COUNTY OF NEVADA, CALIFORNIA
SINGLE AUDIT ACT
REPORTS AND SCHEDULES
FOR THE YEAR ENDED JUNE 30, 2007

SMITH AND NEWELL
CERTIFIED PUBLIC ACCOUNTANTS
1425 BUTTE HOUSE ROAD, SUITE B
YUBA CITY, CALIFORNIA 95993

COUNTY OF NEVADA, CALIFORNIA
SINGLE AUDIT ACT
FOR THE YEAR ENDED JUNE 30, 2007

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REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

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

Compliance

We have audited the compliance of County of Nevada, California (County), with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30,2007. 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 requirement 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 requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2007. 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 item 07-01.

Internal Control Over Compliance

The management of the County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to 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 in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, 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 control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be 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.

1425 BUTTE HOUSE ROAD YUBA CITY, CA 95993 TEL: (530) 673-9790 FAX: (530) 673-1305

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

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

Schedule of Expenditures of Federal Awards

We have audited the basic financial statements of the County of Nevada as of and for the year ended June 30, 2007, and have issued our report thereon dated November 21, 2007. Our audit was performed for the purpose of forming an opinion on the basic financial statements that collectively comprise the County's basic financial statements taken as a whole. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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

Smith & Newell

Smith & Newell CPA's
Yuba City, California
November 29, 2007

COUNTY OF NEVADA, CALIFORNIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2007

Federal Program/Pass Through Program Title	CFDA Number	Federal Pass-Through Grantor Number	Disbursements/ Expenditures
U.S. Department of Agriculture			
Direct Program:			
Rural Housing Preservation Grants	10.433	05-SECT-533	$ 60,336
Rural Housing Preservation Grants	10.433	06-USDA-HPG	4,594
Subtotal 10.433			64,930
Passed through State Department of Education			
School Breakfast Program	10.553	-	8,257
National School Lunch Program	10.555	-	12,565
Passed through State Department of Social Services:			
Food Stamps	10.551	-	3,174,789
State Administrative Matching Grants for Food Stamp Program	10.561	-	455,605
Passed through State Department of Health Services:			
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	-	372,432
Passed through State Controller's Office			
Schools and Roads - Grants to States	10.665	-	479,858
Total U.S. Department of Agriculture			4,568,436
U.S. Department of Defense			
Direct Program:			
Payments to States in Lieu of Real Estate Taxes	12.112	-	40,485
Total U.S. Department of Defense			40,485
Department of Housing and Urban Development			
Direct Program:			
Section 8 Housing Choice Vouchers	14.871	-	1,243,766
Passed through State Department of Housing and Community Development:			
Community Development Block Grants/State's Program	14.228	04 EDBG 1029	2,687
Community Development Block Grants/State's Program	14.228	05 EDBG 1975	68,937
Community Development Block Grants/State's Program	14.228	05 STBG 1577	87,311
Subtotal 14.228			158,935
Community Development Block Grants/Technical Assistance Program	14.227	05 PTAA 1462	40,940
HOME Investment Partnerships Program	14.239	04 HOME 0747	225,551
Housing Opportunities for Persons with AIDS	14.241	04-35617	23,483
Total Department of Housing and Urban Development			1,692,675
Election Assistance Commission			
Direct Program:			
Help America Vote Act Requirements Payments	90.401	05 GR 301029	288,403
Total Election Assistance Commission			288,403

See accompanying Notes to Schedule of Expenditures of Federal Awards

COUNTY OF NEVADA, CALIFORNIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2007

Federal Program/Pass Through Program Title	CFDA Number	Federal Pass-Through Grantor Number	Disbursements/ Expenditures
U.S. Department of Justice			
Direct Program:			
Local Law Enforcement Block Grant Program	16.592	2004 LBBX 0618	31,863
Bullet Proof Vest Partnership Program	16.607	-	975
Passed through State Office of Emergency Services:			
Crime Victim Assistance	16.575	EA 0506 0290	21,634
Crime Victim Assistance	16.575	EA 0607 0290	65,548
Crime Victim Assistance	16.575	VW 0620 0290	55,810
Subtotal 16.575			142,992
Edward Byrne Memorial Formula Grant Program	16.579	DC 0617 0290	56,515
Violence Against Women Formula Grant	16.588	VV 0602 0290	89,192
Passed through State Board of Corrections:			
Juvenile Accountability Incentive Block Grants	16.523	CSA 115-05	89,390
Passed through State Drug Enforcement Agency:			
Drug Prevention Program	16.728	2007-32	15,000
Total U.S. Department of Justice			425,927
U.S. Department of Transportation			
Passed through Federal Aviation Administration:			
Airport Improvement Program	20.106	AIP 3-06-0095-09	563,978
Airport Improvement Program	20.106	AIP 3-06-0095-10	38,176
Subtotal 20.106			602,154
Passed through State Department of Transportation:			
Highway Planning and Construction	20.205	BHLO-5917(040)	9,814
Highway Planning and Construction	20.205	STPLER-5917(032)	36,761
Highway Planning and Construction	20.205	STPLER-5917(041)	137,256
Highway Planning and Construction	20.205	STPLH-5917(034)	2,578
Highway Planning and Construction	20.205	STPLH-5917(042)	364,663
			551,072
Formula Grants to Other Than Urbanized Areas	20.509	FTA 5311	303,819
Total U.S. Department of Transportation			1,457,045
Institute of Museum and Library Services			
Passed through California State Library:			
Grants to States	45.310	40-6632	3,842
Total Institute of Museum and Library Services			3,842
U.S. Department of Energy			
Passed through State Department of Community Services and Development			
Weatherization Assistance for Low-Income Persons	81.042	06C-1623	15,671
Total U.S. Department of Energy			15,671

See accompanying Notes to Schedule of Expenditures of Federal Awards

COUNTY OF NEVADA, CALIFORNIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2007

Federal Program/Pass Through Program Title	CFDA Number	Federal Pass-Through Grantor Number	Disbursements/ Expenditures
U.S. Department of Health and Human Services			
Passed through State Department of Social Services:			
Promoting Safe and Stable Families	93.556	-	58,984
Temporary Assistace for Needy Families	93.558	-	4,030,173
Child Welfare Services - State Grants	93.645	-	33,498
Foster Care - Title IV-E	93.658	-	1,325,388
Adoption Assistance	93.659	-	632,542
Social Services Block Grant	93.667	-	64,857
Chafee Foster Care Independence Program	93.674	-	44,599
Passed through State Child Support Department			
Child Support Enforcement	93.563	-	2,691,048
Passed through State Department of Aging:			
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	-	54,194
Special Programs for the Aging - Title III, Part C - Nutrition Services	93.045	-	947
Passed through State Department of Health Services:			
Childhood Lead Poisoning Prevention Projects - State and Local Childhood Lead Poisoning Prevention and Surveillance of Blood Lead Levels in Children	93.197	-	15,342
Immunization Grants	93.268	06-55188	24,150
HIV Care Formula Grants	93.917	-	66,312
Maternal and Child Health Services Block Grant to the States	93.994	MCH	144,366
Bioterrorism Training and Curriculum Development Program	93.996	-	99,448
Medical Assistance Program	93.778	CHDP	92,464
Medical Assistance Program	93.778	CCS	110,489
Medical Assistance Program	93.778	HCPCFC	33,082
Medical Assistance Program	93.778	IHSS	195,777
Medical Assistance Program	93.778	TCM	15,726
Subtotal 93.778			447,538
Passed through State Department of Mental Health Services:			
Block Grants for Community Mental Health Services	93.958	SAMSHA	81,011
Passed through State Department of Alcohol and Drug Programs:			
Block Grant for Prevention and Treatment of Substance Abuse	93.959	SAPT	649,174
Passed through California Family Health Council, Inc.:			
Family Planning Services	93.217	-	87,761
Passed through State Department of Community Services and Development			
Low-Income Home Energy Assistance	93.568	05P-6125	20,935
Low-Income Home Energy Assistance	93.568	06B-5376	362,787
Low-Income Home Energy Assistance	93.568	07B-5426	62,072
Subtotal 93.568			445,794
Community Services Block Grant	93.569	06F-4731	183,817
Community Services Block Grant	93.569	07F-4835	11,017
Subtotal 93.569			194,834

See accompanying Notes to Schedule of Expenditures of Federal Awards

COUNTY OF NEVADA, CALIFORNIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2007

Federal Program/Pass Through Program Title	CFDA Number	Federal Pass-Through Grantor Number	Disbursements/ Expenditures
U.S. Department of Health and Human Services (Continued)			
Passed through Department of State:			
Voting Access for Individuals with Disabilities- Grants to States	93.617	05 GREAID 29	831
Total Department of Health and Human Services			11,192,791
Department of Homeland Security			
Passed through State Office of Emergency Services:			
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	1628-DR	117,423
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	1646-DR	192,400
Subtotal 97.036			309,823
Emergency Management Performance Grants	97.042	2006-0008	12,229
Emergency Management Performance Grants	97.042	2005-0015	50,331
Subtotal 97.042			62,560
Citizen Corps	97.053	2004-0045	4,454
State Homeland Security Program (SHSP)	97.073	2004-0045	50,422
State Homeland Security Program (SHSP)	97.073	2005-0015	264,036
State Homeland Security Program (SHSP)	97.073	2006-0071	92,212
Subtotal 97.073			406,670
Law Enforcement Terrorism Prevention Program (LETPP)	97.074	2005-0015	97,101
Law Enforcement Terrorism Prevention Program (LETPP)	97.074	2006-0071	15,055
Subtotal 97.073			112,156
Total Department of Homeland Security			895,663
Total			$ 20,580,938

See accompanying Notes to Schedule of Expenditures of Federal Awards

COUNTY OF NEVADA, CALIFORNIA
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2007

1. GENERAL

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the County of Nevada. The County of Nevada reporting entity is defined in Note 1 to the County's basic financial statements. All federal awards received directly from federal agencies as well as federal awards passed through other government agencies are included on the schedule.

2. BASIS OF ACCOUNTING

The Schedule of Expenditures of Federal Awards is prepared on a basis other than that used to record transactions in the accounting records and as reported in the basic financial statements. Sources of information for preparation of the Schedule of Expenditures of Federal Awards varies, depending on the accounting practices and reporting requirements of the department implementing the program.

3. RELATIONSHIP TO FINANCIAL STATEMENTS

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

4. SUBRECIPIENTS

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

Federal CFDA	Subrecipient	Amount
14.228	Sierra Economic Development District	$ 19,879
14.228	FREED	41,208
10.665	Nevada County Fire Safe Council	81,119
10.665	Sierra Watershed Education Partnerships	6,878
10.665	Nevada County Superintendent of Schools	18,000
93.558	Sierra Nevada Children's Services	534,320
93.556	Child Advocates of Nevada County	12,347
93.569	Different Nonprofit Organizations	32,727
93.674	Nevada County Superintendent of Schools	44,599
	Total	$ 791,077

5. PROGRAM CLUSTERS

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

Federal CFDA	Program Title	Federal Expenditures
Food Stamp Cluster		
10.551	Food Stamps	$ 3,174,789
10.561	State Administrative Matching Grants for Food Stamp Program	455,605
	Total	$ 3,630,394
Child Nutrition Cluster		
10.553	School Breakfast Program	$ 8,257
10.555	National School Lunch Program	12,565
	Total	$ 20,822

6. PASS -THROUGH ENTITIES' IDENTIFYING NUMBER

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

7. DEPARTMENT OF AGING FEDERAL/STATE SHARE

Beginning with the fiscal year ended June 30, 2007, the California Department of Aging (CDA) requires agencies who receive CDA funding to display state-funded expenditures discretely along with federal expenditures. The County expended the following state and federal amounts under these grants:

CFDA	Federal Expenditures	State Expenditures
93.044	$ 54,194	$ -

8. CALIFORNIA OFFICE OF EMERGENCY SERVICES PROGRAMS

The following represents expenditures for Office of Emergency Services (OES) programs for the year ended June 30, 2007. The amount reported in the Schedule of Expenditure of Federal Awards is determined by calculating the federal portion of the current year expenditures.

	Expenditures Claimed			Share of Expenditures Current Year		
Program	For the Period Through June 30, 2006	For the Year Through June 30, 2007	Cumulative As of June 30, 2007	Federal Share	State Share	County Share
EA05060290 - Elder Abuse Advocacy & Outreach (VOCA)						
Personal services	$ 46,454	$ 11,313	$ 57,767	$ 11,313	$ -	$ -
Operating expenses	39,647	12,641	52,288	10,321	-	2,320
Equipment	-	-	-	-	-	-
Totals	$ 86,101	$ 23,954	$ 110,055	$ 21,634	$ -	$ 2,320
EA06070290 - Elder Abuse Advocacy & Outreach (VOCA)						
Personal services	$ -	$ 45,703	$ 45,703	$ 45,703	$ -	$ -
Operating expenses	-	37,155	37,155	19,645	-	17,510
Equipment	-	-	-	-	-	-
Totals	$ -	$ 82,858	$ 82,858	$ 65,348	$ -	$ 17,510
VW06200290 - Victim Witness Assistance						
Personal services	$ -	$ 124,184	$ 124,184	$ 55,810	$ 68,374	$ -
Operating expenses	-	-	-	-	-	-
Equipment	-	-	-	-	-	-
Totals	$ -	$ 124,184	$ 124,184	$ 55,810	$ 68,374	$ -
VB06040290 - Statutory Rape Vertical Prosecution						
Personal services	$ -	$ 66,643	$ 66,643	$ -	$ 66,643	$ -
Operating expenses	-	14,125	14,125	-	14,125	-
Equipment	-	-	-	-	-	-
Totals	$ -	$ 80,768	$ 80,768	$ -	$ 80,768	$ -
VV06020290 - Violence Against Women						
Personal services	$ -	$ 111,124	$ 113,517	$ 81,124	$ -	$ 30,000
Operating expenses	-	6,598	6,598	6,598	-	-
Equipment	-	1,470	2,436	1,470	-	-
Totals	$ -	$ 119,192	$ 122,551	$ 89,192	$ -	$ 30,000
DC06170290 - Anti-Drug Enforcement						
Personal services	$ -	$ 56,515	$ 56,515	$ 56,515	$ -	$ -
Operating expenses	-	-	-	-	-	-
Equipment	-	-	-	-	-	-
Totals	$ -	$ 56,515	$ 56,515	$ 56,515	$ -	$ -

9. CALIFORNIA DEPARTMENT OF CORRECTIONS AND REHABILITATION PROGRAMS

The following represents expenditures for the California Department of Corrections and Rehabilitation programs for the year ended June 30, 2007. The amount reported in the Expenditures of Schedule of Federal Awards is determined by calculating the federal portion of the current year expenditures.

	Expenditures Claimed			Share of Expenditures Current Year		
Program	For the Period Through June 30, 2006	For the Year Through June 30, 2007	Cumulative As of June 30, 2007	Federal Share	State Share	County Share
CSA 110-05 - Juvenile Accountability Block Grant Set-Aside						
Salaries and Benefits	$ 14,427	$ 11,611	$ 26,038	$ 11,611	$ -	$ -
Services and Supplies	10,271	29,661	39,932	29,661	-	-
Professional Services	-	32,365	32,365	32,365	-	-
CBO Contracts	11,545	9,282	20,827	7,782	-	1,500
Administrative Overhead	1,400	4,467	5,867	4,467	-	-
Equipment - Fixed Assets	1,919	3,504	5,423	3,504	-	-
Totals	$ 39,562	$ 90,890	$ 130,452	$ 89,390	$ -	$ 1,500

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

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

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County of Nevada, California (County), as of and for the year ended June 30, 2007, which collectively comprise the County's basic financial statements, and have issued our report thereon dated November 29, 2007. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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 control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the County's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the County's financial statements that is more than inconsequential will not be prevented or detected by the County's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the County's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be 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.

We noted certain matters that we reported to management of the County in a separate report dated November 29, 2007.

1425 BUTTE HOUSE ROAD YUBA CITY, CA 95993 TEL: (530) 673-9790 FAX: (530) 673-1305

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

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

Smith & Newell, CPA's
Yuba City, California
November 29, 2007

COUNTY OF NEVADA, CALIFORNIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30 2007

I Summary of Audit Results

1. Type of report issued on the financial statements - Unqualified
2. Reportable condition in internal control disclosed by the audit of the financial statements and any such conditions that are material weaknesses - See Section II and III
3. Disclosure or any noncompliance which are material to the financial statements - None
4. Disclosure of any reportable conditions in internal control over major programs and any such conditions that are material weaknesses - None
5. Type of report issued on compliance for major programs - Unqualified
6. Disclosure of any audit findings which are required to be reported under Section 510(a) - None
7. Major programs are as follows: 20.106, 93.558, 93,568 and 93.569.
8. $617,428 was used as the threshold to distinguish between Type A and Type B programs
9. Did the County qualify as a low-risk audit under Section 530? - Yes

II Findings related to the financial statements which are required to be reported in accordance with GAGAS

None

III Findings and questioned costs for Federal Awards which includes findings as defined in Section 510(a)

07-01 ADOPTION ASSISTANCE CFDA 93.659

Condition

Title 22 California Code of Regulations Section 35331(a) requires that the determination of the child's eligibility for adoption assistance be documented in the case record on the Eligibility Certification - Adoption Assistance Program form (the AAP-4). The County does document eligibility on the AAP-4 by the completion of the form, which is signed by the "Authorized Official of Public Adoption Agency". However, a second signature is required on the AAP-4. The "Authorized Official of County Welfare Department" must sign the AAP-4 and check the appropriate box, which indicates FFP eligibility or non-eligibility.

On twenty-two of twenty-five cases tested, the AAP-4's were completed and signed by the "Authorized Official of Public Adoption Agency" but the AAP-4's were not signed by the "Authorized Official of County Welfare Department," which is the County eligibility staff.

Cause

Appropriate training or review procedures concerning required forms completion was inadequate.

Criteria

The County is not in compliance with Title 22 California Code of Regulations Section 35331(a).

Effect of Condition

When the AAP-4 is not signed by the Authorized Official of County Welfare Department and/or the federal eligibility or non-eligibility box is not marked, the likelihood of errors in eligibility determination increase.

Recommendation

We recommend that the County require that the AAP-4's be signed by the "Authorized Official of County Welfare Department" (County eligibility staff) and that this person check the appropriate box showing determination of FFP eligibility on the bottom of this form. We also recommend that the County incorporate into their review process procedures to ensure that the AAP-4's are properly completed and executed.

III Findings and questioned costs for Federal Awards which includes findings as defined in Section 510(a) (Continued)

Corrective Action Plan

Under new supervision, appropriate training is being provided to properly execute the AAP-4 and to assure the documentation is contained within the required files.

COUNTY OF NEVADA, CALIFORNIA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30 2007

Recommendation	Status
ADOPTION ASSISTANCE PROGRAM 93.659	
We recommend that the County instruct its eligibility staff to make sure a properly executed AAP-4 is contained in the case file before approving Federal Adoption Assistance. When any case is identified which does not have an AAP-4, we recommend that a supervisor review the case file to make sure that the aid code for the case is correct.	Not Implemented

SUPPLEMENTAL STATEMENTS OF REVENUE AND EXPENDITURE

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COUNTY OF NEVADA, CALIFORNIA

SUPPLEMENTAL STATEMENT OF REVENUE AND EXPENDITURE
CSD CONTRACT NO. 6C-1623 (DOE-WX)
FOR THE PERIOD APRIL 1, 2006 THROUGH JANUARY 31, 2007

	April 1, 2006 through June 30, 2006	July 1, 2006 through January 31, 2007	Totals
Revenue			
Grant revenue	$ 15,675	$ 15,671	$ 31,346
Total Revenue	$ 15,675	$ 15,671	$ 31,346
Expenditures			
Administration:			
Administrative costs	$ 912	$ 655	$ 1,567
Program Operations:			
Audit	100	100	200
Health and safety	3,321	1,679	5,000
Liability insurance	13	13	26
Outreach	912	656	1,568
Intake	912	656	1,568
Training	545	289	834
Workers comp	553	297	850
Client education	442	185	627
Total Program Operations	6,798	3,875	10,673
Program:			
Direct program costs	7,965	11,141	19,106
Total Expenditures	$ 15,675	$ 15,671	$ 31,346

COUNTY OF NEVADA, CALIFORNIA

SUPPLEMENTAL STATEMENT OF REVENUE AND EXPENDITURE

CSD CONTRACT NO. 5P-6125 (WX) (PVEA)

FOR THE PERIOD JANUARY 1, 2006 THROUGH DECEMBER 31, 2006

	January 1 through June 30, 2006	July 1 through December 31, 2006	Totals
Revenue			
Grant revenue	$ -	$ 20,935	$ 20,935
Total Revenue	$ -	$ 20,935	$ 20,935
Expenditures			
Administrative costs	$ -	$ 1,675	$ 1,675
Program Costs:			
Program	-	17,794	17,794
Outreach/training	-	1,047	1,047
Intake	-	419	419
Total Program Operations	-	19,260	19,260
Total Expenditures	$ -	$ 20,935	$ 20,935

COUNTY OF NEVADA, CALIFORNIA

SUPPLEMENTAL STATEMENT OF REVENUE AND EXPENDITURE
CSD CONTRACT NO. 06B-5376 (WX) (LIHEAP)
FOR THE PERIOD JANUARY 1, 2006 THROUGH DECEMBER 31, 2007

	January 1 through June 30, 2006	July 1, 2006 through June 30, 2007	Totals
Revenue			
Grant revenue	$ 51,999	$ 181,205	$ 233,204
Total Revenue	$ 51,999	$ 181,205	$ 233,204
Expenditures			
Administrative costs	$ 5,529	$ 13,094	$ 18,623
Program Costs:			
Program	39,851	153,378	193,229
Outreach/training	4,837	11,459	16,296
Intake	1,382	3,274	4,656
Total Program Operations	46,070	168,111	214,181
Total Expenditures	$ 51,599	$ 181,205	$ 232,804

COUNTY OF NEVADA, CALIFORNIA
SUPPLEMENTAL STATEMENT OF REVENUE AND EXPENDITURE
CSD CONTRACT NO. 06B-5376 (ECIP/HEAP)
FOR THE PERIOD JANUARY 1, 2006 THROUGH DECEMBER 31, 2007

	January 1 through June 30, 2006	July 1, 2006 through June 30, 2007	Totals
Revenue			
Grant revenue	$ 37,575	$ 181,582	$ 219,157
Total Revenue	$ 37,575	$ 181,582	$ 219,157
Expenditures			
Administrative costs	$ 8,348	$ 5,891	$ 14,239
Assurance 16:			
Assurance 16 program costs	6,616	25,600	32,216
Intake:			
Intake costs	3,430	5,105	8,535
ECIP:			
Outreach	5,338	6,309	11,647
Wood/propane/oil payments	9,472	52,574	62,046
Heating and cooling	-	15,813	15,813
Total ECIP	14,810	74,696	89,506
HEAP:			
Outreach	3,075	8,016	11,091
Wood/propane/oil payments	1,296	62,274	63,570
Total HEAP	4,371	70,290	74,661
Total Expenditures	$ 37,575	$ 181,582	$ 219,157

COUNTY OF NEVADA, CALIFORNIA

SUPPLEMENTAL STATEMENT OF REVENUE AND EXPENDITURE
CSD CONTRACT NO. 07B-5426 (WX) (LIHEAP)
FOR THE PERIOD JANUARY 1, 2007 THROUGH DECEMBER 31, 2007

	January 1 through June 30, 2007	July 1 through December 31, 2007	Totals
Revenue			
Grant revenue	$ 43,201	$ -	$ 43,201
Total Revenue	$ 43,201	$ -	$ 43,201
Expenditures			
Administrative costs	$ 3,457	$ -	$ 3,457
Program Costs:			
Program	35,856	-	35,856
Outreach	2,160	-	2,160
Training	864	-	864
Liability and workman's comp	-	-	-
Intake	864	-	864
Total Program Operations	39,744	-	39,744
Total Expenditures	$ 43,201	$ -	$ 43,201

COUNTY OF NEVADA, CALIFORNIA

SUPPLEMENTAL STATEMENT OF REVENUE AND EXPENDITURE
CSD CONTRACT NO. 07B-5426 (ECIP/HEAP)
FOR THE PERIOD JANUARY 1, 2007 THROUGH DECEMBER 31, 2007

	January 1 through June 30, 2007	July 1 through December 31, 2007	Totals
Revenue			
Grant revenue	$ 18,871	$ -	$ 18,871
Total Revenue	$ 18,871	$ -	$ 18,871
Expenditures			
Administrative costs	$ 2,795	$ -	$ 2,795
Assurance 16:			
Assurance 16 program costs	4,625	-	4,625
Intake:			
Intake costs	1,199	-	1,199
ECIP:			
Outreach	1,927	-	1,927
Wood/propane/oil payments	5,078	-	5,078
Heating and cooling	-	-	-
Total ECIP	7,005	-	7,005
HEAP:			
Outreach	1,070	-	1,070
Wood/propane/oil payments	2,177	-	2,177
Total HEAP	3,247	-	3,247
Total Expenditures	$ 18,871	$ -	$ 18,871

COUNTY OF NEVADA, CALIFORNIA
SUPPLEMENTAL STATEMENT OF REVENUE AND EXPENDITURE
CSD CONTRACT NO. 06F-4731 (CSBG)
FOR THE PERIOD JANUARY 1, 2006 THROUGH DECEMBER 31, 2007

	January 1 through June 30, 2006	July 1, 2006 through June 30, 2007	Totals
Revenue			
Grant revenue	$ 100,296	$ 183,817	$ 284,113
Total Revenue	$ 100,296	$ 183,817	$ 284,113
Expenditures			
Administrative Costs:			
Salaries and wages	$ 36,005	$ 69,522	$ 105,527
Fringe benefits	18,977	37,499	56,476
Operating expenses and equipment	15,427	30,030	45,457
Total Administrative Costs	70,409	137,051	207,460
Program Costs:			
Subcontractor - non profits	29,887	46,766	76,653
Total Program Costs	29,887	46,766	76,653
Total Expenditures	$ 100,296	$ 183,817	$ 284,113

COUNTY OF NEVADA, CALIFORNIA

SUPPLEMENTAL STATEMENT OF REVENUE AND EXPENDITURE
CSD CONTRACT NO. 07F-4835 (CSBG)
FOR THE PERIOD JANUARY 1, 2007 THROUGH DECEMBER 31, 2007

	January 1 through June 30, 2007	July 1 through December 31, 2007	Totals
Revenue			
Grant revenue	$ 11,017	$ -	$ 11,017
Total Revenue	$ 11,017	$ -	$ 11,017
Expenditures			
Administrative Costs:			
Salaries and wages	$ 770	$ -	$ 770
Fringe benefits	247	-	247
Operating expenses and equipment	-	-	-
Total Administrative Costs	1,017	-	1,017
Program Costs:			
Subcontractor - non profits	10,000	-	10,000
Total Program Costs	10,000	-	10,000
Total Expenditures	$ 11,017	$ -	$ 11,017