

**DAVIE COUNTY
NORTH CAROLINA**

COMPLIANCE LETTERS

FOR THE YEAR ENDED JUNE 30, 2019

DAVIE COUNTY, NORTH CAROLINA

COMPLIANCE LETTERS FOR THE YEAR ENDED JUNE 30, 2019

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MARTIN STARNES & ASSOCIATES, CPAs, P.A.

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

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*

Independent Auditor's Report

To the Board of County Commissioners
Davie County
Mocksville, North Carolina

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, 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, North Carolina, as of and for the year ended June 30, 2019, not presented here, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated November 18, 2019. Our report includes a reference to other auditors who 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

In planning and performing our audit of the financial statements, we considered Davie County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Davie County's internal control. Accordingly, we do not express an opinion on the effectiveness of Davie County's internal control.

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. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Davie County's financial statements are free from 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*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Martin Starnes & Associates, CPAs, P.A.

Martin Starnes & Associates, CPAs, P. A.
Hickory, North Carolina
November 18, 2019

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

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Report On Compliance For Each Major Federal Program; Report On Internal Control Over Compliance; And Report On The Schedule Of Expenditures Of Federal And State Awards Required By The Uniform Guidance And The State Single Audit Implementation Act

Independent Auditor's Report

To the Board of County Commissioners
Davie County
Mocksville, North Carolina

Report on Compliance for Each Major Federal Program

We have audited Davie County, North Carolina's compliance with the types of compliance requirements described in the *OMB 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, 2019. Davie County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings, Responses, and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with federal and state statutes, regulations, and the terms and conditions applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Davie County's major federal programs based on our audit of the types of compliance requirements referred to above. 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; the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and the State Single Audit Implementation Act. Those standards, the Uniform Guidance, 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 on compliance for each major federal program. However, our audit does not provide a legal determination of Davie County's compliance.

Opinion on Each Major Federal Program

In our opinion, Davie County complied, in all material respects, with the types of 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, 2019.

Report on Internal Control Over Compliance

Management of Davie County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Davie County's internal control over compliance with the types of requirements that could have a direct and material effect on a major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, 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 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. *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.

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 significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal and State Awards Required by Uniform Guidance and the State Single Audit Implementation Act

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, North Carolina, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise Davie County's basic financial statements. We issued our report thereon dated November 18, 2019, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions 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 Uniform Guidance 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 additional 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 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.

Martin Starnes & Associates, CPAs, P.A.

Martin Starnes & Associates, CPAs, P.A.
Hickory, North Carolina
November 18, 2019

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Report On Compliance For Each Major State Program; Report On Internal Control Over Compliance; And Report On The Schedule Of Expenditures Of Federal And State Awards Required By The Uniform Guidance And The State Single Audit Implementation Act

Independent Auditor's Report

Board of County Commissioners
Davie County
Mocksville, North Carolina

Report on Compliance for Each Major State Program

We have audited Davie County, North Carolina's compliance with the types of compliance requirements described in the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission that could have a direct and material effect on each of Davie County's major state programs for the year ended June 30, 2019. Davie County's major state programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings, Responses, and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with state statutes, regulations, and the terms and conditions applicable to its state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Davie County's major state programs based on our audit of the types of compliance requirements referred to above. 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 Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), as described in the *Audit Manual for Governmental Auditors in North Carolina*, and the State Single Audit Implementation Act. Those standards, the Uniform Guidance, 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 on compliance for each major state program. However, our audit does not provide a legal determination of Davie County's compliance.

Opinion on Each Major State Program

In our opinion, Davie County complied, in all material respects, with the types of 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, 2019.

Report on Internal Control Over Compliance

Management of Davie County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Davie County's internal control over compliance with the types of requirements that could have a direct and material effect on a major state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major state program and to test and report on internal control over compliance in accordance with the Uniform Guidance, 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 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. *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 state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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 significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal and State Awards Required by Uniform Guidance and the State Single Audit Implementation Act

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, North Carolina, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise Davie County's basic financial statements. We issued our report thereon dated November 18, 2019, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions 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 Uniform Guidance 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 additional 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.

Martin Starnes & Associates, CPAs, P.A.

Martin Starnes & Associates, CPAs, P.A.
Hickory, North Carolina
November 18, 2019

DAVIE COUNTY, NORTH CAROLINA

**SCHEDULE OF FINDINGS, RESPONSES, AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2019**

1. Summary of Auditor's Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance to GAAP: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? No
- Significant deficiency(s) identified? None reported

Non-compliance material to financial statements noted? No

Federal Awards

Internal control over major federal programs:

- Material weakness (es) identified? No
- Significant deficiency(s) identified? None reported

Type of auditor's report issued on compliance for major federal programs Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? No

Identification of major federal programs:

<u>Federal Program</u>	<u>CFDA Number</u>
Medicaid Cluster	93.778
Clean Water State Revolving Fund Cluster	66.458

Dollar threshold used to distinguish between Type A and Type B Programs \$750,000

Auditee qualified as low-risk auditee? No

DAVIE COUNTY, NORTH CAROLINA

**SCHEDULE OF FINDINGS, RESPONSES, AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2019**

1. Summary of Auditor's Results (continued)

State Awards

Internal control over major state programs:

- Material weakness (es) identified? No
- Significant deficiency(s) identified? None reported

Type of auditor's report issued on compliance
for major state programs Unmodified

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

Identification of major state programs:

Public School Building Capital Fund
Medicaid Cluster

DAVIE COUNTY, NORTH CAROLINA

**SCHEDULE OF FINDINGS, RESPONSES, AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2019**

Section II – Financial Statement Findings

None reported.

Section III – Federal Award Findings and Questioned Costs

None reported.

Section IV – State Award Findings and Questioned Costs

None reported.

DAVIE COUNTY, NORTH CAROLINA
SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2019

None reported.

DAVIE COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED JUNE 30, 2019

<u>Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Grantor's Number</u>	<u>Federal (Direct and Pass-Through) Expenditures</u>	<u>State Expenditures</u>	<u>Pass-Through to Subrecipients</u>
FEDERAL AWARDS					
U. S. Department of Agriculture					
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	195NC406S2514	\$ 256,812	\$ -	\$ -
<u>Total Supplemental Nutrition Assistance Program Cluster</u>			<u>256,812</u>	<u>-</u>	<u>-</u>
<u>Division of Public Health:</u>					
Administration:					
		13A25403GJ/GK; 13A25404GJ/GK; 13A25405GJ/GK; 13A25409GJ/GK; 13A2570AJQ; 13A2570BJQ; 13A2570CJQ			
WIC Special Supplemental Nutrition Program for Women, Infants, and Children	10.557		188,020	-	-
Total U. S. Department of Agriculture			<u>444,832</u>	<u>-</u>	<u>-</u>
U. S. Department of Justice					
Direct Program:					
Equitable Sharing Program	16.922	N/A	13,401	-	-
Bulletproof Vest Partnership Program	16.607		4,848	-	-
Total U.S. Department of Justice			<u>18,249</u>	<u>-</u>	<u>-</u>
U.S. Department of Treasury					
Direct Program:					
Equitable Sharing Program	21.016		23,961	-	-
Total U.S. Department of Treasury			<u>23,961</u>	<u>-</u>	<u>-</u>
U. S. Department of Health and Human Services					
<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>					
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	PTRC - HCCBG	80,516	35,587	116,103
Special Programs for the Aging - Title III, Part C - Nutrition Services	93.045	PTRC - HCCBG	83,570	42,520	126,090
Nutrition Services Incentive Program	93.053	PTRC - HCCBG	34,806	-	34,806
<u>Total Aging Cluster</u>			<u>198,892</u>	<u>78,107</u>	<u>276,999</u>
National Family Caregiver Support, Title III, Part E	93.052	PTRC - HCCBG	18,920	1,261	20,181
Total Administration on Aging			<u>217,812</u>	<u>79,368</u>	<u>297,180</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:					
Child Support Enforcement	93.563	1904NC4005	243,654	-	-
Low-Income Home Energy Assistance	93.568	G19B1NCLIEA	256,169	-	-
Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	93.671	FVPSA GRANT 56-6000295	19,233	-	-
John H Chafee Foster Care Program for Successful Transition to Adulthood	93.674	1901NCCILP	3,030	758	-
Children's Health Insurance Program	93.767	CHIP19	27,011	-	-
Total Division of Social Services			<u>549,097</u>	<u>758</u>	<u>-</u>
<u>Special Children Adoption Incentive Fund Cluster (Note 3):</u>					
Social Services Block Grant	93.667	G1901NCSOSR	108,508	-	-
Total Special Children Adoption Incentive Fund Cluster:			<u>108,508</u>	<u>-</u>	<u>-</u>
<u>Adoption Assistance Program IV-B Cluster:</u>					
Stephanie Tubbs Jones Child Welfare Services Program	93.645	G1901NCCWSS	3,617	-	-
Total Adoption Assistance Program IV-B Cluster:			<u>3,617</u>	<u>-</u>	<u>-</u>
<u>Special Children Adoption Fund Cluster (Note 3):</u>					
Promoting Safe and Stable Families	93.556	G1901NCFPCV	35,417	-	-
Total Special Children Adoption Fund Cluster:			<u>35,417</u>	<u>-</u>	<u>-</u>

DAVIE COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED JUNE 30, 2019

<u>Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Grantor's Number</u>	<u>Federal (Direct and Pass-Through) Expenditures</u>	<u>State Expenditures</u>	<u>Pass-Through to Subrecipients</u>
<u>Foster Care and Adoption Cluster (Note 3):</u>					
Administration:					
Foster Care Title IV-E	93.658	1901NCFOST	234,127	11,782	-
Adoption Assistance	93.659	1901NCADPT	3,389	-	-
Direct Benefit Payments:					
Foster Care Title IV-E	93.658	1901NCFOST	242,003	72,152	-
<u>Total Foster Care and Adoption Cluster</u>			<u>479,519</u>	<u>83,934</u>	<u>-</u>
<u>Temporary Assistance for Needy Families Cluster:</u>					
Temporary Assistance for Needy Families State Programs:					
<u>Department of Social Services:</u>					
Administration:					
Temporary Assistance for Needs Families - Work First	93.558	1901NCTANF	228,087	-	-
Temporary Assistance for Needy Families	93.558	1901NCTANF	2,894	-	-
<u>Total Temporary Assistance for Needy Families Cluster</u>			<u>230,981</u>	<u>-</u>	<u>-</u>
<u>Subsidized Child Care Cluster (Note 3):</u>					
<u>Child Care and Development Fund Cluster:</u>					
<u>Division of Social Services:</u>					
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	G1901NCCCDF	72,583	-	-
<u>Total Child Care Development Fund Cluster</u>			<u>72,583</u>	<u>-</u>	<u>-</u>
Total Administration for Children and Families			1,479,722	84,692	-
<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:					
Medical Assistance Program	93.778	XIX-MAP19	825,506	2,890	-
<u>Total Medicaid Cluster</u>			<u>825,506</u>	<u>2,890</u>	<u>-</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>					
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements					
	93.074	12642680EZ	27,693	-	-
Project Grants and Cooperative Agreements for Tuberculosis Control Programs					
	93.116	1460272DNF; 1460272ENF	50	-	-
Immunization Cooperative Agreements	93.268	1331631EEJ	10,258	-	-
Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response					
	93.354	11755176AA 1261550300;	17,401	-	-
Preventive Health and Health Services Block Grant funded solely with Prevention and Public Health Funds (PPHF)					
	93.758	12615503PH;	9,916	-	-
Preventive Health and Health Services Block Grant	93.991	13114536PH	45,725	-	-
Cancer Prevention and Control Programs for State, Territorial and Tribal Organizations	93.898	1320310BD7	12,750	-	-
<u>HIV Cluster (Note 3):</u>					
Sexually Transmitted Diseases (STD) Prevention and Control Grants	93.977	13114536RR	100	-	-
<u>Total HIV Cluster:</u>			<u>100</u>	<u>-</u>	<u>-</u>
Total Center for Disease Control and Prevention			123,893	-	-
<u>Health Resources and Service Administration</u>					
Passed through the N.C. Department of Health and Human Services					
<u>Division of Public Health:</u>					
		13A15146AR; 13A15735AP; 13A15735AR; 13A15740AR; 12715318AR; 12715351AR; 12715745AR			
Maternal and Child Health Services Block Grant to the States	93.994		34,982	7,086	-
<u>Total Health Resources and Service Administration</u>			<u>34,982</u>	<u>7,086</u>	<u>-</u>
<u>Administration for Community Living</u>					
Passed through the N.C. Department of Insurance					
<u>Division of SHIPP:</u>					
Medicare Enrollment Assistance Program	93.071	1801NCMISH-00	1,931	-	-
<u>Total Administration for Community Living</u>			<u>1,931</u>	<u>-</u>	<u>-</u>

DAVIE COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED JUNE 30, 2019

<u>Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Grantor's Number</u>	<u>Federal (Direct and Pass-Through) Expenditures</u>	<u>State Expenditures</u>	<u>Pass-Through to Subrecipients</u>
<u>Office of Assistant Secretary for Health</u>					
Passed through the N. C. Department of Health and Human Services					
<u>Office of Assistant Secretary for Health</u>					
Family Planning Services	93.217	13A1592AFP; 13A1592CFP; 13A1592DFP	25,577	-	-
Total U.S. Department of Health and Human Services			<u>2,709,423</u>	<u>174,036</u>	<u>297,180</u>
<u>U.S. Environmental Protection Agency</u>					
Passed through the N. C. Department of Environmental Quality					
<u>Clean Water State Revolving Fund Cluster</u>					
Capitalization Grants for Clean Water State Revolving Fund	66.458	CS370795-01	4,086,728	-	-
Total Clean Water State Revolving Fund Cluster			<u>4,086,728</u>	<u>-</u>	<u>-</u>
Total U.S. Environmental Protection Agency			<u>4,086,728</u>	<u>-</u>	<u>-</u>
Total Federal Assistance			<u>\$ 7,283,193</u>	<u>\$ 174,036</u>	<u>\$ 297,180</u>
<u>STATE AWARDS</u>					
<u>N. C. Department of Health and Human Services</u>					
<u>Division of Social Services:</u>					
Special Appropriations - Dragonfly House Children's Advocacy Center, Inc.					
Administration:			-	100,000	100,000
State Child Welfare/CPS			-	70,019	-
Aid to Families with Dependent Children (AFDC)			-	181	-
Direct Benefit Payments:					
State Foster Home			-	51,862	-
F/C At Risk Maximization			-	6,974	-
SFHF Maximization			-	61,634	-
Total Division of Social Services			<u>-</u>	<u>290,670</u>	<u>100,000</u>
<u>Division of Public Health:</u>					
Other Receipts/State Supported Expenditures:					
Food and Lodging Fees			-	12,505	-
CHA/CHIP Peer Review			-	80,948	-
Healthy Communities Activities			-	4,137	-
General Communicable Disease Control			-	927	-
Breast and Cervical Cancer Program			-	8,925	-
Child Health			-	1,167	-
HMHC-Family Planning			-	23,726	-
Maternal Health (HMHC)			-	37,296	-
Women's Health Service Fund			-	6,373	-
HIV/STD State			-	500	-
Sexually Transmitted Diseases			-	70	-
TB Control			-	2,082	-
School Nurse Funding Initiative			-	50,000	-
Total Division of Public Health			<u>-</u>	<u>228,656</u>	<u>-</u>
<u>Division of Aging and Adult Services:</u>					
Passed-through from Piedmont Triad Regional Council					
Senior Center General Purpose			-	10,693	10,693
State Funds		NC007(16)	-	58,973	58,973
Caregiver Match		NC007(16)	-	772	772
Total Division of Aging and Adult Services			<u>-</u>	<u>70,438</u>	<u>70,438</u>
<u>Division of SHIP:</u>					
Passed-through N.C. Department of Insurance:					
Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations:					
Seniors' Health Insurance Information Program (SHIP)		1801NCMISH-00	-	3,225	-
Total N.C. Department of Health and Human Services			<u>-</u>	<u>592,989</u>	<u>170,438</u>
<u>N. C. Department of Cultural Resources</u>					
State Library EZ Grant			-	546	-
State Aid to Libraries			-	90,390	-
Total N.C. Department of Cultural Resources			<u>-</u>	<u>90,936</u>	<u>-</u>
<u>N. C. Department of Public Safety</u>					
Victims of Crime Grant		VOCA PROJ012976	-	61,975	-
<u>Division of Emergency Management:</u>					
Emergency Management Grant			-	38,524	-
Emergency Management - Florence Relief			-	67,149	11,722

DAVIE COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED JUNE 30, 2019

<u>Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Grantor's Number</u>	<u>Federal (Direct and Pass-Through) Expenditures</u>	<u>State Expenditures</u>	<u>Pass-Through to Subrecipients</u>
<u>Division of Juvenile Justice and Delinquency Prevention:</u>					
Juvenile Crime Prevention Programs		430-22508; 430-11420; 430-11878	-	109,880	102,846
Total N.C. Department of Public Safety			-	277,528	114,568
<u>N. C. Department of Administration</u>					
<u>N. C. Council for Women:</u>					
Domestic Violence Program			-	46,292	-
Marriage License Grant			-	19,412	-
Sexual Assault Program			-	23,268	-
Divorce Filing Fee			-	19,540	-
<u>NC Special Appropriation</u>					
Hospital Repurposing Grant			-	10,475	-
<u>Division of Veterans Affairs:</u>					
County Veterans Service Program			-	2,216	-
Total N. C. Department of Administration			-	121,203	-
<u>N. C. Department of Transportation</u>					
<u>DOT Cluster:</u>					
ROAP Elderly and Disabled Transportation Assistance Program		36220.10.8.1	-	57,719	-
ROAP Rural General Public Program		36228.22.8.1	-	58,792	-
ROAP Work First Transitional - Employment		36236.11.7.1	-	10,867	-
Total DOT Cluster			-	127,378	-
Total N.C. Department of Transportation			-	127,378	-
<u>N. C. Department of Environmental Quality</u>					
<u>Division of Environmental Health</u>					
State Electronic Management Fund			-	2,666	-
Water Infrastructure Mapping Grant			-	38,615	-
State Superfund Cleanup Trust			-	34,381	-
Total N.C. Department of Environmental Quality			-	75,662	-
<u>N. C. Department of Public Instruction</u>					
Public School Building Capital Fund			-	976,947	-
<u>N. C. Department of Commerce</u>					
Fiscal Management Division Commerce Finance Center:			-	1,500	-
Total N.C. Department of Commerce			-	1,500	-
Total State assistance			-	2,264,143	285,006
Total Federal and State assistance			\$ 7,283,193	\$ 2,438,179	\$ 582,186

Notes to the Schedule of Expenditures of Federal and State Financial Awards:**1. Basis of Presentation**

The accompanying Schedule of Expenditures of Federal and State Awards (SEFSA) includes the federal and State grant activity of Davie County under the programs of the federal government and the State of North Carolina for the year ended June 30, 2019. The information in this SEFSA is presented in accordance with the requirements of *Title 2 US Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the State Single Audit Implementation Act. Because the SEFSA presents only a selected portion of the operations of Davie County, it is not intended to, and does not present, the financial position, changes in net position or cash flows of Davie County.

2. Summary of Significant Accounting Policies

Expenditures reported in the SEFSA are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

3. State Clusters

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 Assistance, Special Children Adoption Incentive Fund, HIV Cluster, Special Children Adoption Fund Cluster.

4. Indirect Cost Rate

Davie County has elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

4. Loans Outstanding

Davie County had expenditures of \$4,086,728 as of June 30, 2019 under the Clean Water State Revolving Fund. However, at fiscal year end, no draw downs had been made for the debt, therefore there is a zero debt balance at June 30, 2019. The County will draw down funds in FY2020.

<u>Program Title</u>	<u>CFDA #</u>	<u>Pass-through Grantor's number</u>	<u>Amount Outstanding</u>
Clean Water State Revolving Fund	66.458	CS370795-01	\$ 4,086,728