



OFFICE OF THE COMPTROLLER
CITY OF ST. LOUIS



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DR. KENNETH M. STONE, CPA
Internal Audit Executive

FILE COPY

November 7, 2012

Dan Krasnoff, Executive Director
Park Central Development Corporation
4512 Manchester
St. Louis, MO 63110

RE: Community Development Block Grant (CDBG) (Project #2013-CDA11)

Dear Mr. Krasnoff:

Enclosed is a report of the fiscal monitoring review of the Park Central Development Corporation, a not-for-profit organization, CDBG Program, for the period January 1, 2012, through August 31, 2012. 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 Park Central Development Corporation. Fieldwork was completed on October 5, 2012.

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 City of St. Louis, Community Development Administration (CDA) to provide fiscal monitoring to all grant sub-recipients.

If you have any questions, please contact the Internal Audit Section at (314) 657-3490.

Respectfully,

Dr. Kenneth M. Stone, CPA, CGMA
Internal Audit Executive

Enclosure

cc: Jill Claybour, Acting Executive Director, CDA
Lorna Alexander, Special Assistant for Development, CDA



CITY OF ST. LOUIS

**COMMUNITY DEVELOPMENT ADMINISTRATION (CDA)
COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG)**

**PARK CENTRAL DEVELOPMENT CORPORATION
CONTRACT #12-31-65
CFDA #14.218**

FISCAL MONITORING REVIEW

JANUARY 1, 2012 THROUGH AUGUST 31, 2012

PROJECT #2013-CDA11

DATE ISSUED: NOVEMBER 7, 2012

**Prepared by:
The Internal Audit Section**



OFFICE OF THE COMPTROLLER

HONORABLE DARLENE GREEN, COMPTROLLER

**CITY OF ST. LOUIS
COMMUNITY DEVELOPMENT ADMINISTRATION (CDA)
COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG)
PARK CENTRAL DEVELOPMENT CORPORATION
FISCAL MONITORING REVIEW
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INTRODUCTION

Background

Contract Name: Park Central Development Corporation

Contract Number: 12-31-65

Contract Period: January 1, 2012 through December 31, 2012

CFDA Number: 14.218

Contract Amount: \$205,247

This contract provided Community Development Block Grant (CDBG) funds to Park Central Development Corporation (Agency) to increase property values and the quality of life within the Botanical Heights, Central West End and Forest Park Southeast neighborhoods by drawing upon the energy and talent of those who live and work in the Community. This is to be accomplished through future development of residential and commercial properties.

Purpose

The purpose of the review was to determine the Agency's compliance with federal, state and local Community Development Administration (CDA) requirements for the period January 1, 2012 through August 31, 2012, 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 CDA. Evidence was tested supporting the reports the Agency submitted to CDA and other procedures were performed as considered necessary. Fieldwork was completed on October 5, 2012.

Exit Conference

An exit conference was offered to the Agency on October 19, 2012, but the agency declined.

SUMMARY OF OBSERVATIONS

Conclusion

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

Status of Prior Observations

The Agency's previous fiscal monitoring report, Project #2012-CDA20 issued February 7, 2012 contained one observation:

- Opportunity to improve internal controls over vacation leave used, Questioned Costs \$1,231 (**Resolved**)

A-133 Status

According to a letter received from the Agency dated September 26, 2012, it did not expend \$500,000 or more in federal funds in its calendar year ended December 31, 2011; therefore, it was not required to have an A-133 audit.

Summary of Current Observations

There were no current observations.