



CORRECTIVE ACTION PLAN:
MAJOR FEDERAL AWARD PROGRAMS AUDIT FINDINGS

CITY OF ELY

501 Mill Street Ely, Nevada 89301
City Hall (775) 289-2430 - Fax (775) 289-1463

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2017-003: HIGHWAY PLANNING AND CONSTRUCTIONS (Federal-Aid Highway Program) (CFDA 20.205) PROCUREMENT (Significant Deficiency)

Finding

The City does not have a procurement policy in place.

Recommendation

We recommend the City enacts a written procurement policy.

Response

The City has had an undocumented policy that has followed the statutory requirements. The City agrees it should have a written policy and will officially document its procurement policy.

2017-004: HIGHWAY PLANNING AND CONSTRUCTIONS (Federal-Aid Highway Program) (CFDA 20.205) REIMBURSEMENTS (Material Weakness)

Finding

The City did not expend the money related the grant before reimbursement is requested. During our audit we tested four (4) draws on the grant totaling \$1,013,674. All four draws included payments which were not dated until after the date of the draw, totaling \$960,827.

Recommendation

We recommend the City only requests reimbursements for moneys that have been spent and not before.

Response

The City mistakenly requested funds after the costs were incurred, and due, but before payments were made. The City will review and improve its internal policies and procedures related to request timing on grants to prevent this from happening again.

Mayor Melody Van Camp

Council Member Kurt Carson

Council Member Jolene Gardner

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Council Member Marion Hanson

Council Member Anthony DeFelice

Council Member Ernest Flangas