

ROCK COUNTY

Janesville, Wisconsin

REPORT ON FEDERAL AND STATE AWARDS

For the Year Ended December 31, 2013

ROCK COUNTY

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

Independent Auditors' Report

To the County Board of Supervisors
Rock County
Janesville, Wisconsin

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Rock County, Wisconsin as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise Rock County's basic financial statements and have issued our report thereon dated July 22, 2014.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Rock 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 Rock County's internal control. Accordingly, we do not express an opinion on the effectiveness of Rock County's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we identified a deficiency in internal control that we consider to be a material weakness.

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. We consider the deficiency described in the accompanying schedule of findings and questioned costs to be a material weakness. This material weakness is item 2013-001.

To the County Board of Supervisors
Rock County

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Rock 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*.

Rock County's Response to the Finding

Rock County's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. Rock 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 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.

Baker Silly Viechow Krause, LLP

Madison, Wisconsin
July 22, 2014

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL AND MAJOR STATE PROGRAM;
REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND
REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
REQUIRED BY OMB CIRCULAR A-133 AND THE *STATE SINGLE AUDIT GUIDELINES*

Independent Auditors' Report

To the County Board of Supervisors
Rock County
Janesville, Wisconsin

Report on Compliance for Each Major Federal and Major State Program

We have audited Rock County, Wisconsin's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* and the *State Single Audit Guidelines* that could have a direct and material effect on each of Rock County's major federal and major state programs for the year ended December 31, 2013. Rock County's major federal and major state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Rock County's major federal and 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; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; and the *State Single Audit Guidelines*. Those standards, OMB Circular A-133, and the *State Single Audit Guidelines* 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 or major state program occurred. An audit includes examining, on a test basis, evidence about Rock 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 and major state program. However, our audit does not provide a legal determination of Rock County's compliance.

Opinion on Each Major Federal and Major State Program

In our opinion, Rock 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 and major state programs for the year ended December 31, 2013.

To the County Board of Supervisors
Rock County

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 or the *State Single Audit Guidelines* and which are described in the accompanying schedule of findings and questioned costs as items 2013-002, 2013-003, 2013-004, 2013-005, and 2013-006. Our opinion on each major federal and major state program is not modified with respect to these matters.

Rock County's Response to Findings

Rock County's response to the noncompliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. Rock 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 of Rock 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 Rock County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal or major state 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 and major state program and to test and report on internal control over compliance in accordance with OMB Circular A-133 and the *State Single Audit Guidelines*, 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 Rock 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 or 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 reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified a deficiency in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as item 2013-002, that we consider to be a significant deficiency.

Rock County's Response to Findings

Rock County's response to the internal control over compliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. Rock 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.

To the County Board of Supervisors
Rock County

Purpose of this Report

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133 and the *State Single Audit Guidelines*. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal and State Awards Required by OMB Circular A-133 and the State Single Audit Guidelines

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Rock County, Wisconsin as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise Rock County's basic financial statements. We issued our report thereon dated July 22, 2014 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 the basic financial statements. The accompanying schedule of expenditures of federal and state awards is presented for purposes of additional analysis as required by OMB Circular A-133 and the *State Single Audit Guidelines* 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 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 basic 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 as a whole.

Baker Silly Verchow Krause, LLP

Madison, Wisconsin
September 3, 2014

ROCK COUNTY

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended December 31, 2013

Grantor Agency / Pass-Through Agency/ Program Title	Federal CFDA Number	Pass- Through Agency	Grant/Pass-Through Grantors' Number	Revenues			Total Revenues	Expenditures
				(Accrued) Deferred Beginning Balance	Cash Received (Refunded)	Accrued (Deferred) Ending Balance		
FEDERAL PROGRAMS								
U. S. Department of Agriculture								
Child Nutrition Cluster								
School Breakfast Program	10.553	DPI	N/A	\$ -	\$ 9,826	\$ 766	\$ 10,592	\$ 10,592
National School Lunch	10.555	DPI	N/A	-	18,700	1,143	19,843	19,843
Total Child Nutrition Cluster				-	28,526	1,909	30,435	30,435
State Administration Matching Grants for Food Stamp Program	10.561	DHS	N/A	-	1,628,954	-	1,628,954	1,628,954
State Administration Matching Grants for Food Stamp Program	10.561	DCF	N/A	-	(177)	-	(177)	(177)
Total State Administration Matching Grants for Food Stamp Program				-	1,628,777	-	1,628,777	1,628,777
Senior Farmers Market Nutrition Program	10.576	N/A	N/A	(12,475)	24,950	-	12,475	12,475
Farm and Ranch Lands Protection Program	10.913	N/A	N/A	-	175,500	-	175,500	175,500
Total U.S. Department of Agriculture				(12,475)	1,857,753	1,909	1,847,187	1,847,187
U.S. Department of Housing and Urban Development								
Community Development Block Grant/State's Program	14.228	DOA	EAP 08-10	(24,433)	26,191	-	1,758	1,758
Community Development Block Grant/State's Program	14.228	DOA	N/A	-	-	350,096	350,096	350,096
Community Development Block Grant/State's Program	14.228	DOA	N/A	-	74,457	-	74,457	74,457
Total Community Development Block Grant/State's Program				(24,433)	100,648	350,096	426,311	426,311
Lead Hazard Demonstration	14.905	DHS	N/A	-	59,272	-	59,272	59,272
Total U.S. Department of Housing and Urban Development				(24,433)	159,920	350,096	485,583	485,583
U.S. Department of Justice								
Juvenile Accountability Block Grant	16.523	DOA	N/A	(3,115)	6,910	-	3,795	3,795
Drug Court Discretionary Program	16.585	N/A	2009-DC-BX-19	(2,590)	32,945	-	30,355	30,355
State Criminal Assistance	16.606	N/A	N/A	-	16,987	-	16,987	16,987
Edward Byrne Memorial Justice Assistance Grant	16.738	DOJ	2012-DJ-BX-1126	8,151	-	(8,151)	-	-
Edward Byrne Memorial Justice Assistance Grant	16.738	DOA	N/A	-	6,235	-	6,235	6,235
Edward Byrne Memorial Justice Assistance Grant	16.738	DOJ	N/A	-	28,733	-	28,733	28,733
Edward Byrne Memorial Justice Assistance Grant	16.738	DOJ	2013-DJ-BX-	-	38,310	(5,810)	32,500	32,500
Edward Byrne Memorial Justice Assistance Grant	16.738	DOJ	N/A	-	45,534	-	45,534	45,534
Total Edward Byrne Memorial Justice Assistance Grant				8,151	118,812	(13,961)	113,002	113,002
Total U.S. Department of Justice				2,446	175,654	(13,961)	164,139	164,139

See accompanying notes to schedule of expenditures of federal and state awards.

ROCK COUNTY

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended December 31, 2013

Grantor Agency / Pass-Through Agency/ Program Title	Federal CFDA Number	Pass- Through Agency	Grant/Pass-Through Grantors' Number	Revenues			Total Revenues	Expenditures
				(Accrued) Deferred Beginning Balance	Cash Received (Refunded)	Accrued (Deferred) Ending Balance		
FEDERAL PROGRAMS (cont.)								
U.S. Department of Transportation								
Transit Services Program Cluster								
Capital Assistance Program for Elderly Persons and Persons with Disabilities	20.513	DOT	N/A	\$ -	\$ 25,500	\$ -	\$ 25,500	\$ 25,500
New Freedom Program	20.521	DOT	N/A	(26,934)	94,426	20,681	88,173	88,173
Total Transit Services Program Cluster				(26,934)	119,926	20,681	113,673	113,673
Highway Safety Cluster								
State and Community Highway Safety	20.600	DOT	2013-N/A	(1,887)	19,155	-	17,268	17,268
Alcohol Impaired Driving Coutermeasures Incentive Grants	20.601	DOT	2013-N/A	(3,052)	30,695	-	27,643	27,643
Alcohol Impaired Driving Coutermeasures Incentive Grants	20.601	DOT	2014-N/A	-	-	1,275	1,275	1,275
Occupant Protection Incentive Grants	20.602	DOT	2013-N/A	(4,326)	14,165	-	9,839	9,839
Total Highway Safety Cluster				(9,265)	64,015	1,275	56,025	56,025
Total U.S. Department of Transportation				(36,199)	183,941	21,956	169,698	169,698
National Foundation on the Arts and the Humanities								
Library Services and Technology Act (LISTA)	45.310	N/A	N/A	-	6,281	-	6,281	6,281
Library Services and Technology Act (LISTA)	45.310	N/A	N/A	-	9,600	-	9,600	9,600
Total National Foundation on the Arts and the Humanities				-	15,881	-	15,881	15,881
U.S. Department of Education								
Safe and Drug-Free Schools and Communities-National Program	84.181	DHS	N/A	-	165,620	-	165,620	165,620
Total U.S. Department of Education				-	165,620	-	165,620	165,620
U. S. Department of Health and Human Services								
Block Grants for Temporary Assistance for Needy Families	93.558	DHS	N/A	-	487,692	-	487,692	487,692
Block Grants for Temporary Assistance for Needy Families	93.558	DCF	N/A	-	1,106,460	-	1,106,460	1,106,460
Total Block Grants for Temporary Assistance for Needs Families				-	1,594,152	-	1,594,152	1,594,152
Block Grants for Community Mental Health Services	93.958	DHS	N/A	-	142,023	-	142,023	142,023
Preventive Health and Health Services Block Grant	93.991	DHS	N/A	-	9,445	-	9,445	9,445

See accompanying notes to schedule of expenditures of federal and state awards.

ROCK COUNTY

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended December 31, 2013

Grantor Agency / Pass-Through Agency/ Program Title	Federal CFDA Number	Pass- Through Agency	Grant/Pass-Through Grantors' Number	Revenues			Total Revenues	Expenditures
				(Accrued) Deferred Beginning Balance	Cash Received (Refunded)	Accrued (Deferred) Ending Balance		
FEDERAL PROGRAMS (cont.)								
U. S. Department of Health and Human Services (cont.)								
Maternal and Child Health Services Block Grant	93.994	DHS	N/A	\$ -	\$ 66,579	\$ -	\$ 66,579	\$ 66,579
Children's Health Insurance Program	93.767	DHS	N/A	-	287,294	-	287,294	287,294
Hospital Preparedness Program and Public Health Emergency Preparedness Aligned Cooperative Agreements	93.074	DHS	N/A	-	99,741	-	99,741	99,741
Projects for Assistance in Transition from Homelessness	93.150	DOA	N/A	-	94,106	33,193	127,299	127,299
Immunization Grants	93.268	DHS	N/A	-	40,492	-	40,492	40,492
HIV Care Formula Grants	93.917	DHS	N/A	-	7,575	-	7,575	7,575
Centers for Medicare and Medicaid Services Research	93.779	GWAAR	N/A	-	5,000	-	5,000	5,000
Centers for Medicare and Medicaid Services Research	93.779	GWAAR	N/A	(5,905)	5,905	-	-	-
Centers for Medicare and Medicaid Services Research	93.779	DHS	N/A	-	276,255	-	276,255	276,255
Total Centers for Medicare and Medicaid Services Research				<u>(5,905)</u>	<u>287,160</u>	<u>-</u>	<u>281,255</u>	<u>281,255</u>
Medical Assistance Program - WIMCR	93.778	DHS	N/A	-	3,239,773	-	3,239,773	3,239,773
Medical Assistance Program	93.778	DHS	N/A	-	20,735,222	-	20,735,222	20,735,222
Medical Assistance Program	93.778	DCF	N/A	-	(5,432)	-	(5,432)	(5,432)
Medical Assistance Program-CLTS	93.778	DCF	N/A	-	751,998	-	751,998	751,998
Total Medical Assistance Program				<u>-</u>	<u>24,721,561</u>	<u>-</u>	<u>24,721,561</u>	<u>24,721,561</u>
Block Grants for Prevention and Treatment of Substance Abuse	93.959	DCF	N/A	-	101,399	-	101,399	101,399
Block Grants for Prevention and Treatment of Substance Abuse	93.959	DHS	N/A	-	708,594	-	708,594	708,594
Total Block Grants for Prevention and Treatment of Substance Abuse				<u>-</u>	<u>809,993</u>	<u>-</u>	<u>809,993</u>	<u>809,993</u>
Social Services Block Grant	93.667	DHS	N/A	-	776,195	-	776,195	776,195
Social Services Block Grant	93.667	GWAAR	N/A	(398)	8,656	1,466	9,724	9,724
Social Services Block Grant	93.667	DCF	N/A	-	321,547	-	321,547	321,547
Total Social Services Block Grant				<u>(398)</u>	<u>1,106,398</u>	<u>1,466</u>	<u>1,107,466</u>	<u>1,107,466</u>
Aging Cluster								
Title III, Part B - Grants for Supportive Services	93.044	GWAAR	N/A	(10,504)	133,379	1,921	124,796	124,796
Title III, Part C - Nutrition Services	93.045	GWAAR	N/A	(6,922)	159,206	59,707	211,991	211,991
Nutrition Services Incentive Program	93.053	GWAAR	N/A	(9,265)	50,214	-	40,949	40,949
Total Aging Cluster				<u>(26,691)</u>	<u>342,799</u>	<u>61,628</u>	<u>377,736</u>	<u>377,736</u>
Title III, Part D - In-Home Services	93.043	GWAAR	N/A	(1,869)	12,492	8,300	18,923	18,923
Title III, Part E - National Family Caregiver Support	93.052	GWAAR	N/A	(40,906)	79,324	29,521	67,939	67,939

See accompanying notes to schedule of expenditures of federal and state awards.

ROCK COUNTY

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended December 31, 2013

Grantor Agency / Pass-Through Agency/ Program Title	Federal CFDA Number	Pass- Through Agency	Grant/Pass-Through Grantors' Number	Revenues			Total Revenues	Expenditures
				(Accrued) Deferred Beginning Balance	Cash Received (Refunded)	Accrued (Deferred) Ending Balance		
FEDERAL PROGRAMS (cont.)								
U. S. Department of Health and Human Services (cont.)								
Health Program for Toxic Substances and Disease Registry	93.161	DHS	N/A	\$ -	\$ 53,243	\$ 16,287	\$ 69,530	\$ 69,530
Home Visiting Program	93.505	DCF	N/A	(30,608)	362,542	-	331,934	331,934
Community Transformation Grants	93.531	DHS	N/A	-	47,897	117,005	164,902	164,902
Promoting Safe and Stable Families	93.556	DCF	N/A	-	57,103	-	57,103	57,103
Family Support Payments to States - Assistance Payments	93.560	DCF	N/A	-	115	-	115	115
Child Support Enforcement	93.563	DCF	N/A	-	2,388,043	-	2,388,043	2,388,043
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	DCF	N/A	-	439,070	-	439,070	439,070
Child Welfare Service Grants - State Grants	93.645	DCF	N/A	-	117,484	-	117,484	117,484
Child Welfare Services Grant - State Grants	93.645	DOC	N/A	(3,286)	33,858	3,015	33,587	33,587
Total Child Welfare Service Grants - State Grants				(3,286)	151,342	3,015	151,071	151,071
Foster Care Title - IV-E	93.658	DOC	N/A	(5,257)	51,116	4,523	50,382	50,382
Foster Care Title - IV-E	93.658	DOC	N/A	-	-	15,688	15,688	15,688
Foster Care Title - IV-E	93.658	DCF	N/A	-	710,435	-	710,435	710,435
Total Foster Care				(5,257)	761,551	20,211	776,505	776,505
Chafee Foster Care Independence Program	93.674	DCF	N/A	-	32,487	-	32,487	32,487
Low Income Home Energy Assistance Block Grant	93.568	DOA	N/A	(33,248)	191,368	40,379	198,499	198,499
Total U.S. Department of Health and Human Services				(148,168)	34,185,895	331,005	34,368,732	34,368,732
Executive Office of the President								
High Intensity Drug Trafficking Areas Program	95.001	Milwaukee HIDTA		-	24,040	8,693	32,733	32,733
High Intensity Drug Trafficking Areas Program	95.001	Milwaukee HIDTA	G11ML0016A	(2,279)	2,279	-	-	-
High Intensity Drug Trafficking Areas Program	95.001	Milwaukee HIDTA	G12ML0016A	(22,820)	30,000	-	7,180	7,180
Total Executive Office of the President				(25,099)	56,319	8,693	39,913	39,913
U. S. Department of Homeland Security								
Hazard Mitigation Grant	97.039	DMA	N/A	(45,032)	88,601	43,568	87,137	87,137
Total U.S. Department of Homeland Security				(45,032)	88,601	43,568	87,137	87,137
TOTAL FEDERAL PROGRAMS				\$ (288,960)	\$ 36,889,584	\$ 743,266	\$ 37,343,890	\$ 37,343,890

See accompanying notes to schedule of expenditures of federal and state awards.

ROCK COUNTY

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended December 31, 2013

Grantor Agency / Pass-Through Agency / Program Title	State ID Number	Revenues			Total Revenues	Expenditures
		(Accrued) Deferred Beginning Balance	Cash Received (Refunded)	Accrued (Deferred) Ending Balance		
STATE PROGRAMS						
Wisconsin Department of Agriculture, Trade and Consumer Protection						
Clean Sweep	115.040	\$ -	\$ 16,233	\$ -	\$ 16,233	\$ 16,233
County Staff and Support	115.150	-	142,099	-	142,099	142,099
Land and Water Resource Management	115.400	(52,177)	52,177	107,546	107,546	107,546
Farmland Preservation Program	115.XXX	-	15,000	-	15,000	15,000
Prescription Drug Collection Program	115.XXX	-	-	6,288	6,288	6,288
Total Wisconsin Department of Agriculture, Trade, and Consumer Protection		<u>(52,177)</u>	<u>225,509</u>	<u>113,834</u>	<u>287,166</u>	<u>287,166</u>
Wisconsin Department of Public Instruction						
Public Library Systems Aid	255.002	<u>329,954</u>	<u>437,605</u>	<u>(328,954)</u>	<u>438,605</u>	<u>438,605</u>
Wisconsin Department of Natural Resources						
Recreational Aids - Snowmobile Trail and Area 07/12 - 06/13	370.485	16,534	28,300	-	44,834	44,834
Recreational Aids - Snowmobile Trail and Area 07/113- 06/14	370.485	-	28,300	(22,336)	5,964	5,964
Wildlife Damage Control and Abatement	370.553	(7,005)	7,005	8,168	8,168	8,168
DNR Parks Stewardship	370.XXX	-	35,000	-	35,000	35,000
DNR Conservation Grant	370.XXX	-	3,000	-	3,000	3,000
Lake Protection Grant	370.XXX	(1,575)	1,575	3,425	3,425	3,425
Snowmobile Enforcement	370.XXX	-	7,618	-	7,618	7,618
Water Patrol	370.XXX	-	17,697	-	17,697	17,697
Transient Non-Community Well Program	370.XXX	(6,171)	20,601	7,285	21,715	21,715
Total Wisconsin Department of Natural Resources		<u>1,783</u>	<u>149,096</u>	<u>(3,458)</u>	<u>147,421</u>	<u>147,421</u>
Wisconsin Department of Transportation						
Elderly and Handicapped County Aids	395.101	-	<u>407,825</u>	-	<u>407,825</u>	<u>407,825</u>
Wisconsin Department of Corrections						
Community Intervention Program	410.302	-	-	34,390	34,390	34,390
Community Intervention Program 7/13-6/14	410.302	-	51,775	13,050	64,825	64,825
Community Intervention Program 7/12-6/13	410.302	(22,543)	86,000	-	63,457	63,457
Youth Aids	410.313	(320,033)	3,300,851	294,002	3,274,820	3,274,820
Total Wisconsin Department of Corrections		<u>(342,576)</u>	<u>3,438,626</u>	<u>341,442</u>	<u>3,437,492</u>	<u>3,437,492</u>

See accompanying notes to schedule of expenditures of federal and state awards.

ROCK COUNTY

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended December 31, 2013

Grantor Agency / Pass-Through Agency / Program Title	State ID Number	Revenues			Total Revenues	Expenditures
		(Accrued) Deferred Beginning Balance	Cash Received (Refunded)	Accrued (Deferred) Ending Balance		
STATE PROGRAMS (cont.)						
Wisconsin Department of Health Services						
Cons Contracts CHHD LD	435.157720	\$ -	\$ 24,225	\$ -	\$ 24,225	\$ 24,225
Cons Contracts MCH	435.159320	-	4,047	-	4,047	4,047
FSET Admin GPR/Fed Base	435.231	-	2,318	-	2,318	2,318
IMAA State Share	435.283	-	1,252,036	-	1,252,036	1,252,036
IMAA State Share Supp	435.292	-	84,756	-	84,756	84,756
IMAA Federal Share Supp	435.293	-	712	-	712	712
IMAA State Share ACA	435.297	-	371,549	-	371,549	371,549
IMAA Federal Share ACA	435.298	-	3,121	-	3,121	3,121
COP-W Waiver	435.338	-	938,250	-	938,250	938,250
CIP II Non Federal	435.348	-	2,211,206	-	2,211,206	2,211,206
Community Options Program	435.367	-	1,874,878	-	1,874,878	1,874,878
CIP II Community Relocate Non Federal	435.369	-	76,612	-	76,612	76,612
CIP II Diversions Non Federal	435.375	-	132,787	-	132,787	132,787
Alzheimer's Family Support	435.381	-	64,870	-	64,870	64,870
ICFMR Nonfed	435.407	-	1,412,778	-	1,412,778	1,412,778
FC Transition CIP1B Nonfed	435.410	-	24,591	-	24,591	24,591
CIP1A MFP Nonfed	435.472	-	64,489	-	64,489	64,489
CIP1B MFP Nonfed	435.475	-	4,924	-	4,924	4,924
CIP II MFP Nonfed	435.478	-	840	-	840	840
Elder Abuse and Neglect	435.382	(9,068)	34,118	25,350	50,400	50,400
Community Support Program Wait List	435.504	-	57,772	-	57,772	57,772
Brain Injury Waiver	435.506	-	165,058	-	165,058	165,058
Certified Mental Health Program	435.517	-	82,111	-	82,111	82,111
Integrated Services for Children with Severe Disabilities	435.530	-	10,095	-	10,095	10,095
Non-Resident Reimbursement	435.531	-	77,041	-	77,041	77,041
Birth to Three Initiative	435.550	-	162,535	-	162,535	162,535
Basic County Allocation	435.561	-	4,565,706	-	4,565,706	4,565,706
CIP 1B	435.564	-	791,340	-	791,340	791,340
Treatment Alternative Program	435.576	-	60,062	-	60,062	60,062
CIP 1A	435.580	-	710,345	-	710,345	710,345
Base County Allocation - State Match	435.681	-	634,409	-	634,409	634,409
CLTS DD Other GPR	435.805	-	143,396	-	143,396	143,396
CLTS MH Other GPR	435.811	-	44,782	-	44,782	44,782
CLTS PD Other GPR	435.817	-	18,231	-	18,231	18,231
CLTS DD OTH CWA ADMIN GPR	435.835	-	13,247	-	13,247	13,247

ROCK COUNTY

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended December 31, 2013

Grantor Agency / Pass-Through Agency / Program Title	State ID Number	Revenues			Total Revenues	Expenditures
		(Accrued) Deferred Beginning Balance	Cash Received (Refunded)	Accrued (Deferred) Ending Balance		
STATE PROGRAMS (cont.)						
Wisconsin Department of Health Services (cont.)						
CLTS MH OTH CWA ADMIN GPR	435.841	\$ -	\$ 3,862	\$ -	\$ 3,862	\$ 3,862
CLTS MH OTH CWA ADMIN GPR	435.847	-	1,684	-	1,684	1,684
Aging & Disability Resource Center	435.560010	-	631,430	-	631,430	631,430
Passed Through Greater Wisconsin Area on Aging Resources						
LTC Sustainability	435.560121	-	2,900	-	2,900	2,900
Benefit Specialist County	435.560320	-	33,438	-	33,438	33,438
State Pharmacy Asst Prog 11-12	435.560327	-	9,967	-	9,967	9,967
Senior Community Svs Prog	435.560330	(491)	11,388	438	11,335	11,335
Title 3C-1 Cong Meal Prog	435.560350	(11,524)	88,938	62,598	140,012	140,012
Title 3C-2 Home Meals	435.560360	-	11,427	-	11,427	11,427
Total Wisconsin Department of Health Services		(21,083)	16,914,271	88,386	16,981,574	16,981,574
Wisconsin Department of Children and Families						
AFDC Agency Incentive	437.238	-	90	-	90	90
Food Stamp Agency Collections Take Back	437.267	-	(13,600)	-	(13,600)	(13,600)
Food Stamp Agency Collections Incentive	437.267	-	13,423	-	13,423	13,423
MA Agency Incentive	437.267	-	2,030	-	2,030	2,030
MA Agency Collection Take Back	437.267	-	(7,462)	-	(7,462)	(7,462)
AW DOJ Fingerprint Backgr	437.332	-	1,658	-	1,658	1,658
CW Foster Home Continuation	437.3365	-	23,165	-	23,165	23,165
Brighter Future Initiative	437.354	-	119,225	-	119,225	119,225
Basic County Allocation	437.3561	-	1,162,321	-	1,162,321	1,162,321
CW Cty Data Leadership Initiative	437.3611	-	9,316	-	9,316	9,316
F State/ County match	437.3681	-	204,870	-	204,870	204,870
Home Visiting Program	437.1008	-	113,113	-	113,113	113,113
CS Prepayment of 2011 CS Support	437.7502	-	190,419	-	190,419	190,419
Total Wisconsin Department of Children and Families		-	1,818,568	-	1,818,568	1,818,568
Wisconsin Department of Justice						
Cold Case Grant	455.XXX	(2,772)	2,772	-	-	-
Treatment Alternatives and Diversion	455.239	-	110,931	-	110,931	110,931
Reimbursement for Victim and Witness Assistance Program	455.503	(110,474)	184,985	121,398	195,909	195,909
Total Wisconsin Department of Justice		(113,246)	298,688	121,398	306,840	306,840

ROCK COUNTY

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended December 31, 2013

Grantor Agency / Pass-Through Agency / Program Title	State ID Number	Revenues			Total Revenues	Expenditures
		(Accrued) Deferred Beginning Balance	Cash Received (Refunded)	Accrued (Deferred) Ending Balance		
STATE PROGRAMS (cont.)						
Wisconsin Department of Military Affairs						
Emergency Government Response Equipment	465.308	\$ -	\$ 9,560	\$ -	\$ 9,560	\$ 9,560
Emergency Planning Grant	465.337	(19,676)	38,306	19,851	38,481	38,481
Total Wisconsin Department of Military Affairs		(19,676)	47,866	19,851	48,041	48,041
Wisconsin Department of Veterans Affairs						
County Veterans Service Officer	485.001	(13,000)	26,000	-	13,000	13,000
Wisconsin Department of Administration						
Public Benefits	505.371	(20,997)	115,593	36,652	131,248	131,248
Projects for Assistance in Transition from Homelessness	505.709	-	7,000	-	7,000	7,000
Total Wisconsin Department of Administration		(20,997)	122,593	36,652	138,248	138,248
TOTAL STATE PROGRAMS		\$ (251,018)	\$ 23,886,647	\$ 389,151	\$ 24,024,780	\$ 24,024,780

ROCK COUNTY

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS For the Year Ended December 31, 2013

NOTE 1 – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal and state awards (the “schedule”) includes the federal and state grant activity of Rock County under programs of the federal and state government for the year ended December 31, 2013. The information in this schedule is presented in accordance with the requirements of the Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and the *State Single Audit Guidelines*. Because the schedule presents only a selected portion of the operations of Rock County, it is not intended to and does not present the financial position, changes in net position or cash flows of Rock County.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule are reported on the accrual or modified basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

The underlying accounting records for some grant programs are maintained on the modified accrual basis of accounting. Under the modified accrual basis, revenues are recorded when susceptible to accrual, i.e., both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the liability is incurred. The accounting records for other grant programs are maintained on the accrual basis, i.e., when the revenue has been earned and the liability is incurred.

NOTE 3 – PASS-THROUGH GRANTORS

Federal funds have been passed through the following grantors:

- DOJ – Wisconsin Department of Justice
- DOT – Wisconsin Department of Transportation
- DPI – Wisconsin Department of Public Instruction
- DOA – Wisconsin Department of Administration
- DHS – Wisconsin Department of Health Services
- DCF – Wisconsin Department of Children and Families
- GWAAR – Greater Wisconsin Agency on Aging Resources
- DOC – Wisconsin Department of Corrections
- DMA – Wisconsin Department of Military Affairs
- Milwaukee HIDTA (High-Intensity Drug Trafficking Areas)

ROCK COUNTY

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS For the Year Ended December 31, 2013

NOTE 4 – CARS/CORE REPORT DATES

The Schedule of Expenditures of Federal and State Awards includes adjustments through the following Community Aids Reporting System (CARS) reports:

<u>Agency Number</u>	<u>Date</u>
53-305	June 1, 2014
53-310	June 1, 2014
53-315	June 1, 2014
53-325	June 1, 2014
53-330	June 1, 2014

The Schedule of Expenditures of Federal and State Awards includes adjustments through the December 31, 2013 CORE report.

ROCK COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2013

SECTION I – SUMMARY OF AUDITORS’ RESULTS

FINANCIAL STATEMENTS

Type of auditors’ report issued: Unmodified

Internal control over financial reporting:

- > Material weakness(es) identified? X yes no
- > Significant deficiency(ies) identified? yes X none reported

Noncompliance material to financial statements noted?

 yes X no

FEDERAL OR STATE AWARDS

Internal control over major programs:

- > Material weakness(es) identified? yes X no
- > Significant deficiency(ies) identified? X yes none reported

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 section 510(a) of OMB Circular A-133?

 X yes no

 Federal Programs State Programs

Auditee qualified as low-risk auditee?

 yes X no yes X no

Identification of major federal programs:

CFDA Number

Name of Federal Program or Cluster

93.563
93.778

Child Support Enforcement
Medical Assistance Program

 Federal State

Dollar threshold used to distinguish between type A and type B programs:

	<u>DHS</u>	<u>All Other</u>
	\$ 1,120,317	\$ 509,447 \$ 100,000

ROCK COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2013

SECTION I – SUMMARY OF AUDITORS’ RESULTS (cont.)

FEDERAL OR STATE AWARDS (cont.)

Identification of major state programs:

<u>State Number</u>	<u>Name of State Program</u>
255.002	Public Library System Aid
435.283, 435.292, 435.293, 435.297, 435.298	Income Maintenance Available Allocation
435.338	COP-W Waiver
435.348, 435.369, 435.375	Community Integration Program II
435.407	ICFMR Nonfed
435.506	Brain Injury Waiver
435.560010	Aging and Disability Resource Center
435.564	CIP 1B
435.580	CIP 1A
435.561, 435.681, 437.3561	Basic County Allocation
437.3681	F State/County Match
437.354	Brighter Future Initiative
437.7502	CS Prepayment of 2011 CS Support
437.1008	Home Visiting Program
455.239	Treatment Alternatives and Diversion
505.371	Public Benefits

SECTION II – FINANCIAL STATEMENT FINDINGS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

FINDING 2013-001: INTERNAL CONTROL OVER FINANCIAL REPORTING

Material Journal Entries and Preparation of Financial Statements

Criteria: Statement on Auditing Standards (SAS) No. 115 requires auditors to report a material weakness if material journal entries are required for the financial statements, material changes are made to schedule of expenditures of federal awards, or the auditor prepares the annual financial statements and footnotes.

Condition: Material journal entries were identified during the course of the audit and we, as your auditors, prepared your annual financial statements.

Cause: County staff was not able to identify certain adjusting journal entries and the County contracted with the auditors to prepare the financial statements.

Effect: The financial statements need to contain all of the required disclosures and account balances without material changes by your auditors.

ROCK COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2013

SECTION II – FINANCIAL STATEMENT FINDINGS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS (cont.)

FINDING 2013-001: INTERNAL CONTROL OVER FINANCIAL REPORTING (cont.)

Material Journal Entries and Preparation of Financial Statements (cont.)

Recommendation: We recommend that the County put in place procedures in order to reduce the risk of material journal entries as well as determining if resources would be available to prepare a complete set of financial statements.

Grantee's Response/Corrective Action Plan: The County does not have sufficient professionally trained staff to prepare a complete set of year-end financial statements. Due to budget constraints, it is unlikely the county will be in a position to hire, train, and house professional staff to complete this task in the near future.

Official Responsible: Sherry Oja, Finance Director

SECTION III – FEDERAL AWARDS AND STATE AWARDS FINDINGS AND QUESTIONED COSTS

FINDING 2013-002: 435.580 CIP 1A, WISCONSIN DEPARTMENT OF HEALTH SERVICES (DHS)

Criteria: The DHS Audit Guide, Section 2.6.3 states that expenses and revenues reported to the department through HSRS must be complete, accurate, and supported by the County's records.

Condition: The SPC code reported on HSRS was not supported by the Individual Service Plans (ISP).

Questioned Costs: None noted.

Context: Out of the 40 files tested, one SPC code on an individual's ISP did not agree to HSRS. The HSRS was incorrect. The SPC code was reported as 104.12 on the HSRS, but should have been reported as 202.02 per the ISP.

Effect: The incorrect services on the HSRS were funded by grant dollars.

Recommendation: We recommend the County put in place a system to ensure that the appropriate SPC code is used to report costs to the state on the HSRS.

Grantee's Response/Corrective Action Plan: The DD Board has initiated a new process by which all Individual Service Plans are sent to the Contract Compliance Specialist in our Department who reviews the plans to ensure that all SPC codes are correct and that the SPC codes correspond correctly with the HSRS as reported to the State. The DD Board has reviewed ALL the ISPs for all current individuals who are being served and has made corrections where they are needed. After the Contract Compliance Specialist has reviewed the submitted ISP, it is initialed and sent to the DD Board Director for review and initials, prior to being filed.

Official Responsible: John Hanewall, DD Board Director

ROCK COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2013

SECTION III – FEDERAL AWARDS AND STATE AWARDS FINDINGS AND QUESTIONED COSTS (cont.)

FINDING 2013-003: STATE SINGLE AUDIT GUIDELINES GENERAL REQUIREMENTS, WISCONSIN DEPARTMENT OF HEALTH SERVICES (DHS)

Criteria: DHS general requirements as identified in the *State Single Audit Guidelines* require that the County receive and review the audit reports of all providers who are required to submit an audit report as per Wisconsin Statute 46.036(4)(c).

Condition: We followed up on audit reports from the prior year's audit. One audit report was not received within 180 days of their fiscal year end. Another audit report was received, but was not reviewed timely by the County.

Questioned Costs: None noted.

Context: There was one audit report (Meal Magic) from 2012 that was not received and reviewed by the County in a timely manner. Audit reports are supposed to be provided to the County by June 30, 2013. Also, one audit report (Senior Services of Rock County, Inc.) was received timely, however, it was not reviewed by the County to ensure the report contained all of the applicable report elements required by the contract and that the subrecipient complied with program requirements.

Effect: Audit findings of the provider to Rock County may affect the County's decision to provide further funding, or result in corrective action.

Recommendation: We recommend that the County obtain and review all audit reports timely as required per Wisconsin Statute 46.036(4)(c).

Grantee's Response/Corrective Action Plan: Rock County Human Services has a written policy to ensure that all audits are received and reviewed in a timely manner. The policy includes withholding provider payments if the required audit is not provided by the due date indicated in the contract. The department will make sure when audits are received and subsequently reviewed, that the checklist that is maintained is completed and then reviewed by the Controller on a monthly basis.

Official Responsible: Charmian Klyve, Director of Human Services

FINDING 2013-004: STATE SINGLE AUDIT GUIDELINES GENERAL REQUIREMENTS, WISCONSIN DEPARTMENT OF CHILDREN AND FAMILIES (DCF)

Criteria: DCF general requirements as identified in the *State Single Audit Guidelines* require counties to submit quarterly employee rosters. Samples are drawn from the quarterly employees. DCF contacts County staff in those samples by e-mail and County workers enter their response directly into a data base. Random Moment Sampling (RMS) results are used by the state for claiming federal reimbursement.

Condition: We reviewed a sample of responses from all four quarters of 2013 to ensure that the RMS responses were reasonable. Certain responses could not be supported.

Questioned Costs: None noted.

Context: There were three audit responses out of a sample of twenty-five that could not be supported.

ROCK COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2013

SECTION III – FEDERAL AWARDS AND STATE AWARDS FINDINGS AND QUESTIONED COSTS (cont.)

FINDING 2013-004: STATE SINGLE AUDIT GUIDELINES GENERAL REQUIREMENTS (cont.)

Effect: Audit findings of the provider to Rock County may affect the County's decision to provide further funding, or result in corrective action.

Recommendation: We recommend that the County establish controls, such as internal review procedures, to ensure that RMS responses are consistent with supporting documentation.

Grantee's Response/Corrective Action Plan: Rock County Human Services follows an internal policy that relates to the general procedures to follow when responding to Random Moment Sampling (RMS). The policy states that for each RMS sample that is given, case comments need to be noted in the actual case file. Staff will notify the supervisor each time they receive an RMS call and the supervisor will then be responsible to look for a notation in CWW or backup paperwork. This procedure will be reviewed annually with all staff and will be part of the training for any new staff.

Official Responsible: Charmian Klyve, Director of Human Services

FINDING 2013-005: 435.561/435.681/437.3561/437.3681 BASIC COUNTY ALLOCATION, F STATE/COUNTY MATCH, WISCONSIN DEPARTMENT OF HEALTH SERVICES (DHS), AND WISCONSIN DEPARTMENT OF CHILDREN AND FAMILIES (DCF)

Criteria: To ensure internal control over the payment of expenditures, there should be an independent review and approval of all expenditures paid. The review and approval should be documented directly on the invoice.

Condition: There was no review or approval documented on one invoice supporting an expenditure charged to the grant.

Questioned Costs: None noted.

Context: One out of the forty expenditures tested did not have appropriate approval by a responsible party. The expenditure related to a travel reimbursement that was allowable under the grant.

Effect: There is a greater risk that unallowable costs could be charged to the program for expenditures that are not reviewed and approved by a department head.

Recommendation: We recommend that the County review its control procedures to ensure that all expenditures are reviewed and documented prior to payment.

Grantee's Response/Corrective Action Plan: Rock County Human Services has a policy that requires all expenditures to be approved by a Supervisor or Division Manager. This policy will be reviewed with all Supervisors and Managers on an annual basis. In addition, all travel reimbursements will be reviewed by payroll staff to ensure the proper approvals are completed before staff members are reimbursed.

Official Responsible: Charmian Klyve, Director of Human Services and Sherry Oja, Finance Director

ROCK COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2013

SECTION III – FEDERAL AWARDS AND STATE AWARDS FINDINGS AND QUESTIONED COSTS (cont.)

FINDING 2013-006: 505.371 PUBLIC BENEFITS, WISCONSIN DEPARTMENT OF ADMINISTRATION (DOA)

Criteria: Wisconsin Statute 46.36(4)(c) requires providers that received more than \$25,000 in funds to have an audit, unless an audit is waived by the state. The County did have a waiver to increase the amount to \$75,000 from the state in 2012 and 2013. Providers should provide the audit report within 180 days after the end of the contract period.

Condition: The County had not received the provider's 2013 audit report. The audit report was required to be provided to the County by March 31, 2014.

Questioned Costs: None noted.

Context: The 2013 audit report was not received by the County by the required due date of 180 days after the end of the contract period, as of March 31, 2014.

Effect: Audit findings of the provider to Rock County may affect the County's decision to provide further funding, or result in corrective action.

Recommendation: We recommend that the County obtain and review all audit reports timely as required per Wisconsin Statute 46.036(4)(c).

Grantee's Response/Corrective Action Plan: Rock County Human Services has a written policy to ensure that all audits are received and reviewed in a timely manner. The policy includes withholding provider payments if the required audit is not provided by the due date indicated in the contract. The department will revise the procedures for deadlines of audits that are not based on calendar year information.

Official Responsible: Charmian Klyve, Director of Human Services

ROCK COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2013

SECTION IV – OTHER ISSUES

1. Does the auditor's report or the notes to the financial statements include disclosure with regard to substantial doubt as to the auditee's ability to continue as a going concern? _____ yes X no

2. Does the audit report show audit issues (i.e., material non-compliance, non-material non-compliance, questioned costs, material weakness, significant deficiency, management letter comment, excess revenue or excess reserve) related to grants/contracts with funding agencies that require audits to be in accordance with the *State Single Audit Guidelines*:
Department of Agriculture, Trade, and Consumer Protection _____ yes X no
 Department of Public Instruction _____ yes X no
 Department of Natural Resources _____ yes X no
 Department of Transportation _____ yes X no
 Department of Corrections _____ yes X no
 Department of Health Services X yes _____ no
 Department of Children and Families X yes _____ no
 Department of Justice _____ yes X no
 Department of Military Affairs _____ yes X no
 Department of Veterans Affairs _____ yes X no
 Department of Administration X yes _____ no

3. Was a Management Letter or other document conveying audit comments issued as a result of this audit? X yes _____ no

4. Name and signature of partner Thomas A. Scheidegger
Thomas A. Scheidegger, CPA, Partner

5. Date of report September 3, 2014