

90.404

HAVA ELECTION SECURITY GRANTS

State Project/Program: HAVA CARES ACT GRANT

U.S. Election Assistance Commission

Federal Authorization: [Section 101 of the Help America Vote Act of 2002 (P.L. 107-252) (HAVA) and provided for in the CARES Act of 2020 (P.L. 116-136)]

**North Carolina State Board of Elections
Business Operations**

Agency Contact Person

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The auditor should not consider the Supplement to be “safe harbor” for identifying audit procedures to apply in a particular engagement, but the auditor should be prepared to justify departures from the suggested procedures. The auditor can consider the supplement a “safe harbor” for identification of compliance requirements to be tested if the auditor performs reasonable procedures to ensure that the requirements in the Supplement are current.

The grantor agency may elect to review audit working papers to determine that audit tests are adequate.

Auditors may request documentation of monitoring visits by the State Agencies.

This compliance supplement must be used in conjunction with the OMB 2024 Compliance Supplement which will be issued in the summer. This includes “Part 3 - Compliance Requirements,” for the types that apply, “Part 6 - Internal Control,” and “Part 4 - Agency Program” requirements if the Agency issued guidance for a specific program. The OMB Compliance Supplement is Section A of the State Compliance Supplement.

I. PROGRAM OBJECTIVES

The program objective is to most efficiently and effectively use the election security funding to complement existing efforts to safeguard elections.

II. PROGRAM PROCEDURES

Funding is used to prevent, prepare for, and respond to coronavirus, domestically or internationally.

III. COMPLIANCE REQUIREMENTS

If the Matrix indicates “Y,” the auditor must determine if a particular type of compliance requirement has a direct and material effect on the federal program for the auditee. For each such compliance requirement subject to the audit, the auditor must use the OMB 2024 Compliance Supplement, Part 3 (which includes generic details about each compliance requirement other than Special Tests and Provisions) and Part 4 (which includes any program-specific requirements) to perform the audit.

If there is no program listed on the “Matrix” in Part 2 or Part 4, the State has determined the Type that is applicable. If a Type is determined direct and material, the auditor should refer to the requirements found in Part 3 and listed in this supplement.

A	B	C	E	F	G	H	I	J	L	M	N
Activities Allowed or Unallowed	Allowable Costs/ Cost Principles	Cash Management	Eligibility	Equipment/ Real Property Management	Matching, Level of Effort, Earmarking	Period Of Performance	Procurement Suspension & Debarment	Program Income	Reporting	Subrecipient Monitoring	Special Tests and Provisions
Y	Y	N	Y	N	Y	Y	N	Y	N	Y	Y

A. Activities Allowed or Unallowed

Activities allowed must comply with the requirements of the Help America Vote Act, Section 101.

B. Allowable Costs/Cost Principles

2 C.F.R. §200 Subpart E applies.

C. Cash Management

2 C.F.R. §200 applies.

D. Reserve

E. Eligibility

Elections administration agencies for state and U.S. territories, eligible to provide subgrants to local government election administration agencies.

F. Equipment and Real Property Management

Purchase of equipment is allowed.

G. Matching, Level of Effort, Earmarking State matching funds required

Matching of funds is allowed.

H. Period of Performance

Each grant has a defined period of performance.

I. Procurement and Suspension and Debarment

Procurement and Suspension and Debarment restrictions apply

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J. Program Income

Grants allow recipients to earn program income, though North Carolina does not generate program income from grant-funded goods or services.

K. Reserve

L. Reporting

Reports required quarterly.

M. Subrecipient Monitoring

Subrecipient monitoring is required. NC SBE requires subrecipients to submit receipts and other proof of compliance.

N. Special Tests and Provisions

Subgrants were authorized by the NC General Assembly, which included some restricted purposes. See S.L.2020-17, sections 11.1 thru 11.3.