



OFFICE OF THE COMPTROLLER  
CITY OF ST. LOUIS



FILE COPY

DARLENE GREEN  
Comptroller

*Internal Audit Section*

Carnahan Courthouse Building  
1114 Market St., Room 642  
St. Louis, Missouri 63101  
(314) 622-4723  
Fax: (314) 613-3004

DR. KENNETH M. STONE, CPA  
Internal Audit Executive

May 20, 2011

Peggy Krash, Executive Director  
Lydia's House  
4128 Judith Court  
St. Louis, MO 63118

RE: Federal Emergency Shelter Grant (FESG) (Project #2011-HOM10)

Dear Ms. Krash:

Enclosed is a report of the fiscal monitoring review of Lydia's House, a not-for-profit organization, FESG program, for the period January 1, 2010 through November 30, 2010. The scope of a fiscal monitoring review is less than an audit, and as such, we do not express an opinion on the financial operations of Lydia's House. Fieldwork was completed on February 9, 2011.

This review was made under authorization contained in Section 2, Article XV of the Charter, City of St. Louis, as revised and has been conducted in accordance with the *International Standards for the Professional Practice of Internal Auditing* and through an agreement with the Department of Human Services (DHS) to provide fiscal monitoring to all federal grant sub-recipients.

If you have any questions, please contact the Internal Audit Section at (314) 622-4723.

Sincerely,

Dr. Kenneth M. Stone, CPA  
Internal Audit Executive

Enclosure

Cc: Ron Hicks, Fiscal Manager, DHS  
Antoinette Triplett - Manager II, Homeless Services, DHS



# CITY OF ST. LOUIS

**DEPARTMENT OF HUMAN SERVICES (DHS)  
FEDERAL EMERGENCY SHELTER GRANT (FESG)**

**LYDIA'S HOUSE  
CONTRACT #61921  
CFDA #14.231**

**FISCAL MONITORING REVIEW**

**JANUARY 1, 2010 THROUGH NOVEMBER 30, 2010**

**PROJECT #2011-HOM10**

**DATE ISSUED: MAY 20, 2011**

**Prepared By:  
The Internal Audit Section**



# OFFICE OF THE COMPTROLLER

**HONORABLE DARLENE GREEN, COMPTROLLER**

**CITY OF ST. LOUIS**  
**DEPARTMENT OF HUMAN SERVICES (DHS) - HOMELESS SERVICES**  
**FEDERAL EMERGENCY SHELTER GRANT**  
**LYDIA'S HOUSE**  
**FISCAL MONITORING REVIEW**  
**JANUARY 1, 2010 THROUGH NOVEMBER 30, 2010**

**TABLE OF CONTENTS**

<b>Description</b>	<b>Page(s)</b>
<b>INTRODUCTION</b>	
Background	1
Purpose	1
Scope and Methodology	1
Exit Conference	1
<b>SUMMARY OF OBSERVATIONS</b>	
Conclusion	2
Status of Prior Observations	2
A-133 Status	2
Summary of Current Observations	2

## INTRODUCTION

### Background

**Contract Name:** Lydia's House

**Contract Number:** 61921

**CFDA Number:** 14.231

**Contract Period:** January 1, 2010 through November 30, 2010

**Contract Amount:** \$27,320

The contract provided Federal Emergency Shelter Grant (FESG) funds to Lydia's House (Agency) to provide comprehensive continuum of care services for eligible homeless persons, and persons at risk of becoming homeless, in the City of St. Louis.

### Purpose

The purpose of the review was to determine the Agency's compliance with federal, state and local DHS requirements for the period January 1, 2010, through November 30, 2010, and make recommendations for improvements as considered necessary.

### Scope and Methodology

Inquiries were made regarding the Agency's internal controls relating to the grant administered by the Department of Human Services (DHS). Evidence was tested supporting the reports the Agency submitted to DHS and other procedures were performed as considered necessary. Fieldwork was completed on February 9, 2011.

### Exit Conference

There were no current observation; therefore, an exit conference was not considered necessary.

## **SUMMARY OF OBSERVATIONS**

### **Conclusion**

No evidence was found to suggest that the Agency did not fully comply with federal, state and local DHS requirements.

### **Status of Prior Observations**

The Agency's previous fiscal monitoring report, Project #2009-HOM07, issued May 8, 2009, contained no observations.

### **A-133 Status**

According to a letter received from the Agency, it did not expend \$500,000 or more in federal funds in its fiscal year ended September 30, 2009.

### **Summary of Current Observations**

There were no current observations.