

KENOSHA COUNTY

Kenosha, Wisconsin

REPORT ON FEDERAL AND STATE AWARDS

For the Year Ended December 31, 2010

KENOSHA COUNTY

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INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND
OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the County Board of Supervisors
Kenosha County
Kenosha, Wisconsin

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Kenosha County, Wisconsin as of and for the year ended December 31, 2010, and have issued our report thereon dated July 25, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Kenosha County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Kenosha County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Kenosha County's internal control over financial reporting.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

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

To the County Board of Supervisors
Kenosha County

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Kenosha County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, 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*.

We noted certain matters that we reported to management of Kenosha County in a separate letter dated July 25, 2011.

This report is intended solely for the information and use of Kenosha County's board of supervisors, management, others within the entity, federal and state awarding agencies, and pass-through entities and is not intended to be, and should not be, used by anyone other than these specified parties.

Baker Tilly Virchow Krause, LLP

Madison, Wisconsin
July 25, 2011

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT
ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
IN ACCORDANCE WITH OMB CIRCULAR A-133 AND
THE *STATE SINGLE AUDIT GUIDELINES* AND THE
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS

To the County Board of Supervisors
Kenosha County
Kenosha, Wisconsin

Compliance

We have audited Kenosha County's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* and the *State Single Audit Guidelines* that could have a direct and material effect on each of Kenosha County's major federal and major state programs for the year ended December 31, 2010. Kenosha County's major federal and major state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal and major state programs is the responsibility of Kenosha County's management. Our responsibility is to express an opinion on Kenosha County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; and the *State Single Audit Guidelines*. Those standards, OMB Circular A-133 and the *State Single Audit Guidelines* 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 or major state program occurred. An audit includes examining, on a test basis, evidence about Kenosha County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Kenosha County's compliance with those requirements.

In our opinion, Kenosha County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal and major state programs for the year ended December 31, 2010. However, the results of our auditing procedures disclosed an instance of noncompliance with those requirements, which is required to be reported in accordance with OMB Circular A-133 or the *State Single Audit Guidelines*, and which is described in the accompanying schedule of findings and questioned costs as item 2010-1.

To the County Board of Supervisors
Kenosha County

Internal Control Over Compliance

Management of Kenosha County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal and state programs. In planning and performing our audit, we considered Kenosha County's internal control over compliance with the requirements that could have a direct and material effect on a major federal or major state program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133 and the *State Single Audit Guidelines*, but not for the purpose of expressing an opinion on the effectiveness of the internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Kenosha 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 or state program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis.

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

Schedule of Expenditures of Federal and State Awards

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Kenosha County, Wisconsin as of and for the year ended December 31, 2010, which collectively comprise Kenosha County's basic financial statements and have issued our report thereon dated July 25, 2011. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise Kenosha County's basic financial statements. The accompanying schedule of expenditures of federal and state awards is presented for purposes of additional analysis as required by OMB Circular A-133 and the *State Single Audit Guidelines* and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Kenosha County's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit Kenosha County's response and, accordingly, we express no opinion on it.

To the County Board of Supervisors
Kenosha County

This report is intended solely for the information and use of Kenosha County's, board of supervisors, management, others within the entity, federal and state awarding agencies, and pass-through entities and is not intended to be, and should not be, used by anyone other than these specified parties.

Baker Silly Virehow Krause, UP

Madison, Wisconsin
September 20, 2011, except for the schedule of
expenditures of federal and state awards as to which the date is
July 25, 2011

KENOSHA COUNTY

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended December 31, 2010

Grantor Agency / Program Title	Federal CFDA Number	Pass- Through Agency	Pass- Through Agency ID	Revenues					Expenditures
				(Accrued) Deferred Beginning Balance	Adjust- ments	Cash Received (Refunded)	Accrued (Deferred) Ending Balance	Total Revenues	
FEDERAL PROGRAMS									
U. S. Department of Agriculture									
Special Supplemental Food Program for Women, Infants and Children	10.557	DHS	N/A	\$ -	\$ -	\$ 856,270	\$ -	\$ 856,270	\$ 856,270
State Administration Matching Grants for Food Stamp Program	10.561	DHS	N/A	-	-	2,763,490	-	2,763,490	2,763,490
Total U.S. Department of Agriculture				-	-	3,619,760	-	3,619,760	3,619,760
U.S. Department of Housing and Urban Development									
Lead Hazard Reduction Demonstration Grant	14.905	N/A	WILHD0156-09	-	-	946,085	95,825	1,041,910	1,041,910
Healthy Homes Demonstration Grant - ARRA	14.908	N/A	WILHH0180-08	-	-	286,053	15,735	301,788	301,788
Community Development Block Grant/State's Program	14.228	COMM	EAP #07-11	-	-	-	201,640	201,640	201,640
Total U.S. Department of Housing and Urban Development				-	-	1,232,138	313,200	1,545,338	1,545,338
U.S. Department of Justice									
Drug Court Discretionary Grant Program	16.585	N/A	2010-DC-BX-6700	-	-	-	5,198	5,198	5,198
State Criminal Alien Assistance Program	16.606	N/A	2009-AP-BX-0316	-	-	45,631	-	45,631	45,631
Organized Crime Drug Enforcement Task Forces	16.XXX	N/A	N/A	(1,752)	-	20,621	1,915	20,784	20,784
Bulletproof Vest Partnership Program	16.607	N/A	2008 Reg Fund	-	-	1,990	-	1,990	1,990
Bulletproof Vest Partnership Program	16.607	N/A	2009 Reg Fund	-	-	1,461	-	1,461	1,461
Total Bulletproof Vest Partnership Program				-	-	3,451	-	3,451	3,451
Criminal and Juvenile Justice and Mental Health Collaboration Program	16.745	N/A	Federal FON: BJA-2011-2861	-	-	29,853	10,650	40,503	40,503
Cease Grant	16.595	DOJ	WI Approp #100.241	-	-	230	-	230	230
High Intensity Drug Trafficking Area (HDTA)	16.XXX	N/A	G09ML0008A	(6,831)	-	27,979	5,829	26,977	26,977
High Intensity Drug Trafficking Area (HDTA)	16.XXX	N/A	G10ML0008A	-	-	4,657	10,284	14,941	14,941
High Intensity Drug Trafficking Area (HDTA)	16.XXX	N/A	DHE 10-08 thru #DHE 10-13	-	-	4,181	-	4,181	4,181
Total High Intensity Drug Trafficking Area (HDTA)				(6,831)	-	36,817	16,113	46,099	46,099
Public Safety Partnership and Community Policing Grant	16.710	N/A	#2008CKWX0533	(10,290)	-	10,290	-	-	-
Edward Byrne Memorial Justice Assistance Grant	16.738	C/Kenosha	#2009-DJ-BX-0762	(29,736)	-	32,112	10,782	13,158	13,158
Edward Byrne Memorial Justice Assistance Grant	16.738	Walworth Co	#2009-DJ-01-7516	-	-	17,831	19,505	37,336	37,336
Total Edward Byrne Memorial Justice Assistance Grant				(29,736)	-	49,943	30,287	50,494	50,494
Edward Byrne Memorial Justice Assistance Grant - ARRA	16.804	C/Kenosha	#2009-SB-B9-3042	(84,118)	-	107,341	408	23,631	23,631
Juvenile Accountability Incentive Block Grant	16.523	DOA	2007-JB-11-3546	(4,563)	-	18,874	10,372	24,683	24,683
Juvenile Justice and Delinquency Prevention	16.540	DOA	2007-JB-15-3526	(514)	-	32,961	11,936	44,383	44,383
STOP Violence Against Women Formula Grants - ARRA	16.588	DOA	2009-SVR-02B-7690	-	-	14,166	6,411	20,577	20,577
Total U.S. Department of Justice				(137,804)	-	370,178	93,290	325,664	325,664
U.S. Department of Labor									
WIA Cluster									
WIA Adult Program	17.258	DWD	N/A	(309,441)	-	695,947	137,601	524,107	524,107
ARRA- ARRA WIA Adult Program	17.258	DWD	N/A	(91,963)	-	295,363	-	203,400	203,400
WIA Youth Activities	17.259	DWD	N/A	(162,600)	-	1,415,581	273,299	1,526,280	1,526,280
ARRA - ARRA WIA Youth Activities	17.259	DWD	N/A	(108,189)	-	453,386	-	345,197	345,197
WIA Dislocated Workers	17.260	DWD	N/A	(202,417)	-	1,249,285	287,095	1,333,963	1,333,963
ARRA - ARRA WIA Dislocated Workers	17.260	DWD	N/A	(226,363)	-	602,146	95,714	471,497	471,497
Total WIA Cluster				(1,100,973)	-	4,711,708	793,709	4,404,444	4,404,444
WIA NEG Program	17.250	DWD	N/A	-	-	204,911	80,007	284,918	284,918
WIA Pilots, Demonstrations, and Research Projects	17.261	DWD	N/A	(18,110)	-	53,924	-	35,814	35,814
Total U.S. Department of Labor				(1,119,083)	-	4,970,543	873,716	4,725,176	4,725,176

See notes to schedule of expenditures of federal and state awards.

KENOSHA COUNTY

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended December 31, 2010

Grantor Agency / Program Title	Federal CFDA Number	Pass- Through Agency	Pass- Through Agency ID	Revenues					Total Revenues	Expenditures
				(Accrued) Deferred Beginning Balance	Adjust- ments	Cash Received (Refunded)	Accrued (Deferred) Ending Balance			
FEDERAL PROGRAMS (cont.)										
U.S. Department of Transportation										
Highway Planning and Construction	20.205	DOT	N/A	\$ (5,038)	\$ -	\$ 5,038	\$ 31,648	\$ 31,648	\$ 31,648	
Maglev Project Selection Program - SAFETEA-LU	20.318	DOT	N/A	(157,461)	-	354,673	292,913	490,125	490,125	
Formula Grants for Other Than Urbanized Areas	20.509	DOT	N/A	-	-	999	-	999	999	
New Freedom Program	20.521	DOT	N/A	(22,209)	(1,145)	43,534	19,164	39,344	39,344	
Highway Safety Cluster										
State and Community Highway Safety	20.600	DOT	State Project ID#1035-01-92	(12,437)	-	89,935	10,129	87,627	87,627	
Alcohol Traffic Safety and Drunk Driving Prevention Incentive	20.601	DOT	St. Project ID# 0939-41-56	-	-	27,960	-	27,960	27,960	
Alcohol Traffic Safety and Drunk Driving Prevention Incentive	20.601	DOT	0951-30-10	-	-	-	2,472	2,472	2,472	
Alcohol Traffic Safety and Drunk Driving Prevention Incentive	20.601	DOT	St. Project ID# 0939-04-38	-	-	24,170	-	24,170	24,170	
Alcohol Traffic Safety and Drunk Driving Prevention Incentive	20.601	DOT	0951-40-31	-	-	-	1,635	1,635	1,635	
Alcohol Traffic Safety and Drunk Driving Prevention Incentive	20.601	DOT	St. Project ID# 0939-41-72	-	-	4,931	-	4,931	4,931	
Incentive Grant Program to Prohibit Racial Profiling	20.611	DOT	Proj ID#0950-50-12	-	-	49,205	-	49,205	49,205	
Child Safety and Child Booster Seats Incentive Grants	20.613	DOT	#10-24-06-K3	-	-	4,000	-	4,000	4,000	
Total Highway Safety Cluster				(12,437)	-	200,201	14,236	202,000	202,000	
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	DMA	N/A	-	-	9,720	-	9,720	9,720	
Total U.S. Department of Transportation				(197,145)	(1,145)	614,165	357,961	773,836	773,836	
U.S. Department of Education										
Early Intervention Services (IDEA) Cluster										
Special Education - Grants for Infants and Families	84.181	DHS	N/A	-	-	152,903	-	152,903	152,903	
ARRA - Special Education - Grants for infants and Families, Recovery Act	84.393	DCF	N/A	-	-	74,112	-	74,112	74,112	
Total Early Intervention Services (IDEA) Cluster				-	-	227,015	-	227,015	227,015	
Total U.S. Department of Education				-	-	227,015	-	227,015	227,015	
U.S. Environmental Protection Agency										
Beach Monitoring and Notification Program Implementation Grants	66.472	DNR	NM10001088	-	-	7,541	-	7,541	7,541	
Indoor Radon Contract Service	66.032	DHS	N/A	-	-	8,106	-	8,106	8,106	
Total U.S. Environmental Protection Agency				-	-	15,647	-	15,647	15,647	
U. S. Department of Energy										
Conservation Research and Development - ARRA	81.086	DOA	DE-EE0002559	-	-	100,000	-	100,000	100,000	
U. S. Department of Health and Human Services										
Drug Free Community Grants	93.276	N/A	N/A	(19,353)	-	101,084	-	81,731	81,731	
Block Grants for Temporary Assistance for Needy Families	93.558	DHS	N/A	-	-	472,656	-	472,656	472,656	
Block Grants for Temporary Assistance for Needy Families	93.558	DCF	N/A	-	-	3,615,503	-	3,615,503	3,615,503	
Total Block Grants for Temporary Assistance for Needy Families				-	-	4,088,159	-	4,088,159	4,088,159	
ARRA - Prevention Wellness-State, Territories and Pacific Islands	93.723	DHS	N/A	-	-	5,400	-	5,400	5,400	
Block Grants for Community Mental Health Services	93.958	DHS	N/A	-	-	145,410	-	145,410	145,410	
Preventive Health and Health Services Block Grant	93.991	DHS	N/A	-	-	14,930	-	14,930	14,930	
Maternal and Child Health Services Block Grant	93.994	DHS	N/A	-	-	68,330	-	68,330	68,330	
Children's Health Insurance	93.767	DHS	N/A	-	-	316,185	-	316,185	316,185	
Public Health Emergency Preparedness	93.069	DHS	N/A	-	-	378,529	-	378,529	378,529	
Immunization Cluster										
Immunization Grants	93.268	DHS	N/A	-	-	44,236	-	44,236	44,236	
ARRA - WIC Immunity Project	93.712	DHS	N/A	-	-	42,410	-	42,410	42,410	
Total Immunization Cluster				-	-	86,646	-	86,646	86,646	
HIV Prevention Activities - Health Department Based	93.940	DHS	N/A	-	-	8,700	-	8,700	8,700	
Medical Assistance Program	93.778	DHS	N/A	-	-	6,299,913	-	6,299,913	6,299,913	
Block Grants for Prevention and Treatment of Substance Abuse	93.959	DHS	N/A	-	-	860,658	-	860,658	860,658	
Block Grants for Prevention and Treatment of Substance Abuse	93.959	DCF	N/A	-	-	92,035	-	92,035	92,035	
Total Block Grants for Prevention and Treatment of Substance Abuse				-	-	952,693	-	952,693	952,693	
Social Services Block Grant	93.667	DHS	N/A	-	-	948,397	-	948,397	948,397	
Social Services Block Grant	93.667	DCF	N/A	-	-	112,435	-	112,435	112,435	
Total Social Services Block Grant				-	-	1,060,832	-	1,060,832	1,060,832	

See notes to schedule of expenditures of federal and state awards.

KENOSHA COUNTY

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended December 31, 2010

Grantor Agency / Program Title	Federal CFDA Number	Pass- Through Agency	Pass- Through Agency ID	Revenues					Expenditures
				(Accrued) Deferred Beginning Balance	Adjust- ments	Cash Received (Refunded)	Accrued (Deferred) Ending Balance	Total Revenues	
FEDERAL PROGRAMS (cont.)									
U. S. Department of Health and Human Services (cont.)									
Medical Assistance Program - WIMCR	93.778	DHS	N/A	\$ -	\$ -	\$ 51,263	\$ -	\$ 51,263	\$ 51,263
Promoting Safe and Stable Families	93.556	DCF	N/A	-	-	61,800	-	61,800	61,800
Child Support Enforcement	93.563	DCF	N/A	-	-	2,190,396	-	2,190,396	2,190,396
ARRA - Child Support Enforcement	93.563	DCF	N/A	-	-	1,413,115	-	1,413,115	1,413,115
Total Child Support Enforcement				-	-	3,603,511	-	3,603,511	3,603,511
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	DCF	N/A	-	-	1,248,443	-	1,248,443	1,248,443
Chafee Education and Training Vouchers Program	93.599	DCF	N/A	-	-	16,699	-	16,699	16,699
Child Welfare Service Grants - State Grants	93.645	DCF	N/A	-	-	73,910	-	73,910	73,910
Foster Care - Title IV-E	93.658	DCF	N/A	-	-	1,085,075	-	1,085,075	1,085,075
Foster Care - Title IV-E	93.658	DOC	N/A	(4,303)	-	32,593	5,902	34,192	34,192
Total Foster Care - Title IV-E				(4,303)	-	1,117,668	5,902	1,119,267	1,119,267
Chafee Foster Care Independence Program	93.674	DCF	N/A	-	-	84,986	-	84,986	84,986
Special Programs for the Aging									
Title III, Part D - Preventive Health	93.043	DHS	N/A	-	-	8,116	-	8,116	8,116
Aging Cluster									
Title III, Part B - Grants for Supportive Services	93.044	DHS	N/A	-	-	105,390	-	105,390	105,390
Title III, Part C - Nutrition Services	93.045	DHS	N/A	-	-	172,470	-	172,470	172,470
Nutritional Services Incentive Program	93.053	DHS	N/A	-	-	49,586	-	49,586	49,586
ARRA - Nutritional Services Incentive Program	93.707	DHS	N/A	-	-	16,652	-	16,652	16,652
Total Aging Cluster				-	-	344,098	-	344,098	344,098
Title IV and Title II - Discretionary Projects	93.048	DHS	N/A	-	-	218,732	-	218,732	218,732
Title III, Part E - National Family Support	93.052	DHS	N/A	-	-	56,297	-	56,297	56,297
Medicare Enrollment Assistance Program	93.071	DHS	N/A	-	-	3,121	-	3,121	3,121
CMS Research, Demonstrations, and Evaluations	93.779	DHS	N/A	-	-	11,378	-	11,378	11,378
Low Income Home Energy Assistance Block Grant	93.568	DOA	N/A	(58,953)	12,415	238,576	28,614	220,652	220,652
Child Welfare Services Grant - State Grants	93.645	DOC	N/A	(5,378)	-	24,964	4,086	23,672	23,672
Total U.S. Department of Health and Human Services				(87,987)	12,415	20,690,373	38,602	20,653,403	20,653,403
U. S. Department of Homeland Security									
Disaster Grants - Public Assistance	97.036	DMA	N/A	50,420	-	-	(50,420)	-	-
Disaster Grants - Public Assistance	97.036	DMA	FEMA 1526-DR	-	-	20,927	-	20,927	20,927
Total Disaster Grants - Public Assistance				50,420	-	20,927	(50,420)	20,927	20,927
Hazard Mitigation Grant Program	97.039	DMA	FEMA 1719-DR	(277,424)	(936)	278,360	-	-	-
Hazard Mitigation Grant Program	97.039	DMA	FEMA 1719-DR	-	-	314,076	15,819	329,895	329,895
Hazard Mitigation Grant Program	97.039	DMA	FEMA 1768-DR	-	-	185,283	393,800	579,083	579,083
Total Hazard Mitigation Grant Program				(277,424)	(936)	777,719	409,619	908,978	908,978
Emergency Management Performance Grants	97.042	DMA	N/A	(59,405)	-	80,780	60,774	82,149	82,149
Homeland Security Grant Program	97.067	DMA	N/A	-	-	7,904	-	7,904	7,904
Homeland Security Grant Program	97.067	DOA	N/A	(8,862)	(3,741)	12,603	-	-	-
Homeland Security Grant Program	97.067	DOA	08-HS-04-6302	(9,221)	42	17,327	-	8,148	8,148
Homeland Security Grant Program	97.067	DOA	07-HS-09-3890	(13,833)	-	13,833	-	-	-
Homeland Security Grant Program	97.067	DOA	07HW057271FE	-	-	39,231	-	39,231	39,231
Homeland Security Grant Program	97.067	DOA	07HS137271FE	-	-	11,917	-	11,917	11,917
Homeland Security Grant Program	97.067	DOA	07HS058003OC	-	-	4,500	-	4,500	4,500
Homeland Security Grant Program	97.067	DOA	08-HS-02D-8028	-	-	742	-	742	742
Homeland Security Grant Program	97.067	DOA	07-HS-10A-8042	-	-	38,000	-	38,000	38,000
Homeland Security Grant Program	97.067	DOA	07-HS-10A-7283	-	-	195,577	-	195,577	195,577
Homeland Security Grant Program	97.067	DOA	06-HS-10A-6455	(48,844)	14,890	33,954	-	-	-
Total Homeland Security Grant Program				(80,760)	11,191	375,588	-	306,019	306,019
Total U.S. Department of Homeland Security				(367,169)	10,255	1,255,014	419,973	1,318,073	1,318,073
TOTAL FEDERAL PROGRAMS				\$ (1,909,188)	\$ 21,525	\$ 33,094,833	\$ 2,096,742	\$ 33,303,912	\$ 33,303,912

See notes to schedule of expenditures of federal and state awards.

KENOSHA COUNTY

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS For the Year Ended December 31, 2010

Grantor Agency / Program Title	State ID Number	Revenues					Total Revenues	Expenditures
		(Accrued) Deferred Beginning Balance	Adjust- ments	Cash Received (Refunded)	Accrued (Deferred) Ending Balance			
STATE PROGRAMS								
Wisconsin Department of Agriculture, Trade and Consumer Protection								
Agricultural Clean Sweep	115.040	\$ -	\$ -	\$ 3,700	\$ 27,500	\$ 31,200	\$ 31,200	
County Staff and Support	115.150	-	-	102,087	34,233	136,320	136,320	
Land and Water Resource Management	115.400	(28,203)	-	81,485	26,295	79,577	79,577	
Total Wisconsin Department of Agriculture, Trade and Consumer Protection		(28,203)	-	187,272	88,028	247,097	247,097	
Wisconsin Department of Public Instruction								
Public Library Systems Aid	255.002	321,956	-	439,548	(332,229)	429,275	429,275	
Wisconsin Department of Natural Resources								
Snowmobile Enforcement	370.485	-	-	11,623	-	11,623	11,623	
Recreational Aids - Snowmobile Trail and Area	370.485	-	-	19,225	-	19,225	19,225	
All Terrain Vehicle Enforcement	370.485	-	-	4,968	-	4,968	4,968	
Boating Enforcement Aids	370.550	-	-	3,855	-	3,855	3,855	
Transient Non-Community Water Sampling Contracts	370.XXX	-	-	16,380	4,915	21,295	21,295	
Total Wisconsin Department of Natural Resources		-	-	56,051	4,915	60,966	60,966	
Wisconsin Department of Transportation								
KRM Commuter Rail Grant	0400-42-13	(31,575)	-	31,575	-	-	-	
Flood Damage Aid	s86.34	-	(15,873)	15,873	-	-	-	
Pretrial Intoxicated Driver Intervention Grant (10938-5010,27)	10938-5010,27	(12,864)	-	58,116	7,457	52,709	52,709	
Elderly and Handicapped County Aids	395.101	73,597	6,228	331,945	(59,821)	351,949	351,949	
Total Wisconsin Department of Transportation		29,158	(9,645)	437,509	(52,364)	404,658	404,658	
Wisconsin Department of Corrections								
Community Corrections Program	410.111	-	-	30,000	30,000	60,000	60,000	
Community Intervention	410.302	(22,547)	-	177,432	5,471	160,356	160,356	
Youth Aids	410.313	(348,879)	(1,793)	2,478,968	443,999	2,572,295	2,572,295	
Total Wisconsin Department of Corrections		(371,426)	(1,793)	2,686,400	479,470	2,792,651	2,792,651	
Wisconsin Department of Health Services								
Funeral/Cemetery W-2 & Non W-2	435.105	-	-	311,280	-	311,280	311,280	
Medicaid Transportation	435.131	-	-	1,165,784	-	1,165,784	1,165,784	
MA Transportation Administration	435.132	-	-	56,648	-	56,648	56,648	
WWWP-GPR SS.255.06(2)	435.157000	-	-	50,765	-	50,765	50,765	
Cons Contracts CHHD LD	435.157720	-	-	22,672	-	22,672	22,672	
WIC Farmers Market Grant	435.154720	-	-	3,136	-	3,136	3,136	
TPCP - Com Interventions - LHD	435.158125	-	-	155,667	-	155,667	155,667	
TPCP - WI Wins	435.158127	-	-	26,065	-	26,065	26,065	
Cons Contracts MCH	435.159320	-	-	4,434	-	4,434	4,434	
FSET Admin GPR/Fed Base	435.231	-	-	116,791	-	116,791	116,791	
FSET Admin GPR/Fed Base	435.233	-	-	35,000	-	35,000	35,000	
IMAA State Share	435.283	-	-	721,705	-	721,705	721,705	
IMAA Federal Share	435.284	-	-	245,857	-	245,857	245,857	
Medicaid Subrogation Collection	435.291	-	-	(17,770)	-	(17,770)	(17,770)	
Adult Protective Services	435.312	-	-	159,031	-	159,031	159,031	

See notes to schedule of expenditures of federal and state awards.

KENOSHA COUNTY

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended December 31, 2010

Grantor Agency / Program Title	State ID Number	Revenues					Total Revenues	Expenditures
		(Accrued) Deferred Beginning Balance	Adjust- ments	Cash Received (Refunded)	Accrued (Deferred) Ending Balance			
STATE PROGRAMS (cont.)								
Wisconsin Department of Health Services (cont.)								
Community Options Program	435.367	\$ -	\$ -	\$ 611,345	\$ -	\$ 611,345	\$ 611,345	
CLTS DD Non-federal	435.450	-	-	437,461	-	437,461	437,461	
CLTS MH Non Federal	435.451	-	-	295,454	-	295,454	295,454	
CLTS Non Federal Other	435.460	-	-	68,048	-	68,048	68,048	
CLTS MH Non Fed Other	435.461	-	-	70,252	-	70,252	70,252	
CLTS PD Non Fed Other	435.462	-	-	28,474	-	28,474	28,474	
Community Support Program Wait List	435.504	-	-	41,273	-	41,273	41,273	
Certified Mental Health Program	435.517	-	-	70,702	-	70,702	70,702	
Integrated Services for Children with Severe Disabilities	435.530	-	-	7,294	-	7,294	7,294	
Non-Resident Reimbursement	435.531	-	-	5,837	-	5,837	5,837	
Birth to Three Initiative	435.550	-	-	146,204	-	146,204	146,204	
Basic County Allocation	435.561	-	-	3,433,763	-	3,433,763	3,433,763	
IMD Continuing Placements	435.572	-	-	23,047	-	23,047	23,047	
Family Support	435.577	-	-	111,865	-	111,865	111,865	
Base County Allocation - State Match	435.681	-	-	530,432	-	530,432	530,432	
Aging & Dis Resource Ctr	435.560100	-	-	1,022,491	-	1,022,491	1,022,491	
Environmental Monitoring of Nuclear Power Plants for Radiological Emissions	435.DPH 90013 DC	-	-	1,246	680	1,926	1,926	
HIV Counseling, Testingm and Referral Program	435.FAI10019.	-	-	15,380	1,345	16,725	16,725	
Passed through Children's Health Alliance of Wisconsin								
Seal-a-Smile	435.XXX	-	-	23,045	-	23,045	23,045	
Passed Through Greater Wisconsin Agency on								
Aging Resources, Inc.								
Elderly Benefit Specialist Program	435.560320	-	-	33,438	-	33,438	33,438	
Elderly Benefit Specialist OCI	435.560327	-	-	14,820	-	14,820	14,820	
State Senior Community Services	435.560330	-	-	9,147	-	9,147	9,147	
Congregate Meals	435.560350	-	-	159,424	-	159,424	159,424	
Home Delivered Meals	435.560360	-	-	10,027	-	10,027	10,027	
Alzheimer's Family and Caregiver Support	435.560381	-	-	31,342	-	31,342	31,342	
Elder Abuse	435.560490	-	-	46,767	-	46,767	46,767	
Total Wisconsin Department of Health Services		-	-	10,305,643	2,025	10,307,668	10,307,668	
Wisconsin Department of Children and Families								
County Allocated Shared - W-2 Other Work Activities	437.215	-	-	110,983	-	110,983	110,983	
County Allocated Shared - W-2 EA Case MGT/Other Services	437.215	-	-	6,420	-	6,420	6,420	
County Allocated Shared - TANF Eligibility	437.215	-	-	28,152	-	28,152	28,152	
County Allocated Shared - EA Eligibility	437.215	-	-	21,223	-	21,223	21,223	
County Allocated Shared - Refugee	437.215	-	-	170,785	-	170,785	170,785	
EA Case Management	437.215	-	-	12,018	-	12,018	12,018	
W-2 Work experience	437.215	-	-	79,924	-	79,924	79,924	
W-2 Other work activities	437.215	-	-	530,265	-	530,265	530,265	
W-2 Education	437.215	-	-	955	-	955	955	
W-2 Job Skills Training	437.215	-	-	16,652	-	16,652	16,652	

See notes to schedule of expenditures of federal and state awards.

KENOSHA COUNTY

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended December 31, 2010

Grantor Agency / Program Title	State ID Number	Revenues					Total Revenues	Expenditures
		(Accrued) Deferred Beginning Balance	Adjust- ments	Cash Received (Refunded)	Accrued (Deferred) Ending Balance			
STATE PROGRAMS (cont.)								
Wisconsin Department of Children and Families (cont.)								
W-2 Parenting and Life Skills Training	437.215	\$ -	\$ -	\$ 20,831	\$ -	\$ 20,831	\$ 20,831	
W-2 Retention and Advancement Services	437.215	-	-	46,191	-	46,191	46,191	
W-2 Formal Assessments	437.215	-	-	18,378	-	18,378	18,378	
W-2 SSI/SSDI Advocacy	437.215	-	-	18,637	-	18,637	18,637	
W-2 Transportation	437.215	-	-	31,348	-	31,348	31,348	
W-2 Emergency Payments	437.215	-	-	32,853	-	32,853	32,853	
W-2 Transition Benefits (W-2T)	437.215	-	-	365,550	-	365,550	365,550	
W-2 Community Service Jobs	437.215	-	-	685,901	-	685,901	685,901	
W-2 Workers Comp Insurance Premium	437.215	-	-	4,136	-	4,136	4,136	
W-2 Custodial Parent of an Infant	437.215	-	-	207,689	-	207,689	207,689	
W-2 At Risk Pregnancy	437.215	-	-	1,244	-	1,244	1,244	
W-2 Emergency Ass't	437.215	-	-	144,156	-	144,156	144,156	
W-2 Jobs Access Loans	437.223	-	-	50,860	-	50,860	50,860	
Job Access Loan Rpmnt - Cash	437.223	-	-	(6,662)	-	(6,662)	(6,662)	
Children First	437.265	-	-	114,000	-	114,000	114,000	
AW DOJ Fingerprint Backgr	437.332	-	-	6,011	-	6,011	6,011	
Brighter Future Initiative	437.354	-	-	108,041	-	108,041	108,041	
Basic County Allocation	437.3561	-	-	818,243	-	818,243	818,243	
F State/ County match	437.368	-	-	229,801	-	229,801	229,801	
CS Medical Support GPR	437.760	-	-	8,807	-	8,807	8,807	
Total Wisconsin Department of Children and Families		-	-	3,883,392	-	3,883,392	3,883,392	
Wisconsin Department of Justice								
DNA Sample Reimbursement Grant	455.221	-	-	7,880	-	7,880	7,880	
Law Enforcement Training Fund Local Assistance	455.231	-	-	43,200	3,018	46,218	46,218	
Reimbursement for Victim and Witness Assistance Program	455.503	(118,650)	-	255,393	131,955	268,698	268,698	
Passed through Walworth County								
Drug Crimes Enforcement	455.225	-	-	18,971	-	18,971	18,971	
Total Wisconsin Department of Justice		(118,650)	-	325,444	134,973	341,767	341,767	
Wisconsin Department of Military Affairs								
Public Safety - Emergency Government Disaster Assistance	465.305	8,928	-	-	(8,928)	-	-	
Public Safety - Emergency Government Disaster Assistance	465.305	(46,291)	936	45,355	-	-	-	
Public Safety - Emergency Government Disaster Assistance	465.305	-	-	51,307	2,640	53,947	53,947	
Public Safety - Emergency Government Disaster Assistance	465.305	-	-	30,475	65,710	96,185	96,185	
Public Safety - Emergency Government Disaster Assistance	465.305	-	-	3,604	-	3,604	3,604	
Emergency Government Response Equipment	465.308	(7,866)	-	15,731	33,153	41,018	41,018	
Emergency Planning Grant	465.337	(25,185)	-	25,185	-	-	-	
Total Wisconsin Department of Military Affairs		(70,414)	936	171,657	92,575	194,754	194,754	
Wisconsin Department of Veteran Affairs								
County Veterans Service Officer	485.001	-	-	13,000	-	13,000	13,000	

See notes to schedule of expenditures of federal and state awards.

KENOSHA COUNTY

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended December 31, 2010

Grantor Agency / Program Title	State ID Number	Revenues					Total Revenues	Expenditures
		(Accrued) Deferred Beginning Balance	Adjust- ments	Cash Received (Refunded)	Accrued (Deferred) Ending Balance			
STATE PROGRAMS (cont.)								
Wisconsin Department of Administration								
Land Information Board Grants	505.116	\$ -	\$ -	\$ 91,300	\$ -	\$ 91,300	\$	91,300
Public Benefits	505.371	(30,295)	(12,415)	152,971	34,502	144,763		144,763
Office of Justice Assistance								
Youth Diversion - Aids - Gang - PR	505.629	(50,454)	-	146,957	54,187	150,690		150,690
Total Wisconsin Department of Administration		(80,749)	(12,415)	391,228	88,689	386,753		386,753
TOTAL STATE PROGRAMS		\$ (318,328)	\$ (22,917)	\$ 18,897,144	\$ 506,082	\$ 19,061,981	\$	19,061,981

See notes to schedule of expenditures of federal and state awards.

KENOSHA COUNTY

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS For the Year Ended December 31, 2010

NOTE 1 – REPORTING ENTITY

This report on Federal and State Awards includes the federal and state awards of Kenosha County. The reporting entity for the County is based upon criteria established by the Governmental Accounting Standards Board.

The schedule includes only those programs required to be included in accordance with the *State Single Audit Guidelines*.

NOTE 2 – BASIS OF PRESENTATION

The accounting records for some grant programs are maintained on the modified accrual basis of accounting. Under the modified accrual basis, revenues are recorded when susceptible to accrual, i.e., both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the liability is incurred. The accounting records for other grant programs are maintained on the accrual basis, i.e., when the revenue has been earned and the liability is incurred.

The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audit of States, Local Governments, and Non-Profit Organizations* and the *State Single Audit Guidelines*.

NOTE 3 – DIRECT PAYMENTS – STATE OF WISCONSIN

Direct payments to individuals from the State of Wisconsin on behalf of Kenosha County for the year ended December 31, 2010 included:

<u>Program</u>	<u>CFDA No.</u>	<u>Unaudited Amount</u>
W-2 Benefits	93.558	\$ 953,495
Food Stamp Program	10.561	<u>33,459,954</u>
Total		<u>\$ 34,413,449</u>

KENOSHA COUNTY

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS For the Year Ended December 31, 2010

NOTE 4 – DIRECT PAYMENTS – WISCONSIN MEDICAL ASSISTANCE

The County received the following payments from Wisconsin Medical Assistance through EDS Federal Corporation in 2010:

<u>County Department</u>	<u>Provider No.</u>	<u>Unaudited Amount</u>
Kenosha County Division of Disability Services	43072900	\$ 86,783
Kenosha County Division of Disability Services	43422900	738,195
Kenosha County Division of Health	41862400	14,449
Kenosha County Division of Children and Family Services	43073000	159,819
Kenosha County Brookside	20130300	4,596,342
Kenosha County Division of Health	43835700	2,318
Kenosha County Division of Health	42010200	3,943
Kenosha County Division of Health	43084000	48,636
Total		<u>\$ 5,650,485</u>

NOTE 5 – CARS/CORE REPORT DATES

The Schedule of Expenditures of Federal and State Awards includes adjustments through Community Aids Reporting System reports dated May 1, 2011 and the CORE reports for December 2010.

KENOSHA COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2010

SECTION I – SUMMARY OF AUDITORS' RESULTS

FINANCIAL STATEMENTS

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

- > Material weakness(es) identified? _____ yes X no
- > Significant deficiency(ies) identified? _____ yes X none reported

Noncompliance material to financial statements noted?

_____ yes X no

FEDERAL OR STATE AWARDS

Internal control over major programs:

- > Material weakness(es) identified? _____ yes X no
- > Significant deficiency(ies) identified? _____ yes X none reported

Type of auditor's report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?

 X yes _____ no

_____ Federal Programs _____ State Programs

Auditee qualified as low-risk auditee?

_____ yes X no _____ yes X no

Identification of major federal programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
14.908	Healthy Homes Demonstration Grant – ARRA Workforce Investment Act Cluster
17.258	WIA – Adult Program
17.258	ARRA – WIA – Adult Program
17.259	WIA – Youth Activities
17.259	ARRA – WIA – Youth Activities
17.260	WIA – Dislocated Workers
17.260	ARRA – WIA – Dislocated Workers
93.563	Child Support Enforcement
93.563	ARRA – Child Support Enforcement
93.596	Child Care Mandatory and Matching Funds of the Child Care And Development Fund
93.667	Social Services Block Grant
93.778	Medical Assistance Program

KENOSHA COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2010

SECTION I – SUMMARY OF AUDITORS' RESULTS (cont.)

	Federal	State	
		DHS	All Others
Dollar threshold used to distinguish between type A and type B programs:	\$ 999,117	\$ 309,230	\$ 100,000

Identification of major state programs:

<u>State Number</u>	<u>Name of State Program</u>
255.002	Public Library Systems Aid
435.105	Funeral/Cemetery W-2 and Non W-2
435.131	Medicaid Transportation
435.283, 435.284	Income Maintenance Available Allocation
435.367	Community Options Program
435.560100	Aging and Disability Resource Center
435.561, 435.681,	Basic County Allocation/Basic County Allocation – State Match/
437.368, 437.3561	F State/County Match
435.450, 435.451, 435.460,	CLTS GPR
435.461, 435.462	

The following Federal programs were tested as major programs according to the requirements of the *State Single Audit Guidelines*:

<u>CFDA Nos.</u>	<u>Name of Federal Program</u>
93.778	Medical Assistance Program - WIMCR

SECTION II – FINANCIAL STATEMENT FINDINGS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

None.

KENOSHA COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2010

SECTION III – FEDERAL AND STATE FINDINGS AND QUESTIONED COSTS

FINDING 10-1: 17.258/17.259/17.260 WORKFORCE INVESTMENT ACT CLUSTER

Criteria: The Workforce Investment Act (WIA) program requires that other sources of federal aid available are used for education purposes before WIA funding is applied.

Condition: We tested twenty-five (25) WIA participant files to determine that other grant assistance was applied for to cover the costs of the training. We noted that there was one (1) WIA participant file that did not contain evidence that other grants (i.e., Pell grants) were applied for.

Effect: WIA funding could be spent for education expenditures even if other funding is available. This could limit the number of county residents that could be enrolled in the WIA program.

Questioned Costs: None.

Recommendation: County staff should require and maintain documentation that shows that other grant assistance was sought.

Management's Response: Our established process includes steps and written forms that document the requirement that other sources of federal aid available be used for education purposes before WIA funding is applied. Management will reinforce the need and raise the awareness for financial aid application and consistent documentation with staff/case managers in a memo as well as in staff meetings.

KENOSHA COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2010

SECTION IV – OTHER ISSUES

1. Does the auditor's report or the notes to the financial statements include disclosure with regard to substantial doubt as to the auditee's ability to continue as a going concern? _____ yes X no

2. Does the audit report show audit issues (i.e., material non-compliance, non-material non-compliance, questioned costs, material weakness, significant deficiency, management letter comment, excess revenue or excess reserve) related to grants/contracts with funding agencies that require audits to be in accordance with the *State Single Audit Guidelines*:

Department of Agriculture, Trade and Consumer Protection	_____ yes	<u> X </u> no
Department of Public Instruction	_____ yes	<u> X </u> no
Department of Natural Resources	_____ yes	<u> X </u> no
Department of Transportation	_____ yes	<u> X </u> no
Department of Corrections	_____ yes	<u> X </u> no
Department of Health Services	_____ yes	<u> X </u> no
Department of Children and Families	_____ yes	<u> X </u> no
Department of Justice	_____ yes	<u> X </u> no
Department of Military Affairs	_____ yes	<u> X </u> no
Department of Veterans Affairs	_____ yes	<u> X </u> no
Department of Administration	_____ yes	<u> X </u> no

3. Was a Management Letter or other document conveying audit comments issued as a result of this audit? X yes _____ no

4. Name and signature of partner

Thomas A. Scheidegger
Thomas A. Scheidegger, CPA, Partner

5. Date of report

September 20, 2011