

**CATAWBA COUNTY
NORTH CAROLINA**

COMPLIANCE LETTERS

FOR THE YEAR ENDED JUNE 30, 2020

CATAWBA COUNTY, NORTH CAROLINA

COMPLIANCE LETTERS FOR THE YEAR ENDED JUNE 30, 2020

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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

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, 2020, 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 January 11, 2021. Our report includes a reference to other auditors who audited the financial statements of the Catawba Valley Medical Center and Catawba County ABC Board, 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*, and accordingly, this report does not include reporting on internal control over financial reporting or instances of reportable non-compliance associated with the Catawba Valley Medical Center or Catawba County ABC Board.

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) as a basis for designing 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 our opinions 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 internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Catawba County's financial statements are free from 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 financial statements. 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*.

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 on 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, North Carolina
January 11, 2021

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

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Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; Report on the Schedule of Expenditures of Federal and State Awards Required by the Uniform Guidance 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 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, 2020. Catawba County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings, Responses, and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards 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; and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and the State Single Audit Implementation Act. Those standards, the Uniform Guidance, 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, 2020.

Other Matters

The results of our auditing procedures disclosed an instance of non-compliance, which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying Schedule of Findings, Responses, and Questioned Costs as Finding 2020-001. Our opinion on each major federal program is not modified with respect to this matter.

Catawba County's response to the non-compliance finding identified in our audit is described in the accompanying Corrective Action Plan. Catawba County's response was not subjected to the auditing procedures applied in the audit of compliance and we express no opinion on the response.

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 each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, 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 and, therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we did identify a certain deficiency in internal control over compliance, described in the accompanying Schedule of Findings, Responses, and Questioned Costs as Finding 2020-001, that we consider to be a significant deficiency.

Catawba County's response to the internal control over compliance finding identified in our audit is described in the accompanying Corrective Action Plan. Catawba County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal and State Awards Required by the Uniform Guidance 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, 2020, and the related notes to the financial statements, which collectively comprise Catawba County's basic financial statements. We issued our report thereon dated January 11, 2021, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise 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 Uniform Guidance, 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, North Carolina
January 11, 2021

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Report on Compliance for Each Major State Program; Report on Internal Control Over Compliance; Report on the Schedule of Expenditures of Federal and State Awards Required by the Uniform Guidance 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, 2020. Catawba County's major state programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings, Responses, and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with the requirements of state statutes, regulations, and the terms and conditions of its state awards 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; applicable sections of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), as described in the *Audit Manual for Governmental Auditors in North Carolina*, and the State Single Audit Implementation Act. Those standards, the Uniform Guidance, 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.

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, 2020.

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 each major state program to determine the 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 the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, 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 a 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 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 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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal and State Awards Required by the Uniform Guidance 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, 2020, and the related notes to the financial statements, which collectively comprise Catawba County's basic financial statements. We issued our report thereon dated January 11, 2021, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise 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 Uniform Guidance, 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, North Carolina
January 11, 2021

CATAWBA COUNTY, NORTH CAROLINA

SCHEDULE OF FINDINGS, RESPONSES, AND QUESTIONED COSTS FOR THE YEAR ENDED JUNE 30, 2020

1. Summary of Auditor's Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance to GAAP:

Unmodified

Internal control over financial reporting:

- Material weakness (es) identified? No
- Significant deficiency (s) identified? None reported

Non-compliance material to financial statements noted? No

Federal Awards

Internal control over major federal programs:

- Material weakness (es) identified? No
- Significant deficiency (s) identified? Yes

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 2 CFR 200.516(a)?

Yes

Identification of major federal programs:

<u>Program Name</u>	<u>CFDA #</u>
Medicaid Cluster	93.778
Child Support Enforcement	93.563
COVID-19 Coronavirus Relief Fund	21.019
Child Care Development Fund/Subsidized Child Care Cluster	93.596
Community Services Block Grant	93.569

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

\$750,000

Auditee qualified as low-risk auditee?

Yes

CATAWBA COUNTY, NORTH CAROLINA

SCHEDULE OF FINDINGS, RESPONSES, AND QUESTIONED COSTS FOR THE YEAR ENDED JUNE 30, 2020

1. Summary of Auditor's Results (continued)

State Awards

Internal control over major state programs:

- Material weakness(es) identified? No
- Significant deficiency (s) identified? 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? Yes

Identification of major state programs:

Program Name

Medicaid Cluster
Public School Building Capital Fund- Lottery Funds
Smart Start

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

None reported.

CATAWBA COUNTY, NORTH CAROLINA

SCHEDULE OF FINDINGS, RESPONSES, AND QUESTIONED COSTS FOR THE YEAR ENDED JUNE 30, 2020

3. Federal Award Findings and Questioned Costs

Finding: 2020-001

U.S. Department of Health & Human Services

Passed through the N.C. Dept. of Health and Human Services

Program Name: Community Services Block Grant

CFDA # 93.569

Grant Number: 32179

NON-MATERIAL NON-COMPLIANCE

SIGNIFICANT DEFICIENCY

Criteria: In accordance with the CSBG Act at 42 USC 9910 (b) public organizations must administer CSBG through a tripartite Board of Directors consisting of at least 15 members.

Condition: While testing special tests related to the Community Services Block grant, it was noted that the County does not have a Board of Directors that consists of at least 15 members.

Context: The County maintained 11 Board members of which one-third of the members are elected public officials, at least one third of the members were chosen in accordance with democratic selection procedures adequate to assure that they are representative of the poor in the area served, and the remainder of the members are officials or members of business, industry, labor, religious, welfare, education, or other major groups and interests in the community.

Effect: Board does not contain 15 members.

Cause: Vacancies of Board members

Questioned Costs: None. Funding is not reduced due to the Board consisting of less than 15 members.

Recommendation: The department should monitor the amount of tripartite Board members on an ongoing basis.

Views of Responsible Officials and Planned Corrective Action: Management concurs with the finding. See Corrective Action Plan.

CATAWBA COUNTY, NORTH CAROLINA

**SCHEDULE OF FINDINGS, RESPONSES, AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2020**

4. State Award Findings and Questioned Costs

None reported.



**Corrective Action Plan
for the Year Ended June 30, 2020**

3. Federal Award Findings and Questioned Costs

Finding: 2020-001

Name of Contact Person: Karen Harrington, DSS Director

Corrective Action/Management's Response: CSBG Program Director and staff concur with the finding and will take immediate action to monitor the amount of tripartite board members on an ongoing basis. Actions to address this deficiency will continue as follows:

1. Board member status, recruitment, recruitment efforts and nominations will be discussed and documented at each quarterly CSBG board meeting.
2. CSBG Director and staff will conduct active recruitment efforts in accordance with recommendations made during quarterly CSBG board meetings.

Proposed Completion Date: Immediately and ongoing.

CATAWBA COUNTY, NORTH CAROLINA

**SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2020**

Finding 2019-001

Status: Corrected.

Finding 2019-002

Status: Corrected.

Finding 2019-003

Status: Corrected.

CATAWBA COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2020

Grantor/Program Title	Federal CFDA Number	State Grantor's Number	Federal (Direct & Pass-through) Expenditures	State Expenditures	Pass-through to Subrecipient
<u>U.S. Department of Agriculture</u>					
Passed through N.C. Department of Health and Human Services					
<u>Division of Public Health</u>					
Special Supplemental Nutrition Program for Women Infant and Children	10.557	13A218	\$ 790,254	\$ -	\$ -
<u>Division of Social Services</u>					
<u>Supplemental Nutrition Assistance Program (SNAP) Cluster:</u>					
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	175NC406S2514	1,051,431	-	-
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	175NC406S2514	136,872	-	-
Total SNAP Cluster			<u>1,188,303</u>	<u>-</u>	<u>-</u>
<u>U.S. Department of Treasury</u>					
Passed through N.C. Office of State Budget and Management - NC Pandemic Recovery Office					
COVID-19 Coronavirus Relief Fund - passed through to Hickory	21.019	02-18	839,173	-	839,173
COVID-19 Coronavirus Relief Fund - passed through to Newton	21.019	02-18	267,360	-	267,360
<u>U.S. Department of Health and Human Services</u>					
<u>Administration of Children and Families</u>					
Passed through N.C. Department of Health and Human Services					
<u>Child Care Development Fund/Subsidized Child Care Cluster (Note 3)</u>					
<u>Division of Social Services</u>					
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	G1701NCCCDF	245,084	-	-
Total Child Care Development Fund/Subsidized Child Care Cluster (Note 3)			<u>245,084</u>	<u>-</u>	<u>-</u>
<u>Foster Care and Adoption Cluster (Note 3)</u>					
<u>Foster Care Title IV-E</u>					
Title IV-E Administration Foster Care	93.658	1701NCFOST	3,437	-	-
Title IV-E Administration	93.658	1701NCFOST	142,180	9,075	-
COVID-19 Title IV-E Foster Care	93.658	1701NCFOST	62,040	3,960	-
Title IV-E Foster Care Training	93.658	1701NCFOST	4,422	-	-
Title IV-E Foster Care Offsite Training	93.658	1701NCFOST	1,203,200	-	-
Title IV-E Child Protective Services	93.658	1701NCFOST	214,675	122,856	-
Title IV-E Administration County Paid- Direct Benefit Payments	93.658	1701NCFOST	259,136	129,568	-
Title IV-E Family Foster Max- Direct Benefit Payments	93.658	1701NCFOST	30,075	-	-
Title IV-E Foster Care Extend Max- Direct Benefit Payments	93.658	1701NCFOST	786,588	176,311	-
Title IV-E Foster Care Extend Regular- Direct Benefit Payments	93.658	1701NCFOST	572,602	140,019	-
COVID-19 Title IV-E Foster Care Extend Regular - Direct Benefit Payments	93.658	1701NCFOST	64,000	-	-
Title IV-E Max Level III- Direct Benefit Payments	93.658	1701NCFOST	14,896	-	-
<u>Adoption Assistance</u>					
Title IV-E Adoption Training	93.659	1701NCADPT	4,053	-	-
Title IV-E Adoption Offsite Training	93.659	1701NCADPT	80,895	-	-
Title IV-E Optional Adoption Training 5	93.659	1701NCADPT	65,431	-	-
Title IV-E Adoption	93.659	1701NCADPT	349	-	-
Total Foster Care and Adoption Cluster (Note 3)			<u>3,507,979</u>	<u>581,789</u>	<u>-</u>
Social Services Block Grant - Adult Day Care	93.667	G1701NCSOSR	52,810	40,473	-
Social Services Block Grant - Adult Day Care Over 60	93.667	G1701NCSOSR	25,220	29,656	-
Social Services Block Grant - Adult Protective Services	93.667	G1701NCSOSR	91,148	-	-
Social Services Block Grant - Child Protective Services	93.667	G1701NCSOSR	220,941	-	-
Social Services Block Grant - In Home Services	93.667	G1701NCSOSR	10,234	-	-
Social Services Block Grant - In Home Services Over 60	93.667	G1701NCSOSR	35,853	-	-
Social Services Block Grant - Other Services and Training	93.667	G1701NCSOSR	551,166	-	-
John H. Chafee Foster Care Program for Successful Transition to Adulthood	93.674	1701NC1420	40,062	10,015	-
John H. Chafee Foster Care Program for Successful Transition to Adulthood - Direct Benefit Payments	93.674	1701NC1420	10,045	-	-

CATAWBA COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2020

Grantor/Program Title	Federal CFDA Number	State Grantor's Number	Federal (Direct & Pass-through) Expenditures	State Expenditures	Pass-through to Subrecipient
<u>Temporary Assistance for Needy Families</u>					
Temporary Assistance for Needy Families	93.558	1701NCTANF	290,651	-	-
COVID-19 Temporary Assistance for Needy Families	93.558	1701NCTANF	54,325	-	-
Temporary Assistance for Needy Families	93.558	1701NCTANF	1,769,886	-	-
Temporary Assistance for Needy Families State Program	93.558	13A1515118	14,732	-	-
Total TANF			2,129,594	-	-
Social Services Block Grant	93.667	G1701NCSOSR	18,061	-	-
Special Children Adoption Fund Cluster (Note 3)					
Promoting Safe and Stable Families - Community Response - Administration	93.556	1701NCFPSS	98,369	-	-
Promoting Safe and Stable Families	93.556	1701NCFPSS	143,385	-	-
Total Special Children Adoption Fund Cluster (Note 3)			241,754	-	-
Child Support Enforcement	93.563	1704NC4005	1,169,590	-	-
Child Support Enforcement	93.563	1704NC4005	34	-	-
Child Support Enforcement	93.563	1704NC4005	9	-	-
Child Support Enforcement	93.563	1704NC4005	14,438	-	-
Child Support Enforcement	93.563	1704NC4005	239,535	-	-
Stephanie Tubbs Jones Child Welfare Services Program	93.645	G1701NCCWSS	37,841	-	-
Adoption Opportunities	93.652	10-68.61-80720	11,061	-	-
Community Services Block Grant	93.569	32179	228,255	-	-
Low Income Home Energy Assistance					
Crisis Intervention Payments (PY RE)	93.568	G17B1NCLIEA	8,959	-	-
Crisis Intervention Payments	93.568	G17B1NCLIEA	516,003	-	-
Administration	93.568	G17B1NCLIEA	94,506	-	-
Allocation	93.568	G17B1NCLIEA	336,350	-	-
COVID-19 Low Income Home Energy Assistance	93.568	G17B1NCLIEA	11,758	-	-
<u>Substance Abuse and Mental Health Services Administration</u>					
Substance Abuse and Mental Health Services Projects of Regional and National Significance Administration	93.243	5H79TI026708-02	41,147	-	-
<u>Centers for Medicare and Medicaid Services</u>					
Passed through N.C. Department of Health and Human Services					
<u>Medicaid Cluster:</u>					
<u>Division of Medical Assistance</u>					
Medical Assistance Program - Adult Care Case Management Specific	93.778	XIX-MAP20	26,167	11,117	-
Medical Assistance Program - MAC	93.778	XIX-MAP20	351,750	-	-
Medical Assistance Program - Medical Assistance Administration	93.778	XIX-MAP20	3,151,454	-	-
Medical Assistance Program - Medical Transportation Administration	93.778	XIX-MAP20	172,896	-	-
Medical Assistance Program - State County Special Assistance	93.778	XIX-MAP20	60,523	-	-
Medical Assistance Program	93.778	XIX-MAP20	594,077	-	-
Medical Assistance Program	93.778	XIX-MAP20	566,300	-	-
Medical Assistance Program	93.778	XIX-MAP20	23,144	-	-
Total Medicaid Cluster			4,946,311	11,117	-
<u>Children's Health Insurance Program</u>					
Children's Health Insurance Program	93.767	CHIP20	151,873	2,894	-
<u>Centers for Disease Control and Prevention</u>					
Passed through N.C. Department of Health and Human Services					
<u>Division of Public Health</u>					
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements	93.074	1264268018	40,965	-	-
COVID-19 Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354	1262680CP18	12,688	-	-
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	146027218	50	-	-
Immunization Cooperative Agreements	93.268	133163118	34,122	-	-
Viral Hepatitis Prevention and Control	93.270	131172018	2,083	-	-
Injury Prevention and Control Research and State and Community Based Programs	93.136	1175852ADH18	44,580	-	-

CATAWBA COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2020

Grantor/Program Title	Federal CFDA Number	State Grantor's Number	Federal (Direct & Pass-through) Expenditures	State Expenditures	Pass-through to Subrecipient
Preventive Health and Health Services Block Grant		126155030018			
Cancer Prevention and Control Programs for State, Territorial and Tribal Organizations	93.991	12615503PH18	30,921	-	-
	93.898	132031018	25,350	-	-
<u>HIV Cluster (Note 3)</u>					
Sexually transmitted diseases (STD) Prevention and control grants	93.977	131146218	100	-	-
Total HIV Cluster (Note 3)			100	-	-
<u>Health Resources and Service Administration</u>					
Passed through N.C. Department of Health and Human Services <u>Division of Public Health</u>					
		12715318AR18			
		12715351AR18			
		12715745AR18			
		13A15735AR18			
Maternal and Child Health Services Block Grant to the States	93.994	13A15146AR18	88,818	4,824	-
<u>U.S. Department of Health and Human Services</u>					
Passed through N.C. Department of Health and Human Services <u>Office of Assistant Secretary for Health</u>					
Family Planning Services	93.217	13A159218	89,204	-	-
<u>Administration for Community Living</u>					
Passed through Western Piedmont Council of Governments <u>Aging Cluster</u>					
<u>Division of Social Services</u>					
Title III B					
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	15-16 AANCT3HD	41,256	-	-
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	15-16 AANCT3HD	205,201	-	-
COVID-19 Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	15-16 AANCT3HD	16,418	-	-
Special Programs for the Aging - Title III, Part C - Nutrition Services Families First	93.045	15-16 AANCT3CM	111,183	-	-
Special Programs for the Aging - Title III, Part C - Nutrition Services	93.045	15-16 AANCT3CM	139,609	-	-
Special Programs for the Aging - Title III, Part C - Nutrition Services	93.045	15-16 AANCT3CM	15,736	-	-
Total Aging cluster			529,403	-	-
Total U.S. Department of Health and Human Services			18,970,995	680,768	1,106,533
<u>Department of Homeland Security</u>					
Passed through N.C. Department of Public Safety <u>Federal Emergency Management Agency</u>					
<u>Division of Crime Control and Public Safety</u>					
Emergency Management Performance Grant	97.042	1500-8016-35HD	53,279	-	-
<u>Department of Justice</u>					
<u>Bureau of Justice Assistance</u>					
Direct Program: Edward Byrne Memorial Justice Assistance Grant Program	16.738	2019-DJ-BX-0459	14,305	-	-
Direct Program: Drug Court Discretionary Grant Program	16.585	2019-DC-BX-0049	106,824	-	-
Direct Program: State Criminal Alien Assistance Program (SCAAP)	16.606	2020-AP-BX-0977	52,764	-	-
Direct Program: Equitable Sharing Program	16.922	1123-0011	1,647	-	-
<u>U.S. Department of Transportation</u>					
<u>Federal Transit Administration</u>					
Passed through N.C. Department of Transportation <u>Transit Services Programs Cluster</u>					
		51001.68.5.3/5100			
Enhanced Mobility of Seniors & Individuals with Disabilities	20.513	1.68.6.3	100,890	13,240	-
Total Transit Services Program Cluster			100,890	13,240	-

CATAWBA COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2020

Grantor/Program Title	Federal CFDA Number	State Grantor's Number	Federal (Direct & Pass-through) Expenditures	State Expenditures	Pass-through to Subrecipient
<u>National Endowment for the Humanities</u>					
Passed through N.C. Department of Natural and Cultural Resources -					
Library Department Grants to States					
Library Services & Technology Act (LSTA) State Grants Popul Library	45.310	NC-18-09	1,515	-	-
Library Services & Technology Act (LSTA) State Grants ARSL Scholarships	45.310	NC-5500	25,911	-	-
Total Federal Awards and State Matches			19,328,130	694,008	1,106,533
<u>State Awards:</u>					
<u>N.C. Department of Health and Human Services</u>					
<u>Division of Public Health</u>					
Other Receipts/State Supported Expenditures					
Food and Lodging Fees	n/a	11534752SZ18	-	49,761	-
Aid-to-Counties	n/a	116141100018	-	102,745	-
Public Health Nursing	n/a	116143010018	-	400	-
General Communicable Disease Control	n/a	117545100018	-	8,197	-
		132055990018			
Breast and Cervical Cancer Program	n/a	132033550418	-	14,280	-
Child Health	n/a	127157450018	-	9,694	-
Health Community Activities	n/a	126155030018	-	3,785	-
High Risk Maternity Clinic	n/a	13A157460018	-	75,869	-
Maternal Health	n/a	13A157400018	-	34,538	-
Women's Health Service Fund	n/a	13A16019FR18	-	14,662	-
		13114536RQ18			
HIV/STD State	n/a	13114536RR18	-	12,500	-
		13114601RQ18			
STD Drugs	n/a	13114601RR18	-	13,393	-
Integrated Targeted Testing Services (ITTS)	n/a	1311454218	-	2,917	-
School Nursing Funding Initiative	n/a	133253580018	-	200,000	-
		146045510018			
TB Control	n/a	146045540018	-	24,926	-
Family Planning - State	n/a	13A157350018	-	1,868	-
Pregnancy Care Management	n/a	13A151070018	-	50,000	-
<u>Division of Social Services</u>					
Child Protective Services Caseload Reduction	n/a	WC 302	-	310,332	-
Energy Assistance Private Grant	n/a	WC 302	-	4,054	-
AFDC Incentive Program Integrity	n/a	WC 302	-	148	-
Extended Foster Care Maximization Non Title IV-E-					
Direct Benefit Payments	n/a	WC 302	-	198,874	-
Foster Care at Risk Maximization- Direct Benefit Payments	n/a	WC 302	-	3,499	-
SFHF Maximization- Direct Benefit Payments	n/a	WC 302	-	246,872	-
State Foster Home- Direct Benefit Payments	n/a	WC 302	-	201,234	-
Post Adoption Grant	n/a	32169-16	-	177,676	-
<u>NC Partnership for Children</u>					
Smart Start - public health	n/a	1711174040	-	170,000	-
Smart Start - early childhood support team	n/a	1711174040	-	507,822	-
Smart Start - day care	n/a	WC 302	-	69,161	-
<u>N.C. Department of Public Safety</u>					
<u>Division of Juvenile Justice</u>					
Peace Pipeline Conflict Resolution	n/a	1901-536301	-	82,299	-
Project Challenge	n/a	1901-536301	-	61,251	-
Planning	n/a	1901-536301	-	15,500	-
Catawba Parenting Network	n/a	1901-536301	-	35,250	-
Cognitive Connections	n/a	1901-536301	-	70,725	-
Repay	n/a	1901-536301	-	34,000	-
Family Centered Treatment	n/a	1901-536301	-	41,343	-
Aspire Kids at Work	n/a	1901-536301	-	39,562	-

CATAWBA COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2020

<u>Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>State Grantor's Number</u>	<u>Federal (Direct & Pass-through) Expenditures</u>	<u>State Expenditures</u>	<u>Pass-through to Subrecipient</u>
<u>N.C. Department of Agriculture and Consumer Services</u>					
Soil and Water Technical Assistance	n/a	10PN0003604959	-	27,233	-
Soil and Water Conservation Matching Fund	n/a	G401002890155	-	3,600	-
<u>N.C. Department of Natural and Cultural Resources</u>					
<u>Library Department</u>					
Library State Aid Grant	n/a	46PT0006550034	-	146,945	-
<u>Parks Department</u>					
2018-19 Legislatively Directed Grant - Property Acquisition Parks	n/a	2018-5	-	250,000	-
<u>N.C. Department of Administration</u>					
<u>Division of Veterans Affairs</u>					
Veterans Service Community Grant	n/a	13PT0011467165	-	2,000	-
<u>N.C. Department of Public Instruction</u>					
Public School Building Capital Fund - Lottery Funds	n/a	LEA 180,181,182	-	1,679,900	-
<u>N.C. Housing Trust Fund</u>					
Passes through NC Housing Finance Agency					
Urgent Repair	n/a	URP2019	-	37,500	-
Total State Awards			-	5,036,315	-
Total Federal and State Awards			\$ 19,328,130	\$ 5,730,323	\$ 1,106,533

CATAWBA COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2020

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, 2020. The information in this SEFSA is presented in accordance with the requirements of Title 2 US *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and the State Single Audit Implementation Act. Because the Schedule 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 Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Catawba County has elected not to use the 10-percent de minimis cost rate as allowed under the Uniform Guidance.

3. 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, Special Children Adoption Fund, Foster Care and Adoption, and HIV.

4. Coronavirus Relief Funds

Catawba County received \$ 5,942,504 of funding from the Coronavirus Relief Fund (21.019). At least twenty-five percent (25%) of the funds are mandated to go to municipalities within Catawba County, at the discretion of the County. Municipalities are to have a plan to spend these funds by September 1, 2020, or any funds received are to be returned to the County. Counties and municipalities are liable to the State for funds not spend in accordance with US Dept. of Treasury, the granting agency, guidelines. According to the Office of State Budget and Management, the State's pass-through agency, municipalities are considered subrecipients of the Counties. However, under state statute, municipalities are liable to the State, not the County, for any misused or misspent funds. CRF must be spent during the period March 1, 2020 to December 30, 2020.