

**DAVIE COUNTY
NORTH CAROLINA**

COMPLIANCE LETTERS

FOR THE YEAR ENDED JUNE 30, 2012

**MARTIN ♦ STARNES
& ASSOCIATES, CPAs, P.A.**

"A Professional Association of Certified Public Accountants and Management Consultants"

DAVIE COUNTY, NORTH CAROLINA

COMPLIANCE LETTERS FOR THE YEAR ENDED JUNE 30, 2012

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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 County Commissioners
Davie County, North Carolina

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 Davie County, North Carolina, as of and for the year ended June 30, 2012, not presented here, which collectively comprise the County's basic financial statements, and have issued our report thereon dated December 28, 2012. Our report includes 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 Davie County Watershed Improvement Commission, as described in our report on Davie County's financial statements. The financial statements of the Davie County Watershed Improvement Commission were not audited in accordance with *Government Auditing Standards*.

Internal Control Over Financial Reporting

Management of Davie County is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered Davie County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Davie County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Davie 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 internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Davie 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, non-compliance 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 non-compliance 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, members of the Board of Commissioners, 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.

Martin Starnes & Associates, CPAs, P.A.

Martin Starnes & Associates, CPAs, P.A.
December 28, 2012

MARTIN ♦ STARNES & ASSOCIATES, CPAs, P.A.

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Report On Compliance With Requirements That Could Have A Direct And Material Effect On Each Major Federal Program And On Internal Control Over Compliance In Accordance With OMB Circular A-133 And The State Single Audit Implementation Act

Independent Auditors' Report

To the Board of County Commissioners
Davie County, North Carolina

Compliance

We have audited Davie County's compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* and the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that could have a direct and material effect on each of Davie County's major federal programs for the year ended June 30, 2012. Davie County's major federal programs are identified in the summary of auditors' results section of the accompanying Schedule of Findings, Responses, 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 Davie County's management. Our responsibility is to express an opinion on Davie 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 non-compliance 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 Davie 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 Davie County's compliance with those requirements.

In our opinion, Davie 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.

Internal Control Over Compliance

The management of Davie 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 Davie 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 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 Davie 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, non-compliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material non-compliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

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

Schedule of Expenditures of Federal and State Awards

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 Davie County as of, and for the year ended June 30, 2012, which collectively comprise Davie County's basic financial statements, and have issued our report thereon dated December 28, 2012, which contained an unqualified opinion on those financial statements. We did not audit the financial statements of the Davie County Watershed Improvement Commission. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Davie County Watershed Improvement Commission, is based solely on the report of the other auditors. Our audit was performed for the purpose of forming an opinion on the financial statements that collectively comprise Davie County's basic financial statements. The accompanying Schedule of Expenditures of Federal and State Awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*, and the State Single Audit Implementation Act 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 information has been subjected to the auditing procedures applied in the audit of the financial statements and certain other procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 and State Awards 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, members of the Board of Commissioners, 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.

Martin Starnes & Associates, CPAs, P.A.

Martin Starnes & Associates, CPAs, P.A.

December 28, 2012

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Report On Compliance With Requirements That Could Have A Direct And Material Effect On Each Major State Program And On Internal Control Over Compliance In Accordance With Applicable Sections Of OMB Circular A-133 And The State Single Audit Implementation Act

Independent Auditors' Report

To the Board of County Commissioners
Davie County, North Carolina

Compliance

We have audited Davie County's compliance with the types of compliance requirements described in applicable sections of OMB Circular A-133 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 Davie County's major State programs for the year ended June 30, 2012. Davie County's major State programs are identified in the summary of auditors' results section of the accompanying Schedule of Findings, Responses, 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 Davie County's management. Our responsibility is to express an opinion on Davie 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 non-compliance 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 Davie 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 Davie County's compliance with those requirements.

In our opinion, Davie 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, 2012.

Internal Control Over Compliance

The management of Davie 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 Davie County's internal control over compliance with the requirements that could have a direct and material effect on a major State program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with applicable sections of OMB Circular A-133 and the State Single Audit Implementation Act, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Davie 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, non-compliance 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 non-compliance 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 Expenditures of Federal and State Awards

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 Davie County as of, and for the year ended June 30, 2012, which collectively comprise Davie County's basic financial statements, and have issued our report thereon dated December 28, 2012, which contained an unqualified opinion on those financial statements. We did not audit the financial statements of the Davie County Watershed Improvement Commission. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Davie County Watershed Improvement Commission, is based solely on the report of the other auditors. Our audit was performed for the purpose of forming an opinion on the financial statements that collectively comprise Davie County's basic financial statements. The accompanying Schedule of Expenditures of Federal and State Awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments and Non-Profit Organizations, and the State Single Audit Implementation Act 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 information has been subjected to the auditing procedures applied in the audit of the financial statements and certain other procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 and State Awards 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, members of the Board of Commissioners, 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.

Martin Starnes & Associates, CPAs, P.A.

Martin Starnes & Associates, CPAs, P.A.
December 28, 2012

DAVIE COUNTY, NORTH CAROLINA

**SCHEDULE OF FINDINGS, RESPONSES, AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2012**

1. Summary of Auditors' Results

Financial Statements

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

- Material weaknesses identified? _____ Yes X No
- Significant deficiencies identified? _____ Yes X No

Non-compliance material to financial statements noted? _____ Yes X No

Federal Awards

Internal control over major federal programs:

- Material weaknesses identified? _____ Yes X No
- Significant deficiencies identified? _____ Yes X No

Type of auditors' 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

DAVIE COUNTY, NORTH CAROLINA

**SCHEDULE OF FINDINGS, RESPONSES, AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2012**

1. Summary of Auditors' Results (continued):

Identification of major federal programs:

<u>Program Name</u>	<u>CFDA#</u>
Medical Assistance Program Cluster	93.720, 93.775, 93.777, 93.778
Child Care Development Fund Cluster	93.575, 93.596
Supplemental Nutrition Program for Women, Infants and Children	10.557
State Children's Insurance Program	93.767

Dollar threshold used to distinguish
between Type A and Type B Programs: \$ 814,668

Auditee qualified as low-risk auditee? Yes No

State Awards

Internal control over major State
programs:

- Material weaknesses identified? Yes No
- Significant deficiencies identified? Yes No

Type of auditors' report issued on
compliance for major State programs Unqualified

Any findings disclosed that are required to
be reported in accordance with the State
Single Audit Implementation Act? Yes No

Identification of major State programs:

- Medicaid
- Subsidized Child Care Cluster
- Special Assistance for Adults
- Public Schools Building Capital Fund

DAVIE COUNTY, NORTH CAROLINA

**SCHEDULE OF FINDINGS, RESPONSES, AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2012**

2. Findings Related to the Audit of the Basic Financial Statements

None

3. Findings Related to Federal and State Awards

None

DAVIE COUNTY, NORTH CAROLINA
SUMMARY OF PRIOR YEAR'S AUDIT FINDINGS
FOR YEAR ENDED JUNE 30, 2012

None.

DAVIE COUNTY, NORTH CAROLINA

**SCHEDULE OF EXPENDITURES OF
FEDERAL AND STATE AWARDS
YEAR ENDED JUNE 30, 2012**

<u>Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Federal (Direct and Pass-Through) Expenditures</u>	<u>State Expenditures</u>
FEDERAL AWARDS			
<u>U. S. Department of Agriculture</u>			
Passed through the N. C. Department of Health and Human Services			
<u>Division of Social Services:</u>			
Administration:			
<u>Supplemental Nutrition Assistance Program Cluster:</u>			
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	\$ 172,080	\$ -
<u>Total Supplemental Nutrition Assistance Program Cluster</u>		172,080	-
<u>Division of Public Health:</u>			
Administration:			
Special Supplemental Nutrition Program for Women, Infants and Children	10.557	170,540	-
Direct Benefit Payments:			
Special Supplemental Nutrition Program for Women, Infants and Children	10.557	647,585	-
Total U. S. Department of Agriculture		990,205	-
<u>U. S. Department of Housing and Urban Development</u>			
Passed through the N. C. Department of Commerce			
Community Development Block Grant (Scattered Site Housing)	14.228	177,832	-
Passed through the N. C. Housing Finance Agency			
2011 Single Family Rehabilitation Program	14.239	249,720	-
Total U. S. Department of Housing and Urban Development		427,552	-
<u>U. S. Department of Justice</u>			
Passed through the N. C. Department of Crime Control and Public Safety			
State Criminal Alien Assistance Program	16.606	18,439	-
Total U. S. Department of Justice		18,439	-

DAVIE COUNTY, NORTH CAROLINA

**SCHEDULE OF EXPENDITURES OF
FEDERAL AND STATE AWARDS
YEAR ENDED JUNE 30, 2012**

<u>Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Federal (Direct and Pass-Through) Expenditures</u>	<u>State Expenditures</u>
<u>U. S. Department of Health and Human Services</u>			
<u>Administration on Aging</u>			
Passed through the N. C. Department of Health and Human Services			
Division of Aging and Piedmont Triad Regional Council			
<u>Aging Cluster:</u>			
Title III-B - Supportive Services and Senior Centers	93.044	35,411	50,908
Title III-B - Supportive Services and Senior Centers In Homes Service	93.044	10,512	616
Title III-C - Nutrition Services	93.045	95,834	30,328
Nutrition Services Incentive Program	10.570	26,727	-
Social Services Block Grant	93.667	3,744	130
<u>Total Aging Cluster</u>		<u>172,228</u>	<u>81,982</u>
Title III-E - National Family Caregiver Support	93.052	17,344	1,156
Total Administration on Aging		<u>189,572</u>	<u>83,138</u>
<u>Administration for Children and Families</u>			
Passed through the N. C. Department of Health and Human Services			
<u>Division of Social Services:</u>			
Administration:			
Family Preservation	93.556	2,948	-
Child Support Enforcement	93.563	220,527	-
Low-Income Home Energy Assistance Block Grant	93.568	236,935	-
Permanency Planning - Child Welfare Services	93.645	9,350	2,523
Adoption Assistance	93.659	4,450	-
Social Services Block Grant	93.667	112,588	10,080
Family Violence Prevention	93.671	1,380	-
Independent Living Grant	93.674	10,556	2,639
North Carolina Health Choice	93.767	13,103	1,565
Adoption/Foster Care		6,035	-
Direct Benefit Payments:			
Aid for Dependent Children Payments & Penalties	93.560	(1,313)	(220)
Energy Assistance	93.568	(403)	-
Permanency Planning	93.645	-	186,978
Independent Living Grant	93.674	4,910	-
<u>Total Division of Social Services</u>		<u>621,067</u>	<u>203,565</u>

DAVIE COUNTY, NORTH CAROLINA

**SCHEDULE OF EXPENDITURES OF
FEDERAL AND STATE AWARDS
YEAR ENDED JUNE 30, 2012**

<u>Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Federal (Direct and Pass-Through) Expenditures</u>	<u>State Expenditures</u>
<u>Administration for Children and Families</u>			
Passed through the N.C. Department of Health and Human Services			
<u>Foster Care and Adoption Cluster:</u>			
Administration:			
Title IV-E Foster Care - Administration	93.658	228,330	13,497
Direct Benefit Payments:			
Foster Care - Direct Benefit Payments	93.658	79,273	22,670
Adoption Assistance - Direct Benefit Payments	93.659	234,310	63,427
<u>Total Foster Care and Adoption Cluster</u>		<u>541,914</u>	<u>99,594</u>
<u>Administration for Children and Families</u>			
Passed through the N.C. Department of Health and Human Services			
<u>Temporary Assistance for Needy Families Cluster:</u>			
<u>Department of Social Services:</u>			
Administration:			
Temporary Assistance for Needy Families	93.558	283,391	-
Direct Benefit Payments:			
Temporary Assistance for Needy Families	93.558	267,986	24
<u>Total Temporary Assistance for Needy Families Cluster</u>		<u>551,377</u>	<u>24</u>
<u>Administration for Children and Families</u>			
Passed through the N.C. Department of Health and Human Services			
<u>Subsidized Child Care Cluster (Note 3):</u>			
<u>Child Care and Development Fund Cluster:</u>			
<u>Division of Social Services:</u>			
Child Care and Development Fund - Administration	93.596	80,000	-
<u>Division of Child Development:</u>			
Child Care and Development Fund - Discretionary	93.575	365,941	-
Child Care and Development Fund - Mandatory	93.596	125,503	-
Child Care and Development Fund - Match	93.596	227,354	99,559
<u>Total Child Care Development Fund Cluster</u>		<u>798,798</u>	<u>99,559</u>
Temporary Assistance for Needy Families	93.558	160,422	-
ARRA - Emergency Contingency Fund for Temporary Assistance for Needy Families - State Programs	93.714	21,645	-
Title IV-E Foster Care	93.658	5,866	-
Smart Start		-	3,645
Smart Start State Appropriations		-	93,800
TANF - MOE		-	53,218
<u>Total Subsidized Child Care Cluster</u>		<u>986,731</u>	<u>250,222</u>

DAVIE COUNTY, NORTH CAROLINA

**SCHEDULE OF EXPENDITURES OF
FEDERAL AND STATE AWARDS
YEAR ENDED JUNE 30, 2012**

<u>Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Federal (Direct and Pass-Through) Expenditures</u>	<u>State Expenditures</u>
<u>Centers for Medicare and Medicaid Services</u>			
Passed through the N. C. Department of Health and Human Services			
<u>Medicaid Cluster:</u>			
<u>Division of Social Services:</u>			
Administration:			
Title XIX - Medicaid	93.778	278,249	11,270
<u>Division of Medical Assistance:</u>			
Administration:			
Medical Assistance Program	93.778	20,230	7,805
Direct Benefit Payments:			
Title XIX - Medicaid	93.778	22,376,308	13,074,827
<u>Total Medicaid Cluster</u>		<u>22,674,787</u>	<u>13,093,902</u>
<u>Centers For Disease Control And Prevention</u>			
Passed through the N. C. Department of Health and Human Services			
<u>Division of Public Health:</u>			
Public Health Emergency Preparedness	93.069	37,784	-
Centers For Disease Control And Prevention -			
Investigations And Technical Assistance	93.283	3,667	-
ARRA Preventing Healthcare-Associated Infections	93.717	200	-
Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer Early Detection Programs	93.919	5,920	1,785
		<u>47,571</u>	<u>1,785</u>
<u>Centers for Disease Control and Prevention</u>			
Passed through the N. C. Department of Health and Human Services			
<u>Division of Public Health:</u>			
<u>Immunization Cluster:</u>			
Immunization Grants - Immunization Program/Aid to County Funding	93.268	12,502	-
<u>Total Immunization Cluster</u>		<u>12,502</u>	-
<u>Administration for Children and Families</u>			
Passed through the N. C. Department of Health and Human Services			
<u>Division of Social Services:</u>			
Social Service Block Grant	93.667	9,916	500
Temporary Assistance for Needy Families	93.558	2,171	-
<u>Health Resources and Service Administration</u>			
Passed through the N.C. Department of Health and Human Services			
<u>Division of Public Health:</u>			
Maternal and Child Health Services Block Grant	93.994	58,254	93,696

DAVIE COUNTY, NORTH CAROLINA

**SCHEDULE OF EXPENDITURES OF
FEDERAL AND STATE AWARDS
YEAR ENDED JUNE 30, 2012**

<u>Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Federal (Direct and Pass-Through) Expenditures</u>	<u>State Expenditures</u>
<u>Office of Population Affairs</u>			
Passed through the N. C. Department of Health and Human Services			
<u>Office of Population Affairs</u>			
Family Planning Services	93.217	23,551	-
Total U.S. Department of Health and Human Services		25,719,412	13,826,425
Total federal cash assistance		27,155,608	13,826,425
Total federal assistance		\$ 27,155,608	\$ 13,826,425
 STATE AWARDS			
<u>N. C. Department of Health and Human Services</u>			
<u>Division of Social Services:</u>			
Administration:			
State Aid to Counties			
TANF Incentive/Program Integrity		-	874
Aid to Families with Dependent Children (AFDC)		-	140
Direct Benefit Payments:			
State Foster Care Benefits Program		-	41,579
State/County Special Assistance for Adults		-	309,573
Total Division of Social Services		-	352,166
 <u>Division of Public Health:</u>			
Food and Lodging Fees		-	3,579
Environmental Health Services		-	4,000
Lead Prevention Aid to County Funds		-	312
General Aid to Counties		-	80,920
General Communicable Disease Control		-	927
Risk Reduction/Health Promotion		-	8,255
WHSF		-	4,500
Tuberculosis		-	1,542
TB Medical Service		-	540
General Aid-to-County		-	7,260
Total Division of Public Health		-	111,835

DAVIE COUNTY, NORTH CAROLINA

**SCHEDULE OF EXPENDITURES OF
FEDERAL AND STATE AWARDS
YEAR ENDED JUNE 30, 2012**

<u>Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Federal (Direct and Pass-Through) Expenditures</u>	<u>State Expenditures</u>
<u>Division of Aging</u>			
Passed-through the Piedmont Triad Regional Council			
Senior Center General Purpose		-	84,779
Total N.C. Department of Health and Human Services		-	548,780
 <u>N. C. Department of Cultural Resources</u>			
State Aid to Libraries		-	77,845
 <u>N. C. Department of Crime Control & Public Safety</u>			
Victims of Crime Grant		-	29,597
Victims of Crime Grant - Child Advocacy Center		-	240,801
 <u>N. C. Department of Administration</u>			
<u>N. C. Council for Women:</u>			
Domestic Violence Program		-	46,736
Marriage License Grant		-	20,367
Sexual Assault and SANE Project		-	26,046
<u>Division of Veterans Affairs:</u>			
County Veterans Service Program		-	1,452
Total N. C. Department of Administration		-	94,601
 <u>N. C. Department of Transportation</u>			
Rural Operating Assistance Program		-	137,030
 <u>N. C. Department of Juvenile Justice and Delinquency Prevention</u>			
Juvenile Crime Prevention Programs		-	109,880
 <u>N. C. Department of Environment and Natural Resources</u>			
<u>Division of Environmental Health</u>			
Scrap Tire Program		-	50,451
Solid Waste Disposal Tax		-	27,944
White Goods Management Program		-	12,680
State Superfund Cleanup Trust		-	32,551
Total N.C. Department of Environment and Natural Resources		-	123,626

DAVIE COUNTY, NORTH CAROLINA

**SCHEDULE OF EXPENDITURES OF
FEDERAL AND STATE AWARDS
YEAR ENDED JUNE 30, 2012**

<u>Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Federal (Direct and Pass-Through) Expenditures</u>	<u>State Expenditures</u>
<u>N. C. Department of Public Instruction</u>			
Public School Building Capital Fund		-	337,227
<u>N. C. Department of Corrections</u>			
Criminal Justice Partnership Program		-	58,337
Total State assistance		-	1,757,724
Total Federal and State assistance		\$ 27,155,608	\$ 15,584,150

DAVIE COUNTY, NORTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS YEAR ENDED JUNE 30, 2012

1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal and State Awards includes the Federal and State grant activity of Davie County and is presented on the modified accrual basis of accounting. 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 amounts presented in this schedule may differ from amounts presented in, or used in, the preparation of the basic financial statements. Benefit payments are paid directly to recipients and are not included in the County's basic financial statements. However, due to the County's involvement in determining eligibility, they are considered Federal awards to the County and are included on this schedule.

2. Sub recipients

Of the Federal and State expenditures presented in the schedule, Davie County provided Federal and State awards to sub recipients as follows:

<u>Program Title</u>	<u>CFDA Number</u>	<u>Federal Expenditures</u>	<u>State Expenditures</u>
Child Care and Development Block Grant	93.575	\$ 365,941	\$ -
Public School Building Capital Fund	-	-	337,227

3. Clustered Programs

The following are clustered by the NC Department of Health and Human Services and are treated separately for State audit requirement purposes: Subsidized Child Care, Foster Care and Adoption, Mental Health Services, Developmental Disability Waiting List Services, Substance Abuse Services, and Infants and Toddlers with Disabilities.