



Douglas A. Ducey
GOVERNOR

STATE OF ARIZONA
DEPARTMENT OF EMERGENCY AND MILITARY AFFAIRS

5636 East McDowell Road
Phoenix, Arizona 85008-3495
(602) 267-2700 DSN: 853-2700



Major General Michael T. McGuire
THE ADJUTANT GENERAL

July 16, 2020

Honorable Douglas A. Ducey
State Capitol
Phoenix, AZ 85007

Dear Governor Ducey:

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 Fourth Quarter FY20 ending June 30, 2020.

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

Sincerely,

A handwritten signature in black ink, appearing to read "Michael T. McGuire".

MICHAEL T. MCGUIRE
Major General, AZ ANG
The Adjutant General

Enclosures



Douglas A. Ducey
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Major General Michael T. McGuire
THE ADJUTANT GENERAL

July 16, 2020

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

Subject: Quarterly Audit
State of Arizona Emergency Program Accounts
For the Fourth Quarter FY20 Ending June 30, 2020

Dear Members, State of Arizona Emergency Council

This report covers the results of our internal review done on the State Emergency Programs for the Fourth Quarter FY20 ending June 30, 2020, in accordance with A.R.S. § 35-192. We reviewed emergency programs with net expenditures of (\$977,207.21) and \$7,807,571.36 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,

Gary McMurry
Program Compliance Audit Supervisor

REPORT OF ARS 35-192 LIABILITIES AND EXPENDITURES
ON EMERGENCY PROGRAMS ADMINISTERED BY
ARIZONA DEPARTMENT OF EMERGENCY AND MILITARY AFFAIRS

Fourth Quarter FY20 Ending June 30, 2020

| Appropriation/ Fund MA1990 | Title of Emergency Program: | Beginning Balances As of 04/01/20 | Appropriations: | Reversions/Transfer | Expenditures This Quarter: | Ending Balances As of 06/30/20 |
|-------------------------------|--|--------------------------------------|------------------------|------------------------|-------------------------------|-----------------------------------|
| Appr Cat/Sub Fund | | | | | | |
| MA11000 | 2020 Disaster Declaration Fund | \$ 2,192,000.00 | \$ - | \$ (1,992,000.00) | \$ (200,000.00) | \$ - |
| MA80100 | Hazardous Materials Contingency | \$ 1,897.31 | \$ - | \$ - | \$ - | \$ 1,897.31 |
| MA25005 | February 2005 Storm & Flooding (FY2008) | \$ - | \$ - | \$ - | \$ - | \$ - |
| MA25005 | February 2005 Storm & Flooding (FY2012) | \$ - | \$ - | \$ - | \$ - | \$ - |
| MA6901 | 70101 Search and Rescue | \$ 108,288.34 | \$ - | \$ 100,000.00 | \$ (93,905.25) | \$ 114,383.09 |
| MA6902 | 73000 Reverted Emergency Appropriations | \$ 347,660.75 | \$ - | \$ (347,660.75) | \$ - | \$ - |
| MA6904 | 73010 January 2010 Winter Storm Emergency | \$ 173,048.83 | \$ - | \$ - | \$ (1,312.45) | \$ 171,736.38 |
| MA6909 | 73015 Summer 2006 Monsoons & Flooding Emergency | \$ 5,679.86 | \$ - | \$ 28,456.16 | \$ - | \$ 34,136.02 |
| MA6914 | 73018 Schultz Fire Post-Fire Flood Emergency | \$ 10,706.06 | \$ - | \$ - | \$ - | \$ 10,706.06 |
| MA6925 | 73027 Statewide 2014 Flooding | \$ 19,759.43 | \$ - | \$ - | \$ (29.88) | \$ 19,729.55 |
| MA6927 | 73029 February 2005 Storm & Flooding (FY2016) | \$ 68,814.16 | \$ - | \$ 99,236.62 | \$ (36,142.73) | \$ 131,908.05 |
| MA6931 | 73046 Hazard Mitigation Projects (SEC FY18) | \$ 12,883.59 | \$ - | \$ (9,883.59) | \$ (3,000.00) | \$ - |
| MA6937 | 73047 Arizona Wildfire Suppression Emergency (SEC FY18) | \$ 75,352.44 | \$ - | \$ (75,352.44) | \$ - | \$ - |
| MA6940 | 73042 Nogales International Outfall Interceptor Breach | \$ 570,813.44 | \$ - | \$ (474,545.13) | \$ (2,985.70) | \$ 93,282.61 |
| MA6941 | 73043 Woolsey Flooding | \$ 13,008.45 | \$ - | \$ - | \$ - | \$ 13,008.45 |
| MA6943 | 73045 Tinder Fire | \$ 43,688.68 | \$ - | \$ - | \$ - | \$ 43,688.68 |
| MA6944 | 73048 2018 Coconino County Flooding Emergency | \$ 1,231,235.07 | \$ - | \$ 66,924.53 | \$ (90,286.20) | \$ 1,207,873.40 |
| MA6945 | 73049 2018 Mammoth Monsoon and Water Sys Emergency | \$ 76,634.02 | \$ - | \$ 130,009.65 | \$ (71,499.87) | \$ 135,143.80 |
| MA6947 | 73051 2018 Pinal County Flooding | \$ 130,068.46 | \$ - | \$ 877,165.28 | \$ (39,261.70) | \$ 967,972.04 |
| MA6948 | 73052 2019 February Winter Storm | \$ 2,007,379.32 | \$ - | \$ - | \$ (277,213.05) | \$ 1,730,166.27 |
| MA6949 | 73053 Arizona Drought Impact Assessment | \$ 22,000.00 | \$ - | \$ - | \$ (5,000.00) | \$ 17,000.00 |
| MA6950 | 73054 Mitigation Projects (SEC FY19) | \$ 1,139,218.52 | \$ - | \$ - | \$ (127,558.89) | \$ 1,011,659.63 |
| MA6951 | SD2001 Museum Fire Emergency | \$ 142,504.72 | \$ - | \$ - | \$ (1,193.59) | \$ 141,311.13 |
| MA6952 | SD2002 Pinetop-Lakeside Flooding | \$ 192,137.12 | \$ - | \$ - | \$ (916.98) | \$ 191,220.14 |
| MA6953 | SD2004 COVID-19 Emergency | \$ - | \$ - | \$ - | \$ - | \$ - |
| MA6954 | SD2005 Rioting-Imposition of Curfew | \$ - | \$ 200,000.00 | \$ - | \$ (26,900.92) | \$ 173,099.08 |
| MA6937 | SD2006 Arizona Wildfire Suppression Emergency (SEC FY20) | \$ - | \$ 907,441.91 | \$ 690,207.76 | \$ - | \$ 1,597,649.67 |
| Total | | \$ 8,584,778.57 | \$ 1,107,441.91 | \$ (907,441.91) | \$ (977,207.21) | \$ 7,807,571.36 |