

KENOSHA COUNTY
KENOSHA, WISCONSIN

REPORT ON FEDERAL AND STATE AWARDS

FOR THE YEAR ENDED
DECEMBER 31, 2011

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, 2011, and have issued our report thereon dated June 21, 2012. 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

Management of Kenosha County, Wisconsin is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered Kenosha County, Wisconsin'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, Wisconsin's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Kenosha County, Wisconsin'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 material misstatement of the County's financial statements will not be prevented, or detected and corrected, on a timely basis.

Our consideration of 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 material weaknesses, as defined above.



To the County Board of Supervisors
Kenosha County, Wisconsin

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Kenosha County, Wisconsin'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, Wisconsin in a separate letter dated June 21, 2012.

The report is intended solely for the information and use of Kenosha County, Wisconsin's Board of Supervisors, management, others within the County, 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.



Certified Public Accountants
Green Bay, Wisconsin
June 21, 2012

**INDEPENDENT AUDITOR'S 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, Wisconsin
Kenosha, Wisconsin

Compliance

We have audited Kenosha County, Wisconsin'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, Wisconsin's major federal and major state programs for the year ended December 31, 2011. Kenosha County, Wisconsin's major federal and major state programs are identified in the summary of auditor's 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, Wisconsin's management. Our responsibility is to express an opinion on Kenosha County, Wisconsin'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; and 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, Wisconsin'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, Wisconsin's compliance with those requirements.

In our opinion, Kenosha County, Wisconsin 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, 2011.

To the County Board of Supervisors
Kenosha County, Wisconsin

Internal Control Over Compliance

Management of Kenosha County, Wisconsin 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, Wisconsin'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, Wisconsin'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, 2011, which collectively comprise Kenosha County, Wisconsin's basic financial statements and have issued our report thereon dated June 21, 2012. Our audit was performed for the purpose for forming opinions on the financial statements that collectively comprise Kenosha County, Wisconsin'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.

To the County Board of Supervisors
Kenosha County, Wisconsin

This report is intended solely for the information and use of Kenosha County, Wisconsin's Board of Supervisors, management, others within the County, 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.



Certified Public Accountants
Green Bay, Wisconsin

August 15, 2012, except for the schedule of
expenditures of federal and state awards as to which the date is
June 21, 2012

KENOSHA COUNTY

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended December 31, 2011

Grantor Agency / Pass-Through Agency/ Program Title	Federal CFDA Number	Passed Through Agency	Passed Through Agency ID	Revenues					Total Revenues	Expenditures
				(Accrued) Deferred Beginning Balance	Adjust- ments	Cash Received (Refunded)	Accrued (Deferred) Ending Balance			
FEDERAL PROGRAMS										
U. S. Department of Agriculture										
Special Supplemental Food Program for Women, Infants, and Children	10.557	DHS	na	\$ -	\$ -	814,375	\$ 18,271	832,646	\$ 832,646	
State Administration Matching Grants for Food Stamp Program	10.561	DHS	na	-	-	2,110,765	747,617	2,858,382	2,858,382	
Total U.S. Department of Agriculture				-	-	2,925,140	765,888	3,691,028	3,691,028	
U.S. Department of Housing and Urban Development										
Lead Hazzard Reduction Demonstration Grant	14.905	NA	WILHD0156-09	(95,825)	-	1,299,004	87,474	1,290,653	1,290,653	
Healthy Homes Demonstration Grant - ARRA	14.908	NA	WILHH0180-08	(15,735)	-	384,848	24,136	393,249	393,249	
Community Development Block Grant/State's Program	14.228	WEDC	CDBG-ED FY11-20753	-	-	506,000	-	506,000	506,000	
Community Development Block Grant/State's Program	14.228	COMM	EAP #07-11	-	-	175,000	-0-	175,000	175,000	
Community Development Block Grant/State's Program	14.228	COMM	EAP #07-11	(201,640)	-	300,950	181,856	281,166	281,166	
Total U.S. Department of Housing and Urban Development				(313,200)	-	2,665,802	293,466	2,646,068	2,646,068	
U.S. Department of Justice										
Direct Funding										
Drug Court Discretionary Grant Program	16.585	NA	2010-DC-BX-0067	(5,198)	-	113,527	23,321	131,650	131,650	
State Criminal Alien Assistance Program	16.606	NA	2011-AP-BX-0563	-	-	58,962	-	58,962	58,962	
Organized Crime Drug Enforcement Task Forces	16.XXX	NA	GL-WIE-0145	(1,915)	-	1,915	-	-	-	
Organized Crime Drug Enforcement Task Forces	16.XXX	NA	GL-WIE-0162	-	-	16,763	-	16,763	16,763	
Organized Crime Drug Enforcement Task Forces	16.XXX	NA	GL-WIE-0165	-	-	-	967	967	967	
Bulletproof Vest Partnership Program	16.607	NA	2010 Regular Fund	-	-	4,036	-	4,036	4,036	
Paul Coverdell Forensic Sciences & Improvement Grant	16.742	NA	2010-CD-BX-0095	-	-	148,906	875	149,781	149,781	
Criminal and Juvenile Justice and Mental Health Collaboration Program	16.745	NA	Federal FON: BJA-2011-2861	(10,650)	-	40,003	8,795	38,148	38,148	
Cease Grant	16.595	DOJ	WI Approp #100.241	-	-	5,861	-	5,861	5,861	
High Intensity Drug Trafficking Area (HDTA)	16.XXX	NA	G09ML0008A	(5,829)	-	5,829	-	-	-	
High Intensity Drug Trafficking Area (HDTA)	16.XXX	NA	G10ML0008A	(10,284)	-	23,871	4,111	17,698	17,698	
High Intensity Drug Trafficking Area (HDTA)	16.XXX	NA	G11ML0008A	-	-	20,238	4,104	24,342	24,342	
Total High Intensity Drug Trafficking Area (HDTA)				(16,113)	-	49,938	8,215	42,040	42,040	
JAG Program Cluster										
Edward Byrne Memorial Justice Assistance Grant	16.738	C/Kenosha	2010-DJ-BX-0678	(10,782)	-	18,717	4,425	12,360	12,360	
Edward Byrne Memorial Justice Assistance Grant	16.738	C/Kenosha	2011-DJ-BX-2847	-	-	-	14,207	14,207	14,207	
Edward Byrne Memorial Justice Assistance Grant	16.738	DOA	2008-DX-06-8705	-	-	7,171	-	7,171	7,171	
Edward Byrne Memorial Justice Assistance Grant	16.738	Walworth Co	2010-DJ-01-8386	(19,505)	-	45,334	12,478	38,307	38,307	
Recovery Act - Edward Byrne Memorial JAG / Grants to States and Territories	16.803	DOA	2009-DS-02-8714	-	-	4,397	-	4,397	4,397	
Edward Byrne Memorial Justice Assistance Grant - ARRA	16.804	C/Kenosha	#2009-SB-B9-3042	(408)	-	408	478	478	478	
Total JAG Program Cluster				(30,695)	-	76,027	31,588	76,920	76,920	

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, 2011

Grantor Agency / Pass-Through Agency/ Program Title	Federal CFDA Number	Passed Through Agency	Passed Through Agency ID	Revenues					Total Revenues	Expenditures
				(Accrued) Deferred Beginning Balance	Adjust- ments	Cash Received (Refunded)	Accrued (Deferred) Ending Balance			
FEDERAL PROGRAMS continued										
U.S. Department of Justice continued										
Juvenile Accountability Incentive Block Grant	16.523	DOA	2007-JB-11-3546	(10,372)	5,186	19,977	4,418	19,209	19,209	
Juvenile Justice and Delinquency Prevention Allocation to States	16.540	DOA	2008-JF-10-7084	(11,936)	-	15,697	-	3,761	3,761	
Part E - Developing, Testing and Demonstrating Promising New Programs	16.541	DOA	2009-DM-01-8256	-	-	4,992	6,400	11,392	11,392	
STOP Violence Against Women Formula Grants - ARRA	16.588	DOA	2009-SVR-02B-7690	(6,411)	-	20,076	14,092	27,757	27,757	
Total U.S. Department of Justice				(93,290)	5,186	576,680	98,671	587,247	587,247	
U.S. Department of Labor										
WIA Program Cluster										
WIA Adult Program	17.258	DWD	no identifier	(128,093)	-	607,177	213,645	692,729	692,729	
WIA Adult Program	17.258	DWD	MAWIB	(9,508)	-	9,615	-	107	107	
WIA Youth Activities	17.259	DWD	no identifier	(272,719)	18,947	1,124,456	209,249	1,079,933	1,079,933	
WIA Youth Activities	17.259	DWD	WOW Workforce Development, Inc	(580)	-	580	-	-	-	
WIA Dislocated Workers	17.260	DWD	no identifier	(287,095)	(15,580)	1,076,914	165,825	940,064	940,064	
WIA NEG Program - ARRA	17.260	DWD	no identifier	(80,007)	-	229,520	55,193	204,706	204,706	
ARRA - ARRA WIA Dislocated Workers	17.260	DWD	no identifier	(95,714)	(1,227)	292,225	51,506	246,790	246,790	
Total WIA Program Cluster				(873,716)	2,140	3,340,487	695,418	3,164,329	3,164,329	
ARRA -Program of Competitive Grants for Worker Training and Placement in High Growth and Emerging Industry Sectors	17.275	DWD	SAGE - MAWIB	-	-	4,874	7,906	12,780	12,780	
Workforce Investment Act (WIA) National Emergency Grants	17.277	DWD	NEG Chrysler	-	(2,140)	312,881	78,884	389,625	389,625	
Total U.S. Department of Labor				(873,716)	-	3,658,242	782,208	3,566,734	3,566,734	
U.S. Department of Transportation										
Highway Planning and Construction	20.205	DOT	1693-25-74	(31,648)	4,131	27,517	-	-	-	
Recreational Trails Program	20.219	DNR	S-ADLP3-1085	-	-	-	30,000	30,000	30,000	
Recreational Trails Program	20.219	DNR	S-ADLP3-1089	-	-	-	30,000	30,000	30,000	
Recreational Trails Program	20.219	DNR	S-ADLP3-1090	-	-	-	30,000	30,000	30,000	
Recreational Trails Program	20.219	DNR	S-ADLP3-1091	-	-	-	30,000	30,000	30,000	
Maglev Project Selection Program - SAFETEA-LU	20.318	DOT	no identifier	(292,913)	-	470,183	241,593	418,863	418,863	
Formula Grants for Other Than Urbanized Areas	20.509	DOT	no identifier	-	-	-	86,393	86,393	86,393	
New Freedom Program	20.521	DOT	no identifier	(19,164)	-	31,575	1,788	14,199	14,199	
Highway Safety Cluster										
State and Community Highway Safety	20.600	DOT	State Project ID#1035-01-92	(10,129)	-	10,966	22,136	22,973	22,973	
Alcohol Traffic Safety and Drunk Driving Prevention Incentive	20.601	DOT	na	(4,107)	-	40,560	11,415	47,868	47,868	
Child Safety and Child Booster Seats Incentive Grants	20.613	DOT	FG-2011-Kenosha-00298	-	-	4,000	-	4,000	4,000	
Total Highway Safety Cluster				(14,236)	-	55,526	33,551	74,841	74,841	
Interagency Hazardous materials Public Secor Training and Planning Grants	20.703	DMA	na	-	-	16,914	-	16,914	16,914	
Total U.S. Department of Transportation				(357,961)	4,131	601,715	483,325	731,210	731,210	
U.S. Environmental Protection Agency										
Beach Monitoring and Notification Program Implementation Grants	66.472	DNR	NMA00001088	-	-	6,884	-	6,884	6,884	
Indoor Radon Grants	66.032	DHS	na	-	-	8,106	-	8,106	8,106	
Total U.S. Environmental Protection Agency				-	-	14,990	-	14,990	14,990	

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

