

**COUNTY OF NEVADA,
CALIFORNIA**



**SINGLE AUDIT ACT
REPORTS AND SCHEDULES
FOR THE YEAR ENDED
JUNE 30, 2011**

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COUNTY OF NEVADA
Single Audit Act
For the Year Ended June 30, 2011

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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**

Board of Supervisors and the Grand Jury
County of Nevada
Nevada City, California

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 Nevada, California (County), as of and for the year ended June 30, 2011, which collectively comprise the County's basic financial statements and have issued our report thereon dated December 28, 2011. We conducted our audit 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.

Internal Control Over Financial Reporting

Management of the County is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the County's internal control over financial reporting as a basis for designing our auditing procedures 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 over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

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 combination of deficiencies in internal control such that there is a reasonable possibility that a material misstatement of the financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting 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 financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

We noted other matters that we reported to management of the County in a separate report dated December 28, 2011.

Board of Supervisors and the Grand Jury
County of Nevada
Nevada City, California

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, 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.

This report is intended solely for the information and use of management, the Board of Supervisors and Grand Jury, others within the entity, and Federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than those specified parties.


Smith & Newell CPA's
Yuba City, California
December 28, 2011

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS THAT
COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND
ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB
CIRCULAR A-133**

Board of Supervisors and the Grand Jury
County of Nevada
Nevada City, California

Compliance

We have audited the County of Nevada, California's compliance with the types of compliance requirements described in the OMB Circular A-133 Compliance Supplement that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2011. 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. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

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 OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 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. Our audit does not provide a legal determination of the County's compliance with those requirements.

In our opinion, the County complied, in all material respects, with the 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, 2011.

Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

Board of Supervisors and the Grand Jury
County of Nevada
Nevada City, California

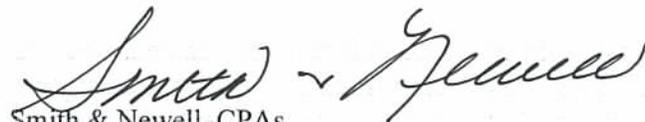
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement 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.

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 deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of County of Nevada, California, as of and for the year ended June 30, 2011, and have issued our report thereon dated December 28, 2011. Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of management, the Board of Supervisors and Grand Jury, others within the entity, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.


Smith & Newell, CPAs
Yuba City, California
December 28, 2011

COUNTY OF NEVADA
Schedule of Expenditure of Federal Awards
For the Year Ended June 30, 2011

<u>Federal Program/Pass Through Program Title</u>	<u>CFDA Number</u>	<u>Federal Pass-Through Grantor Number</u>	<u>Federal Expenditures</u>
U.S. Department of Agriculture			
Direct Program:			
Plant and Animal Disease, Pest Control, and Animal Care	10.025	10-0341	\$ 10,193
Rural Housing Preservation Grants	10.433	10-USDA-HPG	59,521
Passed through State Department of Education			
School Breakfast Program	10.553	-	10,861
National School Lunch Program	10.555	-	16,796
Passed through State Department of Social Services:			
Supplemental Nutrition Assistance Program	10.551	-	10,432,832
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	-	814,685
ARRA - State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	-	<u>22,832</u>
Subtotal 10.561			<u>837,517</u>
Passed through State Department of Health Services:			
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	-	899,389
Passed through State Controller's Office			
Schools and Roads - Grants to States	10.665	-	287,805
Passed through State Department of Food and Agriculture			
ARRA - Recovery Act of 2009: Wildland Fire Management	10.688	09-0552	<u>39,506</u>
Total U.S. Department of Agriculture			<u>12,594,420</u>
Department of Housing and Urban Development			
Direct Program:			
Section 8 Housing Choice Vouchers	14.871	-	2,030,436
Passed through State Department of Housing and Community Development:			
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228	08 STBG 4833	288,134
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228	Program Income	26,641
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228	Outstanding Loans	<u>1,695,871</u>
Subtotal 14.228			<u>2,010,646</u>
Home Investment Partnerships Program	14.239	08 HOME 4691	147,680
Home Investment Partnerships Program	14.239	Program Income	5,610
Home Investment Partnerships Program	14.239	Outstanding Loans	<u>2,312,774</u>
Subtotal 14.239			<u>2,466,064</u>

See accompanying Notes to Schedule of Expenditures of Federal Awards

COUNTY OF NEVADA
Schedule of Expenditure of Federal Awards
For the Year Ended June 30, 2011

<u>Federal Program/Pass Through Program Title</u>	<u>CFDA Number</u>	<u>Federal Pass-Through Grantor Number</u>	<u>Federal Expenditures</u>
Department of Housing and Urban Development (Continued)			
Housing Opportunities for Persons with AIDS	14.241	10-10140	\$ 33,329
Rural Housing and Economic Development	14.250	07 EDEF 3738	7,567
Rural Housing and Economic Development	14.250	08 EDEF 5788	26,721
Rural Housing and Economic Development	14.250	Outstanding Loans	<u>178,578</u>
Subtotal 14.250			<u>212,866</u>
Total Department of Housing and Urban Development			<u>6,753,341</u>
U.S. Department of the Interior			
Direct Program:			
Payments in Lieu of Taxes	15.226	-	<u>176,284</u>
Total U.S. Department of the Interior			<u>176,284</u>
U.S. Department of Justice			
Direct Program:			
Part E - Developing, Testing and Demonstrating Promising New Programs	16.541	2008 JU FX 0027	183,788
Bulletproof Vest Partnership Program	16.607	-	1,842
Public Safety Partnership and Community Policing Grants	16.710	2008 CK WX 0213	305,082
Public Safety Partnership and Community Policing Grants	16.710	2009 CK WX 0385	<u>85,450</u>
Subtotal 16.710			<u>390,532</u>
Passed through State Emergency Management Agency:			
Edward Byrne Memorial Justice Assistance Grant Program	16.738	DC 1021 0290	140,817
ARRA - Recovery Act - Edward Byrne Memorial Justice Assistance Grant (JAG) Program/ Grants to States and Territories	18.803	ZO 0901 0290	86,812
ARRA - Recovery Act - Edward Byrne Memorial Justice Assistance Grant (JAG) Program/Grants to Units of Local Government	16.804	ZP 0901 0290	118,695
ARRA - Recovery Act - Edward Byrne Memorial Justice Assistance Grant (JAG) Program/Grants to Units of Local Government	16.804	ZA 0901 0290	227,405
ARRA - Recovery Act - Edward Byrne Memorial Justice Assistance Grant (JAG) Program/Grants to Units of Local Government	16.804	2010 SB B9 2704	<u>30,539</u>
Subtotal 16.804			<u>376,639</u>
Crime Victim Assistance	16.575	EA 0910 0290	18,403
Crime Victim Assistance	16.575	UV 1001 0290	19,087
Crime Victim Assistance	16.575	VW 1024 0290	<u>55,810</u>
Subtotal 16.575			<u>93,300</u>

See accompanying Notes to Schedule of Expenditures of Federal Awards

COUNTY OF NEVADA
Schedule of Expenditure of Federal Awards
For the Year Ended June 30, 2011

<u>Federal Program/Pass Through Program Title</u>	<u>CFDA Number</u>	<u>Federal Pass-Through Grantor Number</u>	<u>Federal Expenditures</u>
U.S. Department of Justice (Continued)			
Passed through State Drug Enforcement Agency:			
Drug Court Discretionary Grant Program	16.585	2010-38	\$ 16,584
Drug Court Discretionary Grant Program	16.585	2011-39	<u>7,573</u>
Subtotal 16.585			<u>24,157</u>
Total U.S. Department of Justice			<u>1,297,887</u>
U.S. Department of Labor			
Direct Program:			
ARRA - Employee Benefits Security Administration (EBSA)	17.151	-	<u>59,449</u>
Total U.S. Department of Labor			<u>59,449</u>
U.S. Department of Transportation			
Passed through Federal Aviation Administration:			
Airport Improvement Program	20.106	AIP 3-06-0095-13	124,579
Airport Improvement Program	20.106	AIP 3-06-0095-14	<u>78,394</u>
Subtotal 20.106			<u>202,973</u>
Passed through State Department of Transportation:			
Federal Transit - Capital Investment Grants	20.500	FTA 5309	94,771
Formula Grants for Other Than Urbanized Areas	20.509	FTA 5311	317,150
ARRA - Formula Grants for Other Than Urbanized Areas	20.509	FTA 5311	<u>74,840</u>
Subtotal 20.509			<u>391,990</u>
Passed through State Department of Transportation (Continued):			
Highway Planning and Construction	20.205	BRLO-5917(040)	12,232
Highway Planning and Construction	20.205	BRLO-5917(045)	27,157
Highway Planning and Construction	20.205	BRLOZA-5917(031)	335,333
Highway Planning and Construction	20.205	CML-5917(057)	196,103
Highway Planning and Construction	20.205	CML-5917(066)	121,871
Highway Planning and Construction	20.205	CML-5917(070)	54,084
Highway Planning and Construction	20.205	HR3-5917(054)	433,633
Highway Planning and Construction	20.205	HSIPL-5914(048)	65,938
Highway Planning and Construction	20.205	HSIPL-5914(052)	25,506
ARRA - Highway Planning and Construction	20.205	ESPL-5917(061)	126,993
ARRA - Highway Planning and Construction	20.205	ESPL-5917(062)	463,230
ARRA - Highway Planning and Construction	20.205	ESPL-5917(063)	552,381
ARRA - Highway Planning and Construction	20.205	ESPL-5917(064)	678,662
ARRA - Highway Planning and Construction	20.205	ESPL-5917(065)	<u>162,800</u>
Subtotal 20.205			<u>3,255,923</u>
Total U.S. Department of Transportation			<u>3,945,657</u>

See accompanying Notes to Schedule of Expenditures of Federal Awards

COUNTY OF NEVADA
Schedule of Expenditure of Federal Awards
For the Year Ended June 30, 2011

<u>Federal Program/Pass Through Program Title</u>	<u>CFDA Number</u>	<u>Federal Pass-Through Grantor Number</u>	<u>Federal Expenditures</u>
U.S. Department of Energy			
Passed through State Department of Community Services and Development:			
ARRA - Weatherization Assistance for Low-Income Persons	81.042	09C-1774	\$ 83,647
ARRA - Weatherization Assistance for Low-Income Persons	81.042	09C-1826	<u>336,902</u>
Subtotal 81.042			<u>420,549</u>
Energy Efficiency and Conservation Block Grant Program (EECBG)	81.128	CBG-09-017	<u>373,291</u>
Total U.S. Department of Energy			<u>793,840</u>
U.S. Department of Health and Human Services			
Passed through State Department of Social Services:			
Promoting Safe and Stable Families	93.556	-	18,026
Temporary Assistance for Needy Families	93.558	-	5,435,084
Child Welfare Services - State Grants	93.645	-	33,981
Social Services Block Grant	93.667	-	45,400
Chafee Foster Care Independence Program	93.674	-	34,954
ARRA Emergency Contingency Fund for Temporary Assistance for Needy Families (TANF) State Program	93.714	-	821,438
Foster Care - Title IV-E	93.658	-	1,514,803
ARRA - Foster Care - Title IV-E	93.658	-	<u>40,226</u>
Subtotal 93.658			<u>1,555,029</u>
Adoption Assistance	93.659	-	797,938
ARRA - Adoption Assistance	93.659	-	<u>67,005</u>
Subtotal 93.659			<u>864,943</u>
Passed through State Child Support Department			
Child Support Enforcement	93.563	-	2,310,650
ARRA - Child Support Enforcement	93.563	-	<u>104,985</u>
Subtotal 93.563			<u>2,415,635</u>
Passed through State Department of Aging:			
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	78-09-29-10	54,200
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	-	<u>2,154</u>
Subtotal 93.044			<u>56,354</u>

See accompanying Notes to Schedule of Expenditures of Federal Awards

COUNTY OF NEVADA
Schedule of Expenditure of Federal Awards
For the Year Ended June 30, 2011

<u>Federal Program/Pass Through Program Title</u>	<u>CFDA Number</u>	<u>Federal Pass-Through Grantor Number</u>	<u>Federal Expenditures</u>
U.S. Department of Health and Human Services (Continued)			
Passed through State Department of Health Services:			
Public Health Emergency Preparedness	93.069	EPO 10-29	\$ 158,300
Childhood Lead Poisoning Prevention Projects - State and Local			
Childhood Lead Poisoning Prevention and Surveillance of			
Blood Lead Levels in Children	93.197	08-85075	18,966
Immunization Grants	93.268	10-95389	37,048
HIV Care Formula Grants	93.917	10-95276	44,484
Bioterrorism Training and Curriculum Development Program	93.996	EPO 09-29	47,983
Voting Access for Individuals with Disabilities - Grants to States	93.617	08G26124	3,372
Medical Assistance Program	93.778	-	175,904
Medical Assistance Program	93.778	CHDP	96,261
Medical Assistance Program	93.778	CCS	140,127
Medical Assistance Program	93.778	HCPCFC	38,805
Medical Assistance Program	93.778	IHSS	421,116
ARRA - Medical Assistance Program	93.778	-	30,606
ARRA - Medical Assistance Program	93.778	IHSS	44,472
			<hr/>
Subtotal 93.778			947,291
Maternal and Child Health Services Block Grant to the States	93.994	MCH	111,988
Passed through State Department of Mental Health Services:			
Block Grants for Community Mental Health Services	93.958	MHBG	81,671
Block Grants for Community Mental Health Services	93.958	PATH	12,500
			<hr/>
Subtotal 93.958			94,171
Passed through State Department of Alcohol and Drug Programs:			
Block Grants for Prevention and Treatment of Substance Abuse	93.959	SAPT	651,157
Passed through California Family Health Council, Inc.:			
Family Planning - Services	93.217	-	111,928
Passed through State Department of Community Services and Development:			
Low-Income Home Energy Assistance	93.568	10B-5626	243,956
Low-Income Home Energy Assistance	93.568	11B-5726	183,678
			<hr/>
Subtotal 93.568			427,634
Community Services Block Grant	93.569	09F-5131	62,862
ARRA - Community Services Block Grant	93.569	10F-4031	83,960
Community Services Block Grant	93.569	11F-4231	97,836
			<hr/>
Subtotal 93.569			244,658
Total U.S. Department of Health and Human Services			<hr/> 14,179,824

See accompanying Notes to Schedule of Expenditures of Federal Awards

COUNTY OF NEVADA
Schedule of Expenditure of Federal Awards
For the Year Ended June 30, 2011

<u>Federal Program/Pass Through Program Title</u>	<u>CFDA Number</u>	<u>Federal Pass-Through Grantor Number</u>	<u>Federal Expenditures</u>
Department of Homeland Security			
Passed through State Office of Emergency Services:			
Emergency Management Performance Grants	97.042	2010-0044	\$ 142,047
State Homeland Security Program (SHSP)	97.073	2008-0006	32,126
State Homeland Security Program (SHSP)	97.073	2009-0019	110,938
State Homeland Security Program (SHSP)	97.073	2010-0085	<u>122,027</u>
Subtotal 97.073			<u>265,091</u>
Total Department of Homeland Security			<u>407,138</u>
Total			<u>\$ 40,207,840</u>

See accompanying Notes to Schedule of Expenditures of Federal Awards

COUNTY OF NEVADA
Notes to Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2011

1. REPORTING ENTITY

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the County of Nevada. The County of Nevada 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 government agencies are included on the schedule.

2. BASIS OF ACCOUNTING

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements, regardless of the measurement focus applied. All governmental funds are accounted for using the modified accrual basis of accounting. All proprietary funds are accounted for using the accrual basis of accounting. Expenditures of Federal Awards reported on the Schedule are generally recognized when they occur. In addition, the outstanding balance of prior years' loans that have significant continuing compliance requirements have been included in total federal expenditures.

In accordance with requirements under OMB Circular A-133, expenditures for federal awards under the American Recovery and Reinvestment Act of 2009 (ARRA) are separately identified by inclusion of the prefix "ARRA" on the Schedule of Federal Expenditures of Federal Awards.

3. RELATIONSHIP TO FINANCIAL STATEMENTS

The amounts reported in the accompanying Schedule of Expenditures of Federal Awards agree, in all material respects, to amounts reported within the County's financial statements, federal award revenues are reported principally in the County's financial statements as intergovernmental revenue in the General and Special Revenue Funds.

4. PASS -THROUGH ENTITIES' IDENTIFYING NUMBER

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

COUNTY OF NEVADA
Notes to Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2011

5. SUBRECIPIENTS

Of the federal expenditures presented in the Schedule of Expenditures of Federal Awards, the County of Nevada provided federal awards to subrecipients as follows:

Federal CFDA	Subrecipient	Amount
10.665	Nevada County Fire Safe Council	\$ 36,239
93.556	Sierra Forever Families	3,000
93.556	Family Resource Center	10,000
93.556	Community Recovery Resource	2,387
93.558	Sierra Nevada Children's Services	534,887
93.674	Nevada County Superintendent of Schools	62,451
93.778	Brianna McKinley	7,189
93.778	Nevada County DA	30,416
	Total	<u>\$ 686,569</u>

6. PROGRAM CLUSTERS

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

Federal CFDA	Program Title	Federal Expenditures
<u>SNAP Cluster</u>		
10.551	Supplemental Nutrition Assistance Program (SNAP)	\$ 10,432,832
10.561	State Administrative Matching Grants for Supplemental Nutrition Assistance Program	814,685
10.561	ARRA - State Administrative Matching Grants for Supplemental Nutrition Assistance Program	39,506
	Total	<u>\$ 11,287,023</u>
<u>Child Nutrition Cluster</u>		
10.553	School Breakfast Program	\$ 10,861
10.555	National School Lunch Program	16,796
	Total	<u>\$ 27,657</u>
<u>JAG Program Cluster</u>		
16.803	ARRA - Recovery Act - Edward Byrne Memorial Justice Assistance Grant (JAG) Program/Grants to States and Territories	\$ 86,812
16.804	ARRA - Recovery Act - Edward Byrne Memorial Justice Assistance Grant (JAG) Program/Grants to Units of Local Government	376,639
	Total	<u>\$ 463,451</u>

COUNTY OF NEVADA
Notes to Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2011

6. PROGRAM CLUSTERS (CONTINUED)

<u>Federal CFDA</u>	<u>Program Title</u>	<u>Federal Expenditures</u>
<u>TANF Cluster</u>		
93.558	Temporary Assistance for Needy Families	\$ 5,435,084
93.714	ARRA Emergency Contingency Fund for Temporary Assistance for Needy Families (TANF) State Program	<u>821,438</u>
Total		<u>\$ 6,256,522</u>

7. LOANS WITH CONTINUING COMPLIANCE REQUIREMENTS

The County participates in certain federal award programs that sponsor revolving loan programs, which are administered by the County. These programs require servicing arrangements with the County. The funds are returned to the programs upon repayment of the principal and interest. In accordance with Subpart B, Section 205 of the U.S. Office of Management and Budget Circular A-133, the County has reported the outstanding balance of loans from previous years that have significant continuing compliance requirements as of June 30, 2010, along with the value of total outstanding and new loans made during the current year.

The programs listed below had the following aggregate, federally funded loans outstanding at June 30, 2011:

<u>Federal CFDA</u>	<u>Program Title</u>	<u>Amount Outstanding</u>	
		<u>July 1, 2010</u>	<u>June 30, 2011</u>
14.228	Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	\$ 1,695,871	\$ 1,685,300
14.239	Home Investment Partnerships Program	2,312,774	2,421,224
14.250	Rural Housing and Economic Development	<u>178,578</u>	<u>176,766</u>
Total Loans Outstanding		<u>\$ 4,187,223</u>	<u>\$ 4,283,290</u>

8. CALIFORNIA DEPARTMENT OF AGING (CDA) REPORTING REQUIREMENTS

The terms and conditions of contracts with CDA require agencies to display state-funded expenditures discretely along with the related federal expenditures. The following schedule is presented to comply with these requirements.

<u>CFDA</u>	<u>Federal Expenditures</u>	<u>State Expenditures</u>
93.044	\$ 56,354	\$ -
Total	<u>\$ 56,354</u>	<u>\$ -</u>

COUNTY OF NEVADA
Notes to Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2011

9. CALIFORNIA EMERGENCY MANAGEMENT AGENCY GRANT EXPENDITURES

The following schedule represents expenditures for U.S. Department of Justice grants passed through the State of California, Emergency Management Agency (CalEMA), as well as CalEMA funded grant expenditures for the year ended June 30, 2011. This information is included in the County's single audit report at the request of CalEMA.

Program	Expenditures Claimed			Share of Expenditures Current Year		
	For the Period Through June 30, 2010	For the Year Through June 30, 2011	Cumulative As of June 30, 2011	Federal Share	State Share	County Share
<u>DC10210290 - Anti-Drug Enforcement</u>						
Personal services	\$ -	\$ 20,645	\$ 20,645	\$ 20,645	\$ -	\$ -
Operating expenses	-	120,172	120,172	120,172	-	-
Equipment	-	-	-	-	-	-
Totals	<u>\$ -</u>	<u>\$ 140,817</u>	<u>\$ 140,517</u>	<u>\$ 140,517</u>	<u>\$ -</u>	<u>\$ -</u>
<u>ZO09010290 - Proposition 36 Offender Treatment Program</u>						
Personal services	\$ -	\$ 16,131	\$ 16,131	\$ 16,131	\$ -	\$ -
Operating expenses	-	70,681	70,688	70,681	-	-
Equipment	-	-	-	-	-	-
Totals	<u>\$ -</u>	<u>\$ 86,812</u>	<u>\$ 86,812</u>	<u>\$ 86,812</u>	<u>\$ -</u>	<u>\$ -</u>
<u>ZP09010290 - Proposition 36 Offender Treatment Program</u>						
Personal services	\$ -	\$ 104,352	\$ 104,352	\$ 104,352	\$ -	\$ -
Operating expenses	-	14,343	14,343	14,343	-	-
Equipment	-	-	-	-	-	-
Totals	<u>\$ -</u>	<u>\$ 118,695</u>	<u>\$ 118,695</u>	<u>\$ 118,695</u>	<u>\$ -</u>	<u>\$ -</u>
<u>ZA09010290 - American Reinvestment and Recovery Act</u>						
Personal services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Operating expenses	-	227,405	227,405	227,405	-	-
Equipment	-	-	-	-	-	-
Totals	<u>\$ -</u>	<u>\$ 227,405</u>	<u>\$ 227,405</u>	<u>\$ 227,405</u>	<u>\$ -</u>	<u>\$ -</u>
<u>EA09100290 - Elder Abuse Advocacy & Outreach (VOCA)</u>						
Personal services	\$ 74,007	\$ 14,812	\$ 88,819	\$ 14,812	\$ -	\$ -
Operating expenses	16,231	3,591	19,822	3,591	-	-
Equipment	-	-	-	-	-	-
Totals	<u>\$ 90,238</u>	<u>\$ 18,403</u>	<u>\$ 108,641</u>	<u>\$ 18,403</u>	<u>\$ -</u>	<u>\$ -</u>

COUNTY OF NEVADA
Notes to Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2011

**9. CALIFORNIA EMERGENCY MANAGEMENT AGENCY GRANT EXPENDITURES
(CONTINUED)**

Program	Expenditures Claimed			Share of Expenditures Current Year		
	For the Period Through June 30, 2010	For the Year Through June 30, 2011	Cumulative As of June 30, 2011	Federal Share	State Share	County Share
<u>UV10010290 - Unserved/Underserved Victim Advocacy and Outreach Program</u>						
Personal services	\$ -	\$ 16,013	\$ 16,013	\$ 16,013	\$ -	\$ -
Operating expenses	-	3,074	3,074	3,074	-	-
Equipment	-	-	-	-	-	-
Totals	<u>\$ -</u>	<u>\$ 19,087</u>	<u>\$ 19,087</u>	<u>\$ 19,087</u>	<u>\$ -</u>	<u>\$ -</u>
<u>VW10240290 - Victim Witness Assistance</u>						
Personal services	\$ -	\$ 128,452	\$ 128,452	\$ 55,810	\$ 72,642	\$ -
Operating expenses	-	-	-	-	-	-
Equipment	-	-	-	-	-	-
Totals	<u>\$ -</u>	<u>\$ 128,452</u>	<u>\$ 128,452</u>	<u>\$ 55,810</u>	<u>\$ 72,642</u>	<u>\$ -</u>
<u>VB08060290 - Statutory Rape Vertical Prosecution</u>						
Personal services	\$ 160,307	\$ 1,097	\$ 161,404	\$ -	\$ 1,097	\$ -
Operating expenses	17,208	715	17,923	-	715	-
Equipment	-	-	-	-	-	-
Totals	<u>\$ 177,515</u>	<u>\$ 1,812</u>	<u>\$ 179,327</u>	<u>\$ -</u>	<u>\$ 1,812</u>	<u>\$ -</u>

COUNTY OF NEVADA
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2011

I. SUMMARY OF AUDITOR'S RESULTS

Financial Statements	<u>Status</u>
1. Type of auditor's report issued	Unqualified
2. Internal controls over financial reporting:	
a. Material weaknesses identified?	No
b. Significant deficiencies identified not considered to be material weaknesses?	No
3. Noncompliance material to financial statements noted?	No
 Federal Awards	
1. Internal control over major programs:	
a. Material weaknesses identified?	No
b. Significant deficiencies identified not considered to be material weaknesses?	No
2. Type of auditor's report issued on compliance for major programs:	
All major programs	Unqualified
3. Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133 Section 510(a)?	No
4. Identification of major programs:	
10.551 Supplemental Nutrition Assistance Program	
10.561 State Administrative Matching Grants for Supplemental Nutrition Assistance Program	
10.561 ARRA - State Administrative Matching Grants for Supplemental Nutrition Assistance Program	
14.228 Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	
14.239 Home Investment Partnerships Program	
14.871 Section 8 Housing Choice Vouchers	
20.205 Highway Planning and Construction	
20.205 ARRA - Highway Planning and Construction	
93.558 Temporary Assistance for Needy Families	
93.658 Foster Care - Title IV-E	
93.658 ARRA - Foster Care - Title IV-E	
93.659 Adoption Assistance	

COUNTY OF NEVADA
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2011

I. SUMMARY OF AUDITOR'S RESULTS (CONTINUED)

4. Identification of major programs (Continued):

93.659	ARRA - Adoption Assistance
93.714	ARRA - Emergency Contingency Fund for Temporary Assistance for Needy Families (TANF) State Program

5. Dollar threshold used to distinguish between
Type A and Type B programs? \$1,206,235

6. Auditee qualified as a low-risk auditee under OMB
Circular A-133, Section 530? Yes

II. FINANCIAL STATEMENT FINDINGS

None

III. FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

None

COUNTY OF NEVADA
Summary Schedule of Prior Audit Recommendations
For the Year Ended June 30, 2011

Audit Reference

Status of Prior Year Audit Recommendations

10-FS-01

Capital Assets

Recommendation

We recommend that the County thoroughly review the capital assets schedules at least annually to ensure that all items are properly included and duplicate items are identified and corrected.

Status

Implemented

**Supplemental Statements of Revenue and
Expenditures Passed Through State Department of
Community Services and Development**

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COUNTY OF NEVADA
Supplemental Statement of Revenue and Expenditure
CSD Contract No. 09C-1774(DOE-WX)
For the Period July 1, 2010 Through June 30, 2011

	July 1, 2010 through June 30, 2011	Totals
<u>Revenue</u>		
Grant revenue	\$ 83,647	\$ 83,647
Total Revenue	<u>\$ 83,647</u>	<u>\$ 83,647</u>
<u>Expenditures</u>		
Administrative costs	\$ 5,394	\$ 5,394
Program Costs:		
Outreach	4,534	4,534
Training and technical assistance	7,100	7,100
Major vehicle and field equipment (less than \$5,000)	1,000	1,000
Workers compensation	650	650
Intake	1,814	1,814
Direct program activities	42,435	42,435
Health and safety activities	18,220	18,220
General/operating expenditures	<u>2,500</u>	<u>2,500</u>
Total Program Costs	<u>78,253</u>	<u>78,253</u>
Total Expenditures	<u>\$ 83,647</u>	<u>\$ 83,647</u>

COUNTY OF NEVADA
Supplemental Statement of Revenue and Expenditure
CSD Contract No. 09C-1826(DOE-WX)
For the Period July 1, 2009 Through June 30, 2011

	<u>July 1, 2009 through June 30, 2010</u>	<u>July 1, 2010 through June 30, 2011</u>	<u>Totals</u>
<u>Revenue</u>			
Grant revenue	\$ 157,806	\$ 322,112	\$ 479,918
Total Revenue	<u>\$ 157,806</u>	<u>\$ 322,112</u>	<u>\$ 479,918</u>
<u>Expenditures</u>			
Administrative costs	\$ 24,290	\$ -	\$ 24,290
Program Costs:			
Client education	3,404	3,867	7,271
Liability insurance	500	-	500
Outreach	16,593	8,357	24,950
Training and technical assistance	2,080	32,471	34,551
Major vehicle and field equipment (less than \$5,000)	8,118	17,558	25,676
Major vehicle and field equipment (more than \$5,000)	579	(579)	-
Workers compensation	1,000	1,000	2,000
Intake	4,335	5,381	9,716
Direct program activities	83,433	236,479	319,912
Health and safety activities	13,474	26,007	39,481
	<u>-</u>	<u>6,361</u>	<u>6,361</u>
Total Program Costs	<u>133,516</u>	<u>336,902</u>	<u>470,418</u>
Total Expenditures	<u>\$ 157,806</u>	<u>\$ 336,902</u>	<u>\$ 494,708</u>

COUNTY OF NEVADA
Supplemental Statement of Revenue and Expenditure
CSD Contract No. 10B-5626 (WX) (LIHEAP)
For the Period January 1, 2010 Through June 30, 2011

	January 1 through June 30, 2010	July 1, 2010 through June 30, 2011	Totals
<u>Revenue</u>			
Grant revenue	\$ 46,702	\$ 126,979	\$ 173,681
Total Revenue	\$ 46,702	\$ 126,979	\$ 173,681
<u>Expenditures</u>			
Administrative costs	\$ 3,736	\$ 8,594	\$ 12,330
Program Costs:			
Intake	934	2,149	3,083
Outreach	2,335	5,372	7,707
Training and technical assistance	934	12,052	12,986
Direct program activities	38,763	98,812	137,575
Total Program Costs	42,966	118,385	161,351
Total Expenditures	\$ 46,702	\$ 126,979	\$ 173,681

COUNTY OF NEVADA
Supplemental Statement of Revenue and Expenditure
CSD Contract No. 10B-5626 (ECIP/HEAP)
For the Period January 1, 2010 Through June 30, 2011

	January 1 through June 30, 2010	July 1, 2010 through June 30, 2011	Totals
<u>Revenue</u>			
Grant revenue	\$ 292,158	\$ 116,977	\$ 409,135
Total Revenue	\$ 292,158	\$ 116,977	\$ 409,135
<u>Expenditures</u>			
Administrative costs EHA 16	\$ 21,956	\$ 18,818	\$ 40,774
Assurance 16 costs:			
Assurance 16 activities	36,561	27,851	64,412
Intake:			
Intake costs	9,545	7,352	16,897
Outreach:			
Outreach	23,862	21,639	45,501
ECIP/HEAP:			
ECIP EHCS Heating service repair/replacement	1,749	5,384	7,133
ECIP Wood, propane, and oil payments	1,785	6,540	8,325
HEAP Wood, propane, and oil payments	196,700	29,393	226,093
Total ECIP/HEAP	200,234	41,317	241,551
Total Expenditures	\$ 292,158	\$ 116,977	\$ 409,135

COUNTY OF NEVADA
Supplemental Statement of Revenue and Expenditure
CSD Contract No. 11B-5726 (WX) (LIHEAP)
For the Period January 1, 2011 Through June 30, 2011

	<u>January 1 through June 30, 2011</u>	<u>Totals</u>
<u>Revenue</u>		
Grant revenue	\$ 83,931	\$ 83,931
Total Revenue	<u>\$ 83,931</u>	<u>\$ 83,931</u>
<u>Expenditures</u>		
Administrative costs	<u>\$ 2,538</u>	<u>\$ 2,538</u>
Program Costs:		
Intake	<u>1,393</u>	<u>1,393</u>
Total Program Costs	<u>1,393</u>	<u>1,393</u>
Total Expenditures	<u>\$ 3,931</u>	<u>\$ 3,931</u>

COUNTY OF NEVADA
Supplemental Statement of Revenue and Expenditure
CSD Contract No. 11B-5726 (ECIP/HEAP)
For the Period January 1, 2011 Through June 30, 2011

	<u>January 1 through June 30, 2011</u>	<u>Totals</u>
<u>Revenue</u>		
Grant revenue	\$ 179,747	\$ 179,747
Total Revenue	<u>\$ 179,747</u>	<u>\$ 179,747</u>
<u>Expenditures</u>		
Administrative costs EHA 16	\$ 5,184	\$ 5,184
Assurance 16 costs:		
Assurance 16 activities	<u>3,373</u>	<u>3,373</u>
Intake:		
Intake costs	<u>5,263</u>	<u>5,263</u>
Outreach:		
Outreach	<u>4,227</u>	<u>4,227</u>
ECIP/HEAP:		
HEAP Wood, propane, and oil payments	<u>161,700</u>	<u>161,700</u>
Total ECIP/HEAP	<u>161,700</u>	<u>161,700</u>
Total Expenditures	<u>\$ 179,747</u>	<u>\$ 179,747</u>

COUNTY OF NEVADA
Supplemental Statement of Revenue and Expenditure
CSD Contract No. 09F-5131 (CSBG)
For the Period January 1, 2010 Through June 30, 2011

	January 1 through June 30, 2010	July 1, 2010 through June 30, 2011	Totals
<u>Revenue</u>			
Grant revenue	\$ 53,557	\$ 62,862	\$ 116,419
Total Revenue	<u>\$ 53,557</u>	<u>\$ 62,862</u>	<u>\$ 116,419</u>
<u>Expenditures</u>			
Administrative Costs:			
Salaries and wages	\$ 4,812	\$ 3,170	\$ 7,982
Fringe benefits	2,386	2,202	4,588
Operating expenses	-	700	700
Other costs	-	700	700
Total Administrative Costs	<u>7,198</u>	<u>6,772</u>	<u>13,970</u>
Program Costs:			
Salaries and wages	-	3,696	3,696
Fringe benefits	-	2,125	2,125
Subcontractor services	46,359	50,269	96,628
Total Program Costs	<u>46,359</u>	<u>56,090</u>	<u>102,449</u>
Total Expenditures	<u>\$ 53,557</u>	<u>\$ 62,862</u>	<u>\$ 116,419</u>

COUNTY OF NEVADA
Supplemental Statement of Revenue and Expenditure
CSD Contract No. 10F-4031 (CSBG)
For the Period January 1, 2010 Through June 30, 2011

	January 1 through June 30, 2010	July 1, 2010 through June 30, 2011	Totals
<u>Revenue</u>			
Grant revenue	\$ 169,675	\$ 83,960	\$ 253,635
Total Revenue	\$ 169,675	\$ 83,960	\$ 253,635
<u>Expenditures</u>			
Administrative Costs:			
Salaries and wages	\$ 66,870	\$ 33,090	\$ 99,960
Fringe benefits	36,966	18,291	55,257
Total Administrative Costs	103,836	51,381	155,217
Program Costs:			
Salaries and wages	22,290	11,030	33,320
Fringe benefits	12,322	6,097	18,419
Subcontractor services	31,227	15,452	46,679
Total Program Costs	65,839	32,579	98,418
Total Expenditures	\$ 169,675	\$ 83,960	\$ 253,635

COUNTY OF NEVADA
Supplemental Statement of Revenue and Expenditure
CSD Contract No. 11F-4231 (CSBG)
For the Period January 1, 2011 Through June 30, 2011

	<u>January 1 through June 30, 2011</u>	<u>Totals</u>
<u>Revenue</u>		
Grant revenue	\$ 119,886	\$ 119,886
Total Revenue	<u>\$ 119,886</u>	<u>\$ 119,886</u>
<u>Expenditures</u>		
Administrative Costs:		
Salaries and wages	\$ 22,531	\$ 22,531
Fringe benefits	13,166	13,166
Operating expenses	<u>15,288</u>	<u>15,288</u>
Total Administrative Costs	<u>50,985</u>	<u>50,985</u>
Program Costs:		
Salaries and wages	7,510	7,510
Fringe benefits	4,389	4,389
Operating expenses	5,096	5,096
Subcontractor services	<u>29,856</u>	<u>29,856</u>
Total Program Costs	<u>46,851</u>	<u>46,851</u>
Total Expenditures	<u>\$ 97,836</u>	<u>\$ 97,836</u>

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