supported
70100	Search and Rescue	Statewide
80100	Hazardous Materials	Statewide
21104	Arizona 2000 Flood Emergency	Cochise, La Paz, Maricopa, Pinal & Santa Cruz Counties
25004	Northern Arizona Winter Storm Emergency	Apache, Coconino, Gila, Maricopa, Mohave, Navajo and Yavapai Counties
25005	February 2005 Winter Storms & Flooding	Gila, Graham, Greenlee, Maricopa, Mohave, Pinal and Yavapai Counties
26003	Operation Good Neighbor	Statewide
27001	Summer 2006 Monsoons & Flooding	Gila, Graham, Greenlee, Navajo, Pima and Pinal Counties
20101	Sedona Flash Flood Emergency	City of Sedona
20102	January 2010 Winter Storm Emergency	City of Yuma and Apache, Coconino, Gila, Greenlee, La Paz, Maricopa, Mohave, Navajo, Pima, Pinal and Yavapai Counties
11001	Schultz Fire Post-Fire Flooding	Coconino County
11002	Hopi Tribe Flooding Emergency	Navajo County
11003	Monsoon 2010 Flooding Emergency	Greenlee & Santa Cruz Counties
11004	Coconino County Twister	Coconino County
73001	December 2010 Flood Emergency	Mohave County
73002	Wallow Fire Emergency	Apache & Greenlee Counties
73003	Horseshoe Two and Monument Fires	Cochise County
73004	Tombstone Waterline Flooding	City of Tombstone
73005	Northern Greenlee County Flooding	Greenlee County
73006	Coconino County Campbell Avenue Flooding	Coconino County



Wendy Smith-Reeve
 Assistant Director, Recovery
 Arizona Division of Emergency Management



Janice K. Brewer
GOVERNOR

STATE OF ARIZONA
DEPARTMENT OF EMERGENCY AND MILITARY AFFAIRS

5636 East McDowell Road
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(602) 267-2700 DSN: 853-2700



MG Hugo E. Salazar
THE ADJUTANT GENERAL

April 4, 2012

Honorable Janice K. Brewer
Governor of Arizona
State Capitol
Phoenix, AZ 85007

Dear Governor Brewer:

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 First Quarter FY12 ending September 30, 2011.

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

Sincerely,

A handwritten signature in black ink, appearing to read "HUGO E. SALAZAR".

HUGO E. SALAZAR
Major General, AZARNG
The Adjutant General

Enclosures



Janice K. Brewer
GOVERNOR

STATE OF ARIZONA
DEPARTMENT OF EMERGENCY AND MILITARY AFFAIRS

5636 East McDowell Road
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MG Hugo E. Salazar
THE ADJUTANT GENERAL

April 4, 2012

Program Compliance Audit Supervisor
Department of Emergency and Military Affairs

Subject: Quarterly Audit
State of Arizona Emergency Program Accounts
For the First Quarter FY12 Ending September 30, 2011

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

This report covers the results of our internal review done on the State Emergency Programs for the first quarter FY12 ending September 30, 2011, in accordance with A.R.S. § 35-192. We reviewed emergency programs with net expenditures of \$1,823,156 and \$1,859,734 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
The Arizona Department of Emergency and Military Affairs

SCHEDULE A
Program Summary

First Quarter FY12 Ending September 30, 2011

Title of Emergency Program	Beginning Balances As of 07/01/11	Appropriations	Reversions	Expenditures This Quarter	Ending Balances As of 09/30/11
Search or Rescue-PCA70100	238.46	210,000.00	0.00	2,482.15	207,756.31
Hazardous Materials Contingency-PCA80100	51,991.79	0.00	0.00	2,779.64	49,212.15
Arizona 2000 Flood Emergency-PCA21104	79,485.04	0.00	0.00	0.00	79,485.04
Northern Arizona Winter Storm Emergency-PCA25004	142,548.40	0.00	0.00	5,711.33	136,837.07
February 2005 Storm & Flooding-PCA25005	202.08	60,000.00	0.00	1,313.23	58,888.85
Operation Good Neighbor-PCA26003	153,035.46	0.00	0.00	0.00	153,035.46
Summer 2006 Monsoons & Flooding Emergency-PCA27001	91,840.77	225,000.00	0.00	5,436.98	311,403.79
Sedona Flash Flood Emergency-PCA20101	33,524.62	0.00	0.00	97.37	33,427.25
January 2010 Winter Storm Emergency-20102	104,790.27	1,200,000.00	0.00	1,151,456.82	153,333.45
Schultz Fire Post-Fire Flood Emergency-PCA11001	557,531.38	0.00	0.00	318,073.37	239,458.01
Hopi Tribe Flooding Emergency-PCA11002	70,035.10	0.00	0.00	39.63	69,995.47
Monsoon 2010 Flooding Emergency-PCA11003	96,200.16	65,000.00	0.00	153,782.33	7,417.83
Coconino County Twister Emergency-11004	140,155.25	0.00	0.00	2,155.46	137,999.79
December 2010 Flooding FY10-11 Emergency-73001	78,730.58	0.00	0.00	6,617.45	72,113.13
Wallow Fire Emergency - 73002	173,172.63	0.00	0.00	128,850.70	44,321.93
Horseshoe Two and Monument Fire - 73003	99,408.72	0.00	0.00	41,924.30	57,484.42
Tombstone Waterline Flooding - 73004	0.00	50,000.00	0.00	2,435.61	47,564.39
Northern Greenlee County Flooding - 73005	0.00	0.00	0.00	0.00	0.00
Coconino County Campbell Avenue Flooding - 73006	0.00	0.00	0.00	0.00	0.00
Total	1,872,890.71	1,810,000.00	0.00	1,823,156.37	1,859,734.34