

COUNTY OF SONOMA, CALIFORNIA
Single Audit Report
For the Fiscal Year Ended June 30, 2017

COUNTY OF SONOMA, CALIFORNIA

**Single Audit Report
For the Fiscal Year Ended June 30, 2017**

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Board of Supervisors
County of Sonoma, California

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 aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County of Sonoma, California (County), as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated December 22, 2017. Our report includes an emphasis of matter regarding the County's adoption of Governmental Accounting Standards Board (GASB) Statement No. 74, *Financial Reporting for Postemployment Benefits Plans Other Than Pension Plans*, effective July 1, 2016. Our report also includes a reference to other auditors who audited the financial statements of the Sonoma County Agricultural Preservation and Open Space District (nonmajor governmental fund), First 5 Sonoma Commission (nonmajor governmental fund), Refuse Fund (major enterprise fund), Airport Fund (major enterprise fund), Energy Independence Program Fund (major enterprise fund), Transit Fund (major enterprise fund), Community Development Commission (discretely presented component unit), Sonoma County Water Agency (discretely presented component unit), Sonoma Valley County Sanitation District (discretely presented component unit), Russian River County Sanitation District (discretely presented component unit), South Park County Sanitation District (discretely presented component unit), Occidental County Sanitation District (discretely presented component unit), and Sonoma County Fair and Exposition, Inc. (nonmajor enterprise fund), as described in our report on the County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the 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 the 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 the 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, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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 results 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.



Rancho Cucamonga, California
December 22, 2017



INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE

Board of Supervisors
 County of Sonoma, California

Report on Compliance for Each Major Federal Program

We have audited the County of Sonoma, California's (County) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended June 30, 2017. The County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

The County's basic financial statements include the operations of entities which received federal awards in the following amounts which are not included in the schedule of expenditures of federal awards for the fiscal year ended June 30, 2017:

Entity	Federal Expenditures
Sonoma County Community Development Commission	\$ 35,667,466
Sonoma County Water Agency	6,670,909
County of Sonoma Transportation Project Fund (Transit)	3,530,286
Sonoma County Agricultural Preservation & Open Space District	142,967

Our audit, described below, did not include the operations of these entities because they engaged other auditors to perform an audit in accordance with the Uniform Guidance.

Management's Responsibility

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

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the 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 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). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the County's compliance.

Opinion on Each Major Federal Program

In our opinion, the 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, 2017.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying schedule of findings and questioned costs as item 2017-001. Our opinion on each major federal program is not modified with respect to this matter.

The County's response to the noncompliance finding identified in our audit is described in the accompanying schedule of findings and questioned costs and the County's separate corrective action plan. The County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control over Compliance

Management of the 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 the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an 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 the County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified a certain deficiency in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as item 2017-001 that we consider to be significant deficiency.

The County's response to the internal control over compliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs and the County's separate corrective action plan. The County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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 the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated December 22, 2017, which contained unmodified opinions on those financial statements. Our report included an emphasis of matter regarding the County's adoption of Governmental Accounting Standards Board (GASB) Statement No. 74, *Financial Reporting for Postemployment Benefits Plans Other Than Pension Plans*, effective July 1, 2016. Our report also included a reference to other auditors who audited the financial statements of the Sonoma County Agricultural Preservation and Open Space District (nonmajor governmental fund), First 5 Sonoma Commission (nonmajor governmental fund), Refuse Fund (major enterprise fund), Airport Fund (major enterprise fund), Energy Independence Program Fund (major enterprise fund), Transit Fund (major enterprise fund), Community Development Commission (discretely presented component unit), Sonoma County Water Agency (discretely presented component unit), Sonoma Valley County Sanitation District (discretely presented component unit), Russian River County Sanitation District (discretely presented component unit), South Park County Sanitation District (discretely presented component unit), Occidental County Sanitation District (discretely presented component unit), and Sonoma County Fair and Exposition, Inc. (nonmajor enterprise fund), as described in our report on the County's financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance 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 basic 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 basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.



Rancho Cucamonga, California
March 15, 2018

COUNTY OF SONOMA, CALIFORNIA
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2017

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Federal Agency / Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
U.S. Department of Agriculture				
Direct Federal Programs				
Farm to School Grant Program - Food and Nutrition Service	10.575	CN-F2S-SS-16-CA-02	\$ 67,180	\$ 67,180
Cooperative Forestry Assistance - State and Private Forestry	10.664	15-DG-11052021-221		4,055
Subtotal Direct Federal Programs			<u>67,180</u>	<u>71,235</u>
Passed through the State Department of Food and Agriculture				
Plant and Animal Disease, Pest Control, and Animal Care				
Pierce's Disease Control Program - GWSS	10.025	16-8506-0484-CA		223,397
European Grapevine Moth - Pest Detection & emergency Project	10.025	16-8506-1317-CA & 17-8506-1317-CA		786,226
European Grapevine Moth - Exclusion	10.025	16-8506-1317-CA		6,559
Light Brown Apple Moth (LBAM) Regulatory	10.025	15-8506-1164-CA & 16-8506-1164-CA		82,016
Phytophthora ramorum Control Program (Sudden Oak Death) - Pest Exclusion Interior	10.025	16-8506-0572-CA		22,389
Statewide Exotic Pest Detection Trapping	10.025	16-8506-0689-CA & 16-8506-0934-GR		253,399
Subtotal Plant and Animal Disease, Pest Control, and Animal Care				<u>1,373,986</u>
Meat, Poultry, and Egg Products Inspection				
Cooperative Agreements with States for Intrastate Meat and Poultry Inspection Egg Quality Control Program	10.477	12-25-A-3269		5,207
Subtotal Passed through the State Department of Food and Agriculture				<u>1,379,193</u>
SNAP Cluster				
Passed through the State Department of Aging				
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program (SNAP)	10.561	SP-1516-27 & SP-1617-27		39,893
Passed through the State Department of Social Services				
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program (SNAP)	10.561	PCA #11609		11,077,740
Passed through the State Department of Public Health				
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program (SNAP)	10.561	13-20506	266,091	750,435
Subtotal SNAP Cluster			<u>266,091</u>	<u>11,868,068</u>
Passed through the State Department of Public Health				
Special Supplemental Nutrition Program for Women, Infants and Children (WIC)	10.557	15-10077		<u>2,220,375</u>
Child Nutrition Cluster				
Passed through the State Department of Education, Nutritional Services Division				
School Breakfast Program	10.553	02836-SN-49-R		35,163
National School Lunch Program	10.555	02836-SN-49-R		59,033
Special Milk Program for Children	10.556	02837-SN-49-R		5,086
Summer Food Service Program for Children	10.559	CN150412 & CN160419		15,676
Subtotal Child Nutrition Cluster				<u>114,958</u>
Total U.S. Department of Agriculture				
				<u>15,653,829</u>
U.S. Department of Housing and Urban Development				
CDBG - Entitlement Grants Cluster				
Passed through Sonoma County Community Development Commission				
Community Development Block Grants/Entitlement Grants	14.218	CDBG 2014-2015		32,135
Total U.S. Department of Housing and Urban Development				
				<u>32,135</u>

See accompanying notes to the schedule of expenditures of federal awards.

COUNTY OF SONOMA, CALIFORNIA
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2017
(Continued)

<u>Federal Grantor/Pass-Through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Federal Agency / Pass-Through Entity Identifying Number</u>	<u>Passed Through to Subrecipients</u>	<u>Federal Expenditures</u>
U.S. Department of Justice				
Direct Federal Programs				
Domestic Cannabis Eradication/Suppression Program	16.2016-53	2016-53		\$ 40,000
Enhanced Training and Services to End Violence and Abuse of Women Later in Life	16.528	2012-EW-AX-K009		14,000
Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program	16.590	2009-WE-AX-0005		9,118
Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program - Improving Criminal Justice Responses	16.590	2016-WE-AX-0001		147,623
Subtotal Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program				<u>156,741</u>
Crime Victim Assistance/Discretionary Grants - Addressing Polyvictimization in a Family Justice Center Setting	16.582	2016 VF GX K028		83,307
State Criminal Alien Assistance Program	16.606	2016-H0951-CA-AP		302,170
Subtotal Direct Federal Programs				<u>596,218</u>
Passed through the Board of State & Community Corrections				
Edward Byrne Memorial Justice Assistance Grant (JAG) Program Keeping Kids in School Initiative	16.738	BSCC-608-15		492,130
Edward Byrne Memorial Justice Assistance Grant (JAG) Program Keeping Kids in School Initiative	16.738	BSCC 608-17		358,951
Subtotal Justice Assistance Program				<u>851,081</u>
Juvenile Accountability Block Grants - EBP TIPS	16.523	BSCC 218-16		10,000
Subtotal Passed through the Board of State and Community Corrections				<u>861,081</u>
Passed through the California Governor's Office of Emergency Services				
Crime Victim Assistance - Victim/Witness Assistance Program	16.575	VW16350490		448,678
Crime Victim Assistance - Victim/Witness Assistance Program	16.575	XC16 01-0490		112,952
Crime Victim Assistance - Elder Abuse Program	16.575	XE16-01-0490	\$ 132,787	132,787
Subtotal Crime Victim Assistance				<u>694,417</u>
Violence Against Women Formula Grants Violence Against Women Vertical Prosecution Program	16.588	VW16-04-0490		202,545
Subtotal Passed through the California Governor's Office of Emergency Services			<u>132,787</u>	<u>896,962</u>
Total U.S. Department of Justice				<u>2,354,261</u>
U.S. Department of Labor				
WIA Cluster:				
Passed through the State Employment Development Department				
WIA Adult Program	17.258	ET-WDBSC-NBBSA-1617		44,749
WIA Adult Program	17.258	K698398, K7102075		854,623
Subtotal WIA Adult Program				<u>899,372</u>
WIA Youth Activities	17.259	K698398, K7102075	954,796	996,244
WIA Dislocated Workers Formula Grants	17.278	K698398, K7102075		842,127
WIA Dislocated Workers Formula Grants - Rapid Response	17.278	K698398, K7102075		239,648
Subtotal WIA Dislocated Workers Formula Grants				<u>1,081,775</u>
Subtotal WIA Cluster			<u>954,796</u>	<u>2,977,391</u>
Total U.S. Department of Labor				<u>2,977,391</u>

See accompanying notes to the schedule of expenditures of federal awards.

COUNTY OF SONOMA, CALIFORNIA
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2017
(Continued)

<u>Federal Grantor/Pass-Through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Federal Agency / Pass-Through Entity Identifying Number</u>	<u>Passed Through to Subrecipients</u>	<u>Federal Expenditures</u>
U.S. Department of Transportation				
Direct Federal Program				
Airport Improvement Program	20.106	3-06-0241-046		\$ 815,085
Airport Improvement Program	20.106	3-06-0241-047		2,495,262
Airport Improvement Program	20.106	3-06-0241-050		1,326,824
Airport Improvement Program	20.106	3-06-0241-051		636,349
Airport Improvement Program	20.106	3-06-0241-053		1,051,697
Subtotal Direct Federal Programs				<u>6,325,217</u>
Highway Planning and Construction Cluster				
Passed through the State Department of Transportation				
Highway Planning and Construction	20.205	BHLO-5920(075)		(601,507)
Highway Planning and Construction	20.205	BHLO-5920(130)		(40,170)
Highway Planning and Construction	20.205	BRLO-5920(118)		9,168
Highway Planning and Construction	20.205	BRLO-5920(125)		365,299
Highway Planning and Construction	20.205	BRLO-5920(126)		(66,846)
Highway Planning and Construction	20.205	BRLO-5920(127)		25,184
Highway Planning and Construction	20.205	BRLO-5920(129)		45,013
Highway Planning and Construction	20.205	BRLO-5920(138)		84,335
Highway Planning and Construction	20.205	BRLO-5920(139)		11,083
Highway Planning and Construction	20.205	BRLO-5920(144)		127,935
Highway Planning and Construction	20.205	BRLO-5920(146)		52,174
Highway Planning and Construction	20.205	BRLO-5920(149)		6,819
Highway Planning and Construction	20.205	BRLS-5920(092)		1,601
Highway Planning and Construction	20.205	CML-5920(124)		199,171
Highway Planning and Construction	20.205	CML-5920(142)		34,252
Highway Planning and Construction	20.205	HRRRL-5920(113)		708,256
Highway Planning and Construction	20.205	STPLNI-5920(145)	\$ 362,344	528,989
Highway Planning and Construction	20.205	SRTSL-5920(133)		48,388
Highway Planning and Construction	20.205	STPL-5920(147)		76,187
Highway Planning and Construction	20.205	STPL-5920(148)		104,141
Highway Planning and Construction	20.205	STPL-5920(153)		6,509
Highway Planning and Construction	20.205	STPL-5920(154)		9,497
Highway Planning and Construction	20.205	STPLZ-5920(056)		35,905
Highway Planning and Construction	20.205	STPLZ-5920(059)		393,060
Highway Planning and Construction	20.205	STPLZ-5920(111)		83,259
Highway Planning and Construction	20.205	STPLZ-5920(135)		11,890
Highway Planning and Construction	20.205	STPLZ-5920(137)		16,000
Subtotal Highway Planning and Construction Cluster			<u>362,344</u>	<u>2,275,592</u>
Transit Services Programs Cluster				
Passed through California State Transportation Agency				
Enhanced Mobility of Seniors and Individuals with Disabilities Federal Transit Administration (FTA) Section 5310	20.513	64AM16-00186/184 & 64AC16-00185	98,785	129,445
Passed through the Metropolitan Transportation Commission				
New Freedom Program	20.521	C003191	41,518	44,196
Subtotal Transit Services Programs Cluster			<u>140,303</u>	<u>173,641</u>

See accompanying notes to the schedule of expenditures of federal awards.

COUNTY OF SONOMA, CALIFORNIA
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2017
(Continued)

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Federal Agency / Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
U.S. Department of Transportation (continued)				
Highway Safety Cluster				
Passed through the State of California Office of Traffic Safety				
National Priority Safety Programs	20.616	DI1715	\$ 293,432	<u>293,432</u>
Total U.S. Department of Transportation				<u>9,067,882</u>
U.S. Environmental Protection Agency				
The San Francisco Bay Water Quality Improvement Fund	66.126	W9-99T26401		<u>232,198</u>
Total U.S. Environmental Protection Agency				<u>232,198</u>
U.S. Department of Education				
Passed through State Department of Rehabilitation				
Rehabilitation Services - Vocational Rehabilitation Grants to States	84.126A	29903		<u>66,645</u>
Total U.S. Department of Education				<u>66,645</u>
U.S. Department of Health and Human Services				
Passed through the State Department of Aging				
Aging Cluster				
Special Programs for the Aging - Title VII, Chapter 3 Programs for Prevention of Elder Abuse, Neglect, and Exploitation	93.041 ⁽¹⁾	AP-1617-27	\$ 6,958	6,958
Special Programs for the Aging - Title VII, Chapter 2 - Long Term Care Ombudsman Services for Older Individuals	93.042 ⁽¹⁾	AP-1617-27	37,168	37,168
Special Programs for the Aging - Title III, Part D - Disease Prevention and Health Promotion Services	93.043 ⁽¹⁾	AP-1617-27	9,500	28,626
National Family Caregiver Support - Title III, Part E	93.052 ⁽¹⁾	AP-1617-27	225,356	240,927
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	AP-1617-27	488,505	701,358
Special Programs for the Aging - Title III, Part C - Nutrition Services	93.045	AP-1617-27	673,756	793,915
Nutrition Services Incentive Program	93.053	AP-1617-27	197,528	197,528
Subtotal Aging Cluster			<u>1,638,771</u>	<u>2,006,480</u>
Medicare Enrollment Assistance Program	93.071	MI-1517-27	38,658	42,951
Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations	93.779	HI-1617-27	168,150	168,150
Subtotal Passed through State Department of Aging			<u>1,845,579</u>	<u>2,217,581</u>
CCDF Cluster				
Passed through the State Department of Education				
Child Care and Development Block Grant				
CA Quality Rating and Improvement System (CA-QRIS) Certification Grant	93.575	G1601CACCDF	31,384	36,092
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	CAPP-2074		<u>215,309</u>
Subtotal CCDF Cluster			<u>31,384</u>	<u>251,401</u>

(1) Denotes that this program is part of the Aging Cluster at the request of the California Department of Aging

See accompanying notes to the schedule of expenditures of federal awards.

COUNTY OF SONOMA, CALIFORNIA
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2017
(Continued)

<u>Federal Grantor/Pass-Through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Federal Agency / Pass-Through Entity Identifying Number</u>	<u>Passed Through to Subrecipients</u>	<u>Federal Expenditures</u>
U.S. Department of Health and Human Services (Continued)				
Medicaid Cluster				
Passed through the State Department of Aging				
Medical Assistance Program - Multipurpose Senior Service Program	93.778	MS-1617-11	\$	685,600
Passed through the State Department of Health Care Services				
Medical Assistance Program - California Children's Services Administration	93.778	2016-49		1,511,822
Medical Assistance Program - Child Health and Disability Prevention Program	93.778	2016-49		319,648
Medical Assistance Program - Children's Medical Services	93.778	2016-49		213,826
Medical Assistance Program - Children's Medical Services	93.778	2016-49		108,382
Medical Assistance Program - Psychotropic Medication Monitoring and Oversight	93.778	2016-49		16,712
Medical Assistance Program - Local Dental Pilot Project (LDPP)	93.778	16-93577	\$ 13,072	29,548
Medical Assistance Program - Medi-Cal Administration Activities (MAA)	93.778	16-93380		1,327,799
Medical Assistance Program	93.778	05-45175		21,643,275
Passed through the State Department of Public Health				
Medical Assistance Program - Medicaid - Title XIX	93.778	2016-49		286,126
Medical Assistance Program - Medicaid - Title XIX	93.778	2016-49		300,671
Subtotal Medicaid Cluster			<u>13,072</u>	<u>26,443,409</u>
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements	93.074	14-10550 A04		303,370
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements	93.074	14-10550 A04		695,417
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements - Supplemental Funding for Ebola Preparedness and Response	93.074	14-10929 A01		<u>19,971</u>
Subtotal Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements				<u>1,018,758</u>
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	TBCB-01-49		32,637
Immunization Cooperative Agreement	93.268	15-10458		187,230
Pregnancy Assistance Fund Program	93.500	2016-49		19,564
Maternal, Infant, and Early Childhood Home Visiting Cluster				
Affordable Care Act (ACA)				
Maternal, Infant, and Early Childhood Home Visiting Program	93.505	15-10207 A01		<u>353,041</u>
Subtotal Maternal, Infant, and Early Childhood Home Visiting Cluster				<u>353,041</u>
Preventive Health Services - Sexually Transmitted Diseases Control Grants				
Chlamydia Screening Project	93.977	15-10273		11,952
Maternal and Child Health Services Block Grant to the States - Maternal, Child and Adolescent Health Grant - Title V	93.994	2016-49		196,932
Safe and Active Communities	93.994	16-PO-03234		2,400
Maternal and Child Health Services Block Grant to the States - Adolescent Family Life - Title V	93.994	2016-49		<u>92,842</u>
Subtotal Maternal and Child Health Services Block Grants				<u>292,174</u>
Subtotal Passed through the State Department of Public Health				<u>2,502,153</u>

See accompanying notes to the schedule of expenditures of federal awards.

COUNTY OF SONOMA, CALIFORNIA
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2017
(Continued)

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Federal Agency / Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
U.S. Department of Health and Human Services (Continued)				
Passed through the State Department of Health Care Services				
Children's Health Insurance Program	93.767	2015-49		\$ 870,588
Substance Abuse and Mental Health Services - Projects of Regional and National Significance	93.243	1H79SM060916-01	\$ 407,686	424,126
Block Grants for Community Mental Health Services	93.958	SAMHSA Block Grant	411,300	411,300
Block Grants for Prevention and Treatment of Substance Abuse	93.959	14-90109 A06	<u>2,237,670</u>	<u>3,057,632</u>
Subtotal passed through the State Department of Health Care Services			<u>3,056,656</u>	<u>4,763,646</u>
Passed through the State Department of Social Services				
TANF Cluster				
Temporary Assistance for Needy Families - Program Administration	93.558	11001	171,168	20,553,944
Temporary Assistance for Needy Families - FGU	93.558	11001		<u>5,776,418</u>
Subtotal TANF Cluster				<u>26,330,362</u>
Guardianship Assistance - Title IV-E Kingap	93.090	12307		254,404
Promoting Safe and Stable Families	93.556	22333		281,109
Child Support Enforcement	93.563	1504CACSES		8,036,894
Refugee and Entrant Assistance - State Administered Programs	93.566	2015-49		19,356
Community-Based Child Abuse Prevention Grants (CBCAP)	93.590	1501CAFRPG		21,969
Adoption Incentive Payments	93.603	22410		530
Stephanie Tubbs Jones Child Welfare Services Program - State Grants -Title IV-B	93.645	12313		290,182
Foster Care - Title IV-E - Administration	93.658	0601CA1401		877,373
Foster Care - Title IV-E	93.658	12307	4,236,971	7,046,510
Foster Care - Title IV-E - Administration	93.658	12307		<u>3,729,034</u>
Subtotal Foster Care - Title IV-E				<u>11,652,917</u>
Social Services Block Grant	93.667	12307		1,268,751
Adoption Assistance	93.659	12402	851,656	4,827,245
Adoption Assistance - Administration	93.659	12402		<u>432,610</u>
Subtotal Adoption Assistance				<u>5,259,855</u>
Chafee Foster Care Independence Program	93.674	12332		<u>107,182</u>
Subtotal Passed through the State Department of Social Services			<u>5,259,795</u>	<u>53,523,511</u>
Passed through the Association of Food and Drug Officials				
Food and Drug Administration - Research	93.103	G-MP-1510-03161		<u>20,000</u>
Passed through the National Association of County and City Health Officials				
HIV Prevention Activities - Health Department Based - Centers for Disease Control and Prevention - HIV Prevention Branch	93.940	15-10952		<u>160,750</u>
Total U.S. Department of Health and Human Services				<u>89,295,654</u>

See accompanying notes to the schedule of expenditures of federal awards.

COUNTY OF SONOMA, CALIFORNIA
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2017
(Continued)

<u>Federal Grantor/Pass-Through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Federal Agency / Pass-Through Entity Identifying Number</u>	<u>Passed Through to Subrecipients</u>	<u>Federal Expenditures</u>
U.S. Department of Homeland Security				
Passed through the California Governor's Office of Emergency Services				
Hazard Mitigation Grant	97.039	HMGP-4240-113-22P		\$ 20,176
Emergency Management Performance Grants	97.042	2016-10		227,948
Fire Management Assistance Grant	97.046	FEMA-5112-FM-CA		1,821
Fire Management Assistance Grant	97.046	FEMA-5112-FM-CA		1,148
Fire Management Assistance Grant	97.046	FEMA-5112-FM-CA		4,841
Fire Management Assistance Grant	97.046	FEMA-5112-FM-CA		6,048
Fire Management Assistance Grant	97.046	FEMA-5112-FM-CA		1,027
Subtotal Fire Management Assistance Grant				<u>14,885</u>
Homeland Security Grant Program (HSGP)	97.067	2016-0078/097-00000		5,444
Homeland Security Grant Program (HSGP)	97.067	2015-0078/097-00000		433,733
Passed through the San Diego Office of Homeland Security				
Homeland Security Grant Program - 2015 Urban Area Security Initiative	97.067	2015-00078		192,747
Passed through the Bay Area Urban Area Security Initiative				
Homeland Security Grant Program - 2016 Urban Area Security Initiative	97.067	2016-0102		96,017
Homeland Security Grant Program - 2015 Urban Area Security Initiative	97.067	2015-00078		77,896
Subtotal Homeland Security Grant Program				<u>805,837</u>
Total U. S. Department of Homeland Security				<u>1,068,846</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 12,129,987</u>	<u>\$ 120,748,841</u>

See accompanying notes to the schedule of expenditures of federal awards.

COUNTY OF SONOMA, CALIFORNIA
Notes to Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2017

NOTE 1 – GENERAL

The accompanying schedule of expenditures of federal awards (SEFA) for the fiscal year ended June 30, 2017, presents the activity of all federal award programs of the County of Sonoma, California (County) with the exception of the federal award programs of the Sonoma County Community Development Commission, the Sonoma County Water Agency, the County of Sonoma Transportation Project Fund (Transit), and the Sonoma County Agricultural Preservation & Open Space District, which were subject to separate audits by independent auditors.

The County SEFA excludes federal award programs for the entities which file a separate SEFA and independent audit. The expenditures incurred under federal award programs audited by other auditors are as follows:

Sonoma County Community Development Commission	\$ 35,667,466
Sonoma County Water Agency	6,670,909
County of Sonoma Transportation Project Fund (Transit)	3,530,286
Sonoma County Agricultural Preservation and Open Space District	142,967

The information in this schedule is presented in accordance with the 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). The County's Comprehensive Annual Report (CAFR) Note 1, defines the reporting entity and provides a summary of significant accounting policies. The SEFA includes federal awards received directly from federal agencies, federal awards passed through other government agencies, and State awards for the California Department of Aging. Because the schedule presents only a selected portion of the operations of the County, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the County.

NOTE 2 – BASIS OF ACCOUNTING

The accompanying SEFA is presented using the modified accrual basis of accounting for grants accounted for in the governmental fund types and the accrual basis of accounting for grants accounted for in the proprietary fund types, as described in Note 1 to the County's basic financial statements. Expenditures/expenses are recognized following the cost principles contained within Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), wherein certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE 3 – CATALOG OF FEDERAL DOMESTIC ASSISTANCE (CFDA) NUMBERS

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

NOTE 4 – PASS-THROUGH ENTITY IDENTIFYING NUMBERS

The County has included in the SEFA the identifying numbers for pass-through grants when such information has been provided by the pass-through entities.

COUNTY OF SONOMA, CALIFORNIA
Notes to Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2017

NOTE 5 – INDIRECT COST RATE

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

NOTE 6 – SCHEDULE OF STATE OF CALIFORNIA GOVERNOR’S OFFICE OF EMERGENCY SERVICES GRANT EXPENDITURES

The following represents expenditures for U.S. Department of Justice grants passed through the State of California Governor's Office of Emergency Services (CalOES), as well as CalOES funded grant expenditures for the fiscal year ended June 30, 2017. This information is included in the County’s single audit report at the request of CalOES.

Victim Assistance/Victim Witness Program - Grant No. VW 16350490 & XC 16010490

<u>Department/Category</u>	<u>Total</u>	<u>Federal</u>	<u>State</u>	<u>County</u>
District Attorney:				
Personal services	\$ 626,218	\$ 476,709	\$ 105,073	\$ 44,436
Operating expenses	86,603	84,921	1,682	-
Total	\$ 712,821	\$ 561,630	\$ 106,755	\$ 44,436

Violence Against Women Vertical Prosecution Program - Grant No. VW 16040490

<u>Department/Category</u>	<u>Total</u>	<u>Federal</u>	<u>State</u>	<u>County</u>
District Attorney:				
Personal services	\$ 269,701	\$ 202,545	\$ -	\$ 67,156
Total	\$ 269,701	\$ 202,545	\$ -	\$ 67,156

COUNTY OF SONOMA, CALIFORNIA
Notes to Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2017

NOTE 7 – ADDITIONAL INFORMATION FOR THE STATE OF CALIFORNIA DEPARTMENT OF AGING

The California Department of Aging (CDA) requires agencies who receive CDA funding to display state-funded expenditures and federal expenditures for each CDA grant awarded. The County expended the following federal and state amounts under the grants:

CFDA	Federal Expenditures	State Expenditures
93.041	\$ 6,958	\$ -
93.042	37,168	-
93.043	28,626	-
93.052	240,927	-
93.044	701,358	19,973
93.045	793,915	115,663
93.053	197,528	-
93.071	42,951	-
93.778	685,600	-
93.779	168,150	315,871
OMB Initiative NA	-	74,024
	<u>\$ 2,903,181</u>	<u>\$ 525,531</u>

COUNTY OF SONOMA, CALIFORNIA
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2017

I. Summary of Auditors' Results

FINANCIAL STATEMENTS

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Noncompliance material to financial statements noted?	No

FEDERAL AWARDS

Internal control over major federal programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	Yes
Type of auditors' report issued on compliance for major federal programs:	Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR Section 200.516(a)?	Yes
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Identification of major federal programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
10.561	SNAP Cluster
93.959	Block Grants for Prevention and Treatment of Substance Abuse
93.563	Child Support Enforcement
93.659	Adoption Assistance

Dollar threshold used to distinguish between Type A and Type B programs:	\$ 3,000,000
Auditee qualified as low-risk auditee?	Yes

COUNTY OF SONOMA, CALIFORNIA
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2017

II. Financial Statement Findings

None reported.

COUNTY OF SONOMA, CALIFORNIA
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2017

III. Federal Award Findings and Questioned Costs

The following findings represent significant deficiencies, and/or instances of non-compliance, including questioned costs, required to be reported in accordance with 2 CFR 200, Subpart F.

Finding 2017-001

Programs: SNAP Cluster

CFDA No.: 10.561

Federal Grantor: U.S. Department of Agriculture (USDA)

Passed-through: California Department of Aging, California Department of Social Services and California Department of Public Health

Award No. and Year: Various

Compliance Requirement: Special Tests and Provisions – EBT Card Security

Criteria:

7 CFR section 274.8(b)(3) and the OMB Compliance Supplement requires the County to maintain adequate security over, and documentation/records for, EBT cards, to prevent their theft, embezzlement, loss, damage, destruction, unauthorized transfer, negotiation, or use.

Condition:

The County did not maintain procedures to inventory/track EBT cards on hand.

Questioned Costs:

No questioned costs were identified as a result of our procedures.

Context:

The condition noted above was identified during our procedures related to the Special Tests and Provisions compliance requirement.

Effect:

There is an increased risk of theft, embezzlement, loss, damage, destruction, unauthorized transfer, negotiation, or use of the EBT Cards.

Cause:

The County did not maintain procedures to evaluate the inventory of EBT Cards on-hand.

Recommendation:

We recommend that the County strengthen its policies and procedures to increase security over the EBT Cards.

**COUNTY OF SONOMA, CALIFORNIA
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2017**

III. Federal Award Findings and Questioned Costs

Views of Responsible Officials and Planned Corrective Actions:

See separate corrective action plan.

COUNTY OF SONOMA, CALIFORNIA
Summary Schedule of Prior Audit Findings
For the Fiscal Year Ended June 30, 2017

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

Financial Statement Findings

No matters were reported.

Federal Award Findings and Questioned Costs

No matters were reported.