

**CATAWBA COUNTY
NORTH CAROLINA**

COMPLIANCE LETTERS

FOR THE YEAR ENDED JUNE 30, 2011

CATAWBA COUNTY, NORTH CAROLINA

COMPLIANCE LETTERS FOR THE YEAR ENDED JUNE 30, 2011

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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, 2011, not presented here, which collectively comprises the County's basic financial statements, and have issued our report thereon dated November 18, 2011. 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 the Catawba County ABC Board and Catawba Valley Medical Center, as described in our report on Catawba County's financial statements. The financial statements of the Catawba County ABC Board and Catawba Valley Medical Center were not audited in accordance with *Government Auditing Standards*.

Internal Control Over Financial Reporting

Management of Catawba County is responsible for establishing and maintaining effective 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 first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. 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 18, 2011.

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 18, 2011

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

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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, 2011. Catawba County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. 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, 2011.

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 deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

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, North Carolina, as of and for the year ended June 30, 2011, which collectively comprise Catawba County, North Carolina's basic financial statements, and have issued our report thereon dated November 18, 2011 which contained an unqualified opinion on those financial statements. We did not audit the financial statements of the Catawba County, North Carolina ABC Board or Catawba Valley Medical Center. Those financial statements were audited by other auditors whose reports thereon have been furnished to us and, our opinion; insofar as it relates to the amounts included for the Catawba County, North Carolina ABC Board and Catawba Valley Medical Center is based solely on the reports of the other auditors. Our audit was performed for the purpose of forming an opinion on the financial statements that collectively comprise Catawba County, North Carolina's basic financial statements. The accompanying Schedule of Expenditures of Federal and State Awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the State Single Audit Implementation Act 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain other procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 Expenditure of Federal and State Awards 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 18, 2011

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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, 2011. Catawba County's major State programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to 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, 2011.

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 first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

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, North Carolina, as of and for the year ended June 30, 2011, which collectively comprise Catawba County, North Carolina's basic financial statements, and have issued our report thereon dated November 18, 2011 which contained an unqualified opinion on those financial statements. We did not audit the financial statements of the Catawba County, North Carolina ABC Board and Catawba Valley Medical Center. Those financial statements were audited by other auditors whose reports thereon have been furnished to us and, our opinion; insofar as it relates to the amounts included for the Catawba County, North Carolina ABC Board and Catawba Valley Medical Center is based solely on the reports of the other auditors. Our audit was performed for the purpose of forming an opinion on the financial statements that collectively comprise Catawba County, North Carolina's basic financial statements. The accompanying Schedule of Expenditures of Federal and State Awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the State Single Audit Implementation Act 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain other procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 Expenditure of Federal and State Awards 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 18, 2011

CATAWBA COUNTY, NORTH CAROLINA

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2011**

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? No

CATAWBA COUNTY, NORTH CAROLINA

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2011**

1. Summary of Auditors' Results (Continued)

Identification of major federal programs:

<u>Program Name</u>	<u>CFDA #</u>
Medicaid Cluster	93.778
Child Care Development Fund Cluster	93.575, 93.596, 93.713
WIC	10.557
Foster Care	93.658
TANF	93.558, 93.714

Dollar threshold used to distinguish between
Type A and Type B Programs

\$3,000,000

Auditee qualified as low-risk auditee?

No

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

Any audit findings disclosed that are required to be
reported in accordance with the State Single Audit
Implementation Act?

No

Identification of major State programs:

Program Name

Medicaid Cluster
Subsidized Child Care Cluster
Foster Care & Adoption Assistance Cluster
Clean Water Management Trust Fund

CATAWBA COUNTY, NORTH CAROLINA

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2011**

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

None reported.

3. Federal Award Findings and Questioned Costs

None reported.

4. State Award Findings and Questioned Costs

None reported

CATAWBA COUNTY, NORTH CAROLINA
SUMMARY SCHEDULE OF PRIOR YEAR'S AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2011

2010-01 - Corrected

CATAWBA COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2011

Grantor/Pass-through <u>Grantor/Program Title</u>	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>SNAP Cluster</u>				
Administration: Food stamps	10.561	XXXX	\$ 888,036	\$ -
Employment and Training	10.561	XXXX	2,365	-
Total SNAP Cluster			<u>890,401</u>	<u>-</u>
Division of Public Health				
Women, Infants and Children Program				
Special Supplemental Nutrition Program	10.557	XXXX	769,885	-
Direct Benefit Payments	10.557	XXXX	3,142,669	-
Total Women, Infants and Children Program			<u>3,912,554</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	273,097	-
Division of Child Development				
Child Care and Development Fund - Discretionary	93.575	XXXX	1,805,066	-
Child Care and Development Fund - Mandatory	93.596	XXXX	868,825	-
Child Care and Development Fund - Match	93.596	18111810V8	1,212,174	659,625
ARRA - Child Care and Development Block Grant	93.713	1R041R10UU	45,300	-
Total Child Care Development Fund Cluster			<u>4,204,462</u>	<u>659,625</u>
Social Services Block Grant				
Temporary Assistance for Needy Families - TANF	93.667	XXXX	27,538	-
ARRA - Emergency Contingency Fund for TANF State Programs	93.558	XXXX	591,558	-
	93.714	XXXX	322,205	-
TANF - Maintenance of Effort				
Smart Start		17111740T6	-	632,916
State Appropriations		1711174040	-	103,342
		1811181200	-	353,996
Total Subsidized Child Care Cluster			<u>5,145,763</u>	<u>1,749,879</u>
<u>Foster Care and Adoption Cluster</u>				
Title IV-E Administration	93.658	XXXX	936,763	-
ARRA - Foster Care	93.658	XXXX	17,466	-
Title IV-E Foster Care	93.658	XXXX	827,528	-
Title IV-E Child Protective Services	93.658	XXXX	1,185,331	-
<u>Adoption Assistance</u>				
Title IV-E Vendor Payments	93.659	XXXX	62,158	-
ARRA - Adoptions	93.659	XXXX	47,144	-
Direct benefit payments	93.659	XXXX	-	1,119,982
Total Foster Care and Adoption Cluster			<u>3,076,388</u>	<u>1,119,982</u>
<u>Administration</u>				
Independent Living	93.674	XXXX	48,487	-
Other Social Services Block Grant	93.667	XXXX	428,222	-
Work First Block Grant	93.558	XXXX	2,171,272	-
Aid to Families with Dependent Children (AFDC)	93.560	XXXX	1,481	-
TANF Domestic Violence	93.558	XXXX	37,020	-
TANF Subsidized Employment	93.558	XXXX	83,436	-
TANF Foster Care	93.558	XXXX	13,149	-

CATAWBA COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2011

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State Grantor's Number	Federal (Direct & Pass-through) Expenditures	State Expenditures
TANF Direct Benefits Payments	93.558	XXXX	561,026	(67)
Title IV-D	93.563	XXXX	915,452	-
Title IV-D incentives	93.563	XXXX	368,910	-
Permanency planning	93.645	XXXX	-	33,632
Social Services Block Grant	93.667	XXXX	227,104	-
Family preservation	93.556	XXXX	(1,948)	-
ARRA - Project MOVES	93.710	XXXX	133,315	-
Low Income Home Energy Assistance Administration	93.568	XXXX	102,292	-
Crisis Intervention Payments	93.568	XXXX	896,546	-
Energy Assistance Direct benefit payments	93.568	XXXX	1,363,622	-
Total Administration			7,349,385	33,565
<u>Division of Aging</u>				
Social Services Block Grant In-home aid	93.667	XXXX	15,099	40,132
Links - Independent Living Trust Fund	93.674	XXXX	49,137	-
Total Division of Aging			64,236	40,132
<u>Division of Public Health</u>				
Family Planning Services	93.218	XXXX	88,454	-
Immunization/Aid to County Funding	93.268	XXXX	37,780	-
Emergency Preparedness	93.069		11,400	-
Center for Disease Control and Prevention Investigations and Technical Assistance	93.283	XXXX	163,687	-
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	283,192	62,401
Medical Assistance Program	93.778		121,750	46,972
AGRI - SFP Food Program Meal	10.559	XXXX	142	-
Total Division of Public Health			736,477	109,373
<u>U.S. Department of Commerce</u>				
Passed through N.C. Department of Commerce				
Division of Community Assistance				
Individual Development Account (IDA) 1st Time Homebuyer	14.228		19,555	-
Scattered Site Housing	14.228	09-C-1967	204,870	-
CDBG - Infrastructure Water Hookup		09-C-2018	194,865	-
Total Division of Community Assistance			419,290	-
<u>U.S. Department of Justice</u>				
<u>Office of Justice Programs</u>				
Direct Program				
Local Law Enforcement Block Grant	16.592	XXXX	35,330	-
State Criminal Alien Assistance Program		2008-AP-BX-0919	23,103	-
Total Office of Justice Programs			58,433	-
<u>Office Of Homeland Security</u>				
<u>Federal Emergency Management Agency</u>				
Passed through N.C. Department of Crime Control and Public Safety				
Emergency Management Planning Grant	97.042	EMPG 2009-37035	44,557	-
Homeland Security Exercise Grant	97.067	MOA 2008-GE-T8- 0033-1100	20,783	-
Homeland Security Resource Database	97.067	MOA 2009-SS-T9- 0046-1006	39,000	-
Passed through Officer of the Governor				
Citizen Corp Grant	97.053	MOA 2007-GE-T7- 0048-1212/1213	-	7,414
Total Office of Homeland Security			104,340	7,414

CATAWBA COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2011

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State Grantor's Number	Federal (Direct & Pass-through) Expenditures	State Expenditures
<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	29,313	-
Chore Level III	93.044	XXXX	261,837	-
Home Delivered Meals Coordination	93.044	XXXX	177,515	-
Home Delivered Meals	93.044	XXXX	27,224	-
Supplemental Meals	93.044	XXXX	11,823	-
Adult Day Health	93.044		33,696	-
Adult Day Care	93.044	XXXX	74,633	-
Nutrition - Title III	93.045	XXXX	120,647	-
Nutrition - USDA	93.045	XXXX	19,260	-
ARRA - Nutrition	93.705, 93.707	XXXX	10,776	-
Total Aging cluster			766,724	-
<u>Office of Economic Opportunity</u>				
Community Services Block Grant	93.569	XXXX	229,500	-
Total Office of Economic Opportunity			229,500	-
<u>U.S. Department of Defense</u>				
SNAP Federal Defense Bill	10.561	XXXX	181,459	-
Total U.S. Department of Defense			181,459	-
<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	1,462,222	-
Medical Assistance Expansion	93.778	XXXX	24,940	-
Medical Transportation	93.778	XXXX	1,104,608	-
Direct benefit payments				
Title XIX - Medicaid	93.778	XXXX	108,083,494	44,414,041
Community Alternatives Program				
Medical Equipment and Supplies	93.778	XXXX	72,519	-
High Risk Intervention	93.778	XXXX	744,234	-
Case Management Medicaid Waiver	93.778	XXXX	351,011	-
Case Management At Risk	93.778	XXXX	228,452	-
Adult Care Home Case/State Adult Specialist Fund	93.778	XXXX	125,632	-
North Carolina Health Choice	93.767	XXXX	100,100	-
Home Delivered Meals	93.044	XXXX	10,343	-
Total Centers for Medicare and Medicaid Service			112,307,555	44,414,041
<u>U.S. Election Assistance Commission</u>				
Passed through N.C. State Board of Elections				
Help American Vote (HAVA) Grant	90.401	XXXX	20,000	-
<u>Environmental Protection Agency Office of Water</u>				
Passed through N.C. Department of Environmental and Natural Resources				
ARRA - Water Supply Loan Grant	66.468	H-ARRA-09-1171	2,850,000	-
Total Federal Awards and State Matches			138,112,505	47,474,386

CATAWBA COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2011

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State Grantor's Number	Federal (Direct & Pass-through) Expenditures	State Expenditures
State Awards:				
<u>N.C. Department of Health and Human Services</u>				
Division of Social Services				
Adult Services (State Contract)		XXXX	-	46,860
Adult Day Care		XXXX	-	145,932
Children's Foster Home		XXXX	-	171,941
Child Protective Services		XXXX	-	173,528
Special Children Adoption Fund		XXXX	-	36,000
Share the Warmth		XXXX	-	5,783
Restoring Families		00515-05	-	69,328
Family Finders Pilot		XXXX	-	35,130
Direct benefit payments				
Aid to the aged and disabled		XXXX	-	1,233,261
Division of Public Health				
General				
		1410411000	-	
		2117153004	-	131,841
		14614536RQ	-	
Acquired Immune Deficiency Syndrome (AIDS)		14614536RR	-	12,500
Breast and Cervical Cancer Control		1552559900	-	16,320
Communicable Disease		1451451000	-	8,197
Health Aid to Counties		1410411000	-	22,293
Health Partners Grant		XXXX	-	19,942
High Risk Maternity Clinic		1505574600	-	74,386
		1505574000	-	
Maternal Health		1505574600	-	1,483
Minority Health		1410418100	-	19,000
NC Health and Wellness Trust		XXXX	-	89,443
Risk Reduction/Health Promotion		1551550300	-	8,290
Tuberculosis		1451455100	-	24,926
Women's Preventative Health		15116010FR	-	14,734
NC Partnership for Children				
Smart Start - public health		1711174040	-	228,180
Smart Start - early childhood development		1711174040	-	45,371
Smart Start - early childhood support team		1711174040	-	409,197
Smart Start - day care		1711174040	-	180,785
Passed through Carolinas Medical Center				
Disaster Preparedness Grant (Federal ASPR)		XXXX	-	5,977
Total N.C. Department of Health and Human Services			-	3,230,627
<u>N.C. Department Juvenile Justice and Delinquency Prevention</u>				
Peace Pipeline Conflict Resolution		XXXX	-	20,462
Project Challenge		XXXX	-	45,512
JCPC Gang Assessment		XXXX	-	17,982
Corner Houses I & II		XXXX	-	164,979
Family Net		XXXX	-	61,858
Planning		XXXX	-	14,250
Catawba Parenting Network		XXXX	-	25,305
Total N.C. Department Juvenile Justice and Delinquency Prevention			-	350,348
<u>N.C. Department of Environment and Natural Resources</u>				
Division of Water Quality				
Clean Water Management Trust Fund		CWMTF 2008-006	-	2,060,272
Department of Soil and Water Conservation				
N.C. Agriculture Cost Share Program		XXXX	-	26,875
Soil and Water Conservation		XXXX	-	4,160
Total N.C. Department of Environment and Natural Resources			-	2,091,307

CATAWBA COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2011

Grantor/Pass-through <u>Grantor/Program Title</u>	Federal CFDA Number	State Grantor's Number	Federal (Direct & Pass-through) Expenditures	State Expenditures
<u>N.C. Department of Cultural Resources</u>				
Library Department				
Library State Aid Grant		XXXX	-	152,147
Library Services & Technology Act (LSTA) Grant		XXXX	-	21,400
Library Summer Reading Grant		XXXX	-	2,620
Total N.C. Department of Cultural Resources			-	176,167
<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 - Lottery Funds		LEA 180,181,182	-	1,865,760
Total N.C. Department of Public Instruction			-	1,865,760
<u>N.C. Department of Corrections</u>				
Criminal Justice Partnership Program		XXXX	-	122,789
<u>N.C. Department of Transportation</u>				
Elderly Handicapped Transportation (ROAP)		DOT-16CL	-	126,271
Work First Transitional Transportation (ROAP)		DOT-16CL	-	37,363
Rural General Public Funds (ROAP)		DOT-16CL	-	119,968
Bus Parking Lot Grand Funds		520088 5962-6419	-	134,032
Safe Roads Act			-	11,729
Total N.C. Department of Transportation			-	429,363
<u>N.C. Department of Crime Control and Public Safety</u>				
Division of Emergency Management				
Governor's Crime Commission		018-1-08-2VC-AW-479	-	127,514
Governor's Crime Commission		018-1-10-006-BH-202	-	114,281
Total N.C. Department of Crime Control and Public Safety			-	241,795
<u>North Carolina Housing Finance Agency</u>				
Urgent Repair Housing Projects		URP0905	-	37,500
Total North Carolina Housing Finance Agency			-	37,500
Total State Awards			-	8,547,656
Total Federal and State Awards			\$ 138,112,505	\$ 56,022,042

CATAWBA COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2011

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, 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	\$ 1,805,066	\$ -
JJDP Project Challenge		XXXX	-	45,512
Peace Pipeline Conflict Resolution		XXXX	-	20,462
JCPC Gang Assessment		XXXX		17,982
NC Health and Wellness Trust		XXXX	-	89,443
Elderly Handicapped Transportation		DOT -16CL	-	126,271
Rural General Public Funds		DOT -16CL	-	119,968
Public School Building Capital Fund - Lottery		LEA 180,181,182	-	1,865,760