

**COUNTY OF STANISLAUS**

**SINGLE AUDIT REPORT**

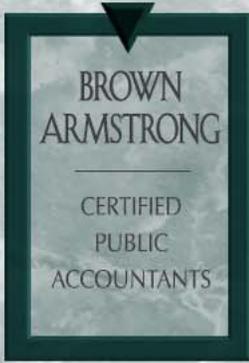
**JUNE 30, 2015**

**COUNTY OF STANISLAUS  
SINGLE AUDIT REPORT  
FOR THE YEAR ENDED JUNE 30, 2015**

**TABLE OF CONTENTS**

	<u>Page</u>
<u>Reports</u>	
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 <i>Government Auditing Standards</i> .....	1
Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133.....	3
<u>Schedule</u>	
Schedule of Expenditures of Federal Awards.....	6
Notes to Schedule of Expenditures of Federal Awards .....	13
<u>Findings and Questioned Costs</u>	
Schedule of Findings and Questioned Costs.....	17
Summary Schedule of Prior Audit Findings .....	19

## 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, 2015, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated January 25, 2016.

### **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.

*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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

## **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 is required to be reported under *Government Auditing Standards* and which is described in the accompanying Schedule of Findings and Questioned Costs as Finding 2015-001.

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

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.

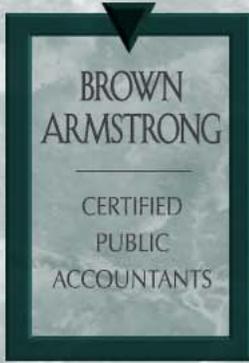
## **Purpose of This Report**

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  
January 25, 2016



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, 2015. 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, 2015.

## **Other Matters**

The results of our auditing procedures disclosed an instance of noncompliance which is required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying Schedule of Findings and Questioned Costs as Finding 2015-001. 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, 2015, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated January 25, 2016, 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  
February 8, 2016

## **SCHEDULE**

**COUNTY OF STANISLAUS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2015**

Federal grantor/pass-through grantor/program title	Catalog of federal domestic assistance number	Supplemental identifying number	Expenditures
<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	15-8506-1211-CA	\$ 180,524
Plant and Animal Disease, Pest Control, and Animal Care	10.025	14-8506-0689-CA	5,841
Plant and Animal Disease, Pest Control, and Animal Care	10.025	15-8506-1317-CA	4,927
Plant and Animal Disease, Pest Control, and Animal Care	10.025	13-8506-1399-CA	84,560
Plant and Animal Disease, Pest Control, and Animal Care	10.025	15-8506-0484-CA	319,628
Plant and Animal Disease, Pest Control, and Animal Care	10.025	15-8506-1164-CA	3,360
Plant and Animal Disease, Pest Control, and Animal Care	10.025	14-8506-0572-CA	14,529
Subtotal			<u>613,369</u>
Inspection, Grading, and Standardization	10.477	12-25-A-3269	<u>1,831</u>
Technical Assistance for Specialty Crops	10.604	2013-37	<u>11,190</u>
Passed through State Department of Education:			
National School Lunch Program	10.555	Stanislaus	<u>155,517</u>
Passed through State Department of Health Services:			
Women, Infants and Children (WIC)	10.557	11-10499	<u>3,615,045</u>
Passed through State Department of Food and Agriculture:			
Supplemental Nutrition Program	10.561	SP-1415-30	46,940
Passed through State Department of Social Services:			
State Administrative Matching Grants for Food Stamp Program	10.561	Stanislaus	9,878,858
State Administrative Matching Grants for Food Stamp Program	10.561	Stanislaus	<u>436,099</u>
Subtotal			<u>10,361,897</u>
Passed through California Department of Aging:			
Seniors Farmers Market Incentive Program	10.576	SFMNP-1415-30	<u>20,000</u>
<b>TOTAL U.S. DEPARTMENT OF AGRICULTURE</b>			<u><b>14,778,849</b></u>
<b>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (HUD)</b>			
Direct Federal Program			
Community Development Block Grants (CDBG)			
HUD-CDBG Funds 08/09	14.218	B-08-UC-06-0010	2,533
HUD-CDBG-NSP1 FY 08/09	14.228	B-08-UC-06-0006	1,162
HUD-CDBG Funds 09/10	14.218	B-09-UC-06-0010	5,135
HUD-CDBG-NSP3 FY 11/12	14.218	B-11-UN-06-0006	43,854
HUD-CDBG Funds 11/12	14.218	B-11-UC-06-0100	194,144
HUD-CDBG Funds 12/13	14.218	B-12-UC-06-0100	197,673
HUD-CDBG Funds 13/14	14.218	B-13-UC-06-0100	813,468
HUD-CDBG FY 14/15	14.218	B-14-UC-06-0100	<u>1,136,899</u>
Subtotal - CDBG Cluster			<u>2,394,868</u>
HUD-ESG Funds 13/14	14.231	E-13-UC-06-0100	48,453
HUD-ESG Funds 14/15	14.231	E-14-UC-06-0100	<u>119,437</u>
Subtotal			<u>167,890</u>
<b>TOTAL U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</b>			<u><b>2,562,758</b></u>

(Continued)

**COUNTY OF STANISLAUS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)  
FOR THE YEAR ENDED JUNE 30, 2015**

<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	FY14/15	<u>8,027</u>
Subtotal			<u>8,027</u>
Passed through California Office of Emergency Services:			
Juvenile Accountability Grant 2013	16.523		<u>23,241</u>
Subtotal			<u>23,241</u>
Reducing Ethnic and Racial Disparities	16.540		<u>64,772</u>
Subtotal			<u>64,772</u>
Unserved/Underserved Victim Advocacy and Outreach Program	16.575	UV13040500	138,417
Victim/Witness Assistance Program	16.575	VW13320500	160,136
Victims of Crime Act	16.575	AT12090500	<u>135,237</u>
Subtotal			<u>433,790</u>
Law Enforcement Specialized Units (LE) Program	16.588	LE13 03 0500	121,296
Law Enforcement Specialized Units (LE) Program	16.588	LE14 04 0500	<u>73,875</u>
Subtotal			<u>195,171</u>
Arrest Policies and Enforcement of Protection Orders Program	16.590		<u>201,944</u>
Passed through the Community Oriented Policing Services:			
Law Enforcement Technology Program (2010 Tech)	16.710	2010CKWx0050	<u>55,781</u>
Passed through State Office of Justice :			
Justice Assistance Grant (JAG)	16.738	FY13/14	7,890
2012 Edward Byrne Memorial Justice Assistance Grant	16.738	2012-DJ-BX-1005	28,116
2013 Edward Byrne Memorial Justice Assistance Grant	16.738	2013-DJ-BX-0365	10,164
2014 Edward Byrne Memorial Justice Assistance Grant	16.738	2014-DJ-BX-1184	35,165
2015 Edward Byrne Memorial Justice Assistance Grant	16.738	BSCC 675-14	<u>154,780</u>
Subtotal - Justice Assistance Grants (JAG) Program Cluster			<u>236,115</u>
Passed through Office of National Drug Control Policy (ONDCP):			
2013 High Intensity Drug Traffic Area (HIDTA)	95.001	G13CV002A	71,255
2014 High Intensity Drug Traffic Area (HIDTA)	95.001	G14CV002A	<u>148,309</u>
Subtotal			<u>219,564</u>
TOTAL U.S. DEPARTMENT OF JUSTICE			<u>1,438,405</u>

*(Continued)*

**COUNTY OF STANISLAUS**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)**  
**FOR THE YEAR ENDED JUNE 30, 2015**

Federal grantor/pass-through grantor/program title	Catalog of federal domestic assistance number	Supplemental identifying number	Expenditures
<b>U.S. DEPARTMENT OF LABOR</b>			
Passed through California Department of Aging:			
Senior Community Service Employment Program	17.235	TV-1415-30	127,665
Passed through California Employment Development Department:			
Workforce Investment Act (WIA)-Adult Program	17.258	K594798	142,405
WIA-Adult Program	17.258	K594798	1,869,304
WIA-Youth Activities	17.259	K386334	132,960
WIA-Youth Activities	17.259	K491055	355,675
WIA-Youth Activities	17.259	K594798	2,058,259
WIA-Dislocated Workers	17.278	K594798	1,119,095
WIA-Dislocated Workers	17.278	K491055	287,877
WIA-Dislocated Worker to Adult	17.278	K594798	665,158
WIA-Rapid Response	17.278	K594798	168,893
WIA-Rapid Response	17.278	K491055	69,592
Subtotal WIA Cluster			<u>6,869,218</u>
<b>TOTAL U.S. DEPARTMENT OF LABOR</b>			<u>6,996,883</u>
<b>U.S. DEPARTMENT OF TRANSPORTATION</b>			
Passed through State Department of Transportation:			
Highway Planning and Construction	20.205	BRLSZ-5938(176)	209,276
Highway Planning and Construction	20.205	BRLO-5938(157)	115,956
Highway Planning and Construction	20.205	BRLS-5938(188)	281,735
Highway Planning and Construction	20.205	STPLR-7500(182)	23,991
Highway Planning and Construction	20.205	HSIPL-5938(197)	57
Highway Planning and Construction	20.205	BRLS-5938(200)	83,602
Highway Planning and Construction	20.205	BRLO-5938(203)	14,364
Highway Planning and Construction	20.205	BRLOZ-5938(156)	8,217
Highway Planning and Construction	20.205	BRLSZ-5938(154)	9,148
Highway Planning and Construction	20.205	STPL-5938(204)	2,142,831
Highway Planning and Construction	20.205	BRLO-5938(190)	92,195
Highway Planning and Construction	20.205	BRLO-5938(196)	4,278
Highway Planning and Construction	20.205	HRRRL-5938(212)	52,485
Highway Planning and Construction	20.205	HRRRL-5938(213)	40,817
Highway Planning and Construction	20.205	HRRRL-5938(211)	27,573
Highway Planning and Construction	20.205	STPL-5938(216)	1,380,686
Highway Planning and Construction	20.205	STPL-5938(221)	799,197
Highway Planning and Construction	20.205	STPL-5938(220)	1,250,772
Highway Planning and Construction	20.205	STPL-5938(228)	21,206
Highway Planning and Construction	20.205	STPL-5938(229)	20,755
Highway Planning and Construction	20.205	BRLO-5938(189)	57,781
Highway Planning and Construction	20.205	STPLZ-5938(076)	159,007
Highway Planning and Construction	20.205	BRLO-5938(193)	39,594
Highway Planning and Construction	20.205	STPLZ-5938(071)	169,160
Highway Planning and Construction	20.205	BRLS-5938(201)	123,734
Highway Planning and Construction	20.205	BRLS-5938(167)	945,003
Highway Planning and Construction	20.205	CML-5938(183)	37,949
Highway Planning and Construction	20.205	CML-5938(181)	87,504
Highway Planning and Construction	20.205	BRLO-5938(191)	28,798
Highway Planning and Construction	20.205	BRLO-5938(194)	29,070
Highway Planning and Construction	20.205	BRLO-5938(192)	21,779
Highway Planning and Construction	20.205	BRLS-5938(199)	214,763
Highway Planning and Construction	20.205	CML-5938(180)	189,595
Highway Planning and Construction	20.205	RPSTPL-5938(215)	3,962,515

*(Continued)*

**COUNTY OF STANISLAUS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)  
FOR THE YEAR ENDED JUNE 30, 2015**

Federal grantor/pass-through grantor/program title	Catalog of federal domestic assistance number	Supplemental identifying number	Expenditures
U.S. DEPARTMENT OF TRANSPORTATION (Continued)			
Passed through State Department of Transportation: (Continued)			
Highway Planning and Construction	20.205	CML-5938-187	27,786
Highway Planning and Construction	20.205	CML-5938-206	18,881
Highway Planning and Construction	20.205	CML-5938-207	11,106
Highway Planning and Construction	20.205	CML-5938-218	1,411
Subtotal Highway Planning			<u>12,704,577</u>
Formula Grants for Rural Areas	20.509	CA 18-X059	<u>456,808</u>
Passed through California Office of Traffic Safety Impaired Driver Vertical Prosecution Program	20.616	DI1404	<u>349,163</u>
TOTAL U.S. DEPARTMENT OF TRANSPORTATION			<u>13,510,548</u>
U.S. DEPARTMENT OF EDUCATION			
Passed through State Department of Rehabilitation State Vocational Rehabilitation Services Program	84.126	28295	<u>66,650</u>
TOTAL U.S. DEPARTMENT OF EDUCATION			<u>66,650</u>
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Direct Federal Program			
Community Transformation Grant	93.531		<u>181,669</u>
Passed through California Department of Aging:			
Title VII(B), Elder Abuse Prevention	93.041	AP-1415-30	<u>6,047</u>
Title VII(A), Ombudsman Program	93.042	AP-1415-30	<u>30,540</u>
Title III-D, Supportive Services	93.043	AP-1415-30	<u>26,636</u>
Title III-B, Supportive Services	93.044	AP-1415-30	425,465
Title III-C1, Congregate Nutrition	93.045	AP-1415-30	272,880
Title III-C2 Home Delivered Nutrition	93.045	AP-1314-30	490,263
Nutrition Services Incentive Program	93.053	AP-1415-30	<u>160,209</u>
Subtotal Aging Cluster			<u>1,348,817</u>
Title III-E, Family Caregiver	93.052	AP-13-14-30	<u>191,280</u>
Passed through Department of Mental Health: Transition from Homelessness (PATH)	93.150		<u>144,495</u>
Passed through California Department of Education: Stage 3 Child Care (D)	93.575	C3AP-4061	<u>792,016</u>
Passed through State Department of Social Services:			
Temporary Assistance for Needy Families (TANF)	93.558	Stanislaus	231,032
SAWS CIV Refugee	93.566	Stanislaus	143

(Continued)

**COUNTY OF STANISLAUS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)  
FOR THE YEAR ENDED JUNE 30, 2015**

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 Health Services:			
Temporary Assistance for Needy families (TANF)	93.558	Stanislaus	27,318,464
Temporary Assistance for Needy families (TANF)	93.558	Stanislaus	1,819,872
Temporary Assistance for Needy families (TANF)	93.558	Stanislaus	13,118,002
Temporary Assistance for Needy families (TANF)	93.558	Stanislaus	<u>3,185,841</u>
Subtotal			<u>45,673,354</u>
Refugee and Entrant Assistance - State Administered Program	93.566	Stanislaus	74,055
Refugee and Entrant Assistance - State Administered Program	93.566	Stanislaus	164,533
Refugee and Entrant Assistance - State Administered Program	93.566	RESS1108/1208	274,407
Refugee and Entrant Assistance - State Administered Program	93.566	14-50-90840-00	<u>254,034</u>
Subtotal			<u>767,029</u>
Guardianship Assistance	93.090	Stanislaus	<u>136,686</u>
Promoting Safe and Stable Families	93.556	Stanislaus	<u>458,227</u>
Community Based Child Abuse Prevention	93.590	Stanislaus	<u>20,744</u>
California Children's Services	93.767		<u>174,486</u>
Passed through State Department of Social Services:			
Child Support Enforcement	93.563	Stanislaus	<u>8,873,350</u>
Child Support Enforcement Research	93.564	PASS 1115	<u>611,779</u>
Child Welfare Services/CWS Direct Cost IVB	93.645	Stanislaus	<u>374,699</u>
Foster Care - Title IV-E Out of Home Placement Prevention	93.658		387,591
Foster Care - Title IV-E	93.658	Stanislaus	<u>9,649,738</u>
Subtotal			<u>10,037,329</u>
Adoptions Assistance	93.659	Stanislaus	<u>5,963,123</u>
CWS Title XX	93.667	Stanislaus	<u>926,137</u>
Independent Living - ILP	93.674	Stanislaus	<u>146,511</u>
Family Planning Services Title X	93.217	Stanislaus	<u>88,666</u>
Emergency Preparedness	93.069	14-10551	<u>449,136</u>
Hospital Preparedness Program	93.889	14-10551	<u>203,387</u>
Information and Education Prevention Program	93.297	11-10301	<u>17,057</u>
Local Health Department Expansion Project	10.551	13-20511	<u>666,514</u>
California Personal Responsibility Education Grant	93.092	12-10236	<u>179,763</u>
Passed through California Department of Aging:			
Health Insurance Advocacy Program (HICAP)	93.779	HI-1415-14	<u>118,932</u>
Senior Services Program	93.778	MSSP-1415-14	<u>668,934</u>
Center for Medicare and Medicaid Services	93.071	MI-1415-30	<u>17,829</u>
Passed through State Department of Mental Health:			
Block Grants for Community Mental Health Services	93.958		1,304,408
Block Grants for Community Mental Health Services	93.958		346,288
Block Grants for Community Mental Health Services	93.958		190,847
Block Grants for Community Mental Health Services	93.958		999,998
Block Grants for Community Mental Health Services	93.958		<u>23,997</u>
Subtotal			<u>2,865,538</u>

(Continued)

**COUNTY OF STANISLAUS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)  
FOR THE YEAR ENDED JUNE 30, 2015**

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 and Drug Programs:			
Block Grants for Prevention and Treatment of Substance Abuse	93.959		1,998,982
Block Grants for Prevention and Treatment of Substance Abuse	93.959		32,949
Block Grants for Prevention and Treatment of Substance Abuse	93.959		521,632
Block Grants for Prevention and Treatment of Substance Abuse	93.959	84.19	30,000
Block Grants for Prevention and Treatment of Substance Abuse	93.959		143,360
Block Grants for Prevention and Treatment of Substance Abuse	93.959		35,811
Subtotal			<u>2,762,734</u>
Immunization Assistance Program	93.268	13-20352	<u>154,101</u>
HIV Care	93.917	13-20077	<u>152,108</u>
HIV Education and Prevention	93.940	13-20257	<u>42,040</u>
AIDS Surveillance	93.944	13-20166	<u>40,420</u>
Tuberculosis Prevention	93.116	Stanislaus	<u>78,839</u>
Maternal and Child Health Services Block Grant to the States	93.994	201450	116,848
Maternal and Child Health Services Block Grant to the States	93.994	201450	152,438
Maternal and Child Health Services Block Grant to the States	93.994	201450	<u>711,653</u>
Subtotal			<u>980,939</u>
Passed through State Department of Health Services:			
Medical Assistance Program	93.778	13-90004 A01	1,626,102
Medical Assistance Program	93.778		358,635
Medical Assistance Program	93.778		149,700
Medical Assistance Program	93.778	50-1318	460,663
Medical Assistance Program	93.778		1,183,899
Medical Assistance Program	93.778	201450	111,942
Medical Assistance Program	93.778	14-10033	17,162
Passed through California Department of Aging:			
Medical Assistance Program	93.778	Stanislaus	1,123,243
Passed through State Department of Social Services:			
Medical Assistance Program	93.778	Stanislaus	764,135
Medical Assistance Program	93.778	Stanislaus	1,434,081
Medical Assistance Program	93.778	Stanislaus	171,202
Medical Assistance Program	93.778	Stanislaus	2,007,106
Medical Assistance Program	93.778	Stanislaus	174,896
Medical Assistance Program	93.778	Stanislaus	285,696
Medical Assistance Program	93.778	Stanislaus	29,857,306
Medical Assistance Program	93.778	Stanislaus	<u>12,345,655</u>
Subtotal			<u>52,071,423</u>
TOTAL U.S. DEPARTMENT OF HUMAN AND HEALTH SERVICES			<u>138,443,314</u>

(Continued)

**COUNTY OF STANISLAUS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)  
FOR THE YEAR ENDED JUNE 30, 2015**

<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	2014-0070	235,852
Homeland Security Grant Program FY13	97.067	2013-00110	484,593
Homeland Security Grant Program FY14	97.067	2014-00093	131,191
Subtotal			615,784
TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY			851,636
INSTITUTE OF MUSEUM AND LIBRARY SERVICES			
Passed through			
Adult Literacy Program	45.310		3,694
TOTAL INSTITUTE OF MUSEUM AND LIBRARY SERVICES			3,694
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 178,652,737

**COUNTY OF STANISLAUS  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2015**

**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	\$ 209,147
C2 Home Delivered Meals	93.045	The Howard Training Center	469,763
Community Development Block Grant	14.218	Court Appointed Special Advocates	9,607
Community Development Block Grant	14.218	City of Ceres	288,638
Community Development Block Grant	14.218	City of Hughson	167,655
Community Development Block Grant	14.218	City of Newman	134,520
Community Development Block Grant	14.218	City of Oakdale	180,583
Community Development Block Grant	14.218	City of Patterson	7,749
Community Development Block Grant	14.218	City of Waterford	307,609
Community Development Block Grant	14.218	American Red Cross-Emergency Services	9,072
Community Development Block Grant	14.218	Center Human Services	60,565
Community Development Block Grant	14.218	Child Crisis Center-Preschool Respite Shelter	15,000
Community Development Block Grant	14.218	Community Housing and Shelter - Homeless Prevention	13,163
Community Development Block Grant	14.218	Healthy Aging-Young at Heart Program	16,000
Community Development Block Grant	14.218	Healthy Start Orville Wright	7,063
Community Development Block Grant	14.218	Howard Training Center-Senior Meals Program	14,000
Community Development Block Grant	14.218	Parent Resource Center	9,958
Community Development Block Grant	14.218	Salvation Army-Tutoring and Mentoring Program	46,617
Community Development Block Grant	14.218	Second Harvest-Food Assistance	30,805

**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	12,805
Community Development Block Grant	14.218	We Care-Emergency Food Program	16,000
Community Development Block Grant	14.231	Homeless Management Information System	15,000
Emergency Shelter Grant	14.231	Child Crisis Center	42,854
Emergency Shelter Grant	14.231	Community Housing and Shelter	44,486
Emergency Shelter Grant	14.231	Family Promise	17,000
Emergency Shelter Grant	14.231	Salvation Army-Emergency Shelter	18,000
Emergency Shelter Grant	14.231	We Care-Emergency Cold Weather Shelter	16,500
Emergency Shelter Grant	14.231	We Care-Rapid Re-Housing	28,031
Total			<u><u>\$ 2,208,190</u></u>

**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>WIA Cluster:</u>		
17.258	WIA - Adult	\$ 2,011,709
17.259	WIA - Youth	2,546,894
17.278	WIA - Dislocated Workers	<u>2,310,615</u>
Total		<u><u>\$ 6,869,218</u></u>
<u>Aging Cluster:</u>		
93.044	Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	\$ 425,465
93.045	Special Programs for the Aging - Title III, Part C - Nutrition Services	763,143
93.053	Nutrition Services Incentive Program	<u>160,209</u>
Total		<u><u>\$ 1,348,817</u></u>
<u>Justice Assistance Grants (JAG) Program Cluster:</u>		
16.738	2012 Edward Byrne Memorial JAG	\$ 28,116
16.738	2013 Edward Byrne Memorial JAG	10,164
16.738	2014 Edward Byrne Memorial JAG	43,055
16.738	2015 Edward Byrne Memorial JAG	<u>154,780</u>
Total		<u><u>\$ 236,115</u></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-1415-30	\$ 116,729	\$ -	\$ 10,936	\$ -
93.041	AP-1415-30	6,047	-	-	-
93.042	AP-1415-30	30,540	-	-	-
93.043	AP-1415-30	26,636	-	-	-
93.044	AP-1415-30	373,294	-	52,171	-
93.045	AP-1415-30	207,863	42,486	65,017	311
93.045	AP-1415-30	-	20,713	-	-
93.045	AP-1415-30	457,579	43,857	32,684	83
93.045	AP-1415-30	-	12,184	-	-
93.052	AP-1415-30	169,485	-	21,795	-
93.053	AP-1415-30	160,209	-	-	-
93.779	HI-1415-30	107,039	159,692	11,893	11,918
10.576	SFMNP-1415-30	20,000	-	-	-
93.778	MSSP-1415-30	668,934	-	-	-
10.561	SP-1415-30 (July 14 to Sept 14)	10,951	-	1,559	-
10.561	SP-1415-30 (Oct 14 to June 15)	29,752	-	4,678	-
93.071	MI 1314-30	5,694	-	633	-
93.071	MI 1415-30	11,502	-	-	-
	Ombudsman Initiative - AP-1314-30	-	43,446	-	-
	<b>TOTAL</b>	<b>\$ 2,402,254</b>	<b>\$ 322,378</b>	<b>\$ 201,366</b>	<b>\$ 12,312</b>

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

The following represents expenditures for CalOES programs for the year ended June 30, 2015. 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, 2014	For the Year Ended June 30, 2015	Cumulative as of June 30, 2015	Federal Share	State Share	County Share
<u>VW13320500 - Victim/Witness Assistance Program</u>						
Personnel services	\$ 309,295	\$ 338,764	\$ 648,059	\$ 154,782	\$ 183,982	\$ -
Operating expenses	11,383	5,846	17,229	5,354	-	492
<b>Totals</b>	<b>\$ 320,678</b>	<b>\$ 344,610</b>	<b>\$ 665,288</b>	<b>\$ 160,136</b>	<b>\$ 183,982</b>	<b>\$ 492</b>

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

Program	Expenditures Claimed			Share of Expenditures Current Year		
	For the Period through June 30, 2014	For the Year Ended June 30, 2015	Cumulative as of June 30, 2015	Federal Share	State Share	County Share
<u>UV13040500 - Unserved/Underserved Advocacy &amp; Outreach Program</u>						
Personnel services	\$ 66,426	\$ 73,961	\$ 140,387	\$ 73,961	\$ -	\$ -
Operating expenses	37,201	64,456	101,657	64,456	-	-
Totals	<u>\$ 103,627</u>	<u>\$ 138,417</u>	<u>\$ 242,044</u>	<u>\$ 138,417</u>	<u>\$ -</u>	<u>\$ -</u>
<u>VCGC9082 - A1 Victim Comp &amp; Gov Claims Board</u>						
Personnel services	\$ 63,853	\$ -	\$ 63,853	\$ -	\$ -	\$ -
Totals	<u>\$ 63,853</u>	<u>\$ -</u>	<u>\$ 63,853</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>LE13 03 0500 - Law Enforcement Specialized Units (LE) Program</u>						
Personnel services	\$ 37,477	\$ 66,585	\$ 104,062	\$ 66,585	\$ -	\$ -
Operating expenses	10,714	54,711	65,425	54,711	-	-
Totals	<u>\$ 48,191</u>	<u>\$ 121,296</u>	<u>\$ 169,487</u>	<u>\$ 121,296</u>	<u>\$ -</u>	<u>\$ -</u>
<u>LE14 04 0500 - Law Enforcement Specialized Units (LE) Program</u>						
Personnel services	\$ -	\$ 57,389	\$ 57,389	\$ 57,389	\$ -	\$ -
Operating expenses	-	16,486	16,486	16,486	-	-
Totals	<u>\$ -</u>	<u>\$ 73,875</u>	<u>\$ 73,875</u>	<u>\$ 73,875</u>	<u>\$ -</u>	<u>\$ -</u>

## **FINDINGS AND QUESTIONED COSTS**

**COUNTY OF STANISLAUS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2015**

**Section 1**

<u>Financial Statements</u>	<u>Summary of Auditor's Results</u>
1. Type of auditor's report issued:	Unmodified
2. Internal controls over financial reporting:	
a. Material weaknesses identified?	No
b. Significant deficiencies identified not considered to be material weaknesses?	None Reported
3. Noncompliance material to financial statements noted?	No
 <u>Federal Awards</u>	
1. Internal control over major programs:	
a. Material weaknesses identified?	No
b. Significant deficiencies identified not considered to be material weaknesses?	No
2. Type of auditor's report issued on compliance for major programs:	Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133, Section 510(a)?	Yes
4. Identification of major programs:	
<u>CFDA Number</u>	<u>Program</u>
17.258, 17.259, and 17.278	Workforce Investment Act Programs
93.778	Medical Assistance Program
93.658	Foster Care – Title IV-E
93.659	Adoption Assistance
5. Dollar threshold used to distinguish between Type A and Type B programs?	\$3,000,000
6. Auditee qualified as a low-risk auditee under OMB Circular A-133, Section 530?	Yes

**Section 2**

Financial Statement Findings

None.

**COUNTY OF STANISLAUS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)  
YEAR ENDED JUNE 30, 2015**

**Section 3**

Federal Award Findings and Questioned Costs

**2015-001**

**Program:** Foster Care – IV-E

**CFDA No.:** 93.658

**Federal Agencies:** U.S. Department of Health and Human Services

**Passed-Through:** California Department of Social Services

**Award Numbers:** Various

**Award Year:** Fiscal year 2014/15

**Compliance Requirement:** Eligibility

**Questioned Costs:** \$0

**Criteria:**

The March 2015 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 was paid an incorrect monthly benefit payment for one month.

**Effect:**

Participant was paid an incorrect amount for one month.

**Recommendation:**

We recommend that the County adhere to established policies and procedures with regards to ensuring all participants are paid the correct monthly benefit payments.

**Views of Responsible Officials:**

Effective July 1, 2014, the monthly amount to be paid to the participants under this program changed from \$656 to \$671, an increase of \$14. For the case in question, the customer was paid the unadjusted amount of \$656 for the month of July 2014. The case was discontinued as of August 1, 2014, which moved it to an inactive status.

**Corrective Plan:**

- The oversight was brought to the Department's attention on September 17, 2015, and a payment of \$14 was subsequently issued to the client.
- Going forward, individual case manager's inventory (caseloads) list, including active and inactive participants, will be printed effective July 1<sup>st</sup> and monitored with the Statewide C-IV system to ensure accurate payments are issued.

**COUNTY OF STANISLAUS  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2015**

**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 June 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.

**Current Year Status:**

Implemented in the current year.