

OFFICE OF THE COMPTROLLER
CITY OF ST. LOUIS



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Comptroller

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October 27, 2006

Debbie Irwin, Executive Director
Dutchtown South Community Corp. /CBDO
4204 Virginia Ave.
St. Louis, MO 63111

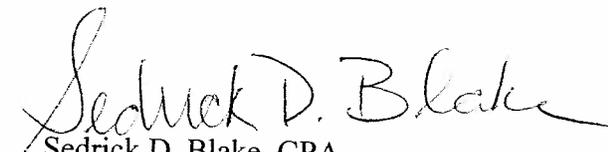
RE: Fiscal Monitoring Report of Dutchtown South Community Corp. /CBDO
(Project #2006-CDA39)

Dear Ms. Irwin:

Enclosed is a report of our fiscal monitoring review of Dutchtown South Community Corp. /CBDO (Contracts #03-31-53, #04-31-53 and #05-31-53) for the period January 1, 2003 through December 31, 2005. The scope of a fiscal monitoring review is substantially less than an audit, and as such, we do not express an opinion on the financial operations of the Dutchtown South Community Corp. /CBDO. Our fieldwork was substantially completed on August 28, 2006.

This review was made under authorization contained in Section 2, Article XV of the Charter, City of St. Louis, as revised and through an agreement with the Community Development Administration (CDA) to provide fiscal monitoring to all grant subrecipients. If you have any questions, please contact Charles Schroeder at 589-6089.

Sincerely,


Sedrick D. Blake, CPA
Internal Audit Executive

Enclosure

cc: Honorable Darlene Green, Comptroller
Jill Claybour, Acting Director, CDA
Lorna Alexander, Fiscal Coordinator, CDA



CITY OF ST. LOUIS

***COMMUNITY DEVELOPMENT ADMINISTRATION (CDA)
COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG)***

***DUTCHTOWN SOUTH COMMUNITY CORP. CBDO
CONTRACTS #03-31-53, #04-31-53 AND #05-31-53***

FISCAL MONITORING REVIEW

JANUARY 1, 2003 THROUGH DECEMBER 31, 2005

PROJECT #2006-CDA39

DATE ISSUED: OCTOBER 27, 2006

***Prepared by:
The Internal Audit Section***



OFFICE OF THE COMPTROLLER

HONORABLE DARLENE GREEN, COMPTROLLER

**CITY OF ST. LOUIS
COMMUNITY DEVELOPMENT ADMINISTRATION (CDA)
COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG)
DUTCHTOWN SOUTH COMMUNITY CORP. /CBDO
CONTRACTS #03-31-53, #04-31-50 AND #05-31-53
FISCAL MONITORING REVIEW
JANUARY 1, 2003 THROUGH DECEMBER 31, 2005**

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**CITY OF ST. LOUIS
COMMUNITY DEVELOPMENT ADMINISTRATION (CDA)
COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG)
DUTCHTOWN SOUTH COMMUNITY CORP. /CBDO
CONTRACTS #03-31-53, #04-31-50 AND #05-31-53
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INTRODUCTION

Background

Contract Name: Dutchtown South Community Corp. /CBDO

Contract Numbers: 03-31-53
04-31-53
05-31-53

Contract Periods: January 1, 2003 through April 30, 2004 (Extended) (03-31-53)
January 1, 2004 through April 30, 2005(Extended) (04-31-53)
January 1, 2005 through March 31, 2006 (Extended) (05-31-53)

Contract Amounts: \$105,000 (03-31-53) (Budget Revisions: Extended 04/30/04)
\$175,885 (04-31-53) (Budget Revisions: Extended 04/30/05)
\$129,966 (05-31-53) (Budget Revisions: Extended 03/31/06)

These contracts provided Community Development Block Grant (CDBG) funds to the Dutchtown South Community Corp. /CBDO to combat physical deterioration and eliminate derelict and vacant buildings in the service area of Dutchtown South Community Corporation.

Purpose

Our purpose was to determine Dutchtown South Community Corp. /CBDO's compliance with federal, state and local Community Development Block Grant (CDBG) requirements for the period January 1, 2003 through December 31, 2005 and make recommendations for improvements.

Scope and Methodology

We made inquiries regarding the Dutchtown South Community Corp./CBDO's internal controls relating to the grants administered by the Community Development Administration (CDA), tested evidence supporting the reports the Agency submitted to CDA and performed other procedures considered necessary. Our fieldwork was completed on August 28, 2006.

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CONCLUSION AND SUMMARY OF OBSERVATIONS

Conclusion

We found no evidence to suggest that the Dutchtown South Community Corp. /CBDO did not fully comply with federal, state and local CDA requirements.

Status of Prior Observations

The Agency's most recent Fiscal Monitoring Report, dated March 21, 2003, identified two (2) observations;

1. Opportunity to Improve Controls over Expenditures (**Resolved**)
2. Opportunity to Improve Timeliness of Required Reporting (**Resolved**)

A-133 Status

According to letters received from the Agency dated March 8, 2006 and February 22, 2005 Dutchtown South Community Corp. did not require an A-133 audit because it expended less than \$500,000 in federal funds in its fiscal year ended December 31, 2005 and December 31, 2004. Also, according to a letter dated August 5, 2003 Dutchtown South Community Corp. did not require an A-133 audit because it expended less than \$300,000 in federal funds in its fiscal year ended December 31, 2003.

Summary of Current Observations

We noted no observations during our review.