

COUNTY OF EL DORADO
SINGLE AUDIT REPORT
FOR THE YEAR ENDED JUNE 30, 2016



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COUNTY OF EL DORADO
SINGLE AUDIT REPORT
For The Year Ended June 30, 2016

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COUNTY OF EL DORADO

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For The Year Ended June 30, 2016**

SECTION I—SUMMARY OF AUDITOR’S RESULTS

Financial Statements

Type of auditor’s report issued on whether the financial statements were prepared in accordance with GAAP: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? Yes X No
- Significant deficiency(ies) identified? Yes X None Reported
- Noncompliance material to financial statements noted? Yes X No

Federal Awards

Type of auditor’s report issued on compliance for major programs: Unmodified

Internal control over major programs:

- Material weakness(es) identified? Yes X No
- Significant deficiency(ies) identified? Yes X None Reported
- Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? X Yes No

Identification of major programs:

<u>CFDA#(s)</u>	<u>Name of Federal Program or Cluster</u>
10.690	Lake Tahoe Erosion Control Grant Program
14.228	Community Development Block Grants/State’s Program and Non-Entitlement Grants in Hawaii (State CDBG)
14.239	Home Investment Partnerships Program
14.871	Section 8 Housing Choice Vouchers
93.558	Temporary Assistance for Needy Families
93.568	Low Income Home Energy Assistance Program
93.659	Adoption Assistance

Dollar threshold used to distinguish between type A and type B programs: \$1,980,853

Auditee qualified as low-risk auditee? X Yes No

SECTION II – FINANCIAL STATEMENT FINDINGS

Our audit did not disclose any significant deficiencies, material weaknesses or instances of noncompliance material to the basic financial statements. We have also issued a separate Memorandum on Internal Control dated March 23, 2017 which is an integral part of our audits and should be read in conjunction with this report.

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

Our audit disclosed the following findings and questioned costs required to be reported in accordance with Uniform Guidance.

Finding reference number: SA2016-001 Compliance with Follow Up on Failed Inspections

CFDA number: 14.871

CFDA Title: Section 8 Housing Choice Vouchers

Name of Federal Agency: *Department of Housing and Urban Development*

Name of pass-through Entity: N/A

Criteria: 24 CFR sections 982.158(d) and 982.404 and the El Dorado County Public Housing Authority's inspection policies require that for units under the Housing Assistance Payments (HAP) contract that fail to meet Housing Quality Standards (HQS), the Housing Authority must require the owner to correct any life threatening HQS deficiencies within 24 hours after the inspections and all other HQS deficiencies within 30 calendar days or within the time specified in a Housing Authority-approved extension. And, the Public Housing Authority's inspection policy stipulates a notification of inspection results will be provided to the owner and family within 5 days. If the owner does not correct the cited HQS deficiencies within the specified correction period, the Authority must stop (abate) the HAPs beginning no later than the first of the month following the specified correction period or must terminate the HAP contract.

Condition: We tested 11 failed inspections and noted that the inspection for one unit was performed on November 23, 2015, and the unit failed the inspection procedures. As noted in the tenant file, the Housing Authority notified the owner and the family of the failed inspection results on January 22, 2016, more than the 5 days required by the Public Housing Authority's inspection policies, and the failed inspection repair for the unit was completed on February 8, 2016, more than the 30 days required by 24 CFR sections 982.158(d) and 982.404 and the Public Housing Authority's policies.

Effect: The Public Housing Authority is not in compliance with the failed inspection requirements of 24 CFR sections 982.158(d) and 982.404 and the Public Housing Authority's inspection policy.

Cause: The Public Housing Authority staff did not document in the tenant file whether an extension was provided, nor document a reason for allowing the repairs to be completed after the 30 day requirement.

Recommendation: The Public Housing Authority staff should review tenant files, including the quality inspections status, on a regular basis to ensure that all files are up to date and required repairs have been performed within the time required or stop the HAPs in accordance with the provisions of 24 CFR sections 982.158(d) and 982.404 and the El Dorado County Public Housing Authority's inspection policies.

View of Responsible Officials and Planned Corrective Actions: Please see Corrective Action Plan separately prepared by the County.

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS (Continued)

Finding reference number: SA2016-002 Supporting Documentation for Compliance with Eligibility Requirements

CFDA number: 14.871

CFDA Title: Section 8 Housing Choice Vouchers

Name of Federal Agency: *Department of Housing and Urban Development*

Name of pass-through Entity: N/A

Criteria: 24 CFR sections 5.230, 5.609, 982.516, and 982.202-982.207 require agencies to maintain documentation of eligibility as a condition of admission or continued occupancy.

Condition: We tested the files of 16 existing tenants, and noted one tenant's file appeared to lack documentation supporting the tenant's re-admission into the program. We noted in the tenant file that the Housing Authority provided a letter to the tenant in July 2016 alerting the tenant their Housing Choice Voucher had expired, and as no request for an extension had been provided, the tenant's participation in the program had been terminated. The letter included a recommendation for the tenant to apply for the Wait List once it opened for new applicants. In August 2016, the former tenant submitted a Request for Tenancy Approval Form 52517, and was subsequently approved and admitted into the program. We understand an extension had been granted, but the tenant file did not contain documentation of the extension.

Effect: The Public Housing Authority is not in compliance with the eligibility documentation requirements of 24 CFR sections 5.230, 5.609, 982.516, and 982.202-982.207.

Cause: The Public Housing Authority staff did not document whether an extension was provided, nor document a reason for allowing the tenant to re-apply to the program without first applying to the wait list.

Recommendation: The Public Housing Authority staff should review tenant files on a regular basis to ensure that all files are up to date and documentation of approved extensions is adequately maintained.

View of Responsible Officials and Planned Corrective Actions: Please see Corrective Action Plan separately prepared by the County.

Finding reference number: SA2016-003 Submission of Revised Single Audit to Federal Audit Clearinghouse and State Controller's Office

CFDA numbers: 93.568

CFDA Titles: Low Income Home Energy Assistance, Community Services Block Grant

Name of Federal Agency: *Department of Health and Human Services*

Name of pass-through Entity: *California Health and Human Services Agency - Department of Community Services and Development*

Criteria: Revised Single Audit and Program-Specific Audit Reports should be submitted to the Federal Audit Clearinghouse and the pass-through entity for which the Program-Specific Report is required to be submitted.

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS (Continued)

Finding reference number: SA2016-003 Submission of Revised Single Audit to Federal Audit Clearinghouse and State Controller's Office (Continued)

Condition: In May 2016, the County's Health and Human Services Agency (HHSA) staff noted that the fiscal year 2014-2015 federal expenditures were overstated by \$38,024 in error for the Low Income Home Energy Assistance Program (LIHEAP) in both the June 30, 2015 Single Audit Report and the June 30, 2015 California Department of Community Services and Development (CA CSD) Program-Specific Report. Both reports were revised and submitted to CA CSD; however, the revised reports were not submitted to the Federal Audit Clearinghouse or to the State Controller's Office.

Effect: Information reported in the June 30, 2015 Single Audit Report filed with the Federal Audit Clearinghouse and to the State Controller's Office was incorrect and inconsistent with the information reported in the revised CA CSD Program-Specific Report. As a result, the County was required to report a negative adjustment of \$38,024 in the June 30, 2016 Single Audit Report.

Cause: Although the revised reports were submitted to the County Board of Supervisors, the County Auditor-Controller, who is responsible for submitting the Single Audit Report to the Federal Audit Clearinghouse and the State Controller's Office, was not informed of the revision until March 2, 2017.

Recommendation: The County should develop procedures to ensure that any revisions to the Single Audit Report or Program-Specific Report are communicated to the County Auditor-Controller.

View of Responsible Officials and Planned Corrective Actions: Please see Corrective Action Plan separately prepared by the County.

COUNTY OF EL DORADO

Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2016

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Federal Agency / Pass-through Grantor Award Number	Pass-through To Subrecipients	Federal Expenditures
U.S. Department of Agriculture				
<u>Direct Programs:</u>				
Lake Tahoe Erosion Control Grant Program	10.690	10-DG-11051900-027		\$ 5,433
Lake Tahoe Erosion Control Grant Program	10.690	11-DG-11051900-031		866,475
Lake Tahoe Erosion Control Grant Program	10.690	13-DG-11051900-029		360,302
Subtotal Direct Programs - U.S. Department of Agriculture and Subtotal CFDA 10.690				1,232,210
<u>Passed through California Health & Human Services Agency (CHHS)</u>				
<u>Department of Public Health:</u>				
Special Supplemental Nutrition Program for Women, Infants and Children (WIC)	10.557	14-10248		131,247
Special Supplemental Nutrition Program (WIC)	10.557	15-10081-A01		698,555
Subtotal passed through CHHS Department of Public Health and Subtotal CFDA 10.557				829,802
<u>Passed through CHHS Department of Social Services:</u>				
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program (SNAP)	10.561	N/A		2,987,584
<u>Passed through California State Controller's Office:</u>				
Schools and Roads - Grants to States Title III Community Projects Federal Forest Reserve	10.665	N/A		127,992
Schools and Roads - Grants to States	10.665	N/A		791,648
Subtotal passed through California State Controller's Office and Subtotal CFDA 10.665				919,640
<u>Passed through California Department of Food and Agriculture:</u>				
Plant and Animal Disease, Pest Control, and Animal Care - Pierce's Disease Control Program	10.025	14-0154-SF		67,234
Plant and Animal Disease, Pest Control, and Animal Care - Light Brown Apple Moth (LBAM) Detection Trapping	10.025	14-0456-SF		3,054
Plant and Animal Disease, Pest Control, and Animal Care - Light Brown Apple Moth (LBAM) Detection Trapping	10.025	15-0499-SF		3,386
Subtotal CFDA 10.025				73,674

See accompanying Notes to Schedule of Expenditures of Federal Awards.

COUNTY OF EL DORADO

Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2016

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Federal Agency / Pass-through Grantor Award Number	Pass-through To Subrecipients	Federal Expenditures
U.S. Department of Agriculture (Continued)				
<u>Passed through California Department of Food and Agriculture: (continued)</u>				
Senior Farmers Market Nutrition Program	10.576	2015-SFMNP		\$ 5,320
Forest Health Protection (FHP) - Terrestrial Weed Control 2014-2016 South Lake Tahoe	10.680	14-0268-SF		12,850
Subtotal passed through California Department of Food and Agriculture				91,844
Total U.S. Department of Agriculture				\$ 6,061,080
U.S. Department of Defense				
<u>Direct Program:</u>				
Electronic Absentee Systems for Elections	12.217	H98210-12-1-0001		137,260
Total U.S. Department of Defense				\$ 137,260
U.S. Department of Housing and Urban Development				
<u>Direct Program:</u>				
Section 8 Housing Choice Vouchers - Administration	14.871	CA151FSH053A014		383,595
Section 8 Housing Choice Vouchers - Project	14.871	CA151FSH053A014		2,489,773
Subtotal Direct Programs - U.S. Department of Housing and Urban Development and Subtotal CFDA 14.871				2,873,368
<u>Passed through</u>				
<u>State of California Business, Consumer Services & Housing Agency - Department of Housing and Community Development:</u>				
Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii (State CDBG):				
State CDBG: Revolving Loan Fund, Housing Rehabilitation	14.228	13-CDBG-8935		359,163
Home Investment Partnerships Program	14.239	N/A		12,922
Subtotal passed through State of California Business, Consumer Services & Housing Agency - Department of Housing and Community Development				372,085
Total U.S. Department of Housing and Urban Development				\$ 3,245,453
U.S. Department of Interior				
<u>Direct Program:</u>				
Payments in Lieu of Taxes	15.226	N/A		560,604
Total U.S. Department of Interior				\$ 560,604

See accompanying Notes to Schedule of Expenditures of Federal Awards.

COUNTY OF EL DORADO

Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2016

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Federal Agency / Pass-through Grantor Award Number	Pass-through To Subrecipients	Federal Expenditures
U.S. Department of Justice				
<u>Direct Programs:</u>				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2015-DJ-BX-0801		\$ 15,842
Criminal and Juvenile Justice and Mental Health Collaboration Program	16.745	2013-MO-BX-0026		67,886
Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program - DCESP	16.999	DDP-D-15-DSF-73761		69,159
Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program - DCESP	16.999	DDP-D-16-DSF-075710		16,339
Subtotal CFDA 16.999				85,498
Subtotal Direct Programs - U.S. Department of Justice				169,226
<u>Passed through California Board of State and Community Corrections (BSCC):</u>				
Juvenile Justice and Delinquency Prevention	16.540	BSCC 411-15		12,625
<u>Passed through California Governor's Office of Emergency Services (Cal OES):</u>				
Crime Victim Assistance	16.575	VW15 34 0090		136,883
Violence Against Women Formula Grants - Law Enforcement Specialized Units Program	16.588	LE14 01 0090		85,451
Violence Against Women Formula Grants - Law Enforcement Specialized Units Program	16.588	LE15 02 0090		88,174
Subtotal CFDA 16.588				173,625
Subtotal passed through Cal OES				310,508
Total U.S. Department of Justice				\$ 492,359
U.S. Department of Labor				
<u>Passed through State of California Employment Development Department via Golden Sierra Job Training Agency:</u>				
<i>WIA/WIOA Cluster:</i>				
WIA/WIOA Adult Program	17.258	K594759-02		102,222
WIA/WIOA Adult Program	17.258	K689360-01		43,919
Subtotal CFDA 17.258				146,141

See accompanying Notes to Schedule of Expenditures of Federal Awards.

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Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2016

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Federal Agency / Pass-through Grantor Award Number	Pass-through To Subrecipients	Federal Expenditures
U.S. Department of Labor (Continued)				
<u>Passed through State of California Employment Development Department via Golden Sierra Job Training Agency: (continued)</u>				
WIAWIOA Youth Activities	17.259	K594759-02		\$ 142,814
WIAWIOA Youth Activities	17.259	K689360-02		33,349
Subtotal CFDA 17.259				176,163
WIAWIOA Dislocated Worker Formula Grants	17.278	K594759-02		142,394
WIAWIOA Dislocated Worker Formula Grants	17.278	K689360-01		14,757
Subtotal CFDA 17.278				157,151
<i>Total - WIAWIOA Cluster (see Note 8)</i>				479,455
Subtotal passed through State of California Employment Development Department via Golden Sierra Job Training Agency				479,455
Total U.S. Department of Labor				\$ 479,455
U.S. Department of Transportation				
<u>Direct Programs:</u>				
Airport Improvement Program	20.106	FAA 3-06-0188-015-2015		225,196
Airport Improvement Program	20.106	FAA 3-06-0093-009-2013		30,279
Airport Improvement Program	20.106	FAA 3-06-0093-010-2014		76,373
Airport Improvement Program	20.106	FAA 3-06-0188-016-2015		711
Airport Improvement Program	20.106	FAA 3-06-0093-011-2015		392
Subtotal CFDA 20.106				332,951
<u>Highway Planning and Construction Cluster:</u>				
Highway Planning and Construction	20.205	DTFH68-14-E-00049		2,472,224
Highway Planning and Construction	20.205	DTFH68-15-E-00034		37,486
Subtotal Direct Programs - U.S. Department of Transportation				2,842,661
<u>Passed through Tahoe Metropolitan Planning Organization - Tahoe Regional Planning Agency:</u>				
Highway Planning and Construction	20.205	15C00028		14,204

See accompanying Notes to Schedule of Expenditures of Federal Awards.

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Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2016

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Federal Agency / Pass-through Grantor Award Number	Pass-through To Subrecipients	Federal Expenditures
U.S. Department of Transportation (Continued)				
<u>Passed through</u>				
<u>California State Transportation Agency - California Department of</u>				
<u>Transportation (Caltrans):</u>				
<i>Highway Planning and Construction Cluster: (continued)</i>				
Highway Planning and Construction	20.205	STPL-5925 (114)		\$ 74,813
Highway Planning and Construction	20.205	STPL-5925 (134)		765,755
Highway Planning and Construction	20.205	SRTSL-5925 (070)		152,169
Highway Planning and Construction	20.205	SR2SL-5925 (081)		71,152
Highway Planning and Construction	20.205	CML-5925 (131)		45,681
Highway Planning and Construction	20.205	CML-5925 (125)		204,665
Highway Planning and Construction	20.205	HSIPL-5925 (115)		194,869
Highway Planning and Construction	20.205	HSIPL-5925 (061)		612,682
Highway Planning and Construction	20.205	HSIPL-5925 (082)		340,863
Highway Planning and Construction	20.205	HSIPL-5925 (092)		106,041
Highway Planning and Construction	20.205	HSIPL-5925 (083)		420,742
Highway Planning and Construction	20.205	BRLS-5925 (126)		2,239
Highway Planning and Construction	20.205	BRLS-5925 (046)		4,578,429
Highway Planning and Construction	20.205	BRLS-5925 (050)		153,556
Highway Planning and Construction	20.205	BRLS-5925 (051)		139,423
Highway Planning and Construction	20.205	BRLO-5925 (128)		28,874
Highway Planning and Construction	20.205	BRLO-5925 (127)		21,332
Highway Planning and Construction	20.205	BRLO-5925 (097)		179,773
Highway Planning and Construction	20.205	BRLS-5925 (086)		88,189
Highway Planning and Construction	20.205	BRLO-5925 (093)		170,519
Highway Planning and Construction	20.205	BRLO-5925 (142)		355
Highway Planning and Construction	20.205	BRLO-5925 (095)		142,386
Highway Planning and Construction	20.205	BRLO-5925 (091)		223,052
Highway Planning and Construction	20.205	BRLO-5925 (098)		594,819
Highway Planning and Construction	20.205	BRLS-5925 (096)		123,921
Highway Planning and Construction	20.205	BRLO-5925 (094)		126,643
Highway Planning and Construction	20.205	BRLO-5925 (090)		48,901
Highway Planning and Construction	20.205	BPMP-5925 (105)		80,219
Highway Planning and Construction	20.205	BRLO-5925 (109)		168,888
Highway Planning and Construction	20.205	BRLO-5925 (108)		147,253
Highway Planning and Construction	20.205	BRLS-5925 (112)		82,027
Highway Planning and Construction	20.205	BRLO-5925 (103)		129,232
Highway Planning and Construction	20.205	BRLO-5925 (111)		65,180
Highway Planning and Construction	20.205	BRLO-5925 (110)		88,347
Highway Planning and Construction	20.205	BPMP-5925 (123)		27,730

See accompanying Notes to Schedule of Expenditures of Federal Awards.

COUNTY OF EL DORADO

Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2016

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Federal Agency / Pass-through Grantor Award Number	Pass-through To Subrecipients	Federal Expenditures
U.S. Department of Transportation (Continued)				
<u>Passed through</u>				
<u>California State Transportation Agency - California Department of Transportation (Caltrans): (continued)</u>				
<i>Highway Planning and Construction Cluster: (continued)</i>				
Highway Planning and Construction	20.205	BPMP-5925 (124)		\$ 92,250
Highway Planning and Construction	20.205	CML-5925 (130)		69,699
Highway Planning and Construction	20.205	CML-5925 (129)		87,342
Highway Planning and Construction	20.205	CML-5925 (132)		29,956
Highway Planning and Construction	20.205	CML-5925 (062)		50,468
Highway Planning and Construction	20.205	CML-5925 (121)		134,040
Highway Planning and Construction	20.205	CMLNI-5925(136)		<u>41,581</u>
Subtotal passed through California State Transportation Agency - Caltrans				10,906,055
<i>Total - CFDA 20.205 totals \$13,429,969</i>				
<u>Passed through</u>				
<u>California Natural Resources Agency - Department of Parks and Recreation:</u>				
Recreational Trails Program	20.219	RT-09-007		<u>9,820</u>
<i>Total - Highway Planning and Construction Cluster (see Note 8)</i>				
				<u>13,439,789</u>
<u>Passed through California Office of Traffic Safety:</u>				
Minimum Penalties for Repeat Offenders for Driving While Intoxicated - AVOID DUI Campaign	20.608	AL 1529		63,828
Minimum Penalties for Repeat Offenders for Driving While Intoxicated - AVOID DUI Campaign	20.608	AL 1636		<u>31,702</u>
Subtotal CFDA 20.608				95,530
National Priority Safety Programs - Alcohol and Drug Impaired Driver Vertical Prosecution Program	20.616	DI1501		337,072
National Priority Safety Programs - Alcohol and Drug Impaired Driver Vertical Prosecution Program	20.616	DI1601		<u>276,211</u>
Subtotal CFDA 20.616				613,283
Subtotal passed through California Office of Traffic Safety				<u>708,813</u>
Total U.S. Department of Transportation				<u>\$ 14,481,553</u>

See accompanying Notes to Schedule of Expenditures of Federal Awards.

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Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2016

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Federal Agency / Pass-through Grantor Award Number	Pass-through To Subrecipients	Federal Expenditures
U.S. Environmental Protection Agency				
<u>Passed through CHHS Department of Public Health:</u>				
Capitalization Grants for Drinking Water State Revolving Funds	66.468	SRFLPA39		\$ 77,320
Total U.S. Environmental Protection Agency				\$ 77,320
U.S. Department of Energy				
<u>Passed through CHHS Department of Community Services and Development:</u>				
Weatherization Assistance for Low-Income Persons	81.042	15C-1007		53,952
Total U.S. Department of Energy				\$ 53,952
U.S. Department of Education				
<u>Passed through California Dept of Education via First 5 El Dorado Children and Families Commission:</u>				
Race to the Top - Early Learning Challenge	84.412	1516-90023-27-445		23,773
Total U.S. Department of Education				\$ 23,773
U.S. Election Assistance Commission				
<u>Passed through California Secretary of State:</u>				
Help America Vote Act Requirements Payments HAVA 301 Voting Systems Program	90.401	11G30108		13,838
Help America Vote Act Requirements Payments HAVA 303 Statewide Voter Registration System Project VoteCal	90.401	13G30316		12,703
Subtotal passed through California Secretary of State and Subtotal CFDA 90.401				26,541
Total U.S. Election Assistance Commission				\$ 26,541
U.S. Department of Health and Human Services				
<u>Passed through CHHS Department of Aging:</u>				
Special Programs for the Aging Title VII, Chapter 3 Programs for Prevention of Elder Abuse, Neglect, and Exploitation	93.041	AP-1516-29		3,188
Special Programs for the Aging Title VII, Chapter 2 Long Term Care Ombudsman Services for Older Individuals	93.042	AP-1516-29		23,590

See accompanying Notes to Schedule of Expenditures of Federal Awards.

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Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2016

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Federal Agency / Pass-through Grantor Award Number	Pass-through To Subrecipients	Federal Expenditures
U.S. Department of Health and Human Services (Continued)				
<u>Passed through CHHS Department of Aging: (continued)</u>				
Special Programs for the Aging Title III, Part D Disease Prevention and Health Promotion Services	93.043	AP-1516-29		\$ 12,935
National Family Caregiver Support Title III, Part E	93.052	AP-1516-29		105,406
<i>Aging Cluster:</i>				
Special Programs for the Aging Title III, Part B Grants for Supportive Services and Senior Centers	93.044	AP-1516-29		236,185
Special Programs for the Aging Title III, Part C Nutrition Services	93.045	AP-1516-29		450,364
Nutrition Services Incentive Program (NSIP)	93.053	AP-1516-29		116,836
<i>Total - Aging Cluster (see Note 8)</i>				803,385
Subtotal passed through CHHS Department of Aging				948,504
<i>Total - passed through CHHS Department of Aging, including CFDA 93.778 totals \$1,067,088 (see Note 6)</i>				
<u>Passed through California Secretary of State:</u>				
Voting Access for Individuals with Disabilities Grants to States HAVA 261 Polling Place Accessibility Training Program	93.617	14G26108		10,056
<u>Passed through CHHS Department of Child Support Services:</u>				
Child Support Enforcement	93.563	1504CACSES		3,064,251
<u>Passed through CHHS Department of Community Services and Development:</u>				
Low Income Home Energy Assistance (LIHEAP)				
LIHEAP - Energy Crisis Intervention Program (ECIP)	93.568	14B-5007		(38,024)
LIHEAP - ECIP	93.568	15B-3008		527,848
LIHEAP - Weatherization	93.568	15B-3008		427,167
LIHEAP - ECIP	93.568	16B-4007		486,457
LIHEAP - Weatherization	93.568	16B-4007		207,088
Subtotal CFDA 93.568				1,610,536
Community Services Block Grant	93.569	15F-2009		134,614
Community Services Block Grant	93.569	16F-5009		137,551
Community Services Block Grant Discretionary	93.569	16F-5531		287
Subtotal CFDA 93.569				272,452
Subtotal Passed through CHHS Department of Community Services and Development				1,882,988

See accompanying Notes to Schedule of Expenditures of Federal Awards.

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Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2016

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Federal Agency / Pass-through Grantor Award Number	Pass-through To Subrecipients	Federal Expenditures
U.S. Department of Health and Human Services (Continued)				
<u>Passed through CHHS Department of Public Health:</u>				
Hospital Preparedness Program	93.074	EPO 14-10500 A02	\$ 29,647	\$ 159,369
Public Health Emergency Preparedness - Bioterrorism	93.074	EPO 14-10500 A02		214,545
Public Health Emergency Preparedness - Cities Readiness	93.074	EPO 14-10500 A02		49,006
Public Health Emergency Preparedness - Ebola	93.074	EPO 15-10353 A01		47,298
Subtotal CFDA 93.074			29,647	470,218
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	1U52PS004656		8,224
Immunization Cooperative Agreements	93.268	15-10418		73,564
Medical Assistance Program: Maternal, Child and Adolescent Health	93.778	201509-FY1516		271,736
Maternal and Child Health Services Block Grant to the States	93.994	201509-FY1516		109,096
Subtotal passed through CHHS Department of Public Health			29,647	932,838
<u>Passed through CHHS Department of Social Services:</u>				
Guardianship Assistance	93.090	N/A		64,054
Guardianship Assistance - Admin	93.090	N/A		1,663
Subtotal CFDA 93.090				65,717
Promoting Safe and Stable Families	93.556	N/A	23,269	86,176
Temporary Assistance for Needy Families - Maintenance Payments	93.558	N/A		1,613,470
Temporary Assistance for Needy Families - Administration	93.558	N/A		5,962,897
Subtotal CFDA 93.558				7,576,367
Community-Based Child Abuse Prevention Grants	93.590	N/A		17,366
Stephanie Tubbs Jones Child Welfare Services Program	93.645	N/A		131,507
Subtotal CFDA 93.590 and 93.645				148,873
Foster Care Title IV-E - Grant and Group Home Monthly Visits	93.658	N/A		72,929
Foster Care Title IV-E	93.658	N/A	981,320	2,269,981
Foster Care Title IV-E - Administration	93.658	N/A		1,716,683
Subtotal CFDA 93.658			981,320	4,059,593
Adoption Assistance	93.659	N/A	218,961	1,828,100
Adoption Assistance - Administration	93.659	N/A		103,612
Subtotal CFDA 93.659			218,961	1,931,712

See accompanying Notes to Schedule of Expenditures of Federal Awards.

COUNTY OF EL DORADO

Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2016

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Federal Agency / Pass-through Grantor Award Number	Pass-through To Subrecipients	Federal Expenditures
U.S. Department of Health and Human Services (Continued)				
<u>Passed through CHHS Department of Social Services: (continued)</u>				
Social Services Block Grant - Title XX Foster Care Assistance	93.667	N/A	\$ 163,939	\$ 163,939
Social Services Block Grant - Title XX	93.667	N/A		192,909
Subtotal CFDA 93.667			163,939	356,848
Chafee Foster Care Independence Program	93.674	N/A		53,532
Subtotal passed through CHHS Department of Social Services			1,387,489	14,278,818
<u>Passed through CHHS Department of Health Care Services:</u>				
Projects for Assistance in Transition from Homelessness (PATH)	93.150	N/A	20,909	20,909
Children's Health Insurance Program	93.767	12-1479		50,266
Medical Assistance Program: Child Health Administration	93.778	12-1479		211,786
Medical Assistance Program: Child Health Disability Prevention	93.778	12-1479		238,729
Medical Assistance Program: Child Health Diagnostic	93.778	MOE 0716		15,438
Medical Assistance Program	93.778	14-0597	43,861	46,996
Medical Assistance Program	93.778	14-90055	305,133	305,133
Medical Assistance Program: Medicaid; Title XIX - Medical Administration Activities	93.778	14-90036	95,646	160,405
Block Grants for Community Mental Health Services	93.958	N/A		175,612
Block Grants for Prevention and Treatment of Substance Abuse	93.959	14-90055	103,975	1,130,290
Subtotal passed through CHHS Department of Health Care Services			569,524	2,355,564
<u>Passed through CHHS Department of Health Care Services via CHHS Department of Social Services:</u>				
Medical Assistance Program: Medicaid; Title XIX	93.778	N/A		2,005,677
Medical Assistance Program: Medicaid; Title XIX Medi-Cal	93.778	N/A		2,635,648
Medical Assistance Program: IHSS Public Authority	93.778	N/A		384,884
Medical Assistance Program: Medicaid; Title XIX - Targeted Case Management Services to Eligible Medi-Cal Beneficiaries	93.778	09-1318A		353,932
Subtotal passed through CHHS Department of Health Care Services via CHHS Department of Social Services				5,380,141
<u>Passed through CHHS Department of Aging:</u>				
Medical Assistance Program - Multipurpose Senior Services Program (MSSP) (See Note 6)	93.778	MS-1516-35		118,584

See accompanying Notes to Schedule of Expenditures of Federal Awards.

COUNTY OF EL DORADO

Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2016

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Federal Agency / Pass-through Grantor Award Number	Pass-through To Subrecipients	Federal Expenditures
U.S. Department of Health and Human Services (Continued)				
<u>Passed through California Department of Veterans Affairs:</u>				
Medical Assistance Program - Medicaid; Title XIX, Medi-Cal Cost Avoidance-CVSO	93.778	N/A		\$ 2,683
<i>Total - CFDA 93.778 totals \$6,751,631</i>				
<u>Passed through Association of Food and Drug Officials:</u>				
Food and Drug Administration Research	93.103	G-T-1510-03115		2,621
<u>Passed through National Association of County and City Health Officials:</u>				
Food and Drug Administration Research	93.103	2016-010407		6,818
Subtotal CFDA 93.103				9,439
Total U.S. Department of Health and Human Services			\$ 1,986,660	\$ 28,983,866
U.S. Department of Homeland Security				
<u>Passed through Calaveras County:</u>				
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	FEMA-4240-DR		14,867
<u>Passed through California Governor's Office of Emergency Services (Cal OES):</u>				
Emergency Management Performance Grants	97.042	2015-0049 Cal OES #017-00000		163,206
Fire Management Assistance Grant	97.046	FEMA-5081-FM-CA Cal OES #017-00000	\$ 447,081	600,530
Homeland Security Grant Program	97.067	2014-00093 Cal OES #017-00000	45,103	155,235
Homeland Security Grant Program	97.067	2015-00078 Cal OES #017-00000		33,951
Subtotal CFDA 97.067			45,103	189,186
Subtotal passed through Cal OES			492,184	952,922
Total U.S. Department of Homeland Security			\$ 492,184	\$ 967,789
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 2,478,844	\$ 55,591,005

See accompanying Notes to Schedule of Expenditures of Federal Awards.

COUNTY OF EL DORADO

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2016

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Federal Agency / Pass-through Grantor Award Number	Pass-through To Subrecipients	Federal Expenditures
<u>Beginning Federal Loan Balances With a Continuing Compliance Requirement</u>				
U.S. Department of Housing and Urban Development				
<u>Passed through</u>				
<u>State of California Business, Consumer Services & Housing Agency -</u>				
<u>Department of Housing and Community Development:</u>				
Community Development Block Grants - State's Program <i>Total - CFDA 14.228 totals \$3,334,336</i>	14.228	N/A		\$ 2,975,173
Home Investment Partnerships Program <i>Total - CFDA 14.239 totals \$7,475,184</i>	14.239	N/A		<u>7,462,262</u>
Total U.S. Department of Housing and Urban Development				<u>\$ 10,437,435</u>
Total Federal Loan Balances from Previous Years with a Continuing Compliance Requirement (see Note 4)				<u>\$ 10,437,435</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS INCLUDING LOANS FROM PREVIOUS YEARS				<u>\$ 2,478,844</u> <u>\$ 66,028,440</u>

See accompanying Notes to Schedule of Expenditures of Federal Awards.

COUNTY OF EL DORADO

Notes to Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2016

NOTE 1: **REPORTING ENTITY**

The accompanying Schedule of Expenditures of Federal Awards (Schedule) presents the activity of all federal award programs of the County of El Dorado (County), with the exception of the federal award programs of the El Dorado County Transportation Commission, the Children and Families Commission, and the El Dorado County Transit Authority, which were subject to separate audits by independent auditors. The County's reporting entity is defined in Note 1 to the County's basic financial statements. All federal awards received directly from federal agencies, as well as federal awards passed through other governmental agencies, are included in the Schedule.

NOTE 2: **BASIS OF ACCOUNTING**

The accompanying Schedule includes the federal grant activity of the County, which is presented on accounting principles generally accepted in the United States of America. The information in this schedule is presented in accordance with the 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). Therefore, some amounts presented in the Schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

Non-Cash Assistance. The Schedule contains values for the following non-cash assistance, which is not presented in the financial statements:

10.576 Senior Farmers Market Nutrition Program – Coupons in the amount of \$5,320 are reported at the value of coupons distributed.

NOTE 3: **RELATIONSHIP TO FINANCIAL STATEMENTS**

The expenditures reported in the accompanying Schedule agree, in all material respects, to the associated expenditures reported within the County's fund financial statements. Specifically, with the exception of federal award expenditures reported on a cash basis, federal award expenditures accounted for under governmental fund types use the modified accrual basis of accounting while those accounted for under proprietary fund types use the accrual basis of accounting. Federal award expenditures that are required to be reported by the federal cognizant agency on a cash basis have been reported on the Schedule on a cash basis. Any differences between the cash and modified accrual basis of accounting for these expenditures are immaterial.

COUNTY OF EL DORADO

Notes to Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2016

NOTE 4: LOANS WITH CONTINUING COMPLIANCE REQUIREMENT

The following program loan balances and transactions relating to these programs are included in the County's basic financial statements. Loans outstanding at the beginning of the year and loans made during the year are included in the federal expenditures presented in the Schedule on pages 6 and 16. Loans funded through federal programs, for which the federal government is at risk, carried the following balances as of June 30, 2016:

Federal CFDA Number	Program Title	Balance of Loans from Previous Years	Repayments a)	New Loans b)	Amount Outstanding June 30, 2016
14.228	Community Development Block Grants/State's Program	\$ 2,975,173	\$ 88,201	\$ 320,642	\$ 3,207,614
14.239	Home Investment Partnerships Program	7,462,262	78,933	-	7,383,329
	TOTAL	<u>\$ 10,437,435</u>	<u>\$ 167,134</u>	<u>\$ 320,642</u>	<u>\$ 10,590,943</u>

a) Principal loan repayments received to date (including repayments on new loans), for which the federal government imposes continuing compliance requirements.

b) Value of loans made during the year, exclusive of repayments.

NOTE 5: PASS-THROUGH GRANTOR AWARD NUMBER

When federal awards were received from a pass-through entity, the Schedule of Expenditures of Federal Awards shows, if available, the grantor award number assigned by the pass-through entity. When no grantor award number is shown, the County has either determined that no grantor award number is assigned for the program or the County was unable to obtain a grantor award number from the pass-through entity.

COUNTY OF EL DORADO

Notes to Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2016

NOTE 6: DEPARTMENT OF AGING FEDERAL/STATE SHARE

The California Department of Aging (CDA) requires agencies that receive CDA funding to display state-funded expenditures discretely along with the related federal expenditures. The County expended the following federal and state amounts under these grants:

<u>CFDA</u>	<u>Contract</u>	<u>Federal Expenditures</u>	<u>State Expenditures</u>
93.041	AP-1516-29 (VII Chapter 3)	\$ 3,188	\$ -
93.042	AP-1516-29 (VII Chapter 2)	23,590	-
93.043	AP-1516-29 (III Part D)	12,935	-
93.044	AP-1516-29 (III Part B)	236,185	-
93.045	AP-1516-29 (III Part C)	450,364	45,793
93.052	AP-1516-29 (III Part E)	105,406	-
93.053	AP-1516-29 (NSIP)	116,836	-
93.778	MS-1516-35 (MSSP)	118,584	118,584
*OVRI	AP-1516-29	<u>-</u>	<u>16,556</u>
	TOTAL	<u>\$ 1,067,088</u>	<u>\$ 180,933</u>

* The state-only funded grants do not have an applicable CFDA number. The grants funded entirely by the state that are included above are the Ombudsman Volunteer Recruitment Initiative (OVRI) program for \$16,556.

COUNTY OF EL DORADO

Notes to Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2016

NOTE 7: CALIFORNIA DEPARTMENT OF TRANSPORTATION

The County expended the State amounts on the following projects during the year ended June 30, 2016:

Program	Contract	State Expenditures
Federal Apportionment Exchange Program and State Match Program (RSTP Exchange)		
Direct Program:		
RSTP Exchange	X13-5925(120)	\$ 64,037
RSTP Exchange	X14-5925(122)	303,130
RSTP Exchange	X15-5925(135)	102,907
State Match	X13-5925(120)	(18,146)
State Match	X14-5925(122)	<u>(1,965)</u>
Subtotal		<u>449,963</u>
Passed through El Dorado County Transportation Commission:		
RSTP Exchange	X12-6157(044)	443,190
RSTP Exchange	X13-6157(048)	13,927
RSTP Exchange	X14-6157(050)	72,783
RSTP Exchange	X15-6157(054)	<u>42,462</u>
Subtotal		<u>572,362</u>
Passed through Tahoe Regional Planning Agency:		
RSTP Exchange	X01-6125(007)	32,030
RSTP Exchange	X10-6125(025)	65,167
RSTP Exchange	X11-6125(027)	26,383
RSTP Exchange	X12-6125(028)	22,388
RSTP Exchange	X13-6125(029)	147,016
RSTP Exchange	X14-6125(030)	77,774
RSTP Exchange	X15-6125(031)	<u>76,978</u>
Subtotal		<u>447,736</u>
TOTAL		<u>\$ 1,470,061</u>

COUNTY OF EL DORADO

Notes to Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2016

NOTE 8: PROGRAM CLUSTERS

Federal programs, which are considered together as a program cluster, include the following:

Federal CFDA	Program Title	Federal Expenditures
<u>WIA/WIOA Cluster:</u>		
17.258	WIA/WIOA Adult Program	\$ 146,141
17.259	WIA/WIOA Youth Activities	176,163
17.278	WIA/WIOA Dislocated Worker Formula Grants	157,151
	TOTAL	\$ 479,455
<u>Highway Planning and Construction Cluster:</u>		
20.205	Highway Planning and Construction	\$ 13,429,969
20.219	Recreational Trails Program	9,820
	TOTAL	\$ 13,439,789
<u>Aging Cluster:</u>		
93.044	Special Programs for the Aging – Title III, Part B – Grants for Supportive Services and Senior Centers	\$ 236,185
93.045	Special Programs for the Aging – Title III, Part C – Nutrition Services	450,364
93.053	Nutrition Services Incentive Program	116,836
	TOTAL	\$ 803,385

NOTE 9: INDIRECT COSTS

The 10% de minimis indirect cost rate was used in the following federal programs:

Federal CFDA	Program Title
16.540	Juvenile Justice and Delinquency Prevention
16.575	Crime Victim Assistance
16.588	Violence Against Women Formula Grants - Law Enforcement Specialized Units Program
93.150	Projects for Assistance in Transition from Homelessness (PATH)

Further, the 7.5% indirect cost rate was used in the following federal program:

14.228	State CDBG
14.239	Home Investment Partnerships Program

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**INDEPENDENT AUDITOR'S REPORT ON
INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Supervisors of
the County of El Dorado
Placerville, California

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 basic financial statements of the County of El Dorado, as of and for the year ended June 30, 2016, and have issued our report thereon dated March 23, 2017. Our report included an emphasis of a matter paragraph disclosing the implementation of new accounting principles. Our report includes a reference to other auditors who audited the component unit financial statements of the Children & Families Commission, the El Dorado County Transportation Commission (EDCTC) and the El Dorado County Transportation Authority (EDCTA) as described in our report on the County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the County'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 the 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, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and are listed as finding 2016-01 in our separately issued Memorandum on Internal Control dated March 23, 2017, which is an integral part of our audit and should be read in conjunction with this report.

County's Response to Findings

The County's response to the finding identified in our audit is described in our separately issued Memorandum on Internal Control dated March 23, 2017, which is an integral part of our audit and should be read in conjunction with this report. The County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

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

Mane & Associates

Pleasant Hill, California
March 23, 2017

**INDEPENDENT AUDITOR'S REPORT ON
COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM;
REPORT ON INTERNAL CONTROL OVER COMPLIANCE;
AND REPORT ON THE SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE**

To the Board of Supervisors of
the County of El Dorado
Placerville, California

Report on Compliance for Each Major Federal Program

The County of El Dorado's basic financial statements include the operations of the Children & Families Commission (CFC), the El Dorado County Transportation Commission (EDCTC) and the El Dorado County Transportation Authority (EDCTA), which expended federal awards that are not included in the Schedule of Expenditures of Federal Awards for the year ended June 30, 2016, because the component units engaged other auditors. However, the CFC, EDCTC and EDCTA did not incur federal expenditures equal to or greater than \$750,000 for the year ended June 30, 2016.

We have audited the County's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended June 30, 2016. The County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and 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). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the County's compliance.

Opinion on Each Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2016.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying Schedule of Findings and Questioned Costs as items SA2016-001, SA2016-002 and SA2016-003. Our opinion on each major federal program is not modified with respect to these matters.

County's Response to Findings

The County's responses to the noncompliance findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. The County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Management is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an 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 the County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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 Awards Required by the Uniform Guidance

We have audited the basic financial statements of the County as of and for the year ended June 30, 2016. We issued our report thereon dated March 23, 2017 which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the 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 additional 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 awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Supplementary Statements

The Statements of the California Governor's Office of Emergency Services and the Board of State and Community Correction Grants have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we express no opinion on them.

Marx & Associates

Pleasant Hill, California
March 31, 2017

**COUNTY OF EL DORADO
CALIFORNIA GOVERNOR'S OFFICE OF EMERGENCY SERVICES
AND THE BOARD OF STATE AND COMMUNITY CORRECTION GRANTS**

Statement of Costs Claimed and Accepted
For the Year Ended June 30, 2016

Grant Name and Number/ Grant Term/Audit Period	Expenditures Claimed and Accepted For Period Ended June 30, 2016			Share of Expenditures Current Year		
	Costs Claimed	Costs Accepted	Questioned Costs	Federal Share	State Share	County Share
Law Enforcement Specialized Units Program - LE14 01 0090						
Grant Term: 01/01/15-12/31/15						
Audit Period: 07/01/15-12/31/15						
Personal services	\$ 83,952	\$ 83,952	\$ --	\$ 54,299	\$ --	\$ 29,653
Operating expenses	31,152	31,152	--	31,152	--	--
Totals	<u>\$ 115,104</u>	<u>\$ 115,104</u>	<u>\$ --</u>	<u>\$ 85,451</u>	<u>\$ --</u>	<u>\$ 29,653</u>
Law Enforcement Specialized Units Program - LE15 02 0090						
Grant Term: 01/01/16-12/31/16						
Audit Period: 01/01/16-06/30/16						
Personal services	\$ 92,510	\$ 92,510	\$ --	\$ 69,383	\$ --	\$ 23,127
Operating expenses	25,055	25,055	--	18,791	--	6,264
Totals	<u>\$ 117,565</u>	<u>\$ 117,565</u>	<u>\$ --</u>	<u>\$ 88,174</u>	<u>\$ --</u>	<u>\$ 29,391</u>
Victim Witness Assistance Program - VW15 34 0090						
Grant Term: 07/01/15-06/30/16						
Audit Period: 07/01/15-06/30/16						
Personal services	\$ 225,818	\$ 225,818	\$ --	\$ 136,883	\$ 88,935	\$ --
Totals	<u>\$ 225,818</u>	<u>\$ 225,818</u>	<u>\$ --</u>	<u>\$ 136,883</u>	<u>\$ 88,935</u>	<u>\$ --</u>
Youthful Offender Block Grant						
Grant Term: 07/01/15- 06/30/16						
Audit Period: 07/01/15 - 06/30/16						
Personal services	\$ 1,713,988	\$ 1,713,988	\$ --	\$ --	\$ 349,045	\$ 1,364,943
Operating expenses	738,135	738,135	--	--	168,955	569,180
Totals	<u>\$ 2,452,123</u>	<u>\$ 2,452,123</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 518,000</u>	<u>\$ 1,934,123</u>
Juvenile Re-Entry						
Grant Term: 07/01/15- 06/30/16						
Audit Period: 07/01/15 - 06/30/16						
Operating expenses	\$ 20,010	\$ 20,010	\$ --	\$ --	\$ 20,010	\$ --
Totals	<u>\$ 20,010</u>	<u>\$ 20,010</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 20,010</u>	<u>\$ --</u>
Juvenile Justice Crime Prevention Act						
Grant Term: 07/01/15- 06/30/16						
Audit Period: 07/01/15 - 06/30/16						
Personal services	\$ 960,072	\$ 960,072	\$ --	\$ --	\$ 552,657	\$ 407,415
Operating expenses	41,790	41,790	--	--	41,749	41
Totals	<u>\$ 1,001,862</u>	<u>\$ 1,001,862</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 594,406</u>	<u>\$ 407,456</u>
Title II - Juvenile Justice and Delinquency Prevention - BSCC 411-15						
Grant Term: 10/01/15- 09/30/16						
Audit Period: 10/01/15 - 06/30/16						
Operating expenses	\$ 12,625	\$ 12,625	\$ --	\$ 12,625	\$ --	\$ --
Totals	<u>\$ 12,625</u>	<u>\$ 12,625</u>	<u>\$ --</u>	<u>\$ 12,625</u>	<u>\$ --</u>	<u>\$ --</u>
Mentally III Offender Crime Reduction (MIOCR) - 973-15						
Grant Term: 08/06/15- 06/30/18						
Audit Period: 08/06/15 - 06/30/16						
Personal services	\$ 155,342	\$ 155,342	\$ --	\$ --	\$ 155,342	\$ --
Operating expenses	15,534	15,534	--	--	--	15,534
Equipment	40,500	40,500	--	--	--	40,500
Totals	<u>\$ 211,376</u>	<u>\$ 211,376</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 155,342</u>	<u>\$ 56,034</u>

**COUNTY OF EL DORADO
CALIFORNIA GOVERNOR'S OFFICE OF EMERGENCY SERVICES
AND THE BOARD OF STATE AND COMMUNITY CORRECTION GRANTS**

Statement of Approved Budget and Cumulative Revenues, Expenditures, and County Match
For the Period July 1, 2015 through June 30, 2016

Grant Name and Number/ Grant Term/Audit Period	Budget	Expenditures, Revenues, and Match			Budget to Actual Variance
		For the Period through June 30, 2015	For the Period July 1, 2015 through June 30, 2016	Cumulative as of June 30, 2016	
<u>Law Enforcement Specialized Units Program - LE14 01 0090</u>					
Grant Term: 01/01/15-12/31/15					
Audit Period: 07/01/15-12/31/15					
Personal Services	\$ 180,407	\$ 82,894	\$ 83,952	\$ 166,846	\$ 13,561
Operating Expenses	62,284	8,287	31,152	39,439	22,845
Total Expenditures	242,691	91,181	115,104	206,285	36,406
Less Match County Provided	(60,673)	(21,918)	(29,653)	(51,571)	(9,102)
Revenues Earned	\$ 182,018	\$ 69,263	\$ 85,451	\$ 154,714	\$ 27,304
<u>Law Enforcement Specialized Units Program - LE15 02 0090</u>					
Grant Term: 01/01/16-12/31/16					
Audit Period: 01/01/16-06/30/16					
Personal Services	\$ 184,576	\$ --	\$ 92,510	\$ 92,510	\$ 92,066
Operating Expenses	58,115	--	25,055	25,055	33,060
Total Expenditures	242,691	--	117,565	117,565	125,126
Less Match County Provided	(60,673)	--	(29,391)	(29,391)	(31,282)
Revenues Earned	\$ 182,018	\$ --	\$ 88,174	\$ 88,174	\$ 93,844
<u>Victim Witness Assistance Program - VW15 34 0090</u>					
Grant Term: 07/01/15-06/30/16					
Audit Period: 07/01/15-06/30/16					
Personal Services	\$ 225,817	\$ --	\$ 225,818	\$ 225,818	\$ (1)
Total Expenditures	225,817	--	225,818	225,818	(1)
Revenues Earned	\$ 225,817	\$ --	\$ 225,818	\$ 225,818	\$ (1)
<u>Youthful Offender Block Grant</u>					
Grant Term: 07/01/15- 06/30/16					
Audit Period: 07/01/15 - 06/30/16					
Personal Services	\$ 3,031,063	\$ --	\$ 1,713,988	\$ 1,713,988	\$ 1,317,075
Operating Expenses	627,333	--	738,135	738,135	(110,802)
Total Expenditures	3,658,396	--	2,452,123	2,452,123	1,206,273
Less Match County Provided	(3,140,396)	--	(1,934,123)	(1,934,123)	(1,206,273)
Revenues Earned	\$ 518,000	\$ --	\$ 518,000	\$ 518,000	\$ --
<u>Juvenile Re-Entry</u>					
Grant Term: 07/01/15- 06/30/16					
Audit Period: 07/01/15 - 06/30/16					
Operating Expenses	\$ 44,108	\$ --	\$ 20,010	\$ 20,010	\$ 24,098
Total Expenditures	44,108	--	20,010	20,010	24,098
Revenues Earned	\$ 44,108	\$ --	\$ 20,010	\$ 20,010	\$ 24,098

**COUNTY OF EL DORADO
CALIFORNIA GOVERNOR'S OFFICE OF EMERGENCY SERVICES
AND THE BOARD OF STATE AND COMMUNITY CORRECTION GRANTS**

Statement of Approved Budget and Cumulative Revenues, Expenditures, and County Match
For the Period July 1, 2015 through June 30, 2016

Grant Name and Number/ Grant Term/Audit Period	Budget	Expenditures, Revenues, and Match			Budget to Actual Variance
		For the Period through June 30, 2015	For the Period July 1, 2015 through June 30, 2016	Cumulative as of June 30, 2016	
<u>Juvenile Justice Crime Prevention Act</u>					
Grant Term: 07/01/15- 06/30/16					
Audit Period: 07/01/15 - 06/30/16					
Personal Services	\$ 691,997	\$ --	\$ 960,072	\$ 960,072	\$ (268,075)
Operating Expenses	79,096	--	41,790	41,790	37,306
Total Expenditures	771,093	--	1,001,862	1,001,862	(230,769)
Less Match County Provided	(149,357)	--	(407,456)	(407,456)	258,099
Revenues Earned	\$ 621,736	\$ --	\$ 594,406	\$ 594,406	\$ 27,330
<u>Title II - Juvenile Justice and Delinquency Prevention - BSCC 411-15</u>					
Grant Term: 10/01/15- 09/30/16					
Audit Period: 10/01/15 - 06/30/16					
Operating Expenses	\$ 149,985	\$ --	\$ 12,625	\$ 12,625	\$ 137,360
Total Expenditures	149,985	--	12,625	12,625	137,360
Revenues Earned	\$ 149,985	\$ --	\$ 12,625	\$ 12,625	\$ 137,360
<u>Mentally III Offender Crime Reduction (MIOCR) - 973-15</u>					
Grant Term: 08/06/15- 06/30/18					
Audit Period: 08/06/15 - 06/30/16					
Personal Services	\$ 316,667	\$ --	\$ 155,342	\$ 155,342	\$ 161,325
Operating Expenses	31,667	--	15,534	15,534	16,133
Equipment	97,900	--	40,500	40,500	57,400
Total Expenditures	446,234	--	211,376	211,376	234,858
Less Match County Provided	(129,567)	--	(56,034)	(56,034)	(73,533)
Revenues Earned	\$ 316,667	\$ --	\$ 155,342	\$ 155,342	\$ 161,325