

WAKE COUNTY, NORTH CAROLINA
Raleigh, North Carolina

Schedule of Expenditures of Federal and
State Awards for the Year Ended June 30, 2010
Report on Internal Control and Compliance

WAKE COUNTY, NORTH CAROLINA
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**INDEPENDENT AUDITORS' 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 County Commissioners
Wake County, North Carolina
Raleigh, North Carolina

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of Wake County, North Carolina (the "County"), as of and for the year ended June 30, 2010, and have issued our report thereon dated November 18, 2010. We did not audit the financial statements of the Wake County ABC Board (the "Board"). Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, on the County's basic financial statements, insofar as it relates to the amounts included for the Board is based solely on the reports of the other auditors. 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. The financial statements of the Board were not audited in accordance with *Government Auditing Standards*.

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.

Our consideration of the internal control over financial reporting was for limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the schedule of findings and questioned costs at item 10-01, we identified a certain deficiency in internal control over financial reporting that we consider to be a material weakness.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the County's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the County's financial statements that is more than inconsequential will not be prevented or detected by the County's internal control. We consider the deficiency described in the accompanying schedule of findings and questioned costs to be a significant deficiency in internal control over financial reporting. A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the County's internal control.

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*.

The County's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit the County's response and accordingly, we express no opinion on it.

This report is intended solely for the information and use of the audit committee, management, others within the organization, federal and State awarding agencies and pass-through entities and is not intended to be, and should not be, used by anyone other than these specific parties.

CHERRY, BEKAERT & HOLLAND, L.L.P.

A handwritten signature in black ink that reads "Cherry Bekert & Holland LLP". The signature is written in a cursive, flowing style.

Raleigh, North Carolina
November 18, 2010



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH
REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL
PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE
IN ACCORDANCE WITH OMB CIRCULAR A-133 AND THE
STATE SINGLE AUDIT IMPLEMENTATION ACT**

Board of County Commissioners
Wake County, North Carolina
Raleigh, North Carolina

Compliance

We have audited Wake County, North Carolina (the "County"), compliance with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* and the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that are applicable to each of its major federal programs for the year ended June 30, 2010. 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; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the State Single Audit Implementation Act. Those standards, OMB Circular A-133, and the State Single Audit Implementation Act 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 are applicable to each of its major federal programs for the year ended June 30, 2010. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and the State Single Audit Implementation Act, and which are described in the accompanying schedule of findings and questioned costs as items 10-03 and 10-04.

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 our 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.

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, 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 the 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. However, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies as described in the accompanying schedule of findings and questioned costs as item 10-02. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged in governance.

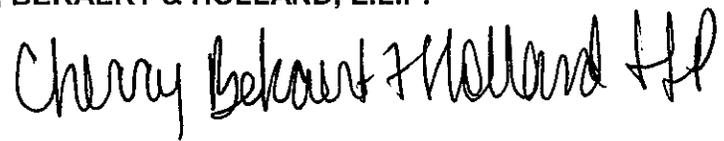
The County's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the County's responses and, accordingly, we express no opinion on the responses.

Schedule of Federal and State Awards

We have audited the basic financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the County as of and for the year ended June 30, 2010, and have issued our report thereon dated November 18, 2010. We did not audit the financial statements of the Wake County ABC Board, (the "Board"). Those financial statements were audited by other auditors whose reports thereon have been furnished to us and our opinion on the County's basic financial statements, insofar as it relates to the amounts for the Board, is based solely on the reports of the other auditors. Our audit was performed for the purpose of forming an opinion on the financial statements that collectively comprise the County's basic financial statements. The accompanying schedule of federal and State awards is presented for purposes of additional analysis as required by OMB Circular A-133 and the State Single Audit Implementation Act and is not a required part of the 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 the audit committee, management, others within the organization, federal and State awarding agencies and pass-through entities and is not intended to be, and should not be, used by anyone other than these specific parties.

CHERRY, BEKAERT & HOLLAND, L.L.P.

A handwritten signature in black ink that reads "Cherry Bekaert & Holland LLP". The signature is written in a cursive, flowing style.

Raleigh, North Carolina
November 18, 2010



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH
REQUIREMENTS APPLICABLE TO EACH MAJOR STATE
PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE
IN ACCORDANCE WITH APPLICABLE SECTIONS OF OMB CIRCULAR A-133
AND THE STATE SINGLE AUDIT IMPLEMENTATION ACT**

Board of County Commissioners
Wake County, North Carolina
Raleigh, North Carolina

Compliance

We have audited Wake County, North Carolina (the "County"), compliance with the types of compliance requirements described in the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that are applicable to each of its major State programs for the year ended June 30, 2010. The County's major State 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 State 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; applicable sections of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the State Single Audit Implementation Act. Those standards, applicable sections of OMB Circular A-133, and the State Single Audit Implementation Act 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 State 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 on the County's compliance with those requirements.

In our opinion, the County complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major State programs for the year ended June 30, 2010. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with applicable sections of OMB Circular A-133 and the State Single Audit Implementation Act and which is described in the accompanying schedule of findings and questioned costs as items 10-03 and 10-04.

Internal Control Over Compliance

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

A deficiency in internal control over compliance exists when the design or operation of a control 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 State 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 State program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of the 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. However, we identified a certain deficiency in internal control over compliance that we consider to be significant deficiencies as described in the accompanying schedule of findings and questioned costs as item 10-02. A significant deficiency in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a State program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

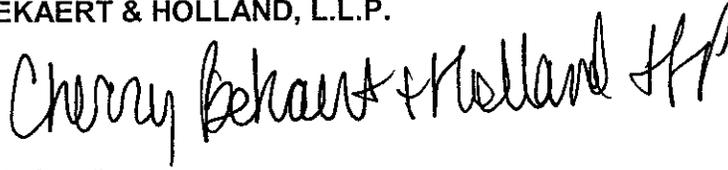
The County's responses to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit the County's responses and, accordingly, we express no opinion on the responses.

Schedule of Federal and State Awards

We have audited the basic financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the County as of and for the year ended June 30, 2010, and have issued our report thereon dated November 18, 2010. We did not audit the financial statements of the Wake County ABC Board, (the "Board"). Those financial statements were audited by other auditors whose reports thereon have been furnished to us and our opinion on the County's basic financial statements, insofar as it relates to the amounts for the Board, is based solely on the reports of the other auditors. Our audit was performed for the purpose of forming an opinion on the financial statements that collectively comprise the County's basic financial statements. The accompanying schedule of federal and State awards is presented for purposes of additional analysis as required by OMB Circular A-133 and the State Single Audit Implementation Act 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 the audit committee, management, others within the organization, and federal and State awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

CHERRY, BEKAERT & HOLLAND, L.L.P.

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Raleigh, North Carolina
November 18, 2010

WAKE COUNTY, NORTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Year Ended June 30, 2010

I. – Summary of Auditors' Results

Type of auditor's report issued: **Unqualified.**

Internal control over financial reporting:

- Material weakness(es) identified? X yes no
- Significant deficiency(ies) identified that are not considered to be material weaknesses yes X none reported
- Noncompliance material to financial statements noted yes X no

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? yes X no
- Significant deficiency(ies) identified that are not considered to be material weaknesses X yes none reported
- Noncompliance material to federal awards yes X no

Type of auditor's report issued on compliance for major federal programs: **Unqualified.**

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133

 X yes no

Identification of major federal programs:

<u>CFDA Numbers</u>	<u>Names of Federal Program or Cluster</u>
93.778	Medical Assistance Program (Medicaid)
93.767	Children's Health Insurance Plan (CHIP)
10.557	Special Supplemental Nutritional Program for Women, Infants and Children
	Foster Care Cluster
93.658	Foster Care – IV- E
93.658	Foster Care – IV-E Direct Benefit Payments
93.659	Adoption Assistance
93.659	Adoption Assistance Direct Benefit payments
	Food Stamp Cluster
10.561	State Administrative Matching Grants for the Supplemental Nutrition Assistance Program

WAKE COUNTY, NORTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Year Ended June 30, 2010

10.561-ARRA	ARRA - Supplemental Nutrition Assistance Program
93.563	Child Support Enforcement
93.568	Low-Income Home Energy Assistance (LIHEAP)
93.558	Temporary Assistance for Needy Families (TANF)
93.713-ARRA	ARRA - Child Care and Development Block Grant Smart Start
93.575	Child Care and Development Block Grant (Subsidized Child Care Cluster) – Discretionary
93.596	Child Care and Development Fund Administration
93.596	Child Care and Development Fund Mandatory
93.596	Child Care and Development Fund Match
	Workforce Investment Act Cluster
17.258	Workforce Investment Act-Adult Program
17.259	Workforce Investment Act-Youth Activities
17.260	Workforce Investment Act-Dislocated Workers
17.259-ARRA	ARRA - Workforce Investment Act-Youth Activities

Federal programs that did not meet the criteria for a major program using the criteria discussed in OMB Circular No. A-133 Section .520 but were tested as a major program because the State awards met the threshold for a major state program or were required to be tested as major by the State are included in the list of major federal programs.

Program Dollar threshold used to distinguish
 between Type A and Type B Programs

\$ 3,000,000

Auditee qualified as low-risk auditee?

_____ yes X no

WAKE COUNTY, NORTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

State Awards

Internal control over major State programs:

- Material weakness(es) identified? yes no
- Significant deficiency(ies) identified that are
not considered to be material weaknesses yes none reported

Noncompliance material to State Awards yes no

Type of auditor's report issued on compliance for major State programs: **Unqualified.**

Any audit findings disclosed that are required to
reported in accordance with the *Audit Manual*
for Governmental Auditors in North Carolina yes no

Identification of major State programs:

- Division of Social Services - State/County Special Assistance for Adults
- NC Dept of Cultural Resources - State Aid to Libraries

Names of State Program or Cluster

State match on federal programs, included in the list of major federal programs above for TANF, Child Care Cluster, Medicaid, and Foster Care Cluster.

Section II – Financial Statement Findings

Material Weakness
Finding 10-01

Criteria or specific requirement: Human Resources is responsible for accurately calculating, recording and reporting County payroll.

Condition: During fiscal year 2010, the County implemented a new recruitment tool. This transition and an improper input error in salary rate caused a new employee of the County to be temporarily overpaid due to an incorrect calculation in one payroll cycle.

Context: An error in entering the authorized salary for a new County employee caused one payroll cycle to be temporarily overstated by approximately \$2.1 million.

Effect: In the September 15, 2011 payroll, a new County employee was temporarily overpaid.

Cause: Human error in the hiring department inputting authorized salary rate and failure by human resources personnel to review a system warning notice indicating a payroll calculation was outside of the employee's salary range. In addition, a payroll analysis report did not include new employees in the analytical parameters.

WAKE COUNTY, NORTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

Recommendation: We recommend that the County review internal controls over the payroll process. Management should ensure that system warnings not be overridden and that analytical reviews of payroll, including comparisons of new employees be performed.

Views of responsible officials: The County concurs with the finding relating to payroll.

Section III – Federal Award Findings and Questioned Costs

U. S. Department of Health and Human Services
Passed through N.C. Department of Health and Human Services, Division of Social Services
Program Name: Foster Care and Adoption Assistance Cluster
CFDA # 93.658CL

Significant Deficiency - Eligibility
Finding 10-02

Criteria or specific requirement: Physical documentation is required to properly document eligibility with program requirements.

Condition: We noted 10 instances in which the case file did not contain appropriate documentation as specified by the Family Services Manual and Child Placement Services Manual.

Questioned costs (include how it was determined): None.
The missing documentation did not affect the eligibility of the foster care child.

Context: Of a sample of 40 case files the following was noted:

- 2 instances in which either the Out of Home Family Services Agreement or Family Services Agreement Review was not signed by the caseworker.
- 3 instances in which the case file did not have documentation evidencing a 6 month review was performed by the caseworker.
- 5 instances in which the case file did not have sufficient documentation to support that the case worker was making monthly visits to the foster home.

Effect: By not having the required documentation in the files, eligibility cannot readily be substantiated and there is a risk that the County could provide funding to individuals who are not eligible.

Cause: Appropriate documents were not filed in the respective files.

Recommendation: The County should continue to train employees on the proper eligibility and verification procedures to ensure the proper documentation is obtained and supported in the case file.

Views of responsible officials: Wake County Human Services concurs with this finding related to physical documentation.

WAKE COUNTY, NORTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

U.S. Department of Health and Human Services
DSS Crosscutting

Non-Material Noncompliance – Reporting - Repeat Finding
Finding 10-03

Criteria or specific requirement: The DSS Services Information System User's Manual requires that daysheets account for 100% of employee time and that program codes and activity codes are summarized correctly, that day sheet entries are supported by documentation in case record files and that daysheet summaries are transferred to the DSS-1571 accurately to an eligible fund source.

Condition: 14 of the 27 employees reviewed by CBH did not include all time completed by the employee for the month of April 2010. Of the daysheets that were turned in for the 27 employees, 12 of the 27 daysheets did not agree to the percentage of time report, which is used to report the labor costs on the DSS 1571.

Questioned costs: There were not any questioned costs. All of the employee's time was still reimbursable under the DSS-1571. There is the chance that the employee time was not accurately transferred to the correct funding source.

Context: CBH performed testing of 40 employees that are reimbursable under Part I of the DSS-1571. Of these 40 employees, 27 employees were selected who are subject to submitting daysheets to track the program and activity codes where the employee spent their time. CBH reviewed the daysheets of these 27 employees and noted that in 14 cases, 100% of the employee's time was not included. For the daysheets that were received for the month, CBH reviewed them for accuracy in comparison to the percentage of time report. 12 of the 27 daysheets were inaccurate in comparison to the percentage of time report.

Effect: Program codes and activity codes of DSS employees are not transferred accurately to an eligible fund source.

Cause: The DSS Accountant stated that the Data Entry Department is required to ensure that they receive all daysheets as they are entering the employee's time into the state system. The Data Entry Department stated that the individual supervisors are responsible for ensuring that all daysheets are submitted for entry. Nobody in the County is ensuring that 100% of the employee's time is documented in the daysheets. The difference in the daysheets to the DSS-1571 has occurred due to data entry errors that are not caught by review.

Recommendation: CBH recommends that the data entry department take responsibility for obtaining a daysheet for each working day of the month. This would require the department to check daysheets as they are entered and to follow up with supervisors of employees whose daysheets have not been received. CBH also recommends that increased review occur over the entry of the data to minimize keying errors.

Views of responsible officials: Wake County Human Services concurs with this finding related to daysheets.

WAKE COUNTY, NORTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

U. S. Department of Health and Human Services
Passed through N.C. Department of Health and Human Services, Division of Social Services
Program Name: Foster Care and Adoption Assistance Cluster
CFDA # 93.658CL

Non-material Noncompliance - Eligibility
Finding 10-04

Criteria or specific requirement: All funds on the PQA-020 should be paid to the proper recipient based on the rate listed on the PQA-020.

Condition: We noted 1 instance in which the County claimed reimbursement for a child who moved from a reimbursable placement to a non-reimbursable placement under the foster care program.

Questioned costs (include how it was determined): Questioned costs total \$1,795, which is the total state share reimbursed for the child from December 2009 through May 2010.

Context: Of a sample of 10 case files, we noted one instance in which the child was in a Juvenile Detention Center as of October 2009 and therefore the Foster Care facility was no longer being paid by the County. However, the child continued to be included on the PQA-020 report through May 2010.

Effect: The County improperly claimed IV-E reimbursement for a child who moved from a IV-E reimbursable placement to a non-reimbursable placement.

Cause: This occurred due to the status change not being communicated on a timely basis.

Recommendation: The County should implement controls to ensure that status changes are processed and communicated on a timely basis.

Views of responsible officials: Wake County Human Services concurs with this finding.

WAKE COUNTY, NORTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

Section IV – State Award Findings and Questioned Costs

U. S. Department of Health and Human Services
Passed through N.C. Department of Health and Human Services, Division of Social Services
Program Name: Foster Care and Adoption Assistance Cluster
CFDA # 93.658CL

Significant Deficiency - Eligibility
Finding 10-02

See Section III - Federal Award Findings and Questioned Costs

U.S. Department of Health and Human Services
DSS Crosscutting

Non-Material Noncompliance – Reporting - Repeat Finding
Finding 10-03

See Section III - Federal Award Findings and Questioned Costs

U. S. Department of Health and Human Services
Passed through N.C. Department of Health and Human Services, Division of Social Services
Program Name: Foster Care and Adoption Assistance Cluster
CFDA # 93.658CL

Non-material Noncompliance - Eligibility
Finding 10-04

See Section III - Federal Award Findings and Questioned Costs

WAKE COUNTY, NORTH CAROLINA
SCHEDULE OF CORRECTIVE ACTION PLAN
Year Ended June 30, 2010

V – Financial Reporting Findings and Questioned Costs

Finding #: 10-01

Name of Contact Person:

Elaine Johnson, Human Resources Director

Corrective Action Plan:

Human resources modified payroll variance reports in the 2011 fiscal year to include new employees to the analysis. In addition, system controls will be modified so that employees cannot override warning messages affecting pay. Further controls were implemented requiring the hiring department verify new employee salary information entered into the recruitment tool are accurate after being processed by Human Resources.

Proposed Completion Date:

December 2010

Finding #: 10-02

Name of Contact Person:

Paul Gross, Financial Officer

Corrective Action Plan:

Monthly visits with children in foster care.

At an All Staff Meeting on October 14, 2010 staff and supervisors were instructed to schedule all required monthly visits with foster children within the first three weeks of the month to assure that visits are made or to assure that visits are reassigned and completed when assigned workers are out.

Permanency Planning Action Teams

In an All Staff Meeting on October 14, 2010, the required timeframes for Permanency Planning Action Team Meetings and Reviews were discussed.

Permanency Planning Action Team Review Forms (DSS 5141) were not signed

WCHS will provide training to all foster care staff regarding Permanency Planning Action Teams regarding the purpose, federal and state policy as well as Wake County protocol. Additional practice issues concerning concurrent planning will be addressed as well. In addition, supervisors will be expected to review all Permanency Planning Action Team Review Tools directly following the review to make sure that all signatures were obtained. This information will be provided to staff through email as well as during training.

Proposed Completion Date:

February 2011

WAKE COUNTY, NORTH CAROLINA
SCHEDULE OF CORRECTIVE ACTION PLAN
Year Ended June 30, 2010

Finding #: 10-03

Name of Contact Person: Paul Gross, Financial Officer

Corrective Action Plan: Wake County is taking corrective action on these issues by implementing an automated Daysheet system that will increase accuracy for workers by programmatically limiting entries to eligible funds sources and by providing the worker with a sum total of time entered, thus assisting them in accurately accounting for 100% of work time. Workers will enter time and certify entries upon completion.

All entries will be reviewed and monitored by Supervisors to ensure that 100% of the employee's time is documented on the Daysheet; that all workers in the supervisors unit have submitted Daysheets and that the time reported is accurate. Supervisors may not edit or alter an employee's Daysheet, however they may request that the employee make corrections if errors are found.

Once the new system is fully implemented it will eliminate manual data entry of the Daysheet and the resulting transcription errors. A digital file will be created monthly from certified Daysheets entries in the system and the file will be uploaded to the State. The System Administrator will have access to reports reflecting certified entries and highlighting missing entries. The Administrator will contact Supervisors in an effort to have all worker data entered and certified prior to the monthly file submission. The Administrator will also work to correct any file transmission errors that may be identified when the file is submitted.

The Daysheet system has been developed, configured and tested. Staff are currently being trained on the new system and processes. Training will be completed in October 2010. Daysheet entry in Wake County will be fully automated as of November 1, 2010; with the first automated file transmission to the State occurring in December transmitting Daysheets entries for November.

As this system is implemented results will be reviewed and adjustments to the system and business processes will be made as required.

Proposed Completion Date: February 2011

WAKE COUNTY, NORTH CAROLINA
SCHEDULE OF CORRECTIVE ACTION PLAN
Year Ended June 30, 2010

Finding #: 10-04

Name of Contact Person: Paul Gross, Financial Officer

Corrective Action Plan: Each placement change form is now checked for accuracy by the Division Director's Executive Assistant before sending to the Business Office and Eligibility Staff. When forms are not completed accurately, the Assistant emails the staff and their supervisor to make sure that corrections are made. The PQA report that lists the state reimbursements that WCHS will receive the next month is now reconciled with the invoices that WCHS receives from placement vendors to ensure that there are no payment errors. There are plans in place to automate the Placement Change Form that notifies the Business Office that children have a change in their living arrangement. This will be piloted in two units and implemented in all units by February of 2011. There is a current work group that is exploring Child Welfare Business Practices and Fiscal Management. This group includes: WCHS Child Welfare, Fiscal Staff, and Economic Services Staff as well as Administrators from each work group. This group is charged with streamlining the payment and reimbursement process. This group also receives consultation from the County Internal Audit department.

Proposed Completion Date: February 2011

WAKE COUNTY, NORTH CAROLINA
SCHEDULE OF PRIOR YEAR AUDIT FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

Finding #: 09-1

Status: Corrected

Finding #: 09-2

Status: Corrected

Finding #: 09-3

Status: Not corrected. This was a repeat finding for 2010. See finding 10-03.

WAKE COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED JUNE 30, 2010

Grantor/Pass-Through Grantor/Program Titles	Federal CFDA #	Expenditures		Total
		Federal	State	
Federal Awards:				
U.S. Department of Health and Human Services				
<u>Administration for Children and Families</u>				
Passed-through the N.C. Department of Health and Human Services, Division of Social Services:				
Promoting Safe and Stable Families	93.556	\$ 18,269	\$ -	\$ 18,269
Temporary Assistance for Needy Families (TANF)	93.558	6,345,152	-	6,345,152
TANF - Direct Benefit Payments	93.558	4,513,339	(415)	4,512,924
Child Support Enforcement	93.563	4,708,677	-	4,708,677
Refugee and Entrant Assistance-State Administered Programs:				
Direct Benefit Payments	93.566	115,935	-	115,935
Low-Income Home Energy Assistance:				
Direct Benefit Payments	93.568	2,187,710	-	2,187,710
Crisis Intervention Program	93.568	1,961,937	-	1,961,937
Administration	93.568	372,680	-	372,680
Child Welfare Services - Direct Benefit Payments	93.645	1,440,000	1,861,414	3,301,414
Child Welfare Services - State Grants	93.645	244,052	80,921	324,973
Social Services Block Grant	93.667	1,340,968	263,267	1,604,235
Chafee Foster Care Independence Program	93.674	90,616	22,654	113,270
Family Support Payments to States - Direct Benefit Payments	93.560	(3,416)	(936)	(4,352)
<u>Foster Care Cluster:</u>				
Foster Care - Title IV-E	93.658	3,627,778	663,536	4,291,314
Foster Care - Title IV-E Direct Benefit Payments	93.658	736,560	196,601	933,161
Adoption Assistance	93.659	164,249	-	164,249
Adoption Assistance-Direct Benefit Payments	93.659	2,740,552	559,556	3,300,108
Total Foster Care Cluster		7,269,139	1,419,693	8,688,832
<u>Administration for Children and Families</u>				
Passed-through the N.C. Department of Health and Human Services, Division of Child Development:				
<u>Subsidized Child Care Cluster:</u>				
Child Care and Development Block Grant - Discretionary	93.575	11,482,216	-	11,482,216
Child Care Mandatory and Matching Funds of the Child Care and Development Fund - Administration (Passed through Division of Social Services)	93.596	1,492,785	373,046	1,865,831
Child Care Mandatory and Matching Funds of the Child Care and Development Fund - Mandatory	93.596	4,320,133	-	4,320,133
Child Care Mandatory and Matching Funds of the Child Care and Development Fund - Match	93.596	5,571,056	3,001,901	8,572,957
Social Services Block Grant	93.667	362,344	-	362,344
Temporary Assistance for Needy Families (TANF)	93.558	2,975,392	-	2,975,392
ARRA - Child Care and Developmental Block Grant	ARRA 93.713	3,484,049	-	3,484,049
Smart Start	NA	-	692,793	692,793
State Appropriations	NA	-	1,657,512	1,657,512
TANF- Maintenance-of-Effort	NA	-	6,304,328	6,304,328
Total Subsidized Child Care Cluster		29,687,975	12,029,580	41,717,555
<u>Substance Abuse and Mental Health Service Administration:</u>				
Passed-through the N.C. Department of Health and Human Services, Division of Mental Health, Developmental Disabilities, and Substance Abuse Services:				
Enhance the Safety of Children Affected by Parental Methamphetamine or other Substance Abuse	93.087	84,707	-	84,707
Projects for Assistance in Transition from Homelessness(PATH)	93.150	4,194	-	4,194
MAJORS Substance Abuse	93.959	118,199	78,652	196,851
Substance Abuse Training	93.959	460	-	460
Treatment Alternatives for Women	93.959	597,972	-	597,972
Services to IV Drug Users	93.959	219,763	-	219,763
<u>Mental Health Cluster</u>				
Block Grant for Community Mental Health Services	93.958	1,841,187	62,790	1,903,977
Social Service Block Grant - SSBG	93.667	1,357,162	-	1,357,162
Total Mental Health Cluster		3,198,349	62,790	3,261,139
<u>Substance Abuse Services Cluster:</u>				
Block Grant for Prevention and Treatment of Substance Abuse	93.959	929,461	-	929,461
<u>Centers for Medicare and Medicaid Services</u>				
Passed-through the N.C. Department of Health and Human Services, Division of Medical Assistance:				
<u>Medicaid Cluster:</u>				
Medical Assistance Program (Medicaid)	93.778	4,623,901	225,882	4,849,783
Medical Assistance Program (Medicaid)-Direct Benefit Payments	93.778	381,760,493	130,414,564	512,175,057
Total Medicaid Cluster		386,384,394	130,640,446	517,024,840
Children's Health Insurance Program - N.C. Health Choice	93.767	136,507	25,823	162,330

WAKE COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED JUNE 30, 2010

<u>Grantor/Pass-Through Grantor/Program Titles</u>	<u>Federal CFDA #</u>	<u>Expenditures</u>		<u>Total</u>
		<u>Federal</u>	<u>State</u>	
<u>Centers for Disease Control and Prevention</u>				
Passed-through the N.C. Department of Health and Human Services, Division of Public Health:				
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	53,255	-	53,255
ARRA - Immunization Grants	ARRA 93.712	129,911	-	129,911
Centers for Disease Control and Prevention Investigations and Technical Assistance	93.283	1,663,860	-	1,663,860
Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer Early Detection Programs	93.919	69,259	-	69,259
HIV Prevention Activities - Health Department Based	93.940	111,423	-	111,423
Preventive Health Services Sexually Transmitted Diseases Control Grants	93.977	71,028	-	71,028
Preventive Health and Health Services Block Grant	93.991	18,204	-	18,204
<u>Health Resources and Services Administration</u>				
HIV Core Formula Grants	93.917	866,557	-	866,557
Maternal and Child Health Services Block Grants to States	93.994	1,040,583	-	1,040,583
<u>Administration for Children and Families</u>				
Temporary Assistance for Needy Families (TANF)	93.558	54,115	-	54,115
Child Care and Development Block Grant	93.575	8,400	-	8,400
<u>Office of the Secretary</u>				
Family Planning Services	93.217	108,704	-	108,704
<u>Substance Abuse and Mental Health Services Administration</u>				
Block Grants for Prevention and Treatment of Substance Abuse	93.959	71,374	-	71,374
Total U.S. Department of Health and Human Services		456,233,712	146,483,889	602,717,601
U.S. Department of Agriculture:				
Passed-through the N.C. Department of Health and Human Services, Division of Social Services:				
<u>Food Stamp Cluster:</u>				
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	2,724,836	-	2,724,836
ARRA-Supplemental Nutrition Assistance Program	ARRA 10.561	207,801	-	207,801
Total Food Stamp Cluster		2,932,637	-	2,932,637
Passed-through the N.C. Department of Health and Human Services, Division of Public Health				
Special Supplemental Nutritional Food Program for Women, Infants and Children				
Administration	10.557	2,942,976	-	2,942,976
Direct Benefit Payments	10.557	13,541,451	-	13,541,451
Total Special Supplemental Nutrition Food Program for Women, Infants and Children		16,484,427	-	16,484,427
Total U.S. Department of Agriculture		19,417,064	-	19,417,064
U.S. Department of Education:				
Passed-through the N.C. Department of Health and Human Services, Division of Mental Health, Developmental Disabilities and Substance Abuse Services (MH,DD,SAS):				
<u>Infants and Toddlers with Disabilities Cluster:</u>				
Safe and Drug-Free Schools and Communities State Grants	84.186	102,388	-	102,388
Passed-through the NC Department of Public Instruction				
Safe and Drug-Free Schools and Communities National Programs	84.184	113,514	-	113,514
Total U.S. Department of Education		215,902	-	215,902
U.S. Department of Justice:				
State Criminal Alien Assistance Program	16.606	642,162	-	642,162
Passed-through the N.C. Department of Crime Control and Public Safety:				
Project Safe Neighborhoods	16.609	284,512	-	284,512
Public Safety Partnership and Community Policing Grants	16.710	30,600	-	30,600
ARRA-Edward Byrne Memorial Formula Grant Program	ARRA 16.804	160,006	-	160,006
Edward Byrne Memorial Formula Grant Program	16.738	125,362	-	125,362
Total U.S. Department of Justice		1,242,642	-	1,242,642
U.S. Department of Homeland Security:				
Office of Domestic Preparedness				
Passed-through the N.C. Department of Crime Control and Public Safety:				
Emergency Food and Shelter National Board Program	97.024	19,378	-	19,378
Emergency Management Performance Grants	97.042	101,984	-	101,984
Homeland Security Grant Program	97.067	168,937	-	168,937
Metropolitan Medical Response System	97.071	8,131	-	8,131
State Homeland Security Program (SHSP)	97.073	38,772	-	38,772
Buffer Zone Protection Program (BZPP)	97.078	91,147	-	91,147
Total U.S. Department of Homeland Security		428,349	-	428,349

WAKE COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED JUNE 30, 2010

Grantor/Pass-Through Grantor/Program Titles	Federal CFDA #	Expenditures		Total
		Federal	State	
U.S. Department of Housing and Urban Development:				
Shelter Plus Care	14.238	1,136,932	-	1,136,932
Community Developmental Block Grants/Entitlement Grants	14.218	1,026,304	-	1,026,304
Supportive Housing Program	14.235	398,064	-	398,064
HOME Investment Partnership Program	14.239	1,244,069	-	1,244,069
Housing Opportunity for Persons with Aids - HOPWA	14.241	347,061	-	347,061
Emergency Shelter Grants Program	14.231	37,724	-	37,724
ARRA-Community Development Block Grants/Entitlement Grants-R	ARRA 14.253	93,773	-	93,773
ARRA - Homeless Prevention	ARRA 14.257	148,843	-	148,843
Passed-through the City of Raleigh:				
Emergency Shelter Grants Program	14.231	106,249	-	106,249
Total U.S. Department of Housing and Urban Development		4,539,019		4,539,019
U.S. Department of Labor				
Passed-through the N.C. Department of Economic and Community Development, Job Training Partnership Act:				
<u>Workforce Investment Act Cluster:</u>				
Workforce Investment Act-Adult Program	17.258	544,496	-	544,496
ARRA-Title I Workforce Investment Act-Adult	ARRA 17.258	439,485	-	439,485
Workforce Investment Act-Youth Activities	17.259	917,023	-	917,023
ARRA-Workforce Investment Act-Youth Activities	ARRA 17.259	904,800	-	904,800
Workforce Investment Act-Dislocated Workers	17.260	1,350,241	-	1,350,241
ARRA-Workforce Investment Act-Dislocated Workers	ARRA 17.260	963,759	-	963,759
Total WIA Cluster		5,119,804		5,119,804
Incentive Grants - WIA Section 503	17.267	941,385	-	941,385
ARRA Incentive Grants - WIA Section 503	ARRA 17.267	185,305	-	185,305
Total WIA Incentives and Administrative		1,126,690		1,126,690
YouthBuild	17.274	203,360	-	203,360
Homeless Veterans Reintegration Project	17.805	123,755	-	123,755
Total U.S. Department of Labor		6,573,609		6,573,609
U.S. Department of Transportation:				
Federal Trade Administration				
ARRA - Other Than Urbanized Areas	ARRA 20.509	224,796	-	224,796
Federal Highway Administration				
Passed-through the N.C. Department of Transportation:				
New Freedom Program	20.521	74,806	-	74,806
Safety Incentive Grants for Use of Seatbelts	20.604	121,783	-	121,783
Total U.S. Department of Transportation		421,385		421,385
U.S. Environmental Protection Agency:				
Watershed Management Program				
Passed-through N. C. Department of Environment and Natural Resources	66.606	28,790	-	28,790
Nonpoint Source Grant	66.460	116,970	-	116,970
Total U.S. Environmental Protection Agency		145,760		145,760
U.S. Corporation for National and Community Services				
Passed through N.C. Office of Volunteerism and Community Services				
Ameri Corps	94.006	185,474	-	185,474
N.C. Department of Health and Human Services, Division of Vocational Rehabilitations				
AmeriCorps		-	80,068	80,068
Total U.S. Corporation for National and Community Services		185,474	80,068	265,542
Total Federal Awards		489,402,916	146,563,957	635,966,873

WAKE COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED JUNE 30, 2010

<u>Grantor/Pass-Through Grantor/Program Titles</u>	<u>Federal CFDA #</u>	<u>Expenditures</u>		<u>Total</u>
		<u>Federal</u>	<u>State</u>	
State Awards:				
N.C. Department of Cultural Resources:				
Division of State Library:				
State Aid to Libraries		-	533,729	533,729
N.C. Department of Health and Human Services:				
Division of Public Health:				
General		-	558,858	558,858
Communicable Disease - HIV/HBV		-	52,158	52,158
Tuberculosis Control		-	94,866	94,866
Child Health		-	32,932	32,932
Maternal Care Coordinator		-	35,160	35,160
TB Medical Services		-	8,005	8,005
Risk Reduction/Health Promotion		-	11,453	11,453
AIDS		-	170,781	170,781
Breast and Cervical Cancer		-	23,986	23,986
LHD Smokefree Law		-	19,467	19,467
Wisewomen Program		-	20,599	20,599
Total Division of Health		-	1,028,265	1,028,265
Division Of Mental Health, Developmental Disabilities and Substance Abuse Services:				
Systems Management Transition		-	7,819,079	7,819,079
Community Services Mental Health - Child		-	1,140,776	1,140,776
Community Services Mental Health - Adult		-	3,463,701	3,463,701
Community Services Mental Health - Other		-	93,871	93,871
Community Services Developmental Disabilities - Child		-	2,535,151	2,535,151
Community Services Developmental Disabilities - Adult		-	4,634,314	4,634,314
Community Services Developmental Disabilities - Other		-	141,612	141,612
Community Service Substance Abuse - Child		-	46,526	46,526
Community Service Substance Abuse - Adult		-	1,390,130	1,390,130
Multidisciplinary Evaluation		-	600	600
Criminal Justice		-	100,000	100,000
Crisis Services		-	1,890,850	1,890,850
Long Term Vocation Support		-	249,266	249,266
Psych Supplemental Services		-	85,330	85,330
Treatment Alternatives for Women		-	282,191	282,191
Total Division of Mental Health, Developmental Disabilities and Substance Abuse Services:		-	23,873,397	23,873,397
Division Of Vocational Rehabilitation:				
Supported Employment Grant		-	41,262	41,262
Office of Rural Health and Resource Development:				
Farm Worker Health Grant		-	128,981	128,981
Division of Social Services:				
Energy Assistance Private Grants		-	312,573	312,573
Adult Protective Services		-	45,396	45,396
Direct Benefit Payments:				
State/County Special Assistance for Adults		-	3,890,423	3,890,423
State Foster Home		-	700,586	700,586
State Foster Home Maximization		-	244,762	244,762
Foster Care at Risk Maximization		-	31,350	31,350
Foster Care at Risk		-	342	342
Foster Care Special Provision		-	18,645	18,645
Total Division of Social Services		-	5,244,077	5,244,077
Total N.C. Department of Health and Human Services		-	30,315,982	30,315,982
N.C. Department of Transportation, Public Transportation Division:				
Rural Operating Assistance Program (ROAP) - Cluster				
Elderly and Disabled Transportation Assistance Program (EDTAP)		-	336,518	336,518
Rural General Public Program (RGP)		-	314,950	314,950
Work First/Employment Transportation Operating Assistance		-	121,757	121,757
Total Rural Operating Assistance Program (ROAP) Cluster		-	773,225	773,225
Human Services Transportation Management Program		-	550,778	550,778
Traveler's Aid		-	4,431	4,431
Total N.C. Department of Transportation		-	1,328,434	1,328,434

WAKE COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED JUNE 30, 2010

<u>Grantor/Pass-Through Grantor/Program Titles</u>	<u>Federal CFDA #</u>	<u>Expenditures</u>		<u>Total</u>
		<u>Federal</u>	<u>State</u>	
N.C. Department of Corrections: Criminal Justice Partnership Program		-	436,237	436,237
N.C. Department of Environment and Natural Resources Division of Environmental Health:				
Clean Water Management Trust Fund		-	1,106,370	1,106,370
Soil and Water Grant Program		-	25,500	25,500
Total N.C. Department of Environmental and Natural Resources		-	1,131,870	1,131,870
N. C. Department of Agriculture Farmland/Local Food Enhancement Program		-	25,000	25,000
N.C. Department of Administration: Veterans Services Program		-	2,000	2,000
Office of the Governor: Health and Wellness Trust Fund		-	34,309	34,309
N.C. Department of Juvenile Justice and Delinquency Prevention				
Support our Students Program		-	4,260	4,260
Juvenile Crime Prevention Council Programs		-	1,239,201	1,239,201
Total N.C. Department of Juvenile Justice and Delinquency Prevention		-	1,243,461	1,243,461
Total State Awards		-	35,051,022	35,051,022
Total Federal and State Awards		\$ 489,402,916	\$ 181,614,979	\$ 671,017,895

WAKE COUNTY, NORTH CAROLINA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
Year Ended June 30, 2010

General – The accompanying Schedule of Expenditures of Federal and State Awards presents the activity of all federal and State financial award programs of Wake County, North Carolina (the “County”). The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and the State Single Audit Implementation Act. Therefore, some of the amounts presented in this schedule may differ from amounts presented in, or used in, the preparation of the financial statements. Benefit payments are paid directly to recipients and are not included in the County’s financial statements. However, due to the County’s involvement in determining eligibility, they are considered federal and State awards to the County and are included on this schedule.

- A. Basis of Accounting – The accompanying Schedule of Expenditures of Federal and State Awards is prepared on the modified accrual basis of accounting.
- B. Major Programs – Cluster programs are considered as one program for determining major programs in accordance with OMB Circular A-133 and the State Single Audit Implementation Act. Also, the federal and State portions of the cluster programs is included when identifying major programs for calculating the percentage of coverage of federal and State awards expended.
- C. Relationship to Federal and State Financial Reports – Amounts reported in the accompanying schedule agree with the amounts reported in the related federal and State financial reports except in cases where those reports are filed on a basis other than the modified accrual basis of accounting.
- D. Prior Year Expenditures – Where allowed by grant agreement, prior year expenditures that have not been previously tested may be included in the Schedule of Awards at June 30, 2010. Generally this occurs when grants are awarded after the related project or program has started incurring expenses and retroactive reimbursement is allowed per the funding agreement or when corrections are made due to previous year(s) omissions.

WAKE COUNTY, NORTH CAROLINA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
Year Ended June 30, 2010

Subrecipients

During the fiscal year ended June 30, 2010, the County provided federal and State awards to subrecipients as follows:

Program Titles	Federal CFDA #	Expenditures	
		Federal	State
Passed through NC DHHS			
Block Prevention and Treatment of Substance Abuse		\$ 762,699	\$ -
Mental Health Block Grant		190,949	
Developmental Disability Services – Child		-	198,254
Developmental Disability Services – Adult		-	75,000
First in Families		-	403,864
Crisis Services		-	230,076
Mental Health-Child		-	42,407
Mental Health-Adult		-	453,331
Substance Abuse-Child		-	1,464
Substance Abuse-Adult		-	231,772
WIA Cluster:			
Passed-through the N.C. Department of Commerce, Workforce Investment Act:			
Workforce Investment Act-Adult	17.258	811,458	-
Workforce Investment Act-Youth	17.259	1,305,364	-
Workforce Investment Act-Dislocated Workers	17.260	2,251,108	-
N.C. Department of Transportation, Public Transportation Division:			
Elderly and Disabled Transportation Assistance Program (EDTAP)	-	-	211,607
N.C. Department of Corrections:			
Criminal Justice Partnership Program	-	-	476,407
N.C. Department of Juvenile Justice and Delinquency Prevention:			
Juvenile Crime Prevention Council Programs	-	-	1,088,939
		\$ 5,321,578	\$ 3,413,121