

**IREDELL COUNTY
NORTH CAROLINA**

COMPLIANCE LETTERS

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

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

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

IREDELL COUNTY, NORTH CAROLINA

COMPLIANCE LETTERS FOR THE FISCAL YEAR ENDED JUNE 30, 2015

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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 Commissioners
Iredell County
Statesville, 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, each major fund, and the aggregate remaining fund information of Iredell County, North Carolina, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise Iredell County's basic financial statements (not presented herein), and have issued our report thereon dated October 20, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Iredell 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 Iredell County's internal control. Accordingly, we do not express an opinion on the effectiveness of the 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 to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Iredell 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 County's internal control or compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County'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
October 20, 2015

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

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Report On Compliance For Each Major Federal Program; Report On Internal Control Over Compliance; Report On The Schedule of Expenditures of Federal and State Awards Required By OMB Circular A-133 And The State Single Audit Implementation Act

Independent Auditor's Report

To the Board of Commissioners
Iredell County
Statesville, North Carolina

Report On Compliance for Each Major Federal Program

We have audited the compliance of Iredell County, North Carolina with the types of compliance requirements described in the OMB *Circular A-133 Compliance Supplement* and the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that could have a direct and material effect on each of Iredell County's major federal programs for the year ended June 30, 2015. Iredell County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Iredell 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; and 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 Iredell 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 Iredell County's compliance.

Opinion On Each Major Federal Program

In our opinion, Iredell 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, 2015.

Report On Internal Control Over Compliance

Management of Iredell 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 Iredell 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 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 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 Iredell 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 material weaknesses or significant deficiencies. 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 OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133 and the State Single Audit Implementation Act

We have audited the financial statements of governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Iredell County, North Carolina, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise Iredell County's basic financial statements (not presented herein). We issued our report thereon dated October 20, 2015, 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 Iredell County's basic financial statements. We have not performed any procedures with respect to the audited financial statements subsequent to October 20, 2015.

The accompanying Schedule of Expenditures of Federal and State Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and the State Single Audit Implementation Act and is not a required part of the 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 financial statements as a whole.

Martin Starnes & Associates, CPAs, P.A.

Martin Starnes & Associates, CPAs, P.A.
Hickory, NC
December 14, 2015 (except as related to the
Report on the Schedule of Expenditures of
Federal and State Awards, as to which the
date is October 20, 2015)

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

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Report On Compliance For Each Major State Program; Report On Internal Control Over Compliance; Report On The Schedule of Expenditures of Federal and State Awards Required By OMB Circular A-133 And The State Single Audit Implementation Act

Independent Auditor's Report

To the Board of Commissioners
Iredell County
Statesville, North Carolina

Report On Compliance for Each Major State Program

We have audited the compliance of Iredell County, North Carolina 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 Iredell County's major State programs for the year ended June 30, 2015. Iredell County's major State programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Iredell 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; and in applicable sections of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* as described in the *Audit Manual for Governmental Auditors in North Carolina*, 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 State program occurred. An audit includes examining, on a test basis, evidence about Iredell County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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Toll Free Both Locations 1-800-948-0585 ♦ Website: www.martinstarnes.com

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 Iredell County's compliance.

Opinion On Each Major State Program

In our opinion, Iredell 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, 2015.

Report On Internal Control Over Compliance

Management of Iredell 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 Iredell 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 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 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 Iredell 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 material weaknesses or significant deficiencies. 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 OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133 and the State Single Audit Implementation Act

We have audited the financial statements of governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Iredell County, North Carolina, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise Iredell County's basic financial statements (not presented herein). We issued our report thereon dated October 20, 2015, 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 Iredell County's basic financial statements. We have not performed any procedures with respect to the audited financial statements subsequent to October 20, 2015.

The accompanying Schedule of Expenditures of Federal and State Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and the State Single Audit Implementation Act and is not a required part of the 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 financial statements as a whole.

Martin Starnes & Associates, CPAs, P.A.

Martin Starnes & Associates, CPAs, P.A.
Hickory, NC
December 14, 2015 (except as related to the
Report on the Schedule of Expenditures of
Federal and State Awards, as to which the
date is October 20, 2015)

IREDELL COUNTY, NORTH CAROLINA

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2015**

1. Summary of Auditor's Results

Financial Statements

Type of auditor's report issued	Unmodified
Internal control over financial reporting:	
• Material weakness identified	No
• Significant deficiency identified that is not considered to be material weaknesses	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 that are not considered to be material weaknesses?	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 Section 510(a) of OMB Circular A-133?	No

Identification of major federal programs:

<u>Federal Program</u>	<u>CFDA Number</u>
Medicaid Cluster	93.778, 93.777, 93.775
Special Supplemental Nutrition Program for Women, Infants, & Children	10.557
Child Care Development Fund Cluster	93.575, 93.596

Dollar threshold used to distinguish between Type A and Type B Programs	<u>\$3,000,000</u>
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Auditee qualified as low-risk auditee?	Yes
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IREDELL COUNTY, NORTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2015

1. Summary of Auditor's Results (continued)

State Awards

Internal control over major state programs:

- Material weakness (es) identified? No
- Significant deficiency(s) identified that are not considered to be material weaknesses? 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:

Medicaid Cluster
Public School Building Capital Fund
Subsidized Child Care Cluster

2. Financial Statement Findings

None reported

3. Federal Award Findings and Questioned Costs

None reported

4. State Award Findings and Questioned Costs

None reported

IREDELL COUNTY, NORTH CAROLINA
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2015

None reported

IREDELL COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended June 30, 2015

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Federal (Direct & Pass-through) Expenditures	State Expenditures
Federal Awards:			
<u>U.S. Dept. of Agriculture</u>			
Passed-through the N.C. Dept. of Health and Human Services:			
Division of Social Services:			
<u>Supplemental Nutrition Assist. Program Cluster:</u>			
Administration:			
State Administrative Matching Grants for the			
Supplemental Nutrition Assistance Program	10.561	\$ 697,457	\$ -
Supplemental Nutrition Assistance Program Incentive	10.561	-	(2,573)
Passed-through the N.C. Dept. of Health and Human Services:			
Division of Public Health:			
Administration:			
Special Supplemental Nutrition Program for			
Women, Infants, & Children	10.557	688,233	-
Direct Benefit Payments:			
Special Supplemental Nutrition Program for			
Women, Infants, & Children	10.557	2,838,255	-
<u>Child Nutrition Cluster:</u>			
Administration:			
Summer Food Service Program for Children (SFSPC)	10.559	2,665	-
Total U.S. Department of Agriculture		4,226,610	(2,573)
<u>U.S. Dept. of Justice</u>			
Direct Program:			
Federal Drug Forfeiture Program	16.000	163,874	-
Office of Community Oriented Policing Services			
Direct program:			
Recovery Act - Edward Byrne Memorial Competitive			
Grant Program	16.808	35,915	-
Passed-through N.C. Dept. Public Safety			
JAG Program Cluster			
Edward Byrne Memorial Justice Assistance Grant	16.738	10,612	-
Program			
Direct Program:			
National Institute of Justice			
Paul Coverdell Forensic Sciences Improvement			
Grant Program	16.742	45,269	-
Total U.S. Dept. of Justice		255,670	-
<u>U.S. Dept. of Transportation</u>			
<u>Federal Transit Administration</u>			
Passed-through the N.C. Department of Transportation:			
Formula Grants for Rural Areas	20.509	216,943	188,925
<u>Transit Services Programs Cluster</u>			
Enhanced Mobility for Seniors and			
Individuals with Disabilities	20.513	56,182	-
Job Access-Reverse Commute Program	20.516	55,008	-
Total Transit Services Program Cluster		111,190	-
Total U.S. Dept. of Transportation		328,133	188,925

IREDELL COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended June 30, 2015

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Federal (Direct & Pass-through) Expenditures	State Expenditures
<u>U. S. Department of Homeland Security</u>			
Passed-through N.C. Department of Public Safety:			
Division of Emergency Management			
Emergency Management Performance Grant	97.042	25,849	25,849
Hazard Mitigation Grant Program	97.039	32,353	-
Total U. S. Department of Homeland Security		58,202	25,849
<u>U.S. Dept. of Health & Human Services</u>			
Passed-through the N.C. Dept. of Health and Human Services:			
Division of Public Health:			
Family Planning Services Title X	93.217	48,339	-
Public Health Emergency Preparedness	93.069	10,000	-
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements	93.074	50,418	-
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	28	-
Injury Provention and Control Research and State Community Based Programs	93.136	2,500	-
Immunization Grants	93.268	31,992	-
Preventive Health and Health Services Block Grant funded solely with Prevention and Public Health Funds (PPHF)	93.758	16,588	-
Preventive Health Services - Sexually Transmitted Diseases Control Grants	93.977	50	-
Statewide Health Promotion Program	93.991	3,958	-
Total Division of Public Health		163,873	-
Division of Social Services			
<u>Temporary Assistance for Needy Families Cluster</u>			
Temporary Assistance for Needy Families (TANF) / Work First	93.558	114,738	-
Special Adoption Assistance	93.558	12,000	-
TANF/Family Planning	93.558	11,477	-
TANF Payments & Penalties	93.558	585,062	-
TANF / Work First - Direct Benefit Payments	93.558	786,097	-
Total TANF Cluster		1,509,374	-
AFDC Payments & Penalties	93.560	(744)	(204)
<u>Foster Care and Adoption Cluster (Note 4)</u>			
Foster Care - Title IV-E	93.658	606,698	141,103
Foster Care - State Foster Home	93.658	113,667	-
Adoption Assistance	93.659	62,195	-
Foster Care - Title IV-E - Direct Benefit Payments	93.658	435,130	131,204
Adoption Assistance - Direct Benefit Payments	93.659	848,445	221,093
Total Foster Care and Adoption Cluster		2,066,135	493,400
Child Support Enforcement	93.563	1,067,292	-
Promoting Safe and Stable Family	93.556	37,531	-
Low-Income Home Energy Assistance:			
Administration	93.568	73,525	-
Energy Assistance Payments- Direct Benefit Payments	93.568	382,700	-
Crisis Intervention Program	93.568	366,874	-
Stephanie Tubbs Jones Child Welfare Services Program:			
- Permanency Planning - Families for Kids	93.645	37,444	8,383

IREDELL COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended June 30, 2015

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Federal (Direct & Pass-through) Expenditures	State Expenditures
SSBG - Other Service and Training	93.667	218,959	29,941
SSBG - Child Protective Services	93.667	57,016	-
Chafee Foster Care Independence Program	93.674	25,189	6,094
Division of Aging and Adult Services:			
Division of Social Services:			
SSBG - State In Home Service Fund	93.667	27,402	-
SSBG - Adult Protective Services	93.667	44,497	-
SSBG - State Adult Day Care	93.667	80,209	37,713
Division of Child Development:			
Subsidized Child Care (Note 4)			
<u>Child Care Development Fund Cluster (Note 4)</u>			
Division of Social Services:			
Child Care Development Fund-Administration	93.596	153,962	-
Division of Child Development:			
Child Care and Development Block Grant	93.575	1,449,496	-
Child Care and Development Fund -- Mandatory	93.596	451,569	-
Child Care and Development Fund -- Match	93.596	623,798	267,464
Total Child Care Development Fund Cluster		2,678,825	267,464
TANF	93.558	338,488	-
Foster Care Title IV-E	93.658	28,953	14,995
State Appropriations		-	516,620
TANF-MOE		-	347,120
Total Subsidized Child Care (Note 4)		3,046,266	1,146,199
Passed-through the N.C. Dept. of Health and Human Services:			
Division of Medical Assistance:			
<u>Medicaid Cluster:</u>			
Direct Benefit Payments:			
Medical Assistance Program	93.778	106,264,030	57,710,522
Division of Social Services:			
Administration:			
Medical Assistance Program	93.778	2,812,928	9,126
Total Medical Assistance Program		109,076,958	57,719,648
Direct Benefit Payments:			
State Children's Insurance Program - N.C. Health Choice	93.767	2,442,989	771,337
Division of Social Services:			
Administration:			
State Children's Insurance Program - N.C. Health Choice	93.767	33,955	5,373
Total State Children's Insurance Program - N.C. Health Choice		2,476,944	776,710
Passed-through the N.C. Dept. of Health and Human Services:			
Division of Public Health:			
Maternal and Child Health Services Block Grant	93.994	91,021	68,274
Total U.S. Dept. of Health and Human Services		120,848,465	60,286,158
Total federal awards		125,717,080	60,498,359

IREDELL COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended June 30, 2015

<u>Grantor/Pass-through</u> <u>Grantor/Program Title</u>	<u>Federal</u> <u>CFDA</u> <u>Number</u>	<u>Fed. (Direct &</u> <u>Pass-through)</u> <u>Expenditures</u>	<u>State</u> <u>Expenditures</u>
State Awards:			
<u>N.C. Dept. of Cultural Resources</u>			
Division of State Library			
State Aid to Public Libraries		-	142,909
Total N.C. Dept. of Cultural Resources		-	142,909
<u>N.C. Department of Environment and Natural Resources</u>			
Division of Waste Management			
White Goods Management Program		-	52,509
Scap Tire Program		-	208,480
Electronic Management Recycling Grant		-	12,685
Abandoned Mobile Home Grant		-	4,724
Total N.C. Dept. of Environmental and Natural Resources		-	278,398
<u>N.C. Dept. of Health and Human Services</u>			
Division of Aging and Adult Services			
Division of Social Services			
State/County Special Assistance for Adults - DBP		-	861,345
State Child Welfare/CPS/CS LD		-	276,118
AFDC Program Integrity		-	1,504
Adoption Subsidy & Vendor Payments		-	333,776
State Foster Home		-	682,822
Total Division of Social Service		-	2,155,565
Division of Public Health			
General Aid to Counties		-	101,315
General Communicable Disease Control		-	5,757
Risk Reduction Health Promotion		-	6,286
Child Health		-	1,317
HMHC - Family Planning		-	4,532
Women's Health Service Fund		-	12,021
Food and Lodging		-	26,775
HIV/STD State		-	10,000
HIV/STD SSBG Aid		-	2,500
Low Cost Spay/Neuter		-	6,045
Sexually Transmitted Diseases		-	3,421
School Nurse Funding Initiative		-	100,000
Maternal Health		-	3,628
Tuberculosis		-	20,873
Tuberculosis Medical Service		-	600
Total Division of Public Health		-	305,070
Total N. C. Department of Health and Human Services		-	2,460,635
<u>N.C. Dept. of Public Instruction</u>			
Public School Building Capital Fund - Lottery Proceeds		-	1,407,169
Total N.C. Dept. of Public Instruction		-	1,407,169
<u>N.C. Dept. of Public Safety</u>			
Juvenile Crime Prevention Programs		-	257,866
<u>N.C. Dept. of Transportation</u>			
Volunteer Fire Department Paving Reimbursement		-	18,000
<u>Rural Operating Assistance Program (ROAP) Cluster</u>			
- ROAP Elderly and Disabled Transportation Assistance Program		-	70,074
- ROAP Rural General Public Program		-	125,784
- ROAP Work First Transitional - Employment		-	29,188
Total ROAP Cluster		-	225,046
Total State awards		-	4,790,023
Total federal and State awards	\$ 125,717,080		\$ 65,288,382

IREDELL COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended June 30, 2015

Notes to the Schedule of Expenditures of Federal and State Financial Awards:

Note 1: Basis of Presentation

The accompanying schedule of expenditures of federal and State awards (SEFSA) includes the federal and State grant activity of Iredell County under the programs of the federal government and the State of North Carolina for the year ended June 30, 2015. The information in this SEFSA is presented in accordance with the requirements of Office of Management and Budget (OMB) Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and the State Single Audit Implementation Act. Because the SEFSA presents only a selected portion of the operations of Iredell County, it is not intended to and does not present the financial position, changes in net position or cash flows of Iredell County.

Note 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 OMB Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments* or cost principles contained in the Title 2 US Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, wherein certain types of expenditures are not allowable or are limited as to reimbursements. Pass-through entity identifying numbers are presented where available.

Note 3: Subrecipients

Of the federal and State expenditures presented in the schedule, Iredell County provided federal and State awards to subrecipients 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	\$ 1,449,496	\$ -
Public School Building Capital Fund - Lottery Proceeds		-	1,407,169
Juvenile Crime Prevention Programs		-	244,058

Note 4: Cluster of 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 and Foster Care and Adoption