

COUNTY OF WAYNE

Lyons, New York

SINGLE AUDIT REPORT

For Year Ended December 31, 2013

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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 Awards Required by OMB Circular A-133**

Independent Auditors' Report

To the Board of Supervisors
County of Wayne, New York

Report on Compliance for Each Major Federal Program

We have audited the County of Wayne, New York's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of County's major federal programs for the year ended December 31, 2013. The County of Wayne, New York'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 the County of Wayne, New York'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*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County of Wayne, New York'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 of Wayne, New York's compliance.

Opinion on Each Major Federal Program

In our opinion, the County of Wayne, New York 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 December 31, 2013.

Report on Internal Control Over Compliance

Management of the County of Wayne, New York 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 of Wayne, New York'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 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 the County of Wayne, New York's internal control over compliance.

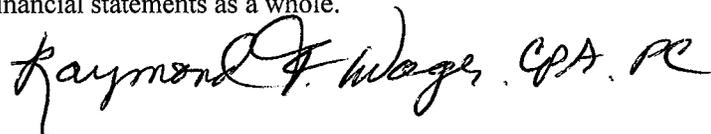
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or 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. 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

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County of Wayne, New York as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the County of Wayne, New York's basic financial statements. We issued our report thereon dated May 27, 2014, 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 the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information 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.



September 17, 2014

COUNTY OF WAYNE, NEW YORK
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For Year Ended December 31, 2013

<u>Federal Grantor/Pass-through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Entity Identifying Number</u>	<u>Federal Expenditures</u>	
<u>U.S. DEPARTMENT OF AGRICULTURE:</u>				
<u>Indirect:</u>				
<u>Passed Through the New York State Office of</u>				
<u>Temporary and Disability Assistance -</u>				
Cooperative Extension Service	10.500	N/A	\$ 75,201	
State Administrative Matching Grants for Food Stamp Program	10.561	N/A	697,989	
<u>Passed Through the New York State Department of Education -</u>				
<u>Nutrition Cluster</u>				
School Breakfast Program	10.553	N/A	4,622	
National School Lunch Program	10.555	N/A	6,948	
Total Nutrition Cluster			<u>11,570</u>	<u>\$ 11,570</u>
TOTAL U.S. DEPARTMENT OF AGRICULTURE			<u>\$ 784,760</u>	
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT:</u>				
<u>Indirect:</u>				
<u>Passed Through the New York State Housing Trust Fund</u>				
<u>Corporation, Office of Community Renewal -</u>				
Community Development Block Grants - State's Program	14.228	1219-PF133-10	\$ 750,000 *	
TOTAL U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			<u>\$ 750,000</u>	
<u>U.S. DEPARTMENT OF JUSTICE:</u>				
<u>Indirect:</u>				
<u>Passed Through the New York State Division of</u>				
<u>Criminal Justice Services -</u>				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	T-632675	\$ 30,000	
<u>Passed Through the New York State Division of</u>				
<u>Crime Victim Board -</u>				
Crime Victim Assistance	16.575	C-501182	28,772	
TOTAL U.S. DEPARTMENT OF JUSTICE			<u>\$ 58,772</u>	

<u>Federal Grantor/Pass-through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Entity Identifying Number</u>	<u>Federal Expenditures</u>
<u>U.S. DEPARTMENT OF LABOR:</u>			
<u>Indirect:</u>			
<u>Passed Through the New York State Office for the Aging -</u>			
Senior Community Services Employment Program	17.235	N/A	\$ 44,210
<u>Passed Through Ontario County Workforce Investment -</u>			
<u>WIA Cluster</u>			
WIA Adult Program	17.258	N/A	44,406 *
WIA Youth Activities	17.259	N/A	108,800 *
WIA Dislocated Workers	17.278	N/A	82,941 *
Total WIA Cluster			<u>\$ 236,147</u>
TOTAL U.S. DEPARTMENT OF LABOR			<u>\$ 280,357</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION:</u>			
<u>Indirect:</u>			
<u>Passed Through the New York State Department of Transportation -</u>			
Highway Planning and Construction	20.205	N/A	\$ 955,906 *
<u>Passed Through the New York State Governor's</u>			
<u>Traffic Safety Committee -</u>			
<u>Highway Safety Cluster</u>			
State and Community Highway Safety	20.600	T-004430	4,400
Occupant Protection Incentive Grants - CPS	20.602	T-005032	14,845
<u>Passed Through the New York State Division of</u>			
<u>Criminal Justice Services -</u>			
<u>Highway Safety Cluster</u>			
Alcohol Impaired Driving Counter Measurers			
Incentive Grants	20.601	T-523703	26,084
Total Highway Safety Cluster			<u>\$ 45,329</u>
TOTAL U.S. DEPARTMENT OF TRANSPORTATION			<u>\$1,001,235</u>
<u>U.S. DEPARTMENT OF EDUCATION:</u>			
<u>Indirect:</u>			
<u>Passed through the NYS Department of Health,</u>			
<u>Bureau of Early Intervention -</u>			
Early Intervention	84.181	C-027518	\$ 49,760
TOTAL DEPARTMENT OF EDUCATION			<u>\$ 49,760</u>
<u>U.S. ELECTION ASSISTANCE COMMISSION:</u>			
<u>Indirect:</u>			
<u>Passed through the NYS Board of Elections -</u>			
Help America Vote Act Requirements			
Payments - Shoebox Grant	90.401	C-003252	\$ 37,392
TOTAL U.S. ELECTION ASSISTANCE COMMISSION			<u>\$ 37,392</u>

<u>Federal Grantor/Pass-through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Entity Identifying Number</u>	<u>Federal Expenditures</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:</u>			
<u>Indirect:</u>			
<u>Passed through the New York State Office for the Aging -</u>			
Title VII	93.042	N/A	\$ 5,371
Special Programs for the Aging - Title III, Part D - Disease Prevention and Health Promotion Services	93.043	N/A	4,090
<u>Aging Cluster</u>			
Special Programs for the Aging - Title III, Part B - Grant for Supportive Services and Senior Centers	93.044	N/A	101,890
Nutrition Services	93.045	N/A	130,781
Nutrition Services Incentive Program	93.053	N/A	39,540
Total Aging Cluster			<u>\$ 272,211</u>
National Family Caregiver Support - Title III - Part E	93.052	N/A	37,928
Low-Income Home Energy Assistance	93.568	N/A	26,350
Centers for Medicare and Medicaid Services Research, Demonstrations and Evaluations	93.779	N/A	38,876
<u>Passed Through the New York State Office of Alcoholism and Substance Abuse Services -</u>			
Block Grant for Prevention and Treatment of Substance Abuse	93.959	N/A	2,074,903 *
<u>Passed Through the New York State Office of Temporary and Disability Assistance -</u>			
Temporary Assistance for Needy Families	93.558	N/A	7,469,510 *
Child Support Enforcement	93.563	N/A	348,467
Low-Income Home Energy Assistance	93.568	N/A	2,763,064
Low-Income Home Energy Assistance - Administration	93.568	N/A	120,896
<u>Passed Through the New York State Office of Children and Family Services -</u>			
Child Care Development Block Grant	93.575	N/A	924,949
Foster Care - Title IV-E	93.658	N/A	745,539
Adoption Assistance	93.659	N/A	155,850
Social Services Block Grant	93.667	N/A	995,011
Independent Living	93.674	N/A	2,042
<u>Passed Through the New York State Department of Health -</u>			
Medical Assistance Program	93.778	N/A	1,905,240
Early Intervention Medicaid Administrative	93.778	N/A	36,796
Immunization Grants - IAP	93.268	C-023279	15,022
Immunization Grants - Migrant	93.268	C-023006	2,495
Preventive Health and Health Services Block Grant - Migrant	93.991	C-023006	5,731
Maternal and Child Health Services Block Grant - Migrant	93.994	C-023006	1,017
Maternal and Child Health Services Block Grant - CSHCN	93.994	C-024652	19,252
Maternal and Child Health Services Block Grant - Lead	93.994	C-026546	11,834
SUBTOTAL			<u>\$ 17,982,444</u>

<u>Federal Grantor/Pass-through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Entity Identifying Number</u>	<u>Federal Expenditures</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (Continued):</u>			
<u>Indirect:</u>			
<u>Passed Through Health Research Inc. -</u>			
Centers for Disease Control and Prevention-Investigations and Technical Assistance	93.069	1630-10	\$ 102,229 *
Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer Early Detection Programs	93.283	3473-05	14,119
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			<u>\$ 18,098,792</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY:</u>			
<u>Indirect:</u>			
<u>Passed Through the New York State Division of Homeland Security and Emergency Services -</u>			
Emergency Management Performance Grant	97.042	T-151125	\$ 18,661
Homeland Security Grant Program - SHSP FY09	97.067	C836490	88,598
Homeland Security Grant Program - SHSP FY10	97.067	C-836400	181,400
Homeland Security Grant Program - SHSP FY11	97.067	C-974410	35,000
Homeland Security Grant Program - SHSP FY12	97.067	C-974420	34,103
Homeland Security Grant Program - Critical Infrastructure	97.067	T-974429	30,043
Homeland Security Grant Program - OPSG FY10	97.067	C-151109	4,723
Homeland Security Grant Program - OPSG FY12	97.067	T-151129	9,209
Homeland Security Grant Program - LETPP FY09	97.067	C-836492	5,040
Homeland Security Grant Program - LETPP FY11	97.067	C-974412	2,240
Homeland Security Grant Program - LETPP FY12	97.067	C-974422	30,995
<u>Passed Through the New York State Office of Health -</u>			
Buffer Zone Protection Program	97.078	C-151196	193,275 *
TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY			<u>\$ 633,287</u>
TOTAL FEDERAL AWARD EXPENDITURES			<u>\$ 21,694,355</u>

* Major Programs

COUNTY OF WAYNE NEW YORK

Notes to Schedule of Expenditures of Federal Awards

December 31, 2013

1. **General:**

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal awards programs administered by the County of Wayne, New York. The County is an entity as defined in Note 1 to the County's basic financial statements. Federal awards received directly from federal agencies, as well as, federal awards passed through from other government agencies, are included on the Schedule of Expenditures of Federal Awards.

2. **Basis of Accounting:**

The basis of accounting varies by federal program consistent with the underlying regulations pertaining to each program. The amounts reported as federal expenditures generally were obtained from the appropriate federal financial reports for the applicable program and periods, with the exception of the Social Services Block Grant which was based on the County Reimbursement Ceiling as determined by the New York State Department of Social Services. The amounts reported in the federal financial reports are prepared from records maintained for each program. These records are periodically reconciled to the general ledger which is the source of the basic financial statements.

3. **Indirect Costs:**

Indirect costs are included in the reported expenditures to the extent they are included in the federal financial reports used as the source for the data presented.

4. **Matching Costs:**

Matching costs, i.e., the County's share of certain program costs, are not included in the reported expenditures.

5. **Department of Social Services – Administrative Costs:**

Differences between the amounts reflected in the Schedule of Expenditures of Federal Awards and the Department of Social Services' federal financial reports (RF-2 claims) are due to the allocation of administrative costs to the individual programs.

6. Childcare Development Block Grant:

The Childcare Development Block Grant is funded by State and Federal monies. The percentage allocated to each varies on a monthly basis and is therefore, recorded on the books of the County as State expenditures. Because these State and Federal expenditures are commingled they are all assumed to be Federal for single audit purposes.

7. Non-Monetary Federal Program:

The County is the recipient of federal award programs that do not result in cash receipts or disbursements. Such programs are termed "non-monetary programs." During the year ended December 31, 2013, the County participates in the low-income home energy assistance program (HEAP) in which the County identifies the vendors who are to receive reimbursement for services provided to HEAP recipients and New York State pays those vendors directly. The County authorized \$2,883,960 in benefits for the HEAP program (CFDA Number 93.568).

COUNTY OF WAYNE, NEW YORK

Schedule of Findings and Questioned Costs

December 31, 2013

I. Summary of the Auditors' Results

Financial Statements

- a) Type of auditor's report issued Unmodified.
- b) Internal control over financial reporting
 - 1. Material weaknesses identified No.
 - 2. Significant deficiency(ies) identified No.
- c) Noncompliance material to financial statements noted No.

Federal Awards

- a) Internal control over major programs
 - 1. Material weaknesses identified No.
 - 2. Significant deficiency(ies) identified No.
- b) Type of auditor's report issued on compliance for major programs Unmodified.
- c) Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of OMB Circular A-133 No.
- d) Identification of major programs

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
CFDA #14.228	Community Development Block Grant – State's Program
CFDA #20.205	Highway Planning and Construction
CFDA #93.558	Temporary Assistance for Needy Families
CFDA #93.959	Block Grant for Prevention and Treatment of Substance Abuse
CFDA #93.069	Centers for Disease Control and Prevention – Investigations and Technical Assistance
CFDA #97.078	Buffer Zone Protection Program
WIA cluster	
CFDA #17.258	WIA Adult Program
CFDA #17.259	WIA Youth Activities
CFDA #17.278	WIA Dislocated Workers

- e) Dollar threshold used to distinguish between Type A and Type B programs \$650,831.
- f) Auditee qualifies as low-risk auditee Yes.

II. Financial Statement Findings

There were no current year findings and there were no prior year findings.

III. Federal Award Findings and Questioned Costs

There were no current year findings or questioned costs and there were no prior year findings or questioned costs.