

**COUNTY OF STANISLAUS**

**SINGLE AUDIT REPORT**

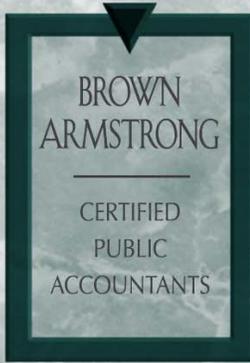
**JUNE 30, 2014**

**COUNTY OF STANISLAUS  
SINGLE AUDIT REPORT  
FOR THE YEAR ENDED JUNE 30, 2014**

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## REPORTS



# BROWN ARMSTRONG

*Certified Public Accountants*

## **INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

The Honorable Grand Jury and Board of Supervisors  
Stanislaus County  
Modesto, California

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We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County of Stanislaus, California, (the County) as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated March 3, 2015.

### **Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as item 2014-001.

## **The County's Response to Findings**

The County's response to the finding identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. The County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

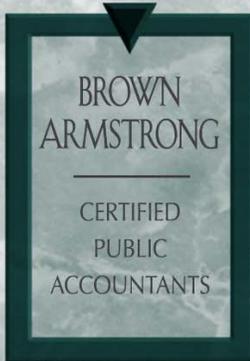
## **Purpose of This Report**

This report is intended solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control and compliance. Accordingly, this report is not suitable for any other purpose.

BROWN ARMSTRONG  
ACCOUNTANCY CORPORATION

*Brown Armstrong*  
*Accountancy Corporation*

Bakersfield, California  
March 3, 2015



# BROWN ARMSTRONG

*Certified Public Accountants*

## **INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

The Honorable Grand Jury and Board of Supervisors  
Stanislaus County  
Modesto, California

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### **Report on Compliance for Each Major Federal Program**

We have audited the County of Stanislaus, California's (the County) compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended June 30, 2014. The County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

### **Management's Responsibility**

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to major federal programs.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of the County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the County's compliance with those requirements.

### **Opinion on Each Major Federal Program**

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2014.

## **Other Matters**

The results of our auditing procedures did not disclose instances of noncompliance which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as finding 2014-001. Our opinion on each major federal program is not modified with respect to this matter.

The County's response to the finding identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. The County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

## **Report on Internal Control Over Compliance**

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

## **Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133**

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated March 3, 2015, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements.

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

BROWN ARMSTRONG  
ACCOUNTANCY CORPORATION

*Brown Armstrong  
Accountancy Corporation*

Bakersfield, California  
March 3, 2015

## **SCHEDULE**

**COUNTY OF STANISLAUS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2014**

<u>Federal grantor/pass-through grantor/program title</u>	<u>Catalog of federal domestic assistance number</u>	<u>Supplemental identifying number</u>	<u>Expenditures</u>
<b>U.S. DEPARTMENT OF AGRICULTURE</b>			
Passed through State Department of Food and Agriculture:			
Plant and Animal Disease, Pest Control, and Animal Care	10.025	12-8506-0572-CA	\$ 27,176
Plant and Animal Disease, Pest Control, and Animal Care	10.025	13-8506-1164-CA	6,210
Plant and Animal Disease, Pest Control, and Animal Care	10.025	13-8506-1317-CA	1,851
Plant and Animal Disease, Pest Control, and Animal Care	10.025	12-8506-0484-CA	<u>255,453</u>
Subtotal			<u>290,690</u>
Inspection, Grading, and Standardization	10.477	12-25-A-3269	<u>663</u>
Passed through State Department of Education:			
National School Lunch Program	10.555	Stanislaus	<u>181,386</u>
Passed through State Department of Health Services:			
Women, Infants and Children (WIC)	10.557	11-104990	<u>3,089,250</u>
Passed through State Department of Social Services:			
State Administrative Matching Grants for Food Stamp Program	10.561	Stanislaus	10,372,167
State Administrative Matching Grants for Food Stamp Program	10.561	Stanislaus	<u>429,152</u>
Subtotal			<u>10,801,319</u>
Passed through California Department of Aging:			
Seniors Farmers Market Incentive Program	10.576	SFMNP-1314-30	<u>20,000</u>
<b>TOTAL U.S. DEPARTMENT OF AGRICULTURE</b>			<u>14,383,308</u>
<b>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (HUD)</b>			
Direct Federal Program			
HUD-Community Development Block Grant (CDBG) NSP Funds 08/09	14.218	B-08-UC-06-0006	5,956
HUD-CDBG Funds 09/10	14.218	B-09-UC-06-0010	8,295
HUD-CDBG Funds 10/11	14.218	B-10-UC-06-0100	33,889
HUD-CDBG Funds 11/12	14.218	B-11-UC-06-0100	184,636
HUD-CDBG Funds 12/13	14.218	B-12-UC-06-0100	616,838
HUD-CDBG Funds 13/14	14.218	B-13-UC-06-0100	1,106,794
ARRA: HUD-CDBG NSP3 Funds 10/11	14.218	B-11-UN-06-0006	<u>1,722,372</u>
Subtotal - CDBG Cluster			<u>3,678,780</u>
HUD-Emergency Shelter Grant (ESG) Funds 12/13	14.231	S-12-UC-06-0100	29,177
HUD-ESG Funds 13/14	14.231	S-13-UC-06-0100	<u>94,596</u>
Subtotal			<u>123,773</u>
<b>TOTAL U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</b>			<u>3,802,553</u>

*(Continued)*

See accompanying notes to schedule of expenditures of federal awards and independent auditor's report on compliance for each major program and on internal control over compliance in accordance with OMB Circular A-133.

**COUNTY OF STANISLAUS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)  
FOR THE YEAR ENDED JUNE 30, 2014**

<u>Federal grantor/pass-through grantor/program title</u>	<u>Catalog of federal domestic assistance number</u>	<u>Supplemental identifying number</u>	<u>Expenditures</u>
U.S. DEPARTMENT OF JUSTICE			
Direct Federal Program			
FBI - Central Valley Impact Task Force	16.3xx	FY13/14	12,410
Subtotal			<u>12,410</u>
Passed through California Office of Emergency Services:			
Juvenile Accountability Grant 2013	16.523		28,295
Subtotal			<u>28,295</u>
Residential Substance Abuse Treatment	16.593	AF11010500	110,192
Subtotal			<u>110,192</u>
Passed through California Office of Emergency Services:			
Unserved/Underserved Victim Advocacy & Outreach Program	16.575	UV13040500	116,374
Victim/Witness Assistance Program	16.575	VW13320500	136,696
Victims of Crime Act	16.575	AT2090500	84,106
Subtotal			<u>337,176</u>
Law Enforcement Specialized Units (LE) Program	16.588	LE12 02 0500	100,908
Law Enforcement Specialized Units (LE) Program	16.588	LE13 03 0500	48,191
Subtotal			<u>149,099</u>
Arrest Policies and Enforcement of Protection Orders Program	16.590		<u>138,612</u>
Passed through State Office of Justice :			
Justice Assistance Grant (JAG)	16.738	FY13/14	7,892
2010 Edward Byrne Memorial Justice Assistance Grant	16.738	2010-DJ-BX-0442	97,528
2012 Edward Byrne Memorial Justice Assistance Grant	16.738	2012-DJ-BX-1005	66,268
2013 Edward Byrne Memorial Justice Assistance Grant	16.738	2013-DJ-BX-0365	7,892
Subtotal - Justice Assistance Grants (JAG) Program Cluster			<u>179,580</u>

*(Continued)*

See accompanying notes to schedule of expenditures of federal awards and independent auditor's report on compliance for each major program and on internal control over compliance in accordance with OMB Circular A-133.

**COUNTY OF STANISLAUS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)  
FOR THE YEAR ENDED JUNE 30, 2014**

<u>Federal grantor/pass-through grantor/program title</u>	<u>Catalog of federal domestic assistance number</u>	<u>Supplemental identifying number</u>	<u>Expenditures</u>
U.S. DEPARTMENT OF JUSTICE (Continued)			
Passed through Office of National Drug Control Policy (OMDCP):			
2011 High Intensity Drug Traffic Area (HIDTA)	95.001	G12CV002A	43,846
2012 High Intensity Drug Traffic Area (HIDTA)	95.001	G13CV002A	170,675
Subtotal			<u>214,521</u>
TOTAL U.S. DEPARTMENT OF JUSTICE			<u>1,169,885</u>
U.S. DEPARTMENT OF LABOR			
Passed through California Department of Aging:			
Senior Community Service Employment Program	17.235	TV-1314-30	88,633
Passed through California Employment Development Department:			
Workforce Investment Act (WIA)-Adult Program	17.258	K491055-201	50,957
WIA-Adult Program	17.258	K491055-202	1,962,876
WIA-Youth Activities	17.259	K491055-301	1,731,241
WIA-Youth Activities	17.259	K386334-301	24,489
WIA-Youth Activities	17.259	K386334-301	61,825
WIA-Adult Program	17.278	K386334-500	492,771
WIA-Adult Program	17.278	K386334-502	170,365
WIA-Dislocated Workers	17.278	K491055-501	241,125
WIA-Dislocated Workers	17.278	K491055-502	1,623,065
WIA-Dislocated Worker to Adult	17.278	K491055-500	232,267
WIA-Rapid Response	17.278	K282512-523	2,002,928
WIA-Rapid Response	17.278	K491055-540	61,170
WIA-Rapid Response	17.278	K491055-541	171,674
Subtotal WIA Cluster			<u>8,826,753</u>
TOTAL U.S. DEPARTMENT OF LABOR			<u>8,915,386</u>
U.S. DEPARTMENT OF TRANSPORTATION			
Passed through State Department of Transportation:			
Highway Planning and Construction	20.205	BRLSZ-5938(176)	8,044
Highway Planning and Construction	20.205	HSIPL-5938(197)	6,066
Highway Planning and Construction	20.205	BRLO-5938(157)	57,945
Highway Planning and Construction	20.205	BRLS-5938(188)	126,816
Highway Planning and Construction	20.205	STPLR-7500(182)	22,770
Highway Planning and Construction	20.205	BRLO-5938(192)	62,826
Highway Planning and Construction	20.205	CML-5938(182)	1,111,376
Highway Planning and Construction	20.205	BRLOZ-5938(156)	83,113
Highway Planning and Construction	20.205	BRLSZ-5938(154)	37,250
Highway Planning and Construction	20.205	STPL-5938(204)	356,722
Highway Planning and Construction	20.205	STPL-5938(204)	826
Highway Planning and Construction	20.205	STPL-5938(220)	5,069
Highway Planning and Construction	20.205	BRLO-5938(196)	113,842
Highway Planning and Construction	20.205	HRRRL-5938(212)	63,220
Highway Planning and Construction	20.205	HRRRL-5938(213)	53,217
Highway Planning and Construction	20.205	HRRRL-5938(211)	82,794
Highway Planning and Construction	20.205	BRLO-5938(189)	218,118
Highway Planning and Construction	20.205	STPLZ-5938(076)	209,279
Highway Planning and Construction	20.205	BRLO-5938(193)	138,291
Highway Planning and Construction	20.205	STPLZ-5938(071)	14,432
Highway Planning and Construction	20.205	BRLS-5938(201)	1,222
Highway Planning and Construction	20.205	BRLO-5938(191)	44,431
Highway Planning and Construction	20.205	BRLO-5938(194)	44,944
Highway Planning and Construction	20.205	BRLS-5938(167)	435,628
Highway Planning and Construction	20.205	CML-5938(181)	63,347
Highway Planning and Construction	20.205	CML-5938(180)	283,847

*(Continued)*

See accompanying notes to schedule of expenditures of federal awards and independent auditor's report on compliance for each major program and on internal control over compliance in accordance with OMB Circular A-133.

**COUNTY OF STANISLAUS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)  
FOR THE YEAR ENDED JUNE 30, 2014**

<u>Federal grantor/pass-through grantor/program title</u>	<u>Catalog of federal domestic assistance number</u>	<u>Supplemental identifying number</u>	<u>Expenditures</u>
U.S. DEPARTMENT OF TRANSPORTATION (Continued)			
Passed through State Department of Transportation: (Continued)			
Congestion Mitigation & Air Quality Program - CMAQ	20.205		20,004
Congestion Mitigation & Air Quality Program - CMAQ	20.205		12,257
Congestion Mitigation & Air Quality Program - CMAQ	20.205		<u>1,442</u>
Subtotal Highway Planning Cluster			<u>3,679,138</u>
Formula Grants for Rural Areas	20.509		<u>545,400</u>
National Priority Safety Programs	20.616	DI1404	<u>324,568</u>
TOTAL U.S. DEPARTMENT OF TRANSPORTATION			<u>4,549,106</u>
U.S. DEPARTMENT OF EDUCATION			
Passed through State Department of Rehabilitation			
State Vocational Rehabilitation Services Program	84.126	28295	<u>57,018</u>
TOTAL U.S. DEPARTMENT OF EDUCATION			<u>57,018</u>
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Direct Federal Program			
Community Transformation Grant	93.531		<u>288,833</u>
Passed through California Department of Aging:			
Title VII(B), Elder Abuse Prevention	93.041	AP-1314-30	<u>6,164</u>
Title VII(A), Ombudsman Program	93.042	AP-1314-30	<u>29,794</u>
Title III-D, Supportive Services	93.043	AP-1314-30	<u>26,781</u>
Title III-B, Supportive Services	93.044	AP-1314-30	420,400
Title III-C1, Congregate Nutrition	93.045	AP-1314-30	221,331
Title III-C1, Special Nutrition Fund	93.045	AP-1314-30	15,635
Title III-C2 Home Delivered Nutrition	93.045	AP-1314-30	516,791
Title III-C2, Special Nutrition Fund	93.045	AP-1314-30	9,197
Nutrition Services Incentive Program	93.053	AP-1314-30	<u>136,758</u>
Subtotal Aging Cluster			<u>1,320,112</u>
Title III-E, Family Caregiver	93.052	AP-13-14-30	<u>189,700</u>
Passed through Department of Mental Health:			
Transition from Homelessness (PATH)	93.150		<u>137,337</u>
Passed through California Department of Education:			
Stage 3 Child Care (D)	93.575	C3AP-3063	<u>812,877</u>
Passed through State Department of Social Services:			
Temporary Assistance for Needy Families (TANF)	93.558	Stanislaus	250,517

*(Continued)*

See accompanying notes to schedule of expenditures of federal awards and independent auditor's report on compliance for each major program and on internal control over compliance in accordance with OMB Circular A-133.

**COUNTY OF STANISLAUS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)  
FOR THE YEAR ENDED JUNE 30, 2014**

<u>Federal grantor/pass-through grantor/program title</u>	<u>Catalog of federal domestic assistance number</u>	<u>Supplemental identifying number</u>	<u>Expenditures</u>
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (Continued)			
Passed through State Department of Health Services:			
TANF	93.558	Stanislaus	26,016,842
TANF	93.558	Stanislaus	1,806,638
TANF	93.558	Stanislaus	14,954,015
TANF	93.558	Stanislaus	<u>3,002,139</u>
Subtotal			<u>46,030,151</u>
Refugee and Entrant Assistance - State Administered Program	93.566	Stanislaus	215
Refugee and Entrant Assistance - State Administered Program	93.566	Stanislaus	22,532
Refugee and Entrant Assistance - State Administered Program	93.566	Stanislaus	194,898
Refugee and Entrant Assistance - State Administered Program	93.566	RESS1108/1208	135,894
Refugee and Entrant Assistance - State Administered Program	93.566	13-50-90840-00	<u>227,813</u>
Subtotal			<u>581,352</u>
Guardianship Assistance	93.090	Stanislaus	<u>34,099</u>
Promoting Safe and Stable Families	93.556	Stanislaus	<u>535,371</u>
Community Based Child Abuse Prevention	93.590	Stanislaus	<u>30,388</u>
California Children's Services	93.767		<u>190,312</u>
Passed through State Department of Social Services:			
Child Support Enforcement	93.563	Stanislaus	<u>9,303,382</u>
Child Support Enforcement Research	93.564	Stanislaus	<u>130,594</u>
Child Welfare Services/CWS Direct Cost IVB	93.645	Stanislaus	<u>352,848</u>
Foster Care - Title IV-E Out of Home Placement Prevention	93.658		520,579
Foster Care - Title IV-E	93.658	Stanislaus	<u>9,258,380</u>
Subtotal			<u>9,778,959</u>
Adoptions Assistance	93.659	Stanislaus	5,729,965
CWS Title XX	93.667	Stanislaus	<u>1,301,046</u>
Independent Living - ILP	93.674	Stanislaus	<u>152,128</u>
Family Planning Services Title X	93.217	Stanislaus	<u>121,608</u>
Emergency Preparedness	93.069	EPO 13-53	<u>288,785</u>
Hospital Preparedness Program	93.889	EPO 13-53	<u>159,576</u>
Information & Education Prevention Program	93.297	11-10301	<u>22,942</u>
Local Health Department Expansion Project	10.551	13-20511	<u>437,569</u>
California Personal Responsibility Education Grant	93.092	12-10236	<u>185,288</u>
Center for Medicare and Medicaid Services	93.779	HI-1314-30	<u>97,600</u>
Passed through State Department of Mental Health:			
Block Grants for Community Mental Health Services	93.958		1,265,741
Block Grants for Community Mental Health Services	93.958		325,700
Block Grants for Community Mental Health Services	93.958		166,483
Block Grants for Community Mental Health Services	93.958		<u>1,000,002</u>
Subtotal			<u>2,757,926</u>

(Continued)

See accompanying notes to schedule of expenditures of federal awards and independent auditor's report on compliance for each major program and on internal control over compliance in accordance with OMB Circular A-133.

**COUNTY OF STANISLAUS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)  
FOR THE YEAR ENDED JUNE 30, 2014**

Federal grantor/pass-through grantor/program title	Catalog of federal domestic assistance number	Supplemental identifying number	Expenditures
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (Continued)			
Passed through State Department of Alcohol & Drug Programs:			
Block Grants for Prevention and Treatment of Substance Abuse	93.959		1,944,051
Block Grants for Prevention and Treatment of Substance Abuse	93.959		38,313
Block Grants for Prevention and Treatment of Substance Abuse	93.959		556,400
Block Grants for Prevention and Treatment of Substance Abuse	93.959	84.19	27,387
Block Grants for Prevention and Treatment of Substance Abuse	93.959		143,393
Block Grants for Prevention and Treatment of Substance Abuse	93.959		<u>86,128</u>
Subtotal			<u>2,795,672</u>
Immunization Assistance Program	93.268	13-20352	<u>171,229</u>
HIV Care	93.917	13-20077	<u>171,672</u>
HIV Education and Prevention	93.940	13-20257	<u>95,173</u>
AIDS Surveillance	93.944	13-20166	<u>43,114</u>
Tuberculosis Prevention	93.116	Stanislaus	<u>90,398</u>
Maternal and Child Health Services Block Grant to the States	93.994	201350	118,662
Maternal and Child Health Services Block Grant to the States	93.994	201350	673,750
Maternal and Child Health Services Block Grant to the States	93.994	201350	<u>100,259</u>
Subtotal			<u>892,671</u>
Passed through State Department of Health Services:			
Medical Assistance Program	93.778		1,103,702
Medical Assistance Program	93.778	08-85137 A01	547,152
Medical Assistance Program	93.778	50-1318	264,787
Medical Assistance Program	93.778		371,644
Medical Assistance Program	93.778		158,443
Medical Assistance Program	93.778	201350	64,935
Medical Assistance Program	93.778	11-10551	14,742
Passed through California Department of Aging:			
Medical Assistance Program	93.778	Stanislaus	1,082,256
Medical Assistance Program	93.778	MSSP-1314-14	670,373
Passed through State Department of Social Services:			
Medical Assistance Program	93.778	Stanislaus	604,292
Medical Assistance Program	93.778	Stanislaus	1,396,492
Medical Assistance Program	93.778	Stanislaus	128,819
Medical Assistance Program	93.778	Stanislaus	3,233,916
Medical Assistance Program	93.778	Stanislaus	144,928
Medical Assistance Program	93.778	Stanislaus	1,370,100
Medical Assistance Program	93.778	Stanislaus	22,048
Medical Assistance Program	93.778	Stanislaus	28,445,744
Medical Assistance Program	93.778	Stanislaus	<u>11,083,697</u>
Subtotal			<u>50,708,070</u>
TOTAL U.S. DEPARTMENT OF HUMAN AND HEALTH SERVICES			<u>136,001,486</u>

(Continued)

See accompanying notes to schedule of expenditures of federal awards and independent auditor's report on compliance for each major program and on internal control over compliance in accordance with OMB Circular A-133.

**COUNTY OF STANISLAUS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)  
FOR THE YEAR ENDED JUNE 30, 2014**

<u>Federal grantor/pass-through grantor/program title</u>	<u>Catalog of federal domestic assistance number</u>	<u>Supplemental identifying number</u>	<u>Expenditures</u>
U.S. DEPARTMENT OF HOMELAND SECURITY			
Passed through State of California Department of Homeland Security:			
Emergency Management Performance Grant	97.042	2013-0047	<u>231,682</u>
Homeland Security Grant Program FY10	97.067	2010-0085	206,770
Homeland Security Grant Program FY11	97.067	2011-0077	539,242
Homeland Security Grant Program FY12	97.067	2013-0123	441,393
Homeland Security Grant Program FY13	97.067	2013-0110	<u>55,459</u>
Subtotal			<u>1,242,864</u>
TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY			<u>1,474,546</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 170,353,288</u>

See accompanying notes to schedule of expenditures of federal awards and independent auditor's report on compliance for each major program and on internal control over compliance in accordance with OMB Circular A-133.

**COUNTY OF STANISLAUS  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2014**

**NOTE 1 – REPORTING ENTITY**

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal awards programs of the County of Stanislaus (the County). The County's reporting entity is defined in Note 1 to the County's basic financial statements. All federal awards received directly from federal agencies as well as federal awards passed through other government agencies are included in the schedule.

**NOTE 2 – BASIS OF ACCOUNTING**

The accompanying Schedule of Expenditures of Federal Awards is prepared on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of U.S. Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*.

**NOTE 3 – RELATIONSHIP TO FINANCIAL STATEMENTS**

The amounts reported in the accompanying Schedule of Expenditures of Federal Awards agree, in all material respects, to amounts reported within the County's financial statements. Federal award revenues are reported principally in the County's financial statements as intergovernmental revenues in the General and Special Revenue Funds.

**NOTE 4 – SUBRECIPIENTS**

Of the federal expenditures presented in the Schedule of Expenditures of Federal Awards, the County provided federal awards to subrecipients as follows:

Name of Program	CFDA	Subrecipient	Amount
C1 Congregate Meals	93.045	The Howard Training Center	\$ 169,978
C2 Home Delivered Meals	93.045	The Howard Training Center	495,249
Community Development Block Grant	14.218	City of Ceres	250,226
Community Development Block Grant	14.218	City of Hughson	132,542
Community Development Block Grant	14.218	City of Newman	148,509
Community Development Block Grant	14.218	City of Oakdale	162,332
Community Development Block Grant	14.218	City of Patterson	148,361
Community Development Block Grant	14.218	City of Waterford	137,421
Community Development Block Grant	14.218	American Red Cross-Emergency Serv.	11,356
Community Development Block Grant	14.218	Center Human Serv.-Westside FRC	12,373
Community Development Block Grant	14.218	Child Crisis Ctr.-Preschool Respite Shelter	20,000
Community Development Block Grant	14.218	Child Crisis Ctr.-Risk Infant/Toddler Program	20,000
Community Development Block Grant	14.218	Child Crisis Ctr.-Nutrition/Meal Prog.	17,556
Community Development Block Grant	14.218	Habitat for Humanity-Special Advocates	11,286
Community Development Block Grant	14.218	Healthy Aging-Young at Heart Prog.	17,556
Community Development Block Grant	14.218	Howard Training Ctr.-Senior Meals Prog.	20,000
Community Development Block Grant	14.218	National Alliance for the Mentally Ill	5,498
Community Development Block Grant	14.218	Salvation Army-Tutoring and Mentoring Program	16,894
Community Development Block Grant	14.218	Second Harvest-Food Assistance	13,794

**NOTE 4 – SUBRECIPIENTS (Continued)**

<u>Name of Program</u>	<u>CFDA</u>	<u>Subrecipient</u>	<u>Amount</u>
Community Development Block Grant	14.218	United Samaritans-Daily Bread Hughson	17,556
Community Development Block Grant	14.218	We Care-Emergency Cold Weather Shelter	17,556
Community Development Block Grant	14.218	Westside Food Pantry-Emergency Prog.	9,781
Community Development Block Grant	14.231	Child Crisis Ctr.Housing for families With Children	38,016
Community Development Block Grant	14.231	Comm Housing Shelter-Santa Fe Project	27,526
Community Development Block Grant	14.231	Family Promise-Transitional Shelter	12,646
Community Development Block Grant	14.231	Homeless Management Information System	12,845
Emergency Shelter Grant	14.231	Salvation Army-Emergency Shelter	21,600
Emergency Shelter Grant	14.231	We Care-Emergency Cold Weather Shelter	9,900
Emergency Shelter Grant	14.231	We Care-Rapid Re-Housing	10,591
Total			\$ 1,988,948

**NOTE 5 – PROGRAM CLUSTERS**

Federal programs, which must be audited together as a program cluster, include the following:

<u>Federal CFDA</u>	<u>Program Title</u>	<u>Federal Expenditures</u>
<u>CDBG Cluster:</u>		
14.218	HUD - CDBG Funds	\$ 1,956,408
14.218	ARRA: HUD-CDBG NSP3 Funds 10/11	1,722,372
	Total	\$ 3,678,780
<u>WIA Cluster:</u>		
17.258	WIA - Adult	\$ 2,013,833
17.259	WIA - Youth	1,817,555
17.278	WIA - Dislocated Workers	4,995,365
	Total	\$ 8,826,753

**NOTE 5 – PROGRAM CLUSTERS (Continued)**

Federal CFDA	Program Title	Federal Expenditures
<u>Aging Cluster:</u>		
93.044	Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	\$ 420,400
93.045	Special Programs for the Aging - Title III, Part C - Nutrition Services	762,954
93.053	Nutrition Services Incentive Program	<u>136,758</u>
	Total	<u>\$ 1,320,112</u>
<u>Justice Assistance Grants (JAG) Program Cluster:</u>		
16.738	2010 Edward Byrne Memorial JAG	97,528
16.738	2012 Edward Byrne Memorial JAG	66,268
16.738	2013 Edward Byrne Memorial JAG	<u>15,784</u>
	Total	<u>\$ 179,580</u>

**NOTE 6 – PASS-THROUGH ENTITIES' IDENTIFYING NUMBER**

When federal awards were received from a pass-through entity, the Schedule of Expenditures of Federal Awards shows, if available, the identifying number assigned by the pass-through entity. When no identifying number is shown, the County has either determined that no identifying number is assigned for the program or the County was unable to obtain an identifying number from the pass-through entity.

**NOTE 7 – DEPARTMENT OF AGING FEDERAL/STATE SHARE**

The California Department of Aging (CDA) requires agencies who receive CDA funding to display state-funded expenditures discretely along with federal expenditures. The County expended the following state and federal amounts under these grants:

CFDA	Contract No.	Programs		Administration	
		Federal Expenditures	State Expenditures	Federal Expenditures	State Expenditures
17.235	TV-1314-30	\$ 77,685	\$ -	\$ 10,948	\$ -
93.041	AP-1314-30	6,164	-	-	-
93.042	AP-1314-30	29,794	-	-	-
93.043	AP-1314-30	26,781	-	-	-
93.044	AP-1314-30	368,712	-	51,688	-
93.045	AP-1314-30	163,786	41,725	57,545	315
93.045	AP-1314-30	15,635	-	-	-
93.045	AP-1314-30	486,052	46,233	30,739	84
93.045	AP-1314-30	9,197	-	-	-
93.052	AP-1314-30	168,244	-	21,456	-
93.053	AP-1314-30	136,758	-	-	-
93.779	HI-1314-30	88,102	159,692	9,498	11,918
10.576	SFNP-1314-30	20,000	-	-	-
93.778	MSSP-1314-30	670,373	-	-	-
	MI 1314-30	-	8,542	-	949
	Ombudsman Initiative - AP-1314-30	-	43,606	-	-
	TOTAL	\$ 2,267,283	\$ 299,798	\$ 181,874	\$ 13,266

**NOTE 8 – CALIFORNIA OFFICE OF EMERGENCY SERVICES(CaIOES) GRANTS**

The following represents expenditures for CaIOES programs for the year ended June 30, 2014. The amount reported in the Schedule of Expenditures of Federal Awards is determined by calculating the federal portion of the current year expenditures.

Program	Expenditures Claimed			Share of Expenditures Current Year		
	For the Period through June 30, 2013	For the Year Ended June 30, 2014	Cumulative as of June 30, 2014	Federal Share	State Share	County Share
<u>VW10290500 - Victim/Witness Assistance Program</u>						
Personnel services	\$ 322,793	\$ 309,295	\$ 632,088	\$ 134,135	\$ 175,160	\$ 1,752
Operating expenses	934	11,383	12,317	2,561	8,822	1,140
Totals	\$ 323,727	\$ 320,678	\$ 644,405	\$ 136,696	\$ 183,982	\$ 2,892

**NOTE 8 – CALIFORNIA OFFICE OF EMERGENCY SERVICES(CaIOES) GRANTS** (Continued)

Program	Expenditures Claimed			Share of Expenditures Current Year		
	For the Period through June 30, 2013	For the Year Ended June 30, 2014	Cumulative as of June 30, 2014	Federal Share	State Share	County Share
<u>VB08060500 - Vertical Prosecution Block Grant</u>						
Personnel services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Operating expenses	-	-	-	-	-	-
Totals	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>UV10010500 - Unserved/Underserved Advocacy &amp; Outreach Program</u>						
Personnel services	\$ 61,286	\$ 66,426	\$ 127,712	\$ 66,426	\$ -	\$ -
Operating expenses	44,971	37,201	82,172	37,201	-	-
Totals	<u>\$ 106,257</u>	<u>\$ 103,627</u>	<u>\$ 209,884</u>	<u>\$ 103,627</u>	<u>\$ -</u>	<u>\$ -</u>
<u>RU08100500 - Rural Crimes Prevention</u>						
Personnel services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Totals	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>VCGC9082 - A1 Victim Comp &amp; Gov Claims Board</u>						
Personnel services	\$ 63,853	\$ 63,853	\$ 127,706	\$ -	\$ 63,853	\$ -
Totals	<u>\$ 63,853</u>	<u>\$ 63,853</u>	<u>\$ 127,706</u>	<u>\$ -</u>	<u>\$ 63,853</u>	<u>\$ -</u>
<u>DC04150500 - Stanislaus Anti Drug</u>						
Personnel services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Totals	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>DC10027345 - SDEA</u>						
Personnel services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Totals	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>MH08080500 - CalMMET</u>						
Personnel services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Operating expenses	-	-	-	-	-	-
Equipment	-	-	-	-	-	-
Totals	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

## **FINDINGS AND QUESTIONED COSTS**

**COUNTY OF STANISLAUS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2014**

**Section 1**

Financial Statements

Summary of Auditor's Results

- |   |               |
|---|---------------|
| 1. Type of auditor's report issued:   | Unmodified    |
| 2. Internal controls over financial reporting:                                      |               |
| a. Material weaknesses identified?  | No            |
| b. Significant deficiencies identified<br>not considered to be material weaknesses? | None Reported |
| 3. Noncompliance material to financial statements noted?                            | No            |

Federal Awards

- |   |            |
|---|------------|
| 1. Internal control over major programs:  |            |
| a. Material weaknesses identified?  | No         |
| b. Significant deficiencies identified<br>not considered to be material weaknesses?   | No         |
| 2. Type of auditor's report issued on compliance<br>for major programs:   | Unmodified |
| 3. Any audit findings disclosed that are required to be<br>reported in accordance with OMB Circular A-133,<br>Section 510(a)? | Yes        |

4. Identification of major programs:

CFDA Number

Program

17.258, 17.259, and 17.278

Workforce Investment Act  
Programs

10.557

Special Supplemental Nutrition  
Program for Women, Infants,  
and Children (WIC)

93.778

Medical Assistance Program

93.558

Temporary Assistance for Needy  
Families (TANF)

14.228 and 14.255

Community Development Block  
Grants/Entitlement Grants  
Cluster, including ARRA Grant

20.205

Highway Planning and  
Construction

- |  |             |
|--|-------------|
| 5. Dollar threshold used to distinguish between<br>Type A and Type B programs?       | \$3,000,000 |
| 6. Auditee qualified as a low-risk auditee under<br>OMB Circular A-133, Section 530? | Yes         |

**COUNTY OF STANISLAUS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)  
YEAR ENDED JUNE 30, 2014**

**Section 2**

Financial Statement Findings

None.

**Section 3**

Federal Award Findings and Questioned Costs

**2014-001**

**Program:** Workforce Investment Act (WIA) Cluster

**CFDA No.:** 17.258, 17.259, and 17.278

**Federal Agencies:** U.S. Department of Labor

**Passed-Through:** California Employment Development Department

**Award Numbers:** Various

**Award Year:** Fiscal year 2013/14

**Compliance Requirement:** Eligibility

**Questioned Costs:** \$0

**Criteria:**

The March 2014 OMB Circular A-133 *Compliance Supplement* requirements for eligibility state that the pass-through entity must determine whether required eligibility determinations were made, that cases were determined to be eligible, and that only eligible individuals or groups of individuals participated in the program, and determine whether federal program awards were made for eligible cases.

**Condition Found:**

Out of the 40 participants selected for eligibility testing, we noted the following:

- 1 case file whereby the participant application was missing the applicant's signature.

**Effect:**

Participant may be ineligible to receive benefits and program policy was not followed.

**Recommendation:**

We recommend that the County adhere to established policies and procedures with regards to requiring a signature as a certification by the participant that the application information is true.

**Views of Responsible Officials:**

The missing signature on the self service application does not prevent the program from providing services to the participant. However, the handbook and program policy requires an applicant's signature as a certification by the applicant that the information on the application is true.

**COUNTY OF STANISLAUS  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2014**

No findings in the prior year.