

CATAWBA COUNTY
NORTH CAROLINA

COMPLIANCE LETTERS

FOR THE YEAR ENDED JUNE 30, 2010

CATAWBA COUNTY, NORTH CAROLINA

COMPLIANCE LETTERS FOR THE YEAR ENDED JUNE 30, 2010

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MARTIN ♦ STARNES & ASSOCIATES, CPAs, P.A.

"A Professional Association of Certified Public Accountants and Management Consultants"

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*

To the Board of Commissioners
Catawba County, North Carolina

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of Catawba County, North Carolina, as of and for the year ended June 30, 2010, not presented here, which collectively comprises the County's basic financial statements, and have issued our report thereon dated November 4, 2010. Our report includes a reference to other auditors. We conducted our audit in accordance with 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. Other auditors audited the financial statements of Catawba County ABC Board and Catawba Valley Medical Center, as described in our report on Catawba County's financial statements. The financial statements of Catawba County ABC Board and Catawba Valley Medical Center were not audited in accordance with *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Catawba County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Catawba County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Catawba 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.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. We did not identify deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Catawba 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, non-compliance 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 no instances of non-compliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of Catawba County in a separate letter dated November 4, 2010.

This report is intended for the information and use of management, others within the organization, members of the Catawba County Board of Commissioners, federal and State awarding agencies, and pass-through entities, and is not intended to be, and should not be, used by anyone other than these specified parties.

Martin Starnes & Associates, CPAs, P.A.

Martin Starnes & Associates, CPAs, P. A.
November 4, 2010

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Report On Compliance With Requirements That Could Have A Direct And Material Effect On Each Major Federal Program And On Internal Control Over Compliance In Accordance With OMB Circular A-133 And The State Single Audit Implementation Act

To the Board of Commissioners
Catawba County, North Carolina

Compliance

We have audited the compliance of Catawba County with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* and the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that have a direct and material effect on each of its major federal programs for the year ended June 30, 2010. Catawba County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Responses. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Catawba County's management. Our responsibility is to express an opinion on Catawba County's compliance based on our audit.

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*, as described in the *Audit Manual for Governmental Auditors in North Carolina*, and the State Single Audit Implementation Act. Those standards, OMB Circular A-133, and the State Single Audit Implementation Act, require that we plan and perform the audit to obtain reasonable assurance about whether non-compliance 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 Catawba 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. Our audit does not provide a legal determination of Catawba County's compliance with those requirements.

In our opinion, Catawba County complied, in all material respects, with the 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, 2010. However, the results of our auditing procedures disclosed an instance of non-compliance with those requirements, which is required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Responses as item 2010-01.

Internal Control Over Compliance

Management of Catawba County is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Catawba County's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance 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 Catawba 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, non-compliance 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 reasonable possibility that material non-compliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

Catawba County's responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Responses. We did not audit Catawba County's responses and, accordingly, we express no opinion on the responses.

Schedule of Expenditures of Federal and State Awards

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Catawba County as of and for the year ended June 30, 2010, which collectively comprise Catawba County's basic financial statements and have issued our report thereon dated November 4, 2010.. We did not audit the financial statements of the Catawba County ABC Board and Catawba Valley Medical Center. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for Catawba County ABC Board and Catawba Valley Medical Center are based solely on the report of the other auditors. Our audit was performed for the purpose of forming an opinion of the financial statements that collectively comprise Catawba County's basic financial statements. The accompanying Schedule of Expenditures of Federal and State Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and the State Single Audit Implementation Act and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended for the information and use of management, others within the organization, members of the Catawba County Board of Commissioners, federal and State awarding agencies and pass-through entities, and is not intended to be, and should not be, used by anyone other than these specified parties.

Martin Starnes & Associates, CPAs, P.A.

Martin Starnes & Associates, CPAs, P.A.

November 4, 2010

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Report On Compliance With Requirements That Could Have A Direct And Material Effect On Each Major State Program And On Internal Control Over Compliance In Accordance With OMB Circular A-133 And The State Single Audit Implementation Act

To the Board of Commissioners
Catawba County, North Carolina

Compliance

We have audited the compliance of Catawba County with the types of compliance requirements described in applicable sections of the *OMB Circular A-133 Compliance Supplement* and the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that have a direct and material effect on each of its major State programs for the year ended June 30, 2010. Catawba County's major State programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Responses. Compliance with the requirements of laws, regulations, contracts, and grants that could have a direct and material effect on each of its major State programs is the responsibility of Catawba County's management. Our responsibility is to express an opinion on Catawba County's compliance based on our audit.

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*, as described in the *Audit Manual for Governmental Auditors in North Carolina*, and the State Single Audit Implementation Act. Those standards, OMB Circular A-133, and the State Single Audit Implementation Act, require that we plan and perform the audit to obtain reasonable assurance about whether non-compliance with the types of compliance requirements referred to above that could have a direct and material effect on a major State program occurred. An audit includes examining, on a test basis, evidence about Catawba 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. Our audit does not provide a legal determination of Catawba County's compliance with those requirements.

In our opinion, Catawba County complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major State programs for the year ended June 30, 2010.

Internal Control Over Compliance

Management of Catawba County is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to State programs. In planning and performing our audit, we considered Catawba County's internal control over compliance with the requirements that could have a direct and material effect on a major State program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with applicable sections of OMB Circular A-133 and the State Single Audit Act, 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 Catawba 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, non-compliance with a type of compliance requirement of a State 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 reasonable possibility that material non-compliance with a type of compliance requirement of a State program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

Catawba County's responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Responses. We did not audit Catawba County's responses and, accordingly, we express no opinion on the responses.

Schedule of Expenditures of Federal and State Awards

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Catawba County as of and for the year ended June 30, 2010, which collectively comprise Catawba County's basic financial statements and have issued our report thereon dated November 4, 2010. We did not audit the financial statements of the Catawba County ABC Board and Catawba Valley Medical Center. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for Catawba County ABC Board and Catawba Valley Medical Center are based solely on the report of the other auditors. Our audit was performed for the purpose of forming an opinion of the financial statements that collectively comprise Catawba County's basic financial statements. The accompanying Schedule of Expenditures of Federal and State Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and the State Single Audit Implementation Act and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended for the information and use of management, others within the organization, members of the Catawba County Board of Commissioners, federal and State awarding agencies and pass-through entities, and is not intended to be, and should not be, used by anyone other than these specified parties.

Martin Starnes & Associates, CPAs, P.A.

Martin Starnes & Associates, CPAs, P. A.
November 4, 2010

CATAWBA COUNTY, NORTH CAROLINA

SCHEDULE OF FINDINGS AND RESPONSES FOR THE YEAR ENDED JUNE 30, 2010

1. Summary of Auditors' Results

Financial Statements

Type of auditors' report issued Unqualified

Internal control over financial reporting:

• Material weakness identified? No

• Significant deficiency identified? No

Non-compliance material to financial statements noted? No

Federal Awards

Internal control over major federal programs:

• Material weakness identified? No

• Significant deficiency identified? No

Type of auditors' report issued on compliance
for major federal programs Unqualified

Any audit findings disclosed that are required
to be reported in accordance with Section 510(a)
of OMB Circular A-133? Yes

CATAWBA COUNTY, NORTH CAROLINA

**SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED JUNE 30, 2010**

1. Summary of Auditors' Results (Continued)

Identification of major federal programs:

<u>Program Name</u>	<u>CFDA #</u>
Medical Assistance Program	93.778
Subsidized Childcare Cluster	93.558
WIC	10.557
Foster Care & Adoption Assistance	93.658
TANF	93.558

Dollar threshold used to distinguish between Type A and Type B Programs	<u>\$3,000,000</u>
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Auditee qualified as low-risk auditee?	No
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State Awards

Internal control over major State programs:

- | | |
|--------------------------------------|----|
| • Material weakness identified? | No |
| • Significant deficiency identified? | No |

Type of auditors' report issued on compliance for major State programs	Unqualified
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Any audit findings disclosed that are required to be reported in accordance with the State Single Audit Implementation Act?	No
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Identification of Major State Programs:

Program Name

Title XIX Medicaid
Subsidized Childcare Cluster
Foster Care & Adoption Assistance
Public School Building Capital Fund
TANF

CATAWBA COUNTY, NORTH CAROLINA

SCHEDULE OF FINDINGS AND RESPONSES FOR THE YEAR ENDED JUNE 30, 2010

2. Findings Related to the Audit of the Basic Financial Statements

None reported.

3. Federal Award Findings, Responses, and Questioned Costs

2010-01

Program:

Criteria: In accordance with Section 246.7 of the Women Infants, and Children program manual, caseworkers must provide a Statement of the Rights and Obligations under the program. The statement must contain the signature of the applicant.

Condition: Upon review of case files and client inquiry, documentation that participants had signed their signature card documenting that they had read their rights and obligations and verifying that information provided was correct was incomplete.

Context: During client testing, it was noted that 2 of 25 files did not have signed signature cards.

Effect: Income, ID, and residency is assessed and documented on the income/signature card stating the worker has reviewed those items. On the back of the income card are the participant's rights and obligations. Participants are asked to read the rights and sign stating that they have read them and that all of the information that they have provided is correct.

Cause: Adequate signatures verifying information was not complete

Questioned Costs: None.

Recommendation: Procedures should be put in place to ensure that the application and review process is being administered according to program requirements with regards to eligibility determination/redetermination. Care should be taken to ensure documentation is maintained to demonstrate compliance.

Name of Contact Person: Julie Byrd

Management's Response: The guidance in the NC WIC Program Manual, in regards to the rights and obligations of the NC WIC Program, have been reviewed with all WIC staff. The requirements were discussed with the WIC Staff on August 27, 2010, during a staff meeting, September 24, 2010, during a Quarterly Audit and again on October 21, 2010 during another audit. Based on these findings, a policy and procedure is being developed to assure that a random sample of income cards will be reviewed on a monthly basis or more often if necessary, to assure that the Catawba County WIC Program staff are in compliance with the state guidelines.

4. State Award Findings, Responses, and Questioned Costs

None reported.

CATAWBA COUNTY, NORTH CAROLINA
SUMMARY SCHEDULE OF PRIOR YEAR'S AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2010

None reported.

CATAWBA COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2010

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State Grantor's Number	Federal (Direct & Pass-through) Expenditures	State Expenditures
Federal Awards:				
<u>U.S. Department of Agriculture</u>				
Passed through N.C. Department of Health and Human Services				
Division of Social Services				
<u>Supplemental Nutrition Assistance Program</u>				
Administration	10.561	XXXX	\$ 821,112	\$ -
Employment and Training	10.561	XXXX	1,642	-
Total Supplemental Nutrition Assistance Program			<u>822,754</u>	<u>-</u>
Division of Public Health				
Women, Infants and Children Program				
Special Supplemental Nutrition Program	10.557	XXXX	754,819	-
Direct Benefit Payments	10.557	XXXX	3,153,008	-
AGRI - SFP Food Program Meal	10.559	XXXX	127	-
Total Women, Infants and Children Program			<u>3,907,954</u>	<u>-</u>
<u>U.S. Department of Health and Human Services</u>				
<u>Administration for Children and Families</u>				
Passed through N.C. Department of Health and Human Services				
Subsidized Child Care (Note 2)				
<u>Child Care Development Fund Cluster</u>				
Division of Social Services				
Child Care Development Fund - Administration	93.596	XXXX	306,201	-
Division of Child Development				
Child Care and Development Fund - Discretionary	93.575	XXXX	1,125,017	-
Child Care and Development Fund - Mandatory	93.596	XXXX	462,275	-
Child Care and Development Fund - Match	93.596	18111810V8	1,545,891	831,428
ARRA - Child Care and Development Block Grant	93.713	1R041R10UU	1,368,061	-
Total Child Care Fund Cluster			<u>4,807,445</u>	<u>831,428</u>
Social Services Block Grant				
Temporary Assistance for Needy Families - TANF	93.667	XXXX	41,182	-
	93.558	XXXX	698,435	-
		17111740T6		
TANF - Maintenance of Effort		18111810T6	-	808,872
Smart Start		1711174040	-	118,451
State Appropriations		1811181200	-	312,396
Total Subsidized Child Care Cluster			<u>5,547,062</u>	<u>2,071,147</u>
<u>Foster Care and Adoption Cluster</u>				
Title IV-E Administration	93.658	XXXX	953,372	-
ARRA - Foster Care	93.658	XXXX	34,378	-
Title IV-E Foster Care	93.658	XXXX	914,767	-
Title IV-E Child Protective Services	93.658	XXXX	976,302	-
Legal Services	93.658	XXXX	34	-
<u>Adoption Assistance</u>				
Title IV-E Vendor Payments	93.659	XXXX	197,194	-
Social Services Block Grant	93.667	XXXX	187,163	-
ARRA - Adoptions	93.659	XXXX	51,739	-
Direct benefit payments	93.659	XXXX	-	1,315,336
Total Foster Care and Adoption Cluster			<u>3,314,949</u>	<u>1,315,336</u>

CATAWBA COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2010

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State Grantor's Number	Federal (Direct & Pass-through) Expenditures	State Expenditures
<u>Administration</u>				
Independent Living	93.674	XXXX	42,924	-
Other Social Services Block Grant	93.667	XXXX	423,886	-
Work First Block Grant	93.558	XXXX	2,176,263	-
Aid to Families with Dependent Children (AFDC)	93.560	XXXX	3,145	-
TANF Domestic Violence	93.558	XXXX	29,202	-
TANF Subsidized Employment	93.558	XXXX	114,038	-
TANF Foster Care	93.558	XXXX	2,205	-
TANF Direct Benefits Payments	93.558	XXXX	634,248	(155)
Title IV-D	93.563	XXXX	781,968	-
Title IV-D incentives	93.563	XXXX	516,706	-
ARRA - Child Support	93.563	XXXX	253,700	-
Permanency planning	93.645	XXXX	34,291	23,230
Family preservation	93.556	XXXX	108,548	-
ARRA - Project MOVES	93.710	XXXX	229,479	-
Low Income Home Energy Assistance				
Administration	93.568	XXXX	124,819	-
Crisis Intervention Payments	93.568	XXXX	750,187	-
Energy Assistance Direct benefit payments	93.568	XXXX	1,085,642	-
Total Administration			7,311,251	23,075
<u>Division of Aging</u>				
Social Services Block Grant In-home aid	93.667	XXXX	11,073	40,120
Links - Independent Living Trust Fund	93.674	XXXX	33,151	-
Total Division of Aging			44,224	40,120
<u>Division of Public Health</u>				
Family Planning Services	93.218	XXXX	50,669	-
Immunization/Aid to County Funding	93.268	XXXX	40,944	-
Center for Disease Control and Prevention Investigations and				
Technical Assistance	93.283	XXXX	289,645	-
School Based Flu	93.283	XXXX	32,767	-
Temporary Assistance for Needy Families	93.558	XXXX	14,810	-
Statewide Health Promotion Program	93.991	XXXX	15,262	-
Maternal and Child Health Services Block Grant	93.994	XXXX	334,570	-
Total Division of Public Health			778,667	-
<u>U.S. Department of Commerce</u>				
Passed through N.C. Department of Commerce				
Division of Community Assistance				
Scattered Site Housing	14.228	09-C-1967	40,693	-
CDBG - Infrastructure Water Hookup		09-C-2018	59,597	-
Total Division of Community Assistance			100,290	-
<u>U.S. Department of Justice</u>				
<u>Office of Justice Programs</u>				
Direct Program				
Justice Assistance Grant		XXXX	16,403	-
Local Law Enforcement Block Grant	16.592	XXXX	46,720	-
State Criminal Alien Assistance Program		2008-AP-BX-0919	31,745	-
Bullet Proof Vest Grant	16.607	XXXX	1,562	-
Total Office of Justice Programs			96,430	-

CATAWBA COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2010

Grantor/Pass-through <u>Grantor/Program Title</u>	Federal CFDA Number	State Grantor's Number	Federal (Direct & Pass-through) Expenditures	State Expenditures
<u>Office of Community Oriented Policing Services</u>				
Direct Program				
SOS Grant	0348-0039	2007CKWX0157	82,715	-
Total Office of Community Oriented Policing Services			<u>82,715</u>	<u>-</u>
<u>Office Of Homeland Security</u>				
<u>Federal Emergency Management Agency</u>				
Passed through N.C. Department of Crime Control and Public Safety				
Homeland Security Grant	97.004	XXXX	235,037	-
Emergency Management Planning Grant		EMPG 2009-37035	47,192	-
Assistance to Firefighters Grant	97.115	XXXX	27,994	-
Total Office of Homeland Security			<u>310,223</u>	<u>-</u>
<u>Administration on Aging</u>				
<u>Division of Social Services</u>				
Passed through Western Piedmont Council of Governments				
<u>Aging Cluster</u>				
Title III B				
Chore Level II	93.044	XXXX	167,391	-
Chore Level III	93.044	XXXX	126,807	-
Home Delivered Meals Coordination	93.044	XXXX	180,263	-
Home Delivered Meals	93.044	XXXX	33,102	-
Supplemental Meals	93.044	XXXX	6,571	-
Adult Day Care	93.044	XXXX	68,193	-
Nutrition - Title III	93.045	XXXX	127,475	-
Nutrition - USDA	93.045	XXXX	22,186	-
ARRA - Nutrition	93.705, 93.707	XXXX	44,572	-
Total Aging cluster			<u>794,842</u>	<u>-</u>
<u>Office of Economic Opportunity</u>				
Community Services Block Grant	93.569	XXXX	229,729	-
Total Office of Economic Opportunity			<u>229,729</u>	<u>-</u>
<u>Centers for Medicare and Medicaid Service</u>				
Passed through N.C. Department of Health and Human Services				
Division of Medical Assistance				
Administration				
Medical Assistance Administration	93.778	XXXX	1,359,458	-
Medical Assistance Expansion	93.778	XXXX	35,980	-
Medical Transportation	93.778	XXXX	1,019,686	-
ARRA - Transportation	93.778	XXXX	4,652	-
Direct benefit payments				
Title XIX - Medicaid	93.778	XXXX	110,337,041	37,888,200
Community Alternatives Program				
Chore Contract Services	93.778	XXXX	192,986	-
Medical Equipment and Supplies	93.778	XXXX	121,329	-
High Risk Intervention	93.778	XXXX	739,226	-
Case Management Medicaid Waiver	93.778	XXXX	418,118	-
Case Management At Risk	93.778	XXXX	208,464	-
Adult Care Home Case/State Adult Specialist Fund	93.778	XXXX	121,635	-
North Carolina Health Choice	93.767	XXXX	60,262	-
Home Delivered Meals	93.044	XXXX	10,947	-
Total Centers for Medicare and Medicaid Service			<u>114,629,784</u>	<u>37,888,200</u>

CATAWBA COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2010

Grantor/Pass-through <u>Grantor/Program Title</u>	Federal CFDA Number	State Grantor's Number	Federal (Direct & Pass-through) Expenditures	State Expenditures
<u>U.S. Election Assistance Commission</u>				
Passed through N.C. State Board of Elections Help American Vote (HAVA) Grant	90.401	XXXX	11,322	-
Total Federal Awards and State Matches			137,982,196	41,337,878
State Awards:				
<u>N.C. Department of Health and Human Services</u>				
Division of Social Services				
Adult Services (State Contract)		XXXX	-	39,454
Adult Day Care		XXXX	-	148,590
Children's Foster Home		XXXX	-	239,526
Child Protective Services		XXXX	-	216,217
Special Children Adoption Fund		XXXX	-	45,000
Share the Warmth		XXXX	-	6,769
Family Finders Pilot		XXXX	-	95,917
Direct benefit payments				
Aid to the aged and disabled		XXXX	-	1,226,603
Division of Public Health				
		1410411000		
General		2117153004	-	156,841
Accreditation Revenue			-	5,000
		14614536RQ		
Acquired Immune Deficiency Syndrome (AIDS)		14614536RR	-	12,500
Breast and Cervical Cancer Control		1552559900	-	51,000
Communicable Disease		1451451000	-	8,197
Health Aid to Counties		1410411000	-	27,690
Health Partners Grant		XXXX	-	7,674
Healthy People 2020		XXXX	-	600
LHD Smokefree Law		1551554304	-	4,145
		1505574000		
Maternal Health		1505574600	-	21,756
Minority Health		1410418100	-	19,000
NC Health and Wellness Trust		XXXX	-	69,230
		15612680EY		
Preparedness and Response		15612680EZ	-	45,914
Risk Reduction/Health Promotion		1551550300	-	8,290
School Based Health Centers		15515023AP	-	23,909
Tuberculosis		1451455100	-	24,139
Tuberculosis Medical Services		1451455400	-	787
Women's Preventative Health		15116010FR	-	14,734
NC Partnership for Children				
Smart Start - public health		1711174040	-	219,588
Smart Start - early childhood development		1711174040	-	46,069
Smart Start - early childhood support team		1711174040	-	426,721
Smart Start - day care		1711174040	-	157,195
Division of Services for the Blind				
Special Assistance Blind Equalization		XXXX	-	104

CATAWBA COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2010

Grantor/Pass-through <u>Grantor/Program Title</u>	Federal CFDA Number	State Grantor's Number	Federal (Direct & Pass-through) Expenditures	State Expenditures
Office of Emergency Medical Services EMS Toolkit Grant		AD-08-1495	-	5,106
Passed through Carolinas Medical Center Disaster Preparedness Grant (Federal ASPR)		XXXX	-	2,944
Total N.C. Department of Health and Human Services			-	3,377,209
<u>N.C. Department Juvenile Justice and Delinquency Prevention</u>				
Peace Pipeline Conflict Resolution		XXXX	-	19,332
Project Challenge		XXXX	-	48,212
JCPC Gang Assessment		XXXX	-	36,519
Corner Houses I & II		XXXX	-	164,979
Family Net		XXXX	-	61,858
Planning		XXXX	-	14,251
Catawba Parenting Network		XXXX	-	23,734
Total N.C. Department Juvenile Justice and Delinquency Prevention			-	368,885
<u>N.C. Department of Environment and Natural Resources</u>				
Department of Soil and Water Conservation N.C. Agriculture Cost Share Program		XXXX	-	26,390
Soil and Water Conservation		XXXX	-	4,000
N.C. Agricultural Development & Farmland Preservation		XXXX	-	4,239
Total N.C. Department of Environment and Natural Resources			-	34,629
<u>N.C. Department of Cultural Resources</u>				
Library Department Library State Aid Grant		XXXX	-	156,521
Library Services & Technology Act (LSTA) Grant		XXXX	-	80,113
Library Summer Reading Grant		XXXX	-	2,500
Total N.C. Department of Cultural Resources			-	239,134
<u>N.C. Department of Administration</u>				
Division of Veterans Affairs Veterans Service		177177212	-	2,000
<u>N.C. Department of Public Instruction</u>				
Public School Building Capital Fund - Average Daily Balance		LEA 180	-	2,055
Public School Building Capital Fund - Lottery Funds		LEA 180,181,182	-	3,122,567
Total N.C. Department of Public Instruction			-	3,124,622
<u>N.C. Department of Corrections</u>				
Criminal Justice Partnership Program		XXXX	-	126,522
<u>N.C. Department of Transportation</u>				
Elderly Handicapped Transportation (ROAP)		DOT-16CL	-	127,224
Work First Transitional Transportation (ROAP)		DOT-16CL	-	29,610
Rural General Public Funds (ROAP)		DOT-16CL	-	122,238
Safe Roads Act			-	12,981
Total N.C. Department of Transportation			-	292,053

CATAWBA COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2010

<u>Grantor/Pass-through</u> <u>Grantor/Program Title</u>	<u>Federal</u> <u>CFDA</u> <u>Number</u>	<u>State</u> <u>Grantor's</u> <u>Number</u>	<u>Federal (Direct</u> <u>& Pass-through)</u> <u>Expenditures</u>	<u>State</u> <u>Expenditures</u>
<u>N.C. Department of Crime Control and Public Safety</u>				
Division of Emergency Management				
		018-1-08-2VC-AW-		
Governor's Crime Commission		479	-	125,715
Total N.C. Department of Crime Control and Public Safety			-	125,715
<u>North Carolina Housing Finance Agency</u>				
Urgent Repair Housing Projects		URP0905	-	37,500
Total North Carolina Housing Finance Agency			-	37,500
<u>Biofuels Center of North Carolina</u>				
NC Biofuels Grant		2009-139-D	-	135,000
Total Biofuels Center of North Carolina			-	135,000
Total State Awards			-	7,863,269
Total Federal and State Awards			\$ 137,982,196	\$ 49,201,147

CATAWBA COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2010

Notes to the Schedule of Expenditures of Federal and State Financial Awards

1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal and State Awards includes the federal and State grant activity of Catawba County and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and the State Single Audit Implementation Act. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in, the preparation of the basic financial statements. Benefit payments are paid directly to recipients and are not included in the County's basic financial statements. However, due to the County's involvement in determining eligibility, they are considered federal awards to the County and are included on this schedule.

2. The following are clustered by the NC Department of Health and Human Services and are treated separately for State audit requirement purposes: Subsidized Child Care, Foster Care, and Adoption, Mental Health Services, Developmental Disability Waiting List Services, Substance Abuse Services, and Infants and Toddlers with Disabilities.

3. Subrecipients

Of the federal and State expenditures presented in the schedule, Catawba County provided federal and State awards to subrecipients as follows:

<u>Program Name</u>	<u>Federal CFDA Number</u>	<u>State Number</u>	<u>Federal</u>	<u>State</u>
Child Care and Development Block Grant	93.575	XXXX	\$ 1,125,017	\$ -
JJDP Project Challenge		XXXX	-	48,212
Peace Pipeline Conflict Resolution		XXXX	-	19,332
JCPC Gang Assessment		XXXX		36,519
NC Health and Wellness Trust		XXXX	-	69,230
Elderly Handicapped Transportation		DOT -16CL	-	127,224
Rural General Public Funds		DOT -16CL	-	122,238
Public School Building Capital Fund - ADM		LEA 180	-	2,055
Public School Building Capital Fund - Lottery		LEA 180,181,18		3,122,567