



# Memorandum

U.S. Department of  
Transportation  
Office of Inspector General

Subject: **ACTION:** Report on Single Audit of the  
City of Tracy,  
Tracy, CA  
Report No. SA2017052

Date: June 6, 2017

From: George E. Banks, IV  
Program Director for Single Audit

Reply to  
Attn. of: JA-20

To: Regional Administrator, FTA, Region 9  
Regional Administrator, FAA Western-Pacific Region

As part of our single audit program oversight responsibilities, we downloaded the single audit report<sup>1</sup> of the City of Tracy for the fiscal year ended June 30, 2015. An independent auditor performed the audit pursuant to the provisions of the Office of Management and Budget's Circular A-133 and identified the findings shown in the attachment to this memorandum.

Within 30 days of this report, your Agency should identify specific actions planned or taken to resolve the findings and provide a target action date for implementation of the recommendations. We will track the recommendations until your Agency provides documentation of final action. The recommendations will be considered 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](mailto:singleauditrequest@oig.dot.gov).

cc: The Secretary  
DOT Appointee for Single Audits  
DOT Single Audit Liaison  
Audit Liaison, FTA, TSO-30  
Audit Liaison, FAA, ACO-100

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<sup>1</sup> Copies of single audit reports prepared pursuant to OMB's Circular A-133 are available upon request to [singleauditrequest@oig.dot.gov](mailto:singleauditrequest@oig.dot.gov).

**SCHEDULE OF COMPLIANCE AND INTERNAL CONTROL FINDINGS**

<b>Finding #</b>	<b>Findings</b>	<b>Recommendation Code</b>	<b>Findings and Recommendations</b>
2015-003* 2015-009*	<b>1. Non-Compliance with Allowable Costs/Cost Principles Requirements, Resulting in Questioned Costs of \$147,515</b>	A1	We recommend FTA ensures that the City complies with the allowable costs/cost principles requirements.
		A2	We recommend FTA recovers \$147,515 from the City, if applicable.
2015-006*	<b>2. Non-Compliance with Reporting Requirements</b>	B3	We recommend FTA ensures that the City complies with reporting requirements.
		B4	We recommend FAA ensures that the City complies with reporting requirements.

\* Finding(s) Caused a Qualified Opinion.