

**CATAWBA COUNTY
NORTH CAROLINA**

**COMPLIANCE LETTERS
FOR THE YEAR ENDED JUNE 30, 2015**

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

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

CATAWBA COUNTY, NORTH CAROLINA

COMPLIANCE LETTERS FOR THE YEAR ENDED JUNE 30, 2015

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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*

Independent Auditor's Report

To the Board of County Commissioners
Catawba County
Newton, North Carolina

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, 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, 2015, not presented here and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated November 19, 2015. Our report includes a reference to other auditors who audited the financial statements of the Catawba Valley Medical Center, as described in our report on Catawba County's financial statements. The financial statements of the Catawba Valley Medical Center and Catawba County ABC Board were not audited in accordance with *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Catawba 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 Catawba County's internal control. Accordingly, we do not express an opinion on the effectiveness of Catawba 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* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of the internal control over financial reporting was for limited purposes 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 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 19, 2015.

Purpose of this Report

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

Martin Starnes & Associates, CPAs, P.A.

Martin Starnes & Associates, CPAs, P.A.
Hickory, NC
November 19, 2015

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Report On Compliance For Each Major Federal Program; Report On Internal Control Over Compliance; And Report On The Schedule Of Expenditures Of Federal And State Awards Required By OMB Circular A-133 And The State Single Audit Implementation Act

Independent Auditor's Report

To the Board of Commissioners
Catawba County
Newton, North Carolina

Report On Compliance for Each Major Federal Program

We have audited Catawba County, North Carolina's compliance 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 could have a direct and material effect on each of Catawba County's major federal programs for the year ended June 30, 2015. 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.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Catawba 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; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; 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 on compliance for each major Federal program. However, our audit does not provide a legal determination of Catawba County's compliance.

Opinion On Each Major Federal Program

In our opinion, Catawba 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.

Report On Internal Control Over Compliance

Management of Catawba 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 Catawba County's internal control over compliance with the types of requirements that could have a direct and material effect on a major federal program in order 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 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 a 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. *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.

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.

Report On Schedule of Expenditures of Federal and State Awards Required by OMB Circular A-133 and the State Single Audit Implementation Act

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, 2015, and the related notes to the financial statements, which collectively comprise Catawba County's basic financial statements. We issued our report thereon dated November 19, 2015, which contained unmodified opinions on those financial statements. We did not audit the financial statements of the 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 Valley Medical Center, is based solely on the reports of the other auditors. Our audit was conducted for the purpose of forming opinions on 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 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 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 and State Awards is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Martin Starnes & Associates, CPAs, P.A.

Martin Starnes & Associates, CPAs, P.A.
Hickory, NC
November 19, 2015

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Report On Compliance For Each Major State Program; Report On Internal Control Over Compliance; And Report On The Schedule Of Expenditures Of Federal And State Awards Required By OMB Circular A-133 And The State Single Audit Implementation Act

Independent Auditor's Report

To the Board of Commissioners
Catawba County
Newton, North Carolina

Report On Compliance for Each Major State Program

We have audited Catawba County, North Carolina's compliance with the types of compliance requirements described in the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that could have a direct and material effect on each of Catawba County's major State programs for the year ended June 30, 2015. 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.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Catawba County's major State 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 applicable sections of 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 on compliance for each major State program. However, our audit does not provide a legal determination of Catawba County's compliance.

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Opinion On Each Major State Program

In our opinion, Catawba 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 State programs for the year ended June 30, 2015.

Report On Internal Control Over Compliance

Management of Catawba 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 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 that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major State 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 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. *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 State 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.

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 applicable sections of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Report On Schedule of Expenditures of Federal and State Awards Required by OMB Circular A-133 and the State Single Audit Implementation Act

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, 2015, and the related notes to the financial statements, which collectively comprise Catawba County's basic financial statements. We issued our report thereon dated November 19, 2015, which contained unmodified opinions on those financial statements. We did not audit the financial statements of the 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 Valley

Medical Center, is based solely on the reports of the other auditors. Our audit was conducted for the purpose of forming opinions on 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 the OMB Circular A-133, 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 Expenditures of Federal and State Awards is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Martin Starnes & Associates, CPAs, P.A.

Martin Starnes & Associates, CPAs, P.A.
Hickory, NC
November 19, 2015

CATAWBA COUNTY, NORTH CAROLINA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE YEAR ENDED JUNE 30, 2015

1. Summary of Auditor's Results

Financial Statements

Type of auditor's report issued	Unmodified
Internal control over financial reporting:	
• Material weakness identified?	No
• Significant deficiency identified not considered to be a material weakness?	None reported
Non-compliance material to financial statements noted?	No

Federal Awards

Internal control over major Federal programs:	
• Material weakness identified?	No
• Significant deficiency identified not considered to be material weaknesses?	None reported
Type of auditor's report issued on compliance for major Federal programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of OMB Circular A-133?	No

Identification of major Federal programs:

<u>Program Name</u>	<u>CFDA #</u>
Medicaid Cluster	93.778, 93.777, 93.775
Childcare Development Fund Cluster	93.575, 93.596
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557
Temporary Assistance for Needy Families (TANF) Cluster	93.558, 93.714

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

CATAWBA COUNTY, NORTH CAROLINA

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2015**

1. Summary of Auditor's Results (continued)

State Awards

Internal control over major State programs:

- Material weakness identified? No
- Significant deficiency identified not considered to be material weaknesses? None reported

Type of auditor's report issued on compliance for major State programs Unmodified

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
Public School Building Capital Fund- Lottery Funds
Smart Start
State-County Special Assistance Domiciliary Payments
SFHF Maximization

CATAWBA COUNTY, NORTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2015

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

None reported.

3. State Award Findings and Questioned Costs

None reported.

4. Federal 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, 2015**

2014-001: Corrected.

2014-002: Corrected.

CATAWBA COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2015

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				
<u>Division of Public Health</u>				
Women, Infants and Children Program				
Special Supplemental Nutrition Program	10.557	XXXX	\$ 822,235	\$ -
Direct Benefit Payments	10.557	XXXX	3,643,875	-
Child Nutrition Cluster				
AGRI - Sustainable Food Program (SFP) Meal	10.559	XXXX	3,664	-
Total Division of Public Health			<u>4,469,774</u>	<u>-</u>
<u>Division of Social Services</u>				
SNAP Cluster				
Administration: Food stamps	10.561	XXXX	1,056,771	-
Total Division of Social Services			<u>1,056,771</u>	<u>-</u>
<u>U.S. Department of Health and Human Services</u>				
Administration of Children and Families				
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	186,364	-
Division of Child Development				
Child Care and Development Fund - Discretionary	93.575	XXXX	2,472,983	-
Child Care and Development Fund - Mandatory	93.596	XXXX	768,126	-
Child Care and Development Fund - Match	93.596	XXXX	1,370,282	592,028
Total Child Care Development Fund Cluster			<u>4,797,755</u>	<u>592,028</u>
Temporary Assistance for Needy Families - TANF Cluster				
Title IV-E Foster Care	93.558	XXXX	617,273	-
Title IV-E Foster Care	93.658	XXXX	44,570	23,083
State Appropriations		XXXX	-	308,047
TANF - Maintenance of Effort		XXXX	-	233,171
Total Subsidized Child Care Cluster			<u>5,459,598</u>	<u>1,156,329</u>
<u>Foster Care and Adoption Cluster</u>				
Foster Care - Administration	93.658	XXXX	106,720	53,254
Title IV-E Administration	93.658	XXXX	740,466	190,190
Title IV-E Foster Care	93.658	XXXX	1,433,013	105,997
Title IV-E Child Protective Services	93.658	XXXX	379,989	-
<u>Adoption Assistance</u>				
Title IV-E Vendor Payments - Direct Benefit Payments	93.659	XXXX	52,403	-
Direct benefit payments	93.659	XXXX	-	1,009,531
Total Foster Care and Adoption Cluster			<u>2,712,591</u>	<u>1,358,972</u>
<u>Administration</u>				
Independent Living - Direct Benefit Payments	93.674	XXXX	32,289	-
Other Social Services Block Grant	93.667	XXXX	457,402	-
Work First Block Grant - TANF Cluster	93.558	XXXX	2,148,360	-
Aid to Families with Dependent Children (AFDC)	93.560	XXXX	84	-
TANF Foster Care - TANF Cluster	93.558	XXXX	17,691	-
TANF Direct Benefits Payments - TANF Cluster	93.558	XXXX	425,232	(64)
Child Support Enforcement Title IV-D	93.563	XXXX	971,596	-
Child Support Enforcement Title IV-D incentives	93.563	XXXX	383,295	-
Permanency planning	93.645	XXXX	29,104	-
Social Services Block Grant	93.667	XXXX	106,720	-
Low Income Home Energy Assistance				
Administration	93.568	XXXX	105,738	-
Crisis Intervention Payments	93.568	XXXX	529,071	-
Allocation	93.568	XXXX	379,100	-
Total Administration			<u>5,585,682</u>	<u>(64)</u>

CATAWBA COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2015

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State Grantor's Number	Federal (Direct & Pass-through) Expenditures	State Expenditures
<u>Division of Aging</u>				
Social Services Block Grant In-home aid	93.667	XXXX	59,677	
Social Services Block Grant Federal Guardianship	93.667	XXXX	-	79,106
Links - Independent Living Trust Fund	93.674	XXXX	4,775	-
Total Division of Aging			64,452	79,106
<u>Division of Social Services</u>				
Temporary Assistance for Needy Families - TANF Cluster	93.558	XXXX	12,189	-
Total Division of Social Services			12,189	-
Centers for Medicare and Medicaid Services				
Passed through N.C. Department of Health and Human Services				
Medicaid Cluster:				
<u>Division of Medical Assistance</u>				
Administration				
Medical Assistance Program	93.778	XXXX	271,486	387,909
Medical Assistance Administration	93.778	XXXX	2,852,651	-
Medical Transportation	93.778	XXXX	1,226,967	-
Medical Special Assistance	93.778	XXXX	18,368	-
Direct benefit payments				
Title XIX - Medicaid	93.778	XXXX	126,112,973	67,514,023
Community Alternatives Program				
Medical Equipment and Supplies	93.778	XXXX	19,684	-
Medical Equipment (DMA)	93.778	XXXX	63,062	-
High Risk Intervention	93.778	XXXX	114,297	-
Case Management Medicaid Waiver	93.778	XXXX	375,461	-
Case Management At Risk	93.778	XXXX	590,308	-
Adult Care Home Case/State Adult Specialist Fund	93.778	XXXX	42,773	-
Total Medicaid Cluster			131,688,030	67,901,932
Administration				
State Children's Health Insurance Program				
North Carolina Health Choice	93.767	XXXX	68,190	-
Direct benefit payments				
State Children's Health Insurance Program				
North Carolina Health Choice	93.767	XXXX	2,286,786	725,111
Community Alternatives Program				
Home Delivered Meals - Aging Cluster	93.044	XXXX	15,454	-
Total Centers for Medicare and Medicaid Services			134,058,460	68,627,043
Centers for Disease Control and Prevention				
Passed through N.C. Department of Health and Human Services				
<u>Division of Public Health</u>				
Tuberculosis Control Programs	93.116	XXXX	28	-
Immunization Grants	93.268	XXXX	24,811	-
Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer Early Detection Program	93.919	XXXX	41,792	-
Public Health Emergency Preparedness - Aligned Cooperative Agree	93.074	XXXX	50,965	-
Preventive Health Services - Sexually Transmitted Diseases Control Grant	93.977	XXXX	50	-
Preventive Health Services Block Grant	93.758	XXXX	13,757	-
Statewide Health Promotion Program	93.991	XXXX	6,789	-
Total Division of Public Health			138,192	-
Health Resources and Service Administration				
Passed through N.C. Department of Health and Human Services				
<u>Division of Public Health</u>				
Maternal and Child Health Services Block Grant	93.994	XXXX	76,171	57,135
Total Division of Public Health			76,171	57,135

CATAWBA COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2015

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State Grantor's Number	Federal (Direct & Pass-through) Expenditures	State Expenditures
Office of Population Affairs Passed through N.C. Department of Health and Human Services <u>Office of Population Affairs</u> Family Planning Services	93.217	XXXX	84,369	-
Total Office of Population Affairs			<u>84,369</u>	<u>-</u>
<u>U.S. Department of Housing and Urban Development</u>				
Passed through N.C. Department of Commerce <u>Division of Community Assistance</u> Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii				
CDBG - NC Scattered Site Housing	14.228	12-C-2412	80,742	-
CDBG - Old Shelby Road	14.228	12-C-2512	469,231	-
Total Division of Community Assistance			<u>549,973</u>	<u>-</u>
<u>U.S. Department of Justice</u>				
<u>Office of Justice Programs</u>				
Direct Program				
Edward Byrne Memorial Justice Assistance Grant (JAG)	16.738	2015-DJ-BX-0954	33,123	-
State Criminal Alien Assistance Program	16.606	2008-AP-BX-0919	9,842	-
Total Office of Justice Programs			<u>42,965</u>	<u>-</u>
<u>Office Of Homeland Security</u>				
<u>Federal Emergency Management Agency</u>				
Passed through N.C. Department of Public Safety Division of Crime Control and Public Safety				
Emergency Management Performance Grant	97.042	EMPG 2009-37035	52,595	-
North Carolina Pre-Disaster Mitigation Planning Grant	97.047	XXXX	7,500	-
Total Office of Homeland Security			<u>60,095</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	3,035	-
Chore Level III	93.044	XXXX	281,012	-
Home Delivered Meals Coordination	93.044	XXXX	211,912	-
Home Delivered Meals	93.044	XXXX	42,918	-
Supplemental Meals	93.044	XXXX	16,398	-
Adult Day Health	93.044	XXXX	22,127	-
Adult Day Care	93.044	XXXX	65,084	-
Nutrition - Title III	93.045	XXXX	138,809	-
Nutrition - USDA	93.045	XXXX	22,441	-
Total Aging cluster			<u>803,736</u>	<u>-</u>
Info & Counseling - Social Services Block Grant	93.667	XXXX	18,941	-
Total Division of Social Services			<u>822,677</u>	<u>-</u>
<u>N.C. Department of Transportation</u>				
Transit Services Program Cluster Enhanced Mobility of Seniors & Individuals with Disabilities	20.513	XXXX	147,300	-
Total N.C. Department of Transportation			<u>147,300</u>	<u>-</u>
<u>Office of Economic Opportunity</u>				
Community Services Block Grant	93.569	XXXX	237,455	-
Total Office of Economic Opportunity			<u>237,455</u>	<u>-</u>
Total Federal Awards and State Matches			<u>155,578,714</u>	<u>71,278,521</u>

CATAWBA COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2015

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 Public Health				
Other Receipts/State Supported Expenditures				
Food and Lodging Fees		XXXX	-	48,132
General Aid to Counties		XXXX	-	102,710
Child Health		XXXX	-	4,126
Public Health Nursing		XXXX	-	400
Breast and Cervical Cancer Program		XXXX	-	16,830
General Communicable Disease Control		XXXX	-	8,197
HMHC - Family Planning		XXXX	-	875
Risk Reduction/Health Promotion		XXXX	-	6,285
Maternal Health (HMHC)		XXXX	-	3,473
High Risk Maternity Clinic		XXXX	-	82,629
HIV/STD State		XXXX	-	10,000
HIV/STD SSBG Aid		XXXX	-	2,500
Women's Health Service Fund		XXXX	-	15,365
Tuberculosis		XXXX	-	24,139
Tuberculosis Medical Services		XXXX	-	787
School Nursing Funding Initiative		XXXX	-	200,000
Sexually Transmitted Diseases		XXXX	-	10,431
Division of Social Services				
Adult Services (State Contract)		XXXX	-	97,512
Adult Day Care		XXXX	-	145,534
SFHF Maximization		XXXX	-	417,272
State Foster Home		XXXX	-	141,047
Child Protective Services		XXXX	-	265,237
Children's Trust Grant		XXXX	-	96,175
Special Children Adoption Fund		XXXX	-	192,000
Share the Warmth		XXXX	-	8,226
State In-Home Funds		XXXX	-	70,171
Child Protective Services Caseload Reduction		XXXX	-	117,943
Child Welfare In-Home Expansion		XXXX	-	96,587
Post Adoption Grant		32169-16	-	176,233
Restoring Families		XXXX	-	37,207
Direct benefit payments				
State-County Special Assistance Domiciliary Payments		XXXX	-	1,014,213
NC Partnership for Children				
Smart Start - public health		1711174040	-	147,035
Smart Start - early childhood development		1711174040	-	31,799
Smart Start - early childhood support team		1711174040	-	342,986
Smart Start - day care		1711174040	-	183,234
Total N.C. Department of Health and Human Services			-	4,117,290
Office of Emergency Medical Services				
Passed through Carolinas Medical Center				
Disaster Preparedness Grant		XXXX	-	3,724
Total Office of Emergency Medical Services			-	3,724
<u>N.C. Department of Public Safety</u>				
Division of Juvenile Justice				
Peace Pipeline Conflict Resolution		XXXX	-	53,599
Project Challenge		XXXX	-	64,434
Family Net		XXXX	-	152,591
Planning		XXXX	-	13,719
Catawba Parenting Network		XXXX	-	44,603
Total Division of Juvenile Justice			-	328,946
Total N.C. Department of Public Safety			-	328,946

CATAWBA COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2015

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State Grantor's Number	Federal (Direct & Pass-through) Expenditures	State Expenditures
<u>N.C. Department of Environment and Natural Resources</u>				
Division of Water Resources				
Water Resources Development Project Grant		XXXX	-	15,244
Department of Soil and Water Conservation				
N.C. Agriculture Cost Share Program		XXXX	-	26,345
Soil and Water Conservation		XXXX	-	3,600
Total N.C. Department of Environment and Natural Resources			-	45,189
<u>N.C. Department of Cultural Resources</u>				
Library Department				
Library State Aid Grant		XXXX	-	143,453
Library Services & Technology Act (LSTA) Planning Grant		XXXX	-	26,095
Library Services & Technology Act (LSTA) Access Digitization Grant		XXXX	-	100,000
Library Services & Technology Act (LSTA) Literacy Lifelong Learn Grant		XXXX	-	10,194
Library Summer Reading Grant		XXXX	-	2,412
Total N.C. Department of Cultural Resources			-	282,154
<u>N.C. Department of Public Instruction</u>				
Public School Building Capital Fund - Lottery Funds		LEA 180,181,182	-	2,582,693
Total N.C. Department of Public Instruction			-	2,582,693
<u>N.C. Department of Transportation</u>				
Enhanced Mobility of Seniors & Individuals with Disabilities		XXXX	-	109,397
Safe Roads Act		XXXX	-	9,720
Total N.C. Department of Transportation			-	119,117
<u>N.C. Housing Trust Fund</u>				
Passes through NC Housing Finance Agency				
Urgent Repair		URP1403	-	37,500
Urgent Repair		URP1305	-	37,500
Total N.C. Housing Trust Fund			-	75,000
Total State Awards			-	7,554,113
Total Federal and State Awards			\$ 155,578,714	\$ 78,832,634

CATAWBA COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2015

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 (SEFSA) includes the federal and State grant activity of Catawba County under the programs of the federal government and the State of North Carolina for the year ended June 30, 2015. The information in this SEFSA is presented in accordance with the requirements of Office of Management and Budget (OMB) Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and the State Single Audit Implementation Act. Because the SEFSA presents only a selected portion of the operations of Catawba County, it is not intended to and does not present the financial position, changes in net position or cash flows of Catawba County.

2. Summary of Significant Accounting Policies

Expenditures reported in the SEFSA are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments* or cost principles contained in the Title 2 US Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, wherein certain types of expenditures are not allowable or are limited as to reimbursements. Pass-through entity identifying numbers are presented where available.

3. Subrecipients

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

Program Name	Federal CFDA Number	State Number	Federal	State
Child Care and Development Block Grant	93.575	XXXX	2,472,983	-
JJDP Project Challenge		XXXX	-	64,434
Peace Pipeline Conflict Resolution		XXXX	-	53,599
Public School Building Capital Fund - Lottery		LEA 180,181,182	-	2,582,693

4. Cluster of Programs

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 and Foster Care and Adoption.