

FILE COP

DARLENE GREEN
Comptroller



OFFICE OF THE COMPTROLLER
CITY OF ST. LOUIS



Internal Audit Section

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April 12, 2005

Sylvia Nissenboim, Director
American Red Cross
10195 Corporate Square
St. Louis, MO 63132

RE: Fiscal Monitoring Report of American Red Cross (2005-SLA28)

Dear Ms. Nissenboim:

Enclosed is a report of our fiscal monitoring review of American Red Cross's contract with the Department of Human Services (Contract #48982) for the period July 1, 2004 through February 28, 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 American Red Cross. Our fieldwork was substantially completed on March 22, 2005.

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 Department of Human Services to provide fiscal monitoring to all grant sub-recipients. If you have any questions, please contact Dwayne Crandall at 613-7257.

Sincerely,

A handwritten signature in black ink, appearing to read "Mohammad H. Adil".

Mohammad H. Adil, CPA
Internal Audit Manager

Enclosure

cc Honorable Darlene Green, Comptroller
Patrick Brennan, Accounting Manager II, Department of Human Services



CITY OF ST. LOUIS

*DEPARTMENT OF HUMAN SERVICES (DHS)
ST. LOUIS AREA AGENCY ON AGING (SLAAA)*

*AMERICAN RED CROSS
DOCUMENT #48982*

FISCAL MONITORING REVIEW

JULY 1, 2004 THROUGH FEBRUARY 28, 2005

PROJECT #2005-SLA28

DATE ISSUED: APRIL 12, 2005

*Prepared by:
The Internal Audit Section*



OFFICE OF THE COMPTROLLER

HONORABLE DARLENE GREEN, COMPTROLLER

**CITY OF ST. LOUIS
DEPARTMENT OF HUMAN SERVICES (DHS)
ST. LOUIS AREA AGENCY ON AGING (SLAAA)
AMERICAN RED CROSS
FISCAL MONITORING REVIEW
JULY 1, 2004 THROUGH FEBRUARY 28, 2005**

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**CITY OF ST. LOUIS
DEPARTMENT OF HUMAN SERVICES (DHS)
ST. LOUIS AREA AGENCY ON AGING (SLAAA)
AMERICAN RED CROSS
FISCAL MONITORING REVIEW
JULY 1, 2004 THROUGH FEBRUARY 28, 2005**

INTRODUCTION

Background

Contract Name: American Red Cross, St. Louis Area Chapter

Contract Period: July 1, 2004 through June 30, 2005

Contract Amount: \$16,577

Contract Number: 48982

The contract provides funds for supportive services to older residents of the City of St. Louis in accordance with Title III of the Older Americans Act. The Agency provides adult day care for the elderly and disabled residents of the City of St. Louis based on predetermined unit cost.

Purpose

Our purpose was to determine American Red Cross's compliance with federal, state and local Department of Human Service (DHS) requirements for the period July 1, 2004 through February 28, 2005 and make recommendations for improvements.

Scope and Methodology

We made inquiries regarding American Red Cross's internal controls relating to the grant administered by St. Louis Area Agency on Aging (SLAAA), tested evidence supporting the reports the Agency submitted to SLAAA and performed other procedures considered necessary. Our fieldwork was substantially completed on March 22, 2005.

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CONCLUSION AND SUMMARY OF OBSERVATIONS

Conclusion

We found no evidence to suggest that American Red Cross, St. Louis Area Chapter did not comply with federal, state and local DHS requirements.

Status of Prior Observations

The prior fiscal monitoring review, dated April 21, 2004, noted no observations.

A-133 Status

According to a letter received from Agency management dated March 18, 2005, The American Red Cross, St. Louis Area Chapter was not required to obtain an A-133 audit for the period ending June 30, 2004 because it did not expend \$500,000 or more in Federal funds.

Summary of Current Observations

We did not have any observations.