

WAKE COUNTY, NORTH CAROLINA
Raleigh, North Carolina

Schedule of Expenditures of Federal and
State Awards for the Year Ended June 30, 2011
Report on Internal Control and Compliance

WAKE COUNTY, NORTH CAROLINA
TABLE OF CONTENTS
Year Ended June 30, 2011

	<u>Page(s)</u>
COMPLIANCE	
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 <i>Government Auditing Standards</i>	1 – 2
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.....	3 – 4
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	5 – 6
Schedule of Findings and Questioned Costs.....	7 – 9
Schedule of Prior Year Audit Findings and Questioned Costs.....	10
Schedule of Expenditures of Federal and State Awards.....	11 – 15
Notes to Schedule of Expenditures of Federal and State Awards.....	16 – 17



**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, 2011, and have issued our report thereon dated November 18, 2011. Our report includes a reference to other auditors. We conducted our audit in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Other auditors audited the financial statements of the Wake County ABC Board (the "Board"), as described in our report on the County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported separately by those auditors. The financial statements of the Board were not audited in accordance with *Government Auditing Standards*.

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

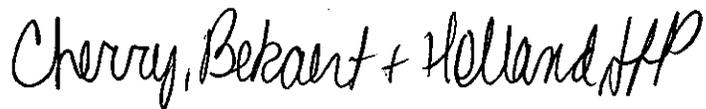
Our consideration of the internal control over financial reporting was for limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

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, 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 specified 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, 2011



**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 *OMB Circular A-133 Compliance Supplement* and the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that could have a direct and material effect on each of the County's 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; 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 on 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 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 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 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.

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, 2011, and have issued our report thereon dated November 18, 2011. 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 specified 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, 2011



**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 could have a direct and material effect on each of its major State programs for the year ended June 30, 2011. 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 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 State 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 State 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 State 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 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 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 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.

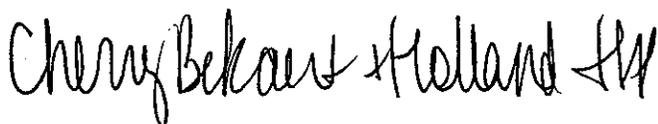
Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did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

Schedule of 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, 2011, and have issued our report thereon dated November 18, 2011. 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 specified parties.

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

A handwritten signature in black ink that reads "Cherry Bekaert Holland" followed by a stylized flourish.

Raleigh, North Carolina
November 18, 2011

WAKE COUNTY, NORTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Year Ended June 30, 2011

I – Summary of Auditors’ Results

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

Internal control over financial reporting:

- Material weakness(es) identified? _____ yes X 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 _____ yes X 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

_____ yes X 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
93.568	Low-Income Home Energy Assistance Program (LIHEAP)
14.218	Community Development Block Grants/Entitlement Grants

WAKE COUNTY, NORTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2011

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

State Awards

Internal control over major State programs:

- Material weakness(es) identified? _____ yes X no

- Significant deficiency(ies) identified that are
not considered to be material weaknesses _____ yes X none reported

Noncompliance material to State Awards _____ yes X no

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

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

Identification of major State programs:

- Preparedness and Response
- State Foster Home
- State Foster Home Maximization
- North Carolina Smart Start
- Criminal Justice Partnership Program
- Human Services Transportation Management Program

Names of State Program or Cluster

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

WAKE COUNTY, NORTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2011

Section II – Financial Statement Findings

None Noted.

Section III – Federal Award Findings and Questioned Costs

None Noted.

Section IV – State Award Findings and Questioned Costs

None Noted.

WAKE COUNTY, NORTH CAROLINA
SCHEDULE OF PRIOR YEAR AUDIT FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2011

Finding #: 10-01

Status: Corrected

Finding #: 10-02

Status: Corrected

Finding #: 10-03

Status: Corrected

Finding #: 10-04

Status: Corrected

WAKE COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED JUNE 30, 2011

Grantor/Pass-Through Grantor/Program Titles	Federal CFDA #	Expenditures		
		Federal	State	Total
Federal Awards:				
U.S. Department of Health and Human Services				
Administration for Children and Families				
Passed-through the N.C. Department of Health and Human Services, Division of Social Services:				
Promoting Safe and Stable Families	93.556	\$ 38,119		\$ 38,119
Temporary Assistance for Needy Families (TANF)	93.558	6,466,471		6,466,471
TANF - Direct Benefit Payments	93.558	3,944,509	(264)	3,944,245
Child Support Enforcement	93.563	4,094,246		4,094,246
ARRA - Child Support Incentive	ARRA-93.563	93,237		93,237
Refugee and Entrant Assistance-State Administered Programs:				
Direct Benefit Payments	93.566	72,877		72,877
Low-Income Home Energy Assistance:				
Direct Benefit Payments	93.568	2,830,174		2,830,174
Crisis Intervention Program	93.568	1,536,995		1,536,995
Administration	93.568	369,381		369,381
Child Welfare Services - Direct Benefit Payments	93.645		3,360,582	3,360,582
Child Welfare Services - State Grants	93.645	251,296	(10,734)	240,562
Social Services Block Grant	93.667	1,433,082	264,865	1,697,947
Links	93.674	92,151	23,038	115,189
TANF Family Violence Prevention Services Act	93.671	11,191		11,191
Family Support Payments to States - Direct Benefit Payments	93.560	(1,381)	(379)	(1,760)
Foster Care Cluster:				
Foster Care - Title IV-E	93.658	3,373,164	616,908	3,990,072
Foster Care - Title IV-E Direct Benefit Payments	93.658	737,187	215,235	952,422
Family Finding Pilot	93.658	26,291	61,963	88,254
ARRA - IV-E Foster Care/Adoption Assistance	ARRA-93.658	16,606		16,606
Adoption Assistance	93.659	199,861		199,861
Adoption Assistance-Direct Benefit Payments	93.659	2,674,845	593,605	3,268,450
ARRA - IV-E Foster Care/Adoption Assistance	ARRA-93.659	81,148		81,148
Total Foster Care Cluster		7,109,102	1,487,711	8,596,813
Administration for Children and Families				
Passed-through the N.C. Department of Health and Human Services, Division of Child Development:				
Subsidized Child Care Cluster:				
Child Care and Development Block Grant - Discretionary	93.575	10,690,057	-	10,690,057
Child Care Mandatory and Matching Funds of the Child Care and Development Fund - Administration (Passed through Division of Social Services)	93.596	1,422,762	318,926	1,741,688
Child Care Mandatory and Matching Funds of the Child Care and Development Fund - Mandatory	93.596	4,166,432		4,166,432
Child Care Mandatory and Matching Funds of the Child Care and Development Fund - Match	93.596	7,666,914	4,174,035	11,840,949
Social Services Block Grant	93.667	86,986		86,986
Temporary Assistance for Needy Families (TANF)	93.558	3,501,269		3,501,269
ARRA - Child Care and Developmental Block Grant	ARRA 93.713	175,642		175,642
ARRA - Emergency Contingency Fund for TANF	ARRA 94.714	1,946,942		1,946,942
Smart Start	NA		(76,693)	(76,693)
State Appropriations	NA		2,038,706	2,038,706
TANF - Maintenance-of-Effort	NA		3,504,019	3,504,019
Total Subsidized Child Care Cluster		29,657,004	9,958,993	39,615,997
Substance Abuse and Mental Health Service Administration:				
Passed-through the N.C. Department of Health and Human Services, Division of Mental Health, Developmental Disabilities, and Substance Abuse Services:				
MAJORS Substance Abuse	93.959	118,228	69,997	188,225
Treatment Alternatives for Women Services to IV Drug Users	93.959	601,944		601,944
	93.959	219,764		219,764
Mental Health Cluster				
Block Grant for Community Mental Health Services	93.958	1,860,516	44,346	1,904,862
Social Service Block Grant - SSBG	93.667	1,357,162		1,357,162
Total Mental Health Cluster		3,217,678	44,346	3,262,024
Substance Abuse Services Cluster:				
Block Grant for Prevention and Treatment of Substance Abuse	93.959	1,069,321	-	1,069,321
Centers for Medicare and Medicaid Services				
Passed-through the N.C. Department of Health and Human Services, Division of Medical Assistance:				
Medicaid Cluster:				
Medical Assistance Program (Medicaid)	93.778	4,707,909	191,220	4,899,129
Medical Assistance Program (Medicaid)-Direct Benefit Payments	93.778	376,645,899	153,168,289	529,814,188
Total Medicaid Cluster		381,353,808	153,359,509	534,713,317
Children's Health Insurance Program - N.C. Health Choice	93.767	165,639	25,156	190,795

WAKE COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED JUNE 30, 2011

Grantor/Pass-Through Grantor/Program Titles	Federal CFDA #	Expenditures		
		Federal	State	Total
Centers for Disease Control and Prevention				
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
Centers for Disease Control and Prevention Investigations and Technical Assistance	93.283	130,306	-	130,306
Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer Early Detection Programs	93.919	122,767	-	122,767
HIV Prevention Activities - Health Department Based	93.940	116,146	-	116,146
Preventive Health Services Sexually Transmitted Diseases Control Grants	93.977	43,004	-	43,004
Refugee Health	93.987	189,707	-	189,707
Preventive Health and Health Services Block Grant	93.991	18,462	-	18,462
Diabetes Control Program Project Direct	93.988	898	-	898
Immunization Program/Aid to County Funding	93.268	144,522	-	144,522
Health Resources and Services Administration				
HIV Core Formula Grants	93.917	1,268,512	-	1,268,512
Outpatient Early Intervention Services for HIV	93.918	412,763	-	412,763
Maternal and Child Health Services Block Grants to States	93.994	990,260	-	990,260
Administration for Children and Families				
Temporary Assistance for Needy Families (TANF)	93.558	54,115	-	54,115
Child Care and Development Block Grant	93.575	10,100	-	10,100
Office of the Secretary				
Family Planning Services	93.218	49,602	-	49,602
Substance Abuse and Mental Health Services Administration				
Substance Abuse and Mental Health Services Projects	93.243	70,103	-	70,103
Block Grants for Prevention and Treatment of Substance Abuse	93.959	38,121	-	38,121
Total U.S. Department of Health and Human Services		448,457,479	168,582,820	617,040,299
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	3,037,536	-	3,037,536
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	3,265,212	-	3,265,212
Direct Benefit Payments	10.557	13,621,426	-	13,621,426
AGRI-SFSP Food Program Meal	10.559	1,040	-	1,040
Total Special Supplemental Nutrition Food Program for Women, Infants and Children		16,887,678	-	16,887,678
Total U.S. Department of Agriculture		19,925,214	-	19,925,214
U.S. Department of Education:				
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		113,514	-	113,514
U.S. Department of Justice:				
Bulletproof Vest Partnership Program	16.607	9,247	-	9,247
State Criminal Alien Assistance Program	16.606	871,290	-	871,290
Passed-through the N.C. Department of Crime Control and Public Safety:				
Drug Court Discretionary Grant	16.585	14,001	-	14,001
Project Safe Neighborhoods	16.609	1,205	-	1,205
Public Safety Partnership and Community Policing Grants	16.710	290,263	-	290,263
ARRA-NCDJJDP-Com. Based Youth Gang Prevention	ARRA 16.803	170,615	-	170,615
ARRA-Edward Byrne Memorial Formula Grant Program	ARRA 16.804	-	-	-
ARRA-2009 Recovery JAG	ARRA 16.804	143,049	-	143,049
Edward Byrne Memorial Formula Grant Program	16.738	306,422	-	306,422
Total U.S. Department of Justice		1,806,092	-	1,806,092
U.S. Department of Homeland Security:				
Office of Domestic Preparedness				
Passed-through the N.C. Department of Crime Control and Public Safety:				
Emergency Management Performance Grants	97.042	101,217	-	101,217
Homeland Security Grant Program	97.067	251,546	-	251,546
State Homeland Security Program (SHSP)	97.073	2,497	-	2,497
Buffer Zone Protection Program (BZPP)	97.078	116,925	-	116,925
NCOEMS Wake Med Grant	93.889	81,980	-	81,980
Total U.S. Department of Homeland Security		554,165	-	554,165

WAKE COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED JUNE 30, 2011

Grantor/Pass-Through Grantor/Program Titles	Federal CFDA #	Expenditures		
		Federal	State	Total
U.S. Department of Housing and Urban Development:				
Shelter Plus Care	14.238	1,298,650	-	1,298,650
Community Developmental Block Grants/Entitlement Grants	14.218	2,084,875	-	2,084,875
Supportive Housing Program	14.235	398,064	-	398,064
HOME Investment Partnership Program	14.239	222,046	-	222,046
Housing Opportunity for Persons with Aids - HOPWA	14.241	451,302	-	451,302
ARRA-Community Development Block Grants/Entitlement Grants-R	ARRA 14.253	285,760	-	285,760
ARRA - Homeless Prevention	ARRA 14.257	358,165	-	358,165
CDBG	14.253	18,166	-	18,166
Homeless Prevention Grant	14.257	11,254	-	11,254
Passed-through the City of Raleigh:				
Emergency Shelter Grants Program	14.231	147,668	-	147,668
Total U.S. Department of Housing and Urban Development		5,275,950		5,275,950
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	971,289	-	971,289
ARRA-Title I Workforce Investment Act-Adult	ARRA 17.258	209,128	-	209,128
Workforce Investment Act-Youth Activities	17.259	998,549	-	998,549
Workforce Investment Act-Dislocated Workers	17.260	1,914,499	-	1,914,499
ARRA-Workforce Investment Act-Dislocated Workers	ARRA 17.260	250,123	-	250,123
Total WIA Cluster		4,343,588		4,343,588
Incentive Grants - WIA Section 503	17.267	1,308,945	-	1,308,945
ARRA Incentive Grants - WIA Section 503	ARRA 17.267	159,540	-	159,540
Total WIA Incentives and Administrative		1,468,485		1,468,485
YouthBuild	17.274	204,692	-	204,692
Total U.S. Department of Labor		6,016,765		6,016,765
U.S. Department of Energy				
Energy Efficiency & Conservation Block Grant Program				
ARRA-Hammond Detention Site Phase II	ARRA 81.128	2,842,146	-	2,842,146
Federal Highway Administration				
Passed-through the N.C. Department of Transportation:				
Safety Incentive Grants for Use of Seatbelts	20.604	69,284	-	69,284
Total U.S. Department of Transportation		69,284		69,284
U.S. Environmental Protection Agency:				
Watershed Management Program	66.202	29,430	-	29,430
Passed-through N. C. Department of Environment and Natural Resources				
Nonpoint Source Grant	66.460	74,118	-	74,118
Total U.S. Environmental Protection Agency		103,548		103,548
U.S. Corporation for National and Community Services				
Passed through N.C. Office of Volunteerism and Community Services				
Ameri Corps	94.006	118,399	-	118,399
N.C. Department of Health and Human Services, Division of Vocational Rehabilitations				
AmeriCorps		-	134,075	134,075
Total U.S. Corporation for National and Community Services		118,399	134,075	252,474
Total Federal Awards		485,282,555	168,716,895	653,999,450

WAKE COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED JUNE 30, 2011

Grantor/Pass-Through Grantor/Program Titles	Federal CFDA #	Expenditures		
		Federal	State	Total
State Awards:				
N.C. Department of Cultural Resources:				
Division of State Library:				
State Aid to Libraries		-	616,335	616,335
N.C. Department of Health and Human Services:				
Division of Public Health:				
General		-	560,427	560,427
Communicable Disease - HIV/HBV		-	52,158	52,158
Tuberculosis Control		-	102,871	102,871
HIV Preventative Training		-	29,452	29,452
Maternal Care Coordinator		-	35,160	35,160
Women's Preventive Health		-	32,932	32,932
Risk Reduction/Health Promotion		-	8,772	8,772
AIDS		-	192,436	192,436
Breast and Cervical Cancer		-	16,116	16,116
Preparedness and Response		-	486,053	486,053
Wisewomen Program		-	2,050	2,050
Total Division of Health		-	1,518,427	1,518,427
Division Of Mental Health, Developmental Disabilities and Substance Abuse Services:				
Systems Management Transition		-	7,859,059	7,859,059
Community Services Mental Health - Child		-	1,437,050	1,437,050
Community Services Mental Health - Adult		-	5,105,258	5,105,258
Community Services Mental Health - Other		-	135,190	135,190
Community Services Developmental Disabilities - Child		-	1,271,697	1,271,697
Community Services Developmental Disabilities - Adult		-	3,930,239	3,930,239
Community Services Developmental Disabilities - Other		-	251,824	251,824
Community Service Substance Abuse - Child		-	100,080	100,080
Community Service Substance Abuse - Adult		-	1,467,975	1,467,975
Multidisciplinary Evaluation		-	1,000	1,000
Criminal Justice		-	164,520	164,520
Crisis Services		-	1,809,730	1,809,730
Long Term Vocation Support		-	253,069	253,069
First in Families		-	397,373	397,373
Psych Supplemental Services		-	85,340	85,340
Treatment Alternatives for Women		-	309,234	309,234
Total Division of Mental Health, Developmental Disabilities and Substance Abuse Services:		-	24,578,638	24,578,638
Division Of Vocational Rehabilitation:				
Supported Employment Grant		-	19,964	19,964
Office of Rural Health and Resource Development:				
Farm Worker Health Grant		-	126,651	126,651
Division of Social Services:				
Energy Assistance Private Grants		-	512,188	512,188
Adult Protective Services		-	34,844	34,844
Direct Benefit Payments:				
State/County Special Assistance for Adults		-	4,027,633	4,027,633
State Foster Home		-	611,259	611,259
State Foster Home Maximization		-	312,653	312,653
Foster Care at Risk Maximization		-	24,332	24,332
Foster Care Special Provision		-	1,124	1,124
Total Division of Social Services		-	5,524,033	5,524,033
Division of Child Development:				
Passed-through the Wake County Smart Start, Inc.:				
North Carolina Smart Start		-	598,069	598,069
Division of Resource Management:				
NC FAST		-	77,317	77,317
Total N.C. Department of Health and Human Services		-	32,443,099	32,443,099
N.C. Department of Transportation, Public Transportation Division:				
Rural Operating Assistance Program (ROAP) - Cluster				
Elderly and Disabled Transportation Assistance Program (EDTAP)		-	344,359	344,359
Rural General Public Program (RGP)		-	316,865	316,865
Work First/Employment Transportation Operating Assistance		-	219,025	219,025
Total Rural Operating Assistance Program (ROAP) Cluster		-	880,249	880,249
Human Services Transportation Management Program		-	311,133	311,133
Traveler's Aid		-	5,000	5,000
Total N.C. Department of Transportation		-	1,196,382	1,196,382

WAKE COUNTY, NORTH CAROLINA
 SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
 YEAR ENDED JUNE 30, 2011

Grantor/Pass-Through Grantor/Program Titles	Federal CFDA #	Expenditures		Total
		Federal	State	
N.C. Department of Corrections: Criminal Justice Partnership Program		-	477,567	477,567
N. C. Department of Agriculture Farmland/Local Food Enhancement Program		-	62,200	62,200
N.C. Department of Administration: Veterans Services Program		-	2,000	2,000
N.C. Department of Juvenile Justice and Delinquency Prevention Support our Students Program		-	(4,260)	(4,260)
Juvenile Crime Prevention Council Programs		-	1,282,940	1,282,940
Total N.C. Department of Juvenile Justice and Delinquency Prevention		-	1,278,680	1,278,680
Total State Awards		-	36,076,263	36,076,263
Total Federal and State Awards		\$ 485,282,555	\$ 204,793,158	\$ 690,075,713

WAKE COUNTY, NORTH CAROLINA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
Year Ended June 30, 2011

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, 2011

Subrecipients

During the fiscal year ended June 30, 2011, 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	93.959	\$ 760,708	\$ -
Mental Health Block Grant	93.958	245,370	-
Developmental Disability Services – Child		-	208,239
Developmental Disability Services – Adult		-	73,257
First in Families		-	397,373
Crisis Services		-	253,446
Mental Health-Child		-	4,830
Mental Health-Adult		-	318,754
Substance Abuse-Child		-	13,723
Substance Abuse-Adult		-	99,426
WIA Cluster:			
Passed-through the N.C. Department of Commerce, Workforce Investment Act:			
Workforce Investment Act-Adult	17.258	952,291	-
Workforce Investment Act-Youth	17.259	923,722	-
Workforce Investment Act-Dislocated Workers	17.260	2,282,091	-
N.C. Department of Transportation, Public Transportation Division:			
Elderly and Disabled Transportation Assistance Program (EDTAP)	-	-	215,711
N.C. Department of Corrections:			
Criminal Justice Partnership Program	-	-	493,193
N.C. Department of Juvenile Justice and Delinquency Prevention:			
Juvenile Crime Prevention Council Programs	-	-	1,171,635
		\$ 5,164,182	\$ 3,249,587