

April 4, 2011

**TO:** Walter Simmons, Director of Engineering & Inspections  
**FROM:** Internal Audit Division  
**SUBJECT:** Installation of Solar Lights along the Downtown Greenway ARRA Review for FY 2010-2011

The Internal Audit Division has conducted a review of the American Recovery and Reinvestment Act of 2009 (ARRA) Energy Efficiency and Conservation Block Grant (EECBG) expenditures of Engineering & Inspections (E&I). The ARRA funds are for the installation of Solar Lights along the Downtown Greenway. The review period covers the quarter ending December 31<sup>st</sup> of fiscal year 2010-2011. The objectives of our review were to:

- Verify that the contracts executed were in agreement with ARRA guidelines.
- Verify that sampled expenditures were correctly documented and substantiated and in agreement with ARRA guidelines.

Funding for the E&I ARRA EECBG expenditures comes from the Department of Energy (DOE). The total award amount for Installation of Solar Lights along the Downtown Greenway is \$163,550 with expenditures of \$5,062.50 for the period ending December 31, 2010.

#### **Contractors**

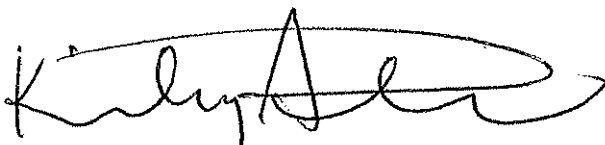
##### *Carolina Asphalt Paving, Inc.*

The contracts appeared to be properly signed and sealed in accordance with guidelines. The contracts also included the specific federal requirement and special conditions for construction. This included provisions such as Conflict of Interest, Anti-Lobbying, Disadvantaged Business Enterprises (DBE), Equal Opportunity, Clean Air, Environmental Protection, Buy America, Davis-Bacon, and Protection of Whistleblowers. In addition, the contract contained certifications for lobbying, certificates of compliance and non-compliance with Buy America, certificates regarding debarment.

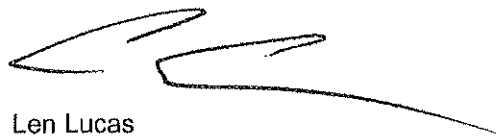
#### **Expenditures**

The expenditure made during the review period was made to Carolina Asphalt Paving, Inc for materials. The payment was in the amount of \$5,062.50 and included payment information from the contractor. In addition, the payment appeared to be for contract/ARRA applicable expenditures.

We would like to thank the staff of Engineering & Inspections for their assistance and cooperation during this review. If there are any questions concerning the details of this review, please call us at 373-2230.



Kimberly Strickland  
Internal Auditor



Len Lucas  
Internal Audit Director

cc: Bob Morgan, Deputy City Manager  
Denise Turner, Assistant City Manager for Community Affairs & Communications  
Sue Schwartz, Interim Director of Planning & Community Development