

COUNTY OF ALPINE
SINGLE AUDIT REPORT
JUNE 30, 2016

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COUNTY OF ALPINE

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2016

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA No.	Federal Agency / Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Agriculture			
<u>Passed through the State Department of Social Services:</u>			
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program (SNAP)	10.561	--	\$ 52,461
Subtotal 10.561			52,461
<u>Passed through State Controller's Office:</u>			
Secure Payments for States and Counties Containing Federal Lands	10.665	--	189,690
<u>Direct Federal Programs:</u>			
Secure Payments for States and Counties Containing Federal Lands	10.665	--	10,261
Subtotal 10.665			199,951
Total U.S. Department of Agriculture			252,412
U.S. Department of the Interior			
<u>Direct Federal Programs:</u>			
Payments in Lieu of Taxes	15.226	114-113	169,500
Total U.S. Department of the Interior			169,500
U.S. Department of Justice			
<u>Passed through the California Emergency Management Agency:</u>			
Victim/Witness Assistance Program	16.575	VW15160020	44,936
Total U.S. Department of Justice			44,936
U.S. Department of Labor			
<u>Passed through Golden Sierra Job Training Agency:</u>			
Workforce Investment Act (WIA) Adult	17.258	K594759-01	29,108
Workforce Investment Act (WIA) Adult	17.258	K689660-03	16,099
Workforce Investment Act (WIA) Displaced Workers	17.278	K594759-01	6,541
Workforce Investment Act (WIA) Displaced Workers	17.278	K689660-03	1,200
Workforce Investment Act (WIA) Youth	17.259	K594759-01	11,232
Workforce Investment Act (WIA) Youth	17.259	K689660-03	1,948
Total U.S. Department of Labor			66,128
U.S. Department of Transportation			
<u>Passed through the State Department of Transportation:</u>			
FHWA / Caltrans Bridge Maintenance Program	20.205	1000020549L-N	111,002
FHWA / Caltrans Bridge Maintenance Program	20.205	1000020549L-N	110,368
Total U.S. Department of Transportation			221,370
			<i>continued</i>

See accompanying notes to schedule of expenditures of federal awards and the independent auditor's report on compliance for each major program and on internal control over compliance required by the Uniform Guidance.

COUNTY OF ALPINE

Schedule of Expenditures of Federal Awards (continued)

For the Year Ended June 30, 2016

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA No.	Federal Agency / Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Health and Human Services			
<u>Passed through State Department of Alcohol and Drug Programs:</u>			
Block Grants for Prevention and Treatment of Substance Abuse	93.959	--	\$ 350,445
<u>Passed through State Department of Health Care Services:</u>			
Medical Assistance Programs	93.778	--	9,827
Child Health & Disability Prevention Program	93.778	--	37,712
California Children's Services	93.778	--	20,634
Maternal and Child Health Services	93.994	201502	55,205
Subtotal Passed through State Department of Health Care Services			123,378
<u>Passed through State Department of Mental Health:</u>			
Substance Abuse and Mental Health Services Administration	93.958	--	11,080
<u>Passed through State Department of Public Health:</u>			
Public Health Emergency Preparedness Program	93.069	14-10882	85,801
Public Health Emergency Preparedness Program	93.069	14-10882	31,658
Immunization Program	93.268	15-10411	28,964
Hospital Preparedness Program	93.889	14-10882	176,987
Subtotal Passed through State Department of Public Health			323,410
<u>Passed through State Department of Social Services:</u>			
Temporary Assistance for Needy Families (TANF)	93.558	--	87,004
Community-Based Child Abuse Prevention Grants	93.590	--	28,213
Foster Care - Title IV-E	93.658	--	124,098
Adoption Assistance Program	93.659	--	9,388
In-Home Supportive Services (Social Services Block Grant)	93.667	--	82,389
Subtotal Passed through State Department of Social Services			331,092
Total U.S. Department of Health and Human Services			1,139,405
U.S. Department of Homeland Security			
<u>Passed through the California Emergency Management Agency:</u>			
Emergency Management Performance Grant	97.042	2014-0070	45,888
Emergency Management Performance Grant	97.042	2015-0049	13,163
Pre-Disaster Mitigation	97.047	PDMC-09-CA-2014	10,404
Subtotal Passed through California Emergency Management Agency			69,455
<u>Passed through State Department of Homeland Security</u>			
Homeland Security Grant Program - SHSP	97.067	2014-00093	74,640
Total U.S. Department of Homeland Security			144,095
Total Expenditures of Federal Awards			\$ 2,037,846

See accompanying notes to schedule of expenditures of federal awards and the independent auditor's report on compliance for each major program and on internal control over compliance required by the Uniform Guidance.

COUNTY OF ALPINE

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

Note 1: General

The accompanying schedule of expenditures of federal awards (SEFA) for the fiscal year ended June 30, 2016, presents the activity of all federal award programs of the County of Alpine, California (County). The County 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 on the SEFA. The County has elected to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

Note 2: Basis of Accounting

Basis of accounting refers to when expenditures or expenses are recognized and reported on the SEFA. The accompanying SEFA is presented using the modified accrual basis of accounting for grants accounted for in the governmental fund types and the accrual basis of accounting for grants accounted for in the proprietary fund types, as described in Note 1 to the County's basic financial statements.

Note 3: Relationship to Financial Statements

The amounts reported in the accompanying SEFA agree, in all material respects, to amounts reported within the County's basic financial statements. Federal award revenues are reported principally in the County's financial statements as intergovernmental revenues in the General, Special Revenue and Enterprise funds. Federal award expenditures are principally reported based on the function to which they relate.

Note 4: Catalog of Federal Domestic Assistance (CFDA) Numbers

The CFDA numbers included in the accompanying SEFA were determined based on the program name, review of grant contract information and the Office of Management and Budget's Catalog of Federal Domestic Assistance.

Note 5: Pass-Through Entity Identifying Numbers

The County has included in the SEFA the identifying numbers for pass-through grants when such information has been provided by the pass-through entities. For grants that the County was not provided with such information by the pass-through entities, the County has indicated the pass-through identifying numbers as "--" to disclose the information was not applicable or not available.

COUNTY OF ALPINE

Notes to the Schedule of Federal Awards

For the Year Ended June 30, 2016

Note 6: Program Clusters

Federal programs, which must be audited together as a program cluster, include the following:

<u>Federal</u> <u>CFDA</u>	<u>Program Title</u>	<u>Federal</u> <u>Expenditures</u>
Workforce Investment Act (WIA) Program Cluster:		
17.258	WIA Adult	\$ 45,207
17.259	WIA Youth	13,180
17.278	WIA Displaced Workers	<u>7,741</u>
	Total	<u>\$ 66,128</u>

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 Alpine
Markleeville, 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 financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County of Alpine (the "County") as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated March 30, 2017.

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 no instances of noncompliance 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 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.

Price Pange & Company

Clovis, California
March 30, 2017



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Supervisors
of the County of Alpine
Markleeville, California

Report on Compliance for Each Major Federal Program

We have audited the County of Alpine, California's (the County) 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 of Alpine, California, 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.

Report on Internal Control Over Compliance

Management of the 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 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 financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County of Alpine, California, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise County's basic financial statements. We issued our report thereon dated March 30, 2017, which contained unmodified opinions on those financial statements. The accompanying Schedule of Expenditures of Federal Awards and supplemental Schedule of the California Emergency Management Agency Grant Expenditures are presented for purposes of additional analysis as required by the Uniform Guidance and the California Emergency Management Agency, and are 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 basic 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 basic financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditure of Federal Awards and supplemental Schedule of the California Emergency Management Agency Grant Expenditures are fairly stated in all material respects in relation to the basic financial statements as a whole.

Price Pange & Company

Clovis, California
March 30, 2017

COUNTY OF ALPINE
 Schedule of Findings and Questioned Costs
 For the Year Ended June 30, 2016

Section 1 – Summary of Auditor’s Results

Financial Statements:

Type of auditor’s report issued:	Unmodified
Internal control over financial reporting:	
• Material weaknesses identified?	No
• Significant deficiencies identified that are not considered to be material weaknesses?	None reported
Noncompliance material to financial Statements noted?	No

Federal Awards:

Internal control over major programs:	
• Material weaknesses identified?	No
• Significant deficiencies identified that are not considered to be material weaknesses?	No
Type of auditor’s report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)	No
Identification of major programs:	
<u>Program Title</u>	<u>CFDA Number(s)</u>
• Payments in Lieu of Taxes	15.226
• Block Grants for Prevention and Treatment of Substance Abuse	93.959
Dollar threshold used to distinguish between Type A and Type B programs?	\$750,000
Auditee qualified as low-risk auditee?	Yes

COUNTY OF ALPINE
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2016

Section 2 – Financial Statement Findings

None

Section 3 – Federal Award Findings and Questioned Costs

None

COUNTY OF ALPINE
Status of Prior Year Findings
For the Year Ended June 30, 2016

Audit Reference Number	Status of Prior Year Audit Findings
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There were no audit findings in the prior year.

**SUPPLEMENTARY SCHEDULE OF
THE CALIFORNIA EMERGENCY
MANAGEMENT AGENCY GRANT EXPENDITURES**

COUNTY OF ALPINE

Supplementary Schedule for the California Emergency Management Agency

For the Fiscal Year Ended June 30, 2016

The following represents the State of California Emergency Management Agency grant expenditures.

Program	Total	Expenditures Incurred For the Year Ended June 30, 2016		
		Federal Share	- Share	County Share
<u>VW15160020 - Victim Witness Program</u>				
Personal services	\$ 28,079	\$ 28,079	\$ -	\$ -
Operating expenditures	16,857	16,857	-	-
Totals	<u>\$ 44,936</u>	<u>\$ 44,936</u>	<u>\$ -</u>	<u>\$ -</u>
<u>2015-0049 - Emergency Management Performance Grant</u>				
Personal services	\$ 13,163	\$ 13,163	\$ -	\$ -
Operating expenditures	-	-	-	-
Equipment	-	-	-	-
Totals	<u>\$ 13,163</u>	<u>\$ 13,163</u>	<u>\$ -</u>	<u>\$ -</u>
<u>2014-0070 - Emergency Management Performance Grant</u>				
Personal services	\$ 3,955	\$ 3,955	\$ -	\$ -
Equipment	41,933	41,933	-	-
Totals	<u>\$ 45,888</u>	<u>\$ 45,888</u>	<u>\$ -</u>	<u>\$ -</u>
<u>PDMC-09-CA-2014 Pre-Disaster Mitigation</u>				
Personal services	\$ 10,404	\$ 10,404	\$ -	\$ -
Equipment	-	-	-	-
Totals	<u>\$ 10,404</u>	<u>\$ 10,404</u>	<u>\$ -</u>	<u>\$ -</u>