

**COUNTY OF SAN BERNARDINO, CALIFORNIA**

**Single Audit Report  
(OMB Circular A-133)**

**For the Fiscal Year Ended June 30, 2012**

**COUNTY OF SAN BERNARDINO, CALIFORNIA**

**SINGLE AUDIT REPORT  
(OMB CIRCULAR A-133)**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

**TABLE OF CONTENTS**

	<b>PAGE</b>
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
Independent Auditors' Report on Compliance with Requirements that Could Have a Direct and Material Effect on Each Major Program, on Internal Control Over Compliance, and on the Schedule of Expenditures of Federal Awards in Accordance with OMB Circular A-133 and the Supplemental Schedule of Office of California State Department of Aging Grants	3
Schedule of Expenditures of Federal Awards	6
Notes to Schedule of Expenditures of Federal Awards	11
Schedule of Findings and Questioned Costs	
I.    Summary of Auditors' Results	14
II.   Financial Statement Findings	15
III.  Federal Awards Findings and Questioned Costs	16
Schedule of Prior Year Audit Findings and Questioned Costs	21
Supplemental Schedule of California State Department of Aging Grants	22



**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 Supervisors  
County of San Bernardino, California

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 the County of San Bernardino, California (the "County"), as of and for the year ended June 30, 2012, which collectively comprise the County's basic financial statements and have issued our report thereon dated December 28, 2012. Our report was modified to include an explanatory paragraph regarding the County's dissolution of the redevelopment agencies through Assembly Bill X1 26. Our report was modified to include a reference to 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. Other auditors audited the financial statements of the San Bernardino County Flood Control District, County of San Bernardino Consolidated Fire District, and the County of San Bernardino Redevelopment Successor Agency Private-Purpose Trust Fund for the year ended June 30, 2012, 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 on separately by those auditors.

**Internal Control Over Financial Reporting**

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

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. *A material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the County's financial statements will not be prevented, or detected and corrected on a timely basis.

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

## 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 the Board of Supervisors, County management, the Audit Committee, Federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Vermorel, Tami, Day, Co., LLP

Rancho Cucamonga, California  
December 28, 2012



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS THAT  
COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM,  
ON INTERNAL CONTROL OVER COMPLIANCE, AND ON THE SCHEDULE OF EXPENDITURES  
OF FEDERAL AWARDS IN ACCORDANCE WITH OMB CIRCULAR A-133 AND  
THE SUPPLEMENTAL SCHEDULE OF OFFICE OF  
CALIFORNIA STATE DEPARTMENT OF AGING GRANTS**

Board of Supervisors  
County of San Bernardino, California

**Compliance**

We have audited the County of San Bernardino, California's (the "County") compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended June 30, 2012. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination 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, 2012. 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 which are described in the accompanying schedule of findings and questioned costs as items 2012-01 and 2012-02.

## **Internal Control Over Compliance**

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

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, we identified 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 items 2012-02 and 2012-03. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

## **Schedule of Expenditures of Federal Awards and Supplemental Schedule**

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 the County as of and for the year ended June 30, 2012, and have issued our report thereon dated December 28, 2012, which contained an unqualified opinion on those financial statements. Our report refers to the County's dissolution of the redevelopment agencies through Assembly Bill X1 26. We did not audit the financial statements of the San Bernardino County Flood Control District, County of San Bernardino Consolidated Fire District, and the County of San Bernardino Redevelopment Successor Agency Private-Purpose Trust Fund for the year ended June 30, 2012. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinions, insofar as it relates to the amounts included for the San Bernardino County Flood Control District, County of San Bernardino Consolidated Fire District, and the County of San Bernardino Redevelopment Successor Agency Private-Purpose Trust Fund are based on the reports of the other auditors. Our audit was conducted for the purpose of forming our opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. The Supplemental Schedule of Office of California State Department of Aging Grants is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The Schedule of Expenditures of Federal Awards and Supplemental Schedule have been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements

or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards and Supplemental Schedule of Office of California State Department of Aging Grants are fairly stated in all material respects in relation to the basic financial statements as a whole.

The County's responses to the findings identified in our audit are described in a separate corrective action plan. We did not audit the County's separate corrective action plan, and accordingly, we express no opinion on it.

This report is intended solely for the information and use of the Board of Supervisors, County management, the Audit Committee, Federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*Varrinete, Trine, Day, Co., LLP*

Rancho Cucamonga, California  
March 22, 2013

**COUNTY OF SAN BERNARDINO, CALIFORNIA**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

Federal Grantor/Program Title	Federal CFDA Number	Pass-Through Entity Identification Number	Federal Award Expenditures
<b>Department of Agriculture:</b>			
Pass-Through Programs:			
Child Nutrition Cluster:			
California Department of Education:			
School Breakfast Program	10.553	36-10363-6037469-01	\$ 229,961
National School Lunch Program	10.555	36-10363-6037469-01	350,536
Total Child Nutrition Cluster			<u>580,497</u>
Supplemental Nutrition Assistance Program (SNAP) Cluster:			
California Department of Social Services:			
Supplemental Nutrition Assistance Program Administration	10.561	1946001347-A7	38,510,570
California Department of Public Health:			
Regional Nutrition Network for a Healthy California	10.561	1946001347-A7	1,244,407
Total Supplemental Nutrition Assistance Program Cluster [1]			<u>39,754,977</u>
California Department of Education:			
Child and Adult Care Food Program	10.558	3615241-J and 36-10363-6037469-01	2,225,177
California Department of Food and Agriculture:			
Inspection, Grading, and Standardization	10.162	10-0458	20,863
California Department of Public Health:			
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	11-10489	12,102,005
State Controller:			
Schools and Roads - Cluster	10.665	99003102	166,748
<b>Total Pass-Through Programs</b>			<u>54,850,267</u>
Direct Programs:			
Cooperative Forestry Assistance [1]			
2008 San Bernardino Mountains Tree Mortality and Fuels Management Program	10.664		3,165,381
ARRA - Wildland Fire Management [1]	10.688		1,344,420
Cooperative Law Enforcement and Controlled Substance Agreements FY 10-11	10.11LE11051360222		59,984
Cooperative Law Enforcement and Controlled Substance Agreements FY 11-12	10.11LE11051360222		2,157
<b>Total Direct Programs</b>			<u>4,571,942</u>
<b>Total Department of Agriculture</b>			<u>59,422,209</u>
<b>Department of Commerce:</b>			
Pass-Through Programs:			
City of Santa Ana Police Department:			
Public Safety Interoperable Communications Grant Program (PSIC)	11.555	059-69000	196,774
<b>Total Department of Commerce</b>			<u>196,774</u>
<b>Department of Housing and Urban Development:</b>			
Pass-Through Programs:			
Community Development Block Grant Cluster:			
Pass-Through Programs:			
City of Chino Hills:			
Adult Literacy -Chino Hills	14.218	0711008883190	10,000
City of Chino:			
Library Literacy Day- Chino	14.218	2010-056	5,000
City of Hesperia:			
Adult Literacy Program-Hesperia	14.218	B-11-MC-06-0578	4,168
City of Rialto:			
Adult Literacy Program - Rialto	14.218	B-10-MC-06-0571	11,112
Town of Apple Valley:			
Library Literacy Day - Apple Valley	14.218	B-10-MC-06-0588	4,287
Direct Programs:			
Community Development Block Grant	14.218		8,889,974
Neighborhood Stabilization Program Grant (NSP1)	14.218		9,251,182
Neighborhood Stabilization Program Grant (NSP3)	14.218		2,475,535
ARRA - Community Development Block Grant	14.253		568,296
Total Community Development Block Grant Cluster			<u>21,219,554</u>
Direct Programs:			
Economic Development Initiative - Special Projects, Neighborhood Initiative and Miscellaneous Grants	14.251		929,947
Emergency Shelter Grant Program	14.231		340,831
HOME Investment Partnerships Program	14.239		5,769,781
ARRA - Homelessness Prevention and Rapid Re-Housing Program [1]	14.257		1,191,514
<b>Total Direct Programs</b>			<u>8,232,073</u>
<b>Total Department of Housing and Urban Development</b>			<u>29,451,627</u>

[1] Denotes a major federal financial assistance program.

See accompanying notes to schedule of expenditures of federal awards.

**COUNTY OF SAN BERNARDINO, CALIFORNIA**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

Federal Grantor/Program Title	Federal CFDA Number	Pass-Through Entity Identification Number	Federal Award Expenditures
<b>Department of the Interior:</b>			
Pass - Through Programs:			
State Controller's Office:			
Taylor Grazing Act	15.227	N/A	\$ 10,804
Direct Programs:			
Recreation Resource Management - SART Phase IV	15.225		77,933
Southern Nevada Public Land Management	15.235		362,980
National Resource Stewardship	15.944		29,451
Cultural Natural Resource Preservative	15.AAV		1,605
<b>Total Direct Programs</b>			<u>471,969</u>
<b>Total Department of the Interior</b>			<u>482,773</u>
<b>Department of Justice:</b>			
Pass-Through Programs:			
JAG Program Cluster:			
California Emergency Management Agency:			
Anti Drug Abuse Enforcement Program	16.738	DC11 21 0360	671,910
Edward Byrne Memorial Justice Assistance Grant Program (JAG)			
Comprehensive Drug Court Implementation Program	16.738	071-00000	335,011
ARRA - Edward Byrne Memorial Justice Assistance Grant Program (JAG)	16.803	071-00000	36,920
ARRA - Edward Byrne Memorial Justice Assistance Grant (JAG) - Evidence	16.804	071-00000-17	1,042,739
Base Probation Supervision			
ARRA - Regional Anti-Gang Intelligence LED Policing	16.804	ZG09 01 0360	72,228
ARRA - Anti Drug Abuse Program Enforcement Team	16.804	ZA09 01 0360	279,080
Total Pass-Through JAG Program Cluster [1]			<u>2,437,888</u>
Victim Witness Assistance Program	16.575	071-00000	602,476
Project Safe Neighborhoods 2010	16.609	US10 03 0360	6,114
Grant Program Paul Coverdell Forensic Sciences Improvement - 2010	16.742	CQ10 07 0360	82,617
Total California Emergency Management Agency			<u>691,207</u>
State of California - Corrections Standards Authority:			
Juvenile Accountability Incentive Grant	16.523	CSA 137-12	78,272
City of San Bernardino:			
2009 Congressionally Selected Awards Program	16.753	956007721	135,819
<b>Total Pass-Through Programs</b>			<u>3,343,186</u>
Forensic DNA Backlog Reduction - 2008	16.741		45,913
Forensic DNA Backlog Reduction - 2009	16.741		265,287
Forensic DNA Backlog Reduction - 2010	16.741		19,143
Forensic DNA Backlog Reduction - 2011	16.741		280
Total U.S. National Institute of Justice:			<u>330,623</u>
Community Oriented Policing Services Office (COPS)			
Technology Grant - 2010	16.710		58,869
Secure our Schools	16.710		59,941
Total Community Oriented Policing Services Office (COPS)			<u>118,810</u>
JAG Program Cluster:			
Bureau of Justice Assistance:			
2009 Edward Byrne Memorial Justice Assistance Grant	16.738		47,366
2010 Edward Byrne Memorial Justice Assistance Grant	16.738		45,016
2011 Edward Byrne Memorial Justice Assistance Grant	16.738		753,450
ARRA - 2009 Edward Byrne Memorial Justice Assistance Grant	16.804		265,746
Total Direct JAG Program Cluster [1]			<u>1,111,578</u>
Solving Cold Cases with DNA	16.560		48,970
Solving Cold Cases with DNA #2011 DN-BX-K545	16.560		125,068
Bulletproof Vest Partnership Program	16.607		6,472
2008 Congressionally Recommended Awards	16.753		365,238
2009 Congressionally Recommended Awards	16.753		100,112
Southwest Border Prosecution Initiative	16.755		507,049
Second Chance Act Adult Offender Reentry Program for Planning	16.812		32,340
Total Bureau of Justice Assistance			<u>2,296,827</u>

[1] Denotes a major federal financial assistance program.

N/A No identifying number was assigned by pass-through entity.

See accompanying notes to schedule of expenditures of federal awards.

**COUNTY OF SAN BERNARDINO, CALIFORNIA**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

Federal Grantor/Program Title	Federal CFDA Number	Pass-Through Entity Identification Number	Federal Award Expenditures
<b>Continued - Department of Justice:</b>			
Drug Enforcement Administration:			
2011 Domestic Cannabis Eradication/Suppression Program	16.2011-44		\$ 52,470
2012 Domestic Cannabis Eradication/Suppression Program	16.2012-40		3,694
DEA-Riverside Task Force (RTF) Agreement FY 10-11	16.SCSHR 10-786		1,173
DEA-Riverside Task Force (RTF) Agreement FY 11-12	16.SCSHR 11-728		43,590
Total Drug Enforcement Administration			<u>100,927</u>
Department of Treasury:			
Equitable Sharing Program [1]	16.922		5,687,900
U.S Marshal Service:			
Regional Fugitive Task Force	16.FATF-11-0044		137,979
US Marshall Fugitive Task Force	16.JLEO-12-044		183,549
Total U.S Marshal Service			<u>321,528</u>
Federal Bureau of Investigation:			
FBI - Gang Impact Team (GIT) 10-11	16.281D-LA-243251		27,361
FBI - Gang Impact Team (GIT) 11-12	16.281D-LA-243251		87,380
Total Federal Bureau of Investigation			<u>114,741</u>
<b>Total Direct Programs</b>			<u>8,971,356</u>
<b>Total Department of Justice</b>			<u>12,314,542</u>
<b>Department of Labor:</b>			
Pass-Through Programs:			
Workforce Investment Act Cluster			
California Employment Development Department			
Workforce Investment Act - Adult	17.258	AA21384-11-55-A-6	6,754,805
Workforce Investment Act - Youth	17.259	AA21384-11-55-A-6	5,374,223
Workforce Investment Act - Dislocated Workers	17.278	AA21384-11-55-A-6	7,034,394
Total Workforce Investment Act Cluster [1]			<u>19,163,422</u>
CA Multi Sector Workforce Partnership Grant	17.277	EM-22035-11-60-A-6	200,000
ARRA - Workforce Investment Act - National Emergency Grant	17.277	AA21384-11-55-A-6	357,476
Total California Employment Development Department			<u>19,720,898</u>
California Department on Aging:			
Senior Community Service Employment Program - Title V (SCSEP) **	17.235	TV-1112-20	329,127
Senior Community Service Employment Program - Title V Extension **	17.235	TV-1011-20	17,400
Total California Department of Aging			<u>346,527</u>
<b>Total Pass-Through Programs</b>			<u>20,067,425</u>
<b>Total Department of Labor</b>			<u>20,067,425</u>
<b>Department of Transportation:</b>			
Pass-Through Programs:			
California Department of Transportation:			
Highway Planning and Construction Cluster			
Highway Planning and Construction Grant	20.205	08-5954R	1,008,569
Safe Route to Schools	20.SR2SF-5954(109)	08-5954R	88,260
Total Highway Planning and Construction Cluster			<u>1,096,829</u>
California Office of Traffic Safety:			
Highway Safety Cluster			
Office of Traffic and Safety - High-Risk Drunk Driving Supervision Program	20.600	20.608	454,603
State and Community Highway Safety	20.600	AL1069	540,465
California Department of Highway Patrol:			
Alcohol Impaired Driving Countermeasures Incentives Grant I	20.601	10C061006-0	4,563
Total Highway Safety Cluster			<u>999,631</u>
<b>Total Pass-Through Programs</b>			<u>2,096,460</u>
Direct Programs:			
Airport Improvement Program	20.106		1,052,824
<b>Total Department of Transportation</b>			<u>3,149,284</u>
<b>Institute of Museum and Library Services:</b>			
Direct Programs:			
Congressional Set-Aside, Museums	45.312		423
<b>Total Institute of Museum and Library Services</b>			<u>423</u>
<b>Department of Energy:</b>			
Direct Programs:			
ARRA - Energy Efficiency and Conservation Block Grant [1]	81.128		1,291,110
<b>Total Department of Energy</b>			<u>1,291,110</u>
<b>Department of Education:</b>			
Pass-Through Programs:			
California State University of San Bernardino:			
Foundation Achievement and Mentoring Through Education (FAME)	84.215	U215K080302	41,761
<b>Total Department of Education</b>			<u>41,761</u>

[1] Denotes a major federal financial assistance program.

\*\* Denotes that this program is part of the Aging Cluster at the request of the California Department of Aging.

See accompanying notes to schedule of expenditures of federal awards.

**COUNTY OF SAN BERNARDINO, CALIFORNIA**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

Federal Grantor/Program Title	Federal CFDA Number	Pass-Through Entity Identification Number	Federal Award Expenditures
<b>Department of Health and Human Services:</b>			
Pass-Through Programs:			
Medicaid Cluster:			
California Department of Health Services:			
Medi-Cal Assistance Program (HSS)	93.778	MS 1809-17	\$ 47,992,887
Medi-Cal Assistance Program	93.778	4260-111-0001	2,612,355
Medical Administrative Activities-PHL (MAA)	93.778	08-85127	1,068,955
California Department on Aging:			
Medi-Cal Assistance Program (Title XIX, MSSP) **	93.778	MS-1112-17	551,299
California Department of Social Services:			
In-Home Support Services-Public Authority	93.778	N/A	2,402,423
California Department of Alcohol and Drug Program:			
Medi-Cal Assistance Program	93.778	07-NNA36	<u>2,081,507</u>
Total Medicaid Cluster			<u>56,709,426</u>
Aging Cluster:			
California Department on Aging:			
Special Programs for the Aging - Chapter 3 **	93.041	AP-1112-20	23,800
Special Programs for the Aging - Chapter 2 **	93.042	AP-1112-20	59,181
Special Programs for the Aging - Title III, Part D **	93.043	AP-1112-20	103,667
Special Programs for the Aging - Title III, Part B **	93.044	AP-1112-20	1,563,517
Special Programs for the Aging - Title III, Parts C1 and C2 **	93.045	AP-1112-20	2,748,212
National Family Caregiver Support **	93.052	AP-1112-20	576,563
Nutrition Program for the Elderly (NSIP) **	93.053	AP-1112-20	<u>511,779</u>
Total Aging Cluster			<u>5,586,719</u>
Immunization Cluster:			
California Department of Public Health:			
Immunization Grant	93.268	63-0317191	<u>526,772</u>
Total Immunization Cluster			<u>526,772</u>
TANF Cluster:			
California Department of Social Services:			
Temporary Assistance for Needy Families	93.558	1946001347-A7	<u>196,519,526</u>
Total TANF Cluster [1]			<u>196,519,526</u>
California Department of Alcohol and Drug Program:			
Substance Abuse Prevention and Treatment Block Grant (SAPT)	93.959	07-NNA36	<u>8,838,742</u>
California Department of Public Health:			
Public Health Emergency Preparedness	93.069	94-6001347	2,101,601
Project Grants for Tuberculosis Control	93.116	63-0317191	182,747
Childhood Lead Poisoning Prevention	93.197	11-10328	132,539
HIV Care Formula Grant - Title II	93.917	10-95284	930,922
HIV Prevention Program	93.940	10-95284	421,297
Prevention Health Services - Sexually Transmitted Diseases Control	93.977	10-11144	100
Hospital Preparedness (HPP) FY 11-12	93.889	EOP 11-74	597,812
Maternal and Child Health Services Block Grant (MCAH)	93.994	201136	<u>205,526</u>
Total California Department of Public Health:			<u>4,572,544</u>
California Department of Health Care Services:			
Projects for Assistance in Transition from Homelessness (PATH)	93.150	68-0317191	527,303
Mental Health Services Block Grant (SAMHSA)	93.958	1946001347J5	<u>3,052,956</u>
Total California Department of Mental Health			<u>3,580,259</u>
California Department of Social Services:			
Guardian Assistance	93.090	1946001347-A7	2,454,284
Promoting Safe and Stable Families	93.556	1946001347-A7	2,117,209
Refugee and Entrant Assistance	93.566	1946001347-A7	61,664
Refugee and Entrant Assistance - Admin	93.566	1946001347-A7	1,603
Child Welfare Services - State Grants	93.645	1946001347-A7	1,741,488
Adoption Assistance	93.659	1946001347-A7	20,520,735
Adoption Assistance - Admin	93.659	1946001347-A7	2,223,032
Social Service Block Grant - Title XX	93.667	1946001347-A7	3,765,514
Social Service Block Grant	93.667	1946001347-A7	13,095,547
Chafee Foster Care Independence Program	93.674	1946001347-A7	965,778
Foster Care - Title IV - E - TAD	93.658	1946001347-A7	47,416,994
Foster Care - Title IV - E - PRB	93.658	TAD 006852425 DCS 136498818	<u>9,263,855</u>
Total California Department of Social Services			<u>103,627,703</u>

[1] Denotes a major federal financial assistance program.

\*\* Denotes that this program is part of the Aging Cluster at the request of the California Department of Aging.

N/A No identifying number was assigned by pass-through entity.

See accompanying notes to schedule of expenditures of federal awards.

**COUNTY OF SAN BERNARDINO, CALIFORNIA**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

Federal Grantor/Program Title	Federal CFDA Number	Pass-Through Entity Identification Number	Federal Award Expenditures
<b>Continued - Department of Health and Human Services:</b>			
Continued - Pass-Through Programs:			
California Department of Child Support Services:			
Child Support Enforcement	93.563	1004CA4004	25,597,400
Total California Department of Social Services			<u>25,597,400</u>
California Department of Education:			
Child Care and Development	93.575	CSPP-1482	108,238
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	CSPP-1438	196,621
Total California Department of Education			<u>304,859</u>
California Department on Aging:			
Affordable Care Act - Medicare Improvements for Patients and Providers Act (2MIPPA) **	93.518	2M-1112-20	27,355
Health Insurance Counseling and Advocacy Program (HICAP) **	93.779	HI-1112-20	165,529
Affordable Care Act - Medicare Improvements for Patients and Providers Act (2MIPPA) **	93.779	2M-1112-20	18,332
Total California Department of Aging			<u>211,216</u>
California Family Health Council:			
Family Planning Service - Title X	93.217	454-5320-71209-10	589,019
<b>Total Pass-Through Programs</b>			<u>406,664,185</u>
Direct Programs:			
Head Start Cluster:			
Head Start Program	93.600		39,778,295
ARRA - Head Start	93.708		662,032
ARRA - Early Head Start	93.709		820,219
Total Head Start Cluster [1]			<u>41,260,546</u>
Consolidated Health Centers	93.224		492,829
HIV Emergency Relief Formula Grant Title I	93.914		7,692,436
Grants to Provide Outpatient Services for HIV Disease - Part C	93.918		396,286
<b>Total Direct Programs</b>			<u>49,842,097</u>
<b>Total Department of Health and Human Services</b>			<u>456,506,282</u>
<b>Executive Office of the President:</b>			
Direct Programs:			
High Intensity Drug Trafficking Area (IRNET & RMTF) G10LA0001A	95.001		71,628
High Intensity Drug Trafficking Area (IRNET & RMTF) G11LA0001A	95.001		668,809
High Intensity Drug Trafficking Area (IRNET & RMTF) G12LA0001A	95.001		720,194
<b>Total Office of the President</b>			<u>1,460,631</u>
<b>Department of Homeland Security:</b>			
Pass-Through Programs:			
Homeland Security Cluster			
City of Riverside:			
FY 2009 Urban Area Security Initiative (UASI)	97.008	2009-0019	18,748
FY 2010 Urban Area Security Initiative (UASI)	97.008	2010-0085	374,135
California Emergency Management Agency:			
FY 2011 State Homeland Security	97.067	2011-SS-0077, EOS #071-0000	38,698
FY 2008 Metropolitan Medical Response System	97.071	2008-0006, 071-0000	6,062
FY 2009 Metropolitan Medical Response System	97.071	2009-0019 FIPS#071-0000	311,848
FY 2008 State Homeland Security Grant Program	97.073	2008-0006, 071-0000	50,973
FY 2009 State Homeland Security Grant Program	97.073	2009-0019 FIPS#071-0000	1,776,792
FY 2010 State Homeland Security Grant Program	97.073	2010-0085, 071-00000	1,619,267
Governor's Office of California Volunteers			
FY 2010 Corps Grant	97.073	DVP03Y-001	131,561
Total Homeland Security Cluster			<u>4,328,084</u>
California Emergency Management Agency:			
Public Assistance Grants - Transportation (1952)	97.036	071-00000	6,906
Public Assistance Grants (1884)	97.036	071-00000	89
Public Assistance Grants - Flood Control (1952)	97.036	071-931103	587,614
Disaster Grants - Public Assistance (1952)	97.036	071-91000	77,235
Public Assistance Grants (1952)	97.036	FEMA-1952-DR-CA, CALEMA 071-91092	1,164
Public Assistance Grants (1952)	97.036	071-00000	28,249
Fire Management Assistance Grant	97.036	CALEMA 071-91092	40,363
FY 2010 Buffer Zone Protection Program	97.078	2010-BT-T0-0020- OES 071-00000	140,514
FY 2011 Emergency Management Performance Grant (EMPG) Program	97.042	2011-0048 OES ID #071-00000	200,387
Fire Management Assistance Grant	97.046	071-00000	9,917
Fire Management Assistance Grant	97.046	071-00000	44,283
Legislative Pre-Disaster Mitigation Competitive Grant	97.047	071-91092	53,726
Total California Emergency Management Agency			<u>1,190,447</u>
City of Los Angeles:			
FY07 & 08 Regional Catastrophic Preparedness Grant Program	97.111	C-117854	91,198
FY 2009 Regional Catastrophic Preparedness Grant Program	97.111	C-119439	87,933
Total City of Los Angeles			<u>179,131</u>
California Department of Boating & Waterways:			
Boating Safety Financial Assistance FY 2011	97.012	11-204-803	12,123
<b>Total Pass-Through Programs</b>			<u>5,709,785</u>
<b>Total Department of Homeland Security</b>			<u>5,709,785</u>
<b>Total Expenditures of Federal Awards</b>			<u>\$ 590,094,626</u>

[1] Denotes a major federal financial assistance program.

\*\* Denotes that this program is part of the Aging Cluster at the request of the California Department of Aging.

See accompanying notes to schedule of expenditures of federal awards.

**COUNTY OF SAN BERNARDINO, CALIFORNIA**

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

*NOTE #1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES*

**A. General**

The accompanying schedule of expenditures of federal awards (SEFA) for the fiscal year ended June 30, 2012, presents the activity of all federal financial assistance programs of the County of San Bernardino, California (the “County”). The County’s reporting entity is defined in Note 1 to the County’s basic financial statements. All federal financial assistance received directly from federal agencies, as well as federal financial assistance passed through other government agencies, is included on the SEFA.

**B. Basis of Accounting**

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting except for programs recorded in the County’s enterprise funds, which are presented using the accrual basis of accounting, which is described in Note 1 to the County’s basic financial statements.

**C. Relationship to Basic Financial Statements**

Amounts reported in the accompanying Schedule of Expenditures of Federal Awards agree, in all material respects, to amounts reported within the County’s financial statements.

Federal award revenues are reported principally in the County’s financial statements as intergovernmental revenues in the General and Special Revenue Funds.

**D. Relationship to Federal Financial Reports**

Amounts reported in the accompanying Schedule of Expenditures of Federal Awards agree, in all material respects, with the amounts reported in the related federal financial reports.

**E. Pass-Through Entities’ Identifying Number**

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

**F. Federal Catalog of Federal Domestic Assistance (CFDA) Numbers**

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

**COUNTY OF SAN BERNARDINO, CALIFORNIA**

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

***NOTE #1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (Continued)***

**G. Medicaid Cluster**

Except for Medi-Cal administrative expenditures, Medi-Cal and Medicare program payments are excluded from the schedule of expenditures of federal awards. These payments represent fees for services; therefore, neither is considered a federal award program of the County for purposes of the schedule of expenditures of federal awards or in determining major programs. The County assists the State of California (the State) in determining eligibility and provides Medi-Cal and Medicare services through County-owned health facilities.

Medi-Cal administrative expenditures are included in the schedule of expenditures of federal awards as they do not represent fees for services.

***NOTE #2 – OUTSTANDING LOANS OF FEDERAL FUNDS AT JUNE 30, 2012***

At June 30, 2012, \$4,000,000 is owed to the United States Army Corp of Engineers for the construction of the San Timoteo Creek Project. Other than repayment of principle and interest, there is no continuing compliance requirements on this loan, and as such, is not reported on the Schedule of Expenditures of Federal Awards.

**COUNTY OF SAN BERNARDINO, CALIFORNIA**

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

**NOTE #3 - AMOUNT PROVIDED TO SUBRECIPIENTS**

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

<b>Program Title</b>	<b>Federal CFDA Number</b>	<b>Federal Award Expenditures</b>
Regional Nutrition Network for a Healthy California	10.561	\$ 421,015
Community Development Block Grant	14.218	3,290,954
Neighborhood Stabilization Program Grant	14.218	5,920,730
Emergency Shelter Grant Program	14.231	272,532
Economic Development Initiative - Special Projects, Neighborhood Initiative and Miscellaneous Grants	14.251	910,987
ARRA-Community Development Block Grant	14.253	189,668
ARRA-Homelessness Prevention & Rapid Re-Housing	14.257	562,080
2010 Secure our Schools (SOS) Grant	16.710	59,941
Anti-Drug Abuse Enforcement Program	16.738	144,111
Edward Byrne Memorial Justice Assistance Grant - Comprehensive Drug Court Implementation Program	16.738	335,011
ARRA - Edward Byrne Memorial Justice Assistance Grant Program (JAG)	16.803	30,915
ARRA - Edward Byrne Memorial Justice Assistance Grant (JAG) - Evidence Base Probation Supervision	16.804	70,212
Second Chance Act Adult Offender Reentry Program for Planning	16.812	25,000
Workforce Investment Act - Youth	17.259	4,061,774
State and Community Highway Safety	20.600	101,363
Promoting Safe and Stable Families	93.556	1,551,384
Temporary Assistance for Needy Families	93.558	1,262,703
Head Start Program	93.600	1,994,596
Chafee Foster Care Independent Program	93.674	324,247
ARRA-Head Start	93.708	83,713
ARRA-Early Head Start	93.709	198,695
Medical Assistance Program (Alcohol and Drug Services)	93.778	1,899,897
HIV Emergency Relief Formula Grant Title I	93.914	6,850,232
Mental Health Services Block Grant (SAMHSA)	93.958	1,913,032
Substance Abuse Prevention and Treatment Block Grant (SAPT)	93.959	6,251,666
High Intensity Drug Trafficking Area (IRNET & RMTF)	95.001	96,101
FY 2008 Metropolitan Medical Response System	97.071	6,062
FY 2009 Metropolitan Medical Response System	97.071	311,848
FY 2008 State Homeland Security Grant Program	97.073	1,322
FY 2009 State Homeland Security Grant Program	97.073	760,562
FY 2010 State Homeland Security Grant Program	97.073	563,026
<b>Total Subrecipients Expenditures</b>		<u><u>\$ 40,465,379</u></u>

**COUNTY OF SAN BERNARDINO, CALIFORNIA**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

**I. SUMMARY OF AUDITORS' RESULTS**

FINANCIAL STATEMENTS

Type of auditors' report issued:	<u>Unqualified</u>
Internal control over financial reporting:	
Material weaknesses identified?	<u>No</u>
Significant deficiencies identified?	<u>None reported</u>
Noncompliance material to financial statements noted?	<u>No</u>

FEDERAL AWARDS

Internal control over major programs:	
Material weaknesses identified?	<u>No</u>
Significant deficiencies identified?	<u>Yes</u>
Type of auditors' report issued on compliance for major programs:	<u>Unqualified</u>

Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section .510(a)	<u>Yes</u>
Identification of major programs:	

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
<u>10.561</u>	<u>Supplemental Nutrition Assistance Program (SNAP) - Cluster</u>
<u>10.664</u>	<u>Cooperative Forestry Assistance</u>
<u>10.688</u>	<u>Wildland Fire Management (ARRA)</u>
<u>14.257</u>	<u>ARRA - Homelessness Prevention and Rapid Re-Housing Program</u>
<u>16.738 / 16.803 / 16.804</u>	<u>JAG - Cluster (Includes ARRA)</u>
<u>16.922</u>	<u>Equitable Sharing Program</u>
<u>17.258 / 17.259 / 17.278</u>	<u>Workforce Investment Act - Cluster (Includes ARRA)</u>
<u>81.128</u>	<u>Energy Efficiency and Conservation Block Grant (ARRA)</u>
<u>93.558</u>	<u>Temporary Assistance to Needy Families (TANF) - Cluster</u>
<u>93.600 / 93.708 / 93.709</u>	<u>Headstart - Cluster (Includes ARRA)</u>

Dollar threshold used to distinguish between Type A and Type B programs:	<u>\$ 3,000,000</u>
Auditee qualified as low-risk auditee?	<u>No</u>

**COUNTY OF SAN BERNARDINO, CALIFORNIA**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

**II. FINANCIAL STATEMENT FINDINGS**

None reported.

**COUNTY OF SAN BERNARDINO, CALIFORNIA**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

**III. FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS**

The following findings represent significant deficiencies, and/or instances of noncompliance that are required to be reported by OMB Circular A-133.

**FINDING 2012-01**

**Program:** SNAP Cluster

**CFDA No.:** 10.561

**Federal Agency:** U.S. Department of Agriculture

**Passed-through:** California Department of Social Services

**Award No.:** Various

**Award Year:** FY 2011-2012

**Compliance Requirement:** Special Tests and Provisions – ADP System for SNAP

**Criteria:**

The *June 2012 Office of Budget and Management (OMB) Circular A-133 Compliance Supplement Part 6* states that the auditee is responsible for “establishing and maintaining internal controls designed to reasonably ensure compliance with federal laws, regulations, and program compliance requirements.”

In order to determine eligibility to receive benefits, the County (Transitional Assistance Department) utilizes several required forms and reports including but not limited to:

1. SAWS1—Program application. This form must be signed by the applicant and retained in the participant’s file.
2. SAWS2A—Rights, Responsibilities and Other Important Information. This form certifies that information has been read and understood by the applicant and is required by the California Department of Social Services to be signed and maintained.
3. QR-7 reports are submitted by the participant on a quarterly basis to report any changes in income, housing, or status. These reports are required to be signed by the participant and retained in the participant’s file.

**Condition:**

*Instance of Non-Compliance* - Of the 60 case files selected for testwork, the following was noted:

- One SAWS1 form could not be located.

**Questioned Costs:**

We identified no questioned costs in our tests of compliance with this requirement.

**Context:**

The condition noted above was identified during examination of the case files for the required federal and state forms.

**COUNTY OF SAN BERNARDINO, CALIFORNIA**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

**III. FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS, CONTINUED**

**Effect:**

There is an increased risk of non-compliance with the special test and provision requirements set forth in *OMB A-133 Compliance Supplement*.

**Cause:**

The County (Transitional Assistance Department)'s procedures did not ensure that the required federal and state forms and reports were consistently reviewed by service workers and maintained in the case files.

**Recommendation:**

We recommend that the County (Transitional Assistance Department) strengthen procedures to ensure that required forms and reports are reviewed by the appropriate persons and maintained in case files.

**View of Responsible Official and Planned Corrective Action:**

See separate correction action plan.

**FINDING 2012-02**

**Program:** Equitable Sharing

**CFDA No.:** 16.922

**Federal Agency:** Department of Justice

**Passed-through:** N/A

**Award No.:** N/A

**Award Year:** FY 2011-2012

**Compliance Requirement:** Special Test and Provisions

**Criteria:**

The Guide to Equitable sharing for State and Local Law Enforcement Agencies, Section X.B., requires qualifying state and local law enforcement agencies that receive federally shared cash, proceeds, or tangible property to perform an audit consistent with the Single Audit Act Amendments of 1996 and OMB Circular A-133. It is the task force leader's responsibility to ensure that all recipient member agencies are not only Program participants, but also compliant in the Program at the time of transfer. These reporting and compliance requirements apply to all inter-agency transfers. Transferring agencies should confirm the recipient's agencies' compliance each time a transfer occurs by viewing AFMLS website at [www.justice.gov/criminal/afmls](http://www.justice.gov/criminal/afmls) Agency Compliance link and retaining a copy of the screen shot for compliance confirmation as the website is updated daily.

**COUNTY OF SAN BERNARDINO, CALIFORNIA**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

**III. FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS, CONTINUED**

**Condition:**

*Significant deficiency, Instance of Non-Compliance* – Through our inquiry of the County (Sheriff’s Department) over performance of special test and provision procedures over internal controls and compliance related to the grant’s special test and provisions compliance requirements, we noted the following exceptions:

- As a result of test work performed, we noted the County (Sheriff’s Department) was unaware of this compliance requirement and as such, was not performing the necessary review of the AFMLS website to ensure participating agencies set to receive Program funds are in compliance with the program.

**Questioned Costs:**

We identified no questioned costs in our tests of compliance with this requirement.

**Context:**

The condition noted above was identified during our inquiry over the program’s special test and provisions compliance.

**Effect:**

The County (Sheriff’s Department) is at risk of transferring federal funds to a recipient agency out of compliance. These risks can also lead to the spending of federal monies by agencies that are not in compliance with the Department of Justice.

**Cause:**

The County (Sheriff’s Department) was unaware of the special test and provisions Department of Justice’s compliance requirement for transfers made to recipient agencies stated in the Department of Justice’s Equitable Sharing Wire.

**Recommendation:**

We recommend the County (Sheriff’s Department) implement procedures over compliance assurance as it relates to transfers made to recipient agencies before Asset Forfeiture funds are physically transferred to ensure that the agency is in compliance with the Department of Justice as well as print screen the check performed prior to disbursement to evident that the County (Sheriff’s Department) performed the compliance verification.

**Views of Responsible Officials and Corrective Action:**

See separate correction action plan.

**COUNTY OF SAN BERNARDINO, CALIFORNIA**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

**III. FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS, CONTINUED**

**FINDING 2012-03**

**Program:** ARRA - Energy Efficiency and Conservation Block Grant

**CFDA No.:** 81.128

**Federal Agency:** Department of Energy

**Passed-through:** N/A

**Award No.:** Various

**Award Year:** FY 2011-2012

**Compliance Requirement:** Reporting

**Criteria:**

The June 2012 Office of Budget and Management (*OMB*) Circular A-133 Compliance Supplement requires that reports for Federal awards include all activity of the reporting period, are supported by applicable accounting or performance records, and are fairly presented in accordance with governing requirements. In addition, the A-102 Common Rule and OMB Circular A-110 (2 CFR part 215) require that non-Federal entities receiving Federal awards (i.e., auditee management) establish and maintain internal control designed to reasonably ensure compliance with Federal laws, regulations, and program compliance requirements.

**Condition:**

*Significant Deficiency* – Through our testing of the Facilities Management Department internal controls and compliance related to the grant’s reporting compliance requirements, we noted the following exception:

- Section 1512 ARRA reports:  
In one instance, we noted the County’s Section 1512 report did not contain evidence of management review and approval.

**Questioned Costs:**

We identified no questioned costs in our tests of compliance with this requirement.

**Context:**

The condition noted above was identified during our testwork performed over the program’s reporting compliance.

**Effect:**

The risk of inaccurate reporting is increased due to the lack of evidence of review and approval of the required report.

**Cause:**

The County (Facilities Management Department) does not have internal controls in place designed to ensure reports are properly reviewed and approved.

**COUNTY OF SAN BERNARDINO, CALIFORNIA**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

**III. FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS, CONTINUED**

**Recommendation:**

We recommend the County (Facilities Management Department) strengthen or implement its existing internal controls over the reporting requirements to ensure proper review and proper approval is performed over the federal submitted reports.

**Views of Responsible Officials and Corrective Action:**

See separate correction action plan.

**COUNTY OF SAN BERNARDINO, CALIFORNIA**

**SCHEDULE OF PRIOR YEAR AUDIT FINDINGS AND QUESTIONED COSTS**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

Summarized below is the current status of all audit findings reported in the prior year audit’s schedule of audit findings and questioned costs.

<b>Finding No.</b>	<b>Condition/Program</b>	<b>CFDA No.</b>	<b>Compliance Requirement</b>	<b>Status</b>
2011-01	JAG – Cluster (Includes ARRA)	16.738/16.803/16.804	Special Tests and Provisions – ARRA Subrecipient Monitoring	Implemented
2011-02	JAG – Cluster (Includes ARRA)	16.738/16.803/16.804	Subrecipient Monitoring	Implemented
2011-03	Workforce Investment Act – Cluster (Includes ARRA)	17.258/17.259/17.277/17.278	Special Tests and Provisions – ARRA Subrecipient Monitoring	Implemented
2011-04	Workforce Investment Act – Cluster (Includes ARRA)	17.258/17.259/17.277/17.278	Eligibility	Implemented
2011-05	Highway Planning and Construction – Cluster (Includes ARRA)	20.205/20.SR2SF-5954(109)	Procurement and Suspension and Debarment	Implemented
2011-06	Highway Planning and Construction – Cluster (Includes ARRA)	20.205/20.SR2SF-5954(109)	Reporting	Implemented
2011-07	ARRA – Energy Efficiency and Conservation Block Grant	81.128	Special Tests and Provisions – ARRA Subrecipient Monitoring	Implemented
2011-08	ARRA – Energy Efficiency and Conservation Block Grant	81.128	Subrecipient Monitoring	Implemented
2011-09	ARRA – Energy Efficiency and Conservation Block Grant	81.128	Reporting	Not implemented, see 2012-03
2011-10	Public Health Emergency Preparedness	93.069	Equipment and Real Property Management	Implemented
2011-11	Child Support Enforcement (Includes ARRA)	93.563	Eligibility	Implemented

**COUNTY OF SAN BERNARDINO, CALIFORNIA**

**SUPPLEMENTAL SCHEDULE OF CALIFORNIA STATE DEPARTMENT OF AGING GRANTS**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

<b>Grantor/Program Name</b>	<b>CFDA No.</b>	<b>Contract Number</b>	<b>Federal Expenditures</b>	<b>State Expenditures</b>
Senior Community Service Employment Program - Title V (SCSEP)	17.235	TV-1112-20	\$ 329,127	\$ -
Senior Community Service Employment Program - Title V Extension	17.235	TV-1011-20	17,400	-
Special Programs for the Aging - Chapter 3	93.041	AP-1112-20	23,800	-
Special Programs for the Aging - Chapter 2	93.042	AP-1112-20	59,181	-
Special Programs for the Aging - Title III, Part D	93.043	AP-1112-20	103,667	-
Special Programs for the Aging - Title III, Part B	93.044	AP-1112-20	1,563,517	-
Special Programs for the Aging - Title III, Parts C1 and C2	93.045	AP-1112-20	2,748,212	319,802
National Family Caregiver Support	93.052	AP-1112-20	576,563	-
Nutrition Program for the Elderly (NSIP)	93.053	AP-1112-20	511,779	-
Affordable Care Act - Medicare Improvements for Patients and Providers Act (2MIPPA)	93.518	2M-1112-20	27,355	-
Medi-Cal Assistance Program (Title XIX, MSSP)	93.778	MS-1112-17	551,299	551,299
Health Insurance Counseling and Advocacy Program (HICAP)	93.779	HI-1112-20	165,529	238,146
Affordable Care Act - Medicare Improvements for Patients and Providers Act (2MIPPA)	93.779	2M-1112-20	18,332	-
Ombudsman Volunteer Recruitment Initiative - Special Deposit Fund	N/A	AP-1112-20	-	48,423
Ombudsman Volunteer Recruitment Initiative - SNF QAF	N/A	AP-1112-20	-	82,740
<b>Totals</b>			<b>\$ 6,695,761</b>	<b>\$ 1,240,410</b>