



U.S. DEPARTMENT OF TRANSPORTATION
OFFICE OF INSPECTOR GENERAL

**Report on a Single Audit of the
Kiowa Tribe of Oklahoma,
Carnegie, OK**

FHWA

Report No. SA2019017

February 13, 2019





Report on a Single Audit of the Kiowa Tribe of Oklahoma, Carnegie, OK

Self-Initiated

Federal Highway Administration | SA2019017 | February 13, 2019

What We Looked At

We reviewed the Kiowa Tribe of Oklahoma's single audit report for the fiscal year ending June 30, 2014, in order to identify findings that affect directly awarded Department of Transportation programs. An independent auditor prepared the single audit report, dated August 23, 2018.

What We Found

We found that the report contained a procurement and suspension and debarment finding that needs prompt action from the Federal Highway Administration's (FHWA) management.

Recommendations

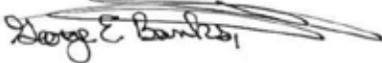
We recommend that FHWA ensures that the Tribe complies with the procurement and suspension and debarment requirements. We also recommend that FHWA recovers \$1,531,442 from the Tribe, if applicable.



Memorandum

Date: February 13, 2019

Subject: ACTION: Report on a Single Audit of the Kiowa Tribe of Oklahoma, Carnegie, OK |
Report No. SA2019017



From: George E. Banks, IV
Program Director

To: Division Administrator, Federal Highway Administration (FHWA), Oklahoma
Division Office

The Office of the Inspector General performs oversight of non-Federal auditors' single audit¹ reports and issues memoranda listing significant findings and recommendations requiring action by the Department of Transportation (DOT). When warranted, we also recommend that agencies recover funds that were inappropriately expended by non-Federal entities. Between 300 and 400 single audits reports are issued annually that include findings related to major programs directly funded by DOT.

We obtained the Kiowa Tribe of Oklahoma's single audit report for the fiscal year ended June 30, 2014 from the Federal Audit Clearinghouse's Image Management System.² An independent auditor performed the audit pursuant to the provisions of the Office of the Management and Budget's (OMB) Circular A-133³ and issued a report⁴ dated August 23, 2018. See the table for the independent auditor's finding and our recommendations.

¹ A single audit, as required by the Single Audit Act of 1984, as amended, helps Government agencies and auditors oversee the expenditure of Federal funds by non-Federal entities.

² The Federal Audit Clearinghouse Image Management System is a public database of completed single audits—<http://harvester.census.gov/facweb/>—maintained by the U.S. Census Bureau on behalf of OMB.

³ The Office of Management and Budget's (OMB) Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations," requires the auditor to render an opinion on the entity's financial statements, identify inappropriate use of Federal funds, and report internal control and compliance deficiencies that affect Federal grant programs.

⁴ Copies of single audit reports are available at the Clearinghouse's website, <https://harvester.census.gov/facweb/>.

Within 30 days of this report, your Agency should identify specific actions planned or taken to resolve⁵ the independent auditor's finding, and provide a target action date for implementation of our recommendations. We will track the recommendations until your Agency provides documentation of final action. We will consider the recommendations closed upon our review and concurrence. All actions should be coordinated through your Agency's Single Audit Liaison. If you have any questions, please email them to singleauditrequest@oig.dot.gov.

cc: The Secretary
DOT Appointee for Single Audits
DOT Single Audit Liaison
Audit Liaison, FHWA, HCFB-32

⁵ Pursuant to DOT Memorandum, *Policy and Procedures for Expediting Action on Single Audit Report Recommendations* (2009).

Table. Independent Auditor’s Findings and OIG Recommendations

Independent Auditor’s Finding Number	Independent Auditor’s Finding	OIG Recommendation Codes ^a	OIG Recommendations
2014-009 ^b	Non-compliance with the procurement and suspension and debarment requirements, resulting in questioned costs of \$1,531,442.	A1	We recommend that FHWA ensures that the Tribe complies with the procurement and suspension and debarment requirements.
same	same	A2	We recommend that FHWA recovers \$1,531,442 from the Tribe, if applicable.

^a We internally assign these codes and use them to track recommendations. We have included them as a convenience to the Department when responding to this report.

^b Caused an adverse opinion on the Highway Planning and Construction Cluster.

Source: Independent auditor’s report

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Our Mission

OIG conducts audits and investigations on behalf of the American public to improve the performance and integrity of DOT's programs to ensure a safe, efficient, and effective national transportation system.

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