

# Audit Committee

CLARK COUNTY, NEVADA

Michael Naft  
*Chair*  
William McCurdy II  
Ross Miller

---

## CALL TO ORDER

The public meeting of the Clark County Audit Committee was called to order by Commissioner Naft Wednesday, April 27, 2022, at 9:30am in the Pueblo Room, Clark County Government Center, 500 South Grand Central Parkway, 1st floor, Las Vegas, Nevada. This public meeting was properly noticed and posted.

### *COMMISSIONERS PRESENT:*

Michael Naft  
William McCurdy II  
Ross Miller

### *ALSO PRESENT:*

Angela Darragh, Audit Director  
Randy Tarr, Deputy County Manager  
Les Lee Shell, Deputy County Manager  
Anna Danchik, Comptroller  
Jeff Share, Director, Budget & Finance  
Jeff Rogan, District Attorney  
Felix Luna, Internal Auditor  
Chris Hui, Internal Auditor  
Tracy Banks, Internal Auditor

### *PARTICIPANTS VIA MICROSOFT TEAMS (VIRTUAL):*

Jessica Colvin, Chief Financial Officer  
Cynthia Birney, Manager, Audit/HIPAA  
DeRhonda Perkins, Internal Auditor

#### 1. **Approval of Minutes**

It was moved by Commissioner Naft and carried unanimously that the minutes of January 26, 2022, meeting be approved.

#### 2. **Approval of Agenda**

It was moved by Commissioner Naft and carried unanimously that the April 27, 2022, agenda be approved.

#### 3. **Receive and discuss the 1st quarter CY 2022 reports**

## 2022 Art Plan

This audit is performed annually to determine whether expenditures made from the County Arts Fund are in accordance with the Art Plan and Clark County Ordinance, Chapter 2.90 requirements.

There were no findings in this year's audit. In the follow up audit, the five prior findings related to the 1 October Memorial Project have been resolved as follows:

- 1 October Memorial Art Project Budget Proposal Only Included Planning Costs; Overall Costs Could Overburden the Fund.

The donation fund was established for the One October Memorial Project and future funding for the project should be done from this donation fund shifting the cost from the County Arts fund. As of January 25, 2022, the donation fund had \$50,000 and additional fund raising will take place in the future.

Every art project proposed by the Board since the 1 October Memorial Project included all anticipated costs. Reimbursement of any current cost will be considered based on funding availability and discussions with County Management.

- Costs Are Being Incurred for a Project Where the Site is Unknown – Resulting in Non-Conformance with County Code.

In August 2021, Clark County announced that MGM Resorts agreed to donate two acres for the Memorial project and that location is within unincorporated Clark County. We also found that every project proposed for approval since that project, indicated a location within unincorporated Clark County which resolves the issue.

- Management of the Facilitation Services Contract for the 1 October Memorial Project Could be Improved.

The Parks and Recreation Department implemented an independent ledger to record work performed by the 1 October facilitator and that ledger is comprehensive and contains pertinent dates that allow staff to independently cross reference and verify the work being billed. A sample of bills and invoices we reviewed contained descriptive information of the services performed.

- 1 October Memorial Art Project Milestones Not Met.

Last year, we found that the 1 October Memorial Art project milestones were not being met. The contract for the 1 October Memorial Project Facilitator Services was later amended. The milestones language was removed, and the contract is now set to expire December 31, 2022. Compensation terms remain the same and the total contract value was raised an additional \$120,000 for a total of \$370,000.

The Memorial Project selection process is anticipated to be completed by December 2023.

- A Small Number of Invoices Submitted Later Than Contractually Stipulated.

We found that the invoices submitted by the 1 October Facilitator Services provider during the audit period were timely.

Commissioner Naft proposed and was seconded to submit an amendment to the 2017 Ordinance eliminating the annual review requirement of the County Arts Plan fund for Board approval.

The report was accepted by the Audit Committee.

### **2022 Audit Plan Summary**

Audits currently in progress:

- Social Services Financial Systems
- Annual Petty Cash Counts Review
- Countywide Compliance with FD6
- Election Department Mail-In Balloting

Completed first quarter 2022:

- 2022 County Arts Plan Fund

Audits planned:

- Countywide Purchasing Card
- Parks and Recreation Wetlands Shop
- Public Administrators Operations
- Annual External Audit Assistance
- Annual Imprest and Petty Cash Review
- Follow Up to Audits previously completed

The Audit Plan summary was approved by the Committee.

### **ALGA Peer Review Report – Clark County 2022**

Every three years, the Audit Department goes through a Peer Review from the Association of Local Government Auditors (ALGA). The ALGA Peer Review team reviewed policies and procedures, a sample of audits, documentation on training, independence and staff development for Government Auditing Standards (GAS) compliance. The Audit Department met all standards and ALGA had no comments or recommendations in this year's peer review.

### **ALGA 2021 Distinguished Knighton Award**

The Audit Department, for the first time, was the recipient of the ALGA 2021 Distinguished Knighton Award in the medium shop category for the ComC Audit Report worked on by Internal Auditors - DeRhonda Perkins, Tracy Banks, Apryl Kelley and Felix Luna, Principal Auditor.

Commissioner Naft offered congratulations and appreciation and stated that the award will be presented for recognition at the May 17, 2022, meeting of the Board of County Commissioners.

There were no comments from the general public.

There being no further business, the meeting was adjourned at 9:45 am.