

OZAUKEE COUNTY, WISCONSIN
FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE REPORT

DECEMBER 31, 2011

OZAUKEE COUNTY, WISCONSIN

December 31, 2011

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

To the County Board
Ozaukee County, Wisconsin

Compliance

We have audited Ozaukee County, Wisconsin's compliance with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* and the *State Single Audit Guidelines* issued by the Wisconsin Department of Administration that could have a direct and material effect on each of its major federal and state programs for the year ended December 31, 2011. Ozaukee County, Wisconsin's major federal and state programs are identified in 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 state programs is the responsibility of Ozaukee County's, Wisconsin's management. Our responsibility is to express an opinion on Ozaukee 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; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the *State Single Audit Guidelines* issued by the Wisconsin Department of Administration. 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 state program occurred. An audit includes examining, on a test basis, evidence about Ozaukee 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 on Ozaukee County, Wisconsin's compliance with those requirements.

In our opinion, Ozaukee County, Wisconsin complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended December 31, 2011.

Internal Control Over Compliance

Management of Ozaukee 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 Ozaukee County, Wisconsin's internal control over compliance with the requirements that could have a direct and material effect on a major federal or 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 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 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.

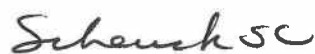
Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, we identified a certain deficiency in internal control over compliance that we consider to be a significant deficiency as described in the accompanying schedule of findings and questioned costs as item 2011-01. 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 or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Schedule of Expenditures of Federal Awards and State Financial Assistance

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Ozaukee County, Wisconsin for the year ended December 31, 2011 and have issued our report thereon dated July 20, 2012, which contained an unqualified opinion on those financial statements. Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise Ozaukee County, Wisconsin's financial statements. The accompanying schedule of expenditures of federal awards and schedule of state financial assistance are presented for purposes of additional analysis as required by OMB Circular A-133 and the *State Single Audit Guidelines* and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain other procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards and schedule of state financial assistance are fairly stated, in all material respects, in relation to the financial statements taken as a whole.

Ozaukee County, Wisconsin's response to the finding identified in our audit is described in the accompanying schedule of prior year audited findings and corrective action plan. We did not audit Ozaukee County, Wisconsin's response and, accordingly, we express no opinion on the response.

This report is intended solely for the information and use of the County Board, management, others within the County, and 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
September 12, 2012, except for the Schedules of
Expenditures of Federal Awards and State
Financial Assistance as to which the date is
July 20, 2012

OZAUKEE COUNTY, WISCONSIN
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2011

Grantor Agency/Pass through Agency Grant Title/Project Grant	Pass-Through Agency	Federal CFDA Number	Revenues				Total Expenditures
			(Accrued) or Deferred Revenue 1/1/11	Cash Received (Refunded)	Accrued or (Deferred) Revenue 12/31/11	Total Revenues	
U.S. DEPARTMENT OF AGRICULTURE							
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	WI Department of Health Services	10.561	\$ (31,437)	\$ 170,342	\$ 37,926	\$ 176,831	\$ 176,831
Special Supplemental Nutrition Program for Women, Infant, and Children	Washington County, WI	10.557	-	46,564	17,982	64,546	64,546
Environmental Quality Incentives Program	Direct Program	10.912	-	25,530	-	25,530	25,530
Total U.S. Department of Agriculture			(31,437)	242,436	55,908	266,907	266,907
U.S. DEPARTMENT OF COMMERCE							
Coastal Zone Management Program	WI Department of Administration	11.419	(22,880)	28,253	9,975	15,348	15,348
ARRA - Habitat Conservation	Direct Program	11.463	(146,682)	1,267,406	61,714	1,182,438	1,182,438
Total U.S. Department of Commerce			(169,562)	1,295,659	71,689	1,197,786	1,197,786
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT							
CDBG-ED	WI Department of Commerce	14.228	-	2,073,504	-	2,073,504	2,073,504
Total U.S. Department of Housing and Urban Development			-	2,073,504	-	2,073,504	2,073,504
U.S. DEPARTMENT OF JUSTICE							
Edward Byrne Memorial Formula Grant Program	Direct Program	16.738	-	11,339	-	11,339	11,339
ARRA - Automated citizen reporting ability to new RMS	WI Department of Administration	16.803	-	-	24,500	24,500	24,500
Total U.S. Department of Justice			-	11,339	24,500	35,839	35,839
U.S. DEPARTMENT OF TRANSPORTATION							
Transportation Enhancement Program							
Highway Planning and Construction (CMAQ)	WI Department of Transportation	20.205	(57,759)	57,759	-	-	-
CMAQ - Bus and Taxi	WI Department of Transportation	20.205	(7,044)	24,485	16,763	34,204	34,204
			(64,803)	82,244	16,763	34,204	34,204
Federal Transit Capital Investment Grants	WI Department of Transportation	20.507	(203,751)	560,251	495,719	852,219	852,219
HMEP Training Fund	WI Department of Military Affairs	20.703	-	48,852	-	48,852	48,852
<i>Highway Safety Cluster</i>							
Highway Safety Grant (DOT Alcohol Grant)	WI Department of Transportation	20.600	-	13,766	-	13,766	13,766
Child Car Seat/Booster Grant	WI Department of Transportation	20.613	-	2,015	1,985	4,000	4,000
Total Highway Safety Cluster			-	15,781	1,985	17,766	17,766
Total U.S. Department of Transportation			(268,554)	707,128	514,467	953,041	953,041
U.S. ENVIRONMENTAL PROTECTION AGENCY							
State Indoor Radon Grant	WI Department of Health Services	66.032	-	2,500	-	2,500	2,500
USEPA	Direct Program	66.469	-	299,390	-	299,390	299,390
Beach Monitoring and Notification Program	WI Department of Natural Resources	66.472	-	18,060	-	18,060	18,060
Total U.S. Environmental Protection Agency			-	319,950	-	319,950	319,950
U.S. DEPARTMENT OF EDUCATION							
Grants for Infants and Toddlers with Disabilities	WI Department of Health Services	84.181	-	65,597	-	65,597	65,597
ARRA - Birth to Three Non Calendar	WI Department of Health Services	84.393	(594)	48,021	-	47,427	47,427
Total U.S. Department of Education			(594)	113,618	-	113,024	113,024

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OZAUKEE COUNTY, WISCONSIN
Schedule of Expenditures of Federal Awards (Continued)
For the Year Ended December 31, 2011

Grantor Agency/Pass through Agency Grant Title/Project Grant	Pass-Through Agency	Federal CFDA Number	Revenues				Expenditures
			(Accrued) or Deferred Revenue 1/1/11	Cash Received (Refunded)	Accrued or (Deferred) Revenue 12/31/11	Total Revenues	
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES							
Preventive Health (Title III-D) <i>Aging Cluster</i>	Greater Wisconsin Agency on Aging Resources	93.043	-	1,778	78	1,856	1,856
Grants for Supportive Services and Senior Centers (Title III-B)	Greater Wisconsin Agency on Aging Resources	93.044	-	42,865	2,959	45,824	45,824
Nutrition Services (Title III-C)							
Congregate Meal Program (Title III C-1)	Greater Wisconsin Agency on Aging Resources	93.045	-	33,692	-	33,692	33,692
Home Delivered Meals (Title III C-2)	Greater Wisconsin Agency on Aging Resources	93.045	-	40,503	-	40,503	40,503
Subtotal - Nutrition Services (Title III-C)			-	74,195	-	74,195	74,195
Nutrition Services Incentive Program	Greater Wisconsin Agency on Aging Resources	93.053	(3,809)	35,225	-	31,416	31,416
<i>Total Aging Cluster</i>			(3,809)	152,285	2,959	151,435	151,435
National Family Caregiver Support Program (Title III-E)	Greater Wisconsin Agency on Aging Resources	93.052	-	18,897	5,484	24,381	24,381
Public Health Emergency Preparedness	WI Department of Health Services	93.069	(7,254)	114,976	5,678	113,400	113,400
Childhood Immunization Grants	WI Department of Health Services	93.268	-	14,358	-	14,358	14,358
Affordable Care Grant - ADRC	WI Department of Health Services	93.517	-	13,276	(2,003)	11,273	11,273
Family Preservation and Support Services	WI Department of Children and Families	93.556	(1,038)	42,833	14,855	56,650	56,650
Block Grants for Temporary Assistance for Needy Families	WI Department of Health Services	93.558	-	95,092	-	95,092	95,092
Block Grants for Temporary Assistance for Needy Families	WI Department of Children and Families	93.558	-	73,000	4,407	77,407	77,407
Total Block Grants for Temporary Assistance for Needy Families			-	168,092	4,407	172,499	172,499
Child Support Enforcement (Title IV-D)	WI Department of Children and Families	93.563	(72,673)	360,711	141,310	429,348	429,348
			(72,673)	360,711	141,310	429,348	429,348
Low Income Home Energy Assistance	WI Department of Administration	93.568	(7,086)	55,515	17,121	65,550	65,550
Child Care Development Fund	WI Department of Children and Families	93.596	(7,290)	150,521	2,394	145,625	145,625
Chafee Education and Training Vouchers	WI Department of Children and Families	93.599	(232)	232	907	907	907
Child Welfare Services	WI Department of Children and Families	93.645	-	25,621	-	25,621	25,621
Child Welfare Services	WI Department of Corrections	93.645	1,402	6,871	(287)	7,986	7,986
Total Child Welfare Services-State Grants			1,402	32,492	(287)	33,607	33,607
Foster Care (Title IV-E)	WI Department of Children and Families	93.658	293	351,004	51	351,348	351,348
Foster Care (Title IV-E)	WI Department of Corrections	93.658	2,103	10,307	(431)	11,979	11,979
Total Foster Care			2,396	361,311	(380)	363,327	363,327
Social Services Block Grant	WI Department of Health Services	93.667	(561)	188,952	20	188,411	188,411
Social Services Block Grant	WI Department of Children and Families	93.667	-	39,417	-	39,417	39,417
Total Social Services Block Grant			(561)	228,369	20	227,828	227,828
Chafee Foster Care Independence Program	WI Department of Children and Families	93.674	(1,001)	16,643	(1,168)	14,474	14,474
State Children's Insurance Program	WI Department of Health Services	93.767	(4,427)	24,307	5,428	25,308	25,308

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OZAUKEE COUNTY, WISCONSIN
Schedule of Expenditures of Federal Awards (Continued)
For the Year Ended December 31, 2011

Grantor Agency/Pass through Agency Grant Title/Project Grant	Pass-Through Agency	Federal CFDA Number	Revenues				Expenditures
			(Accrued) or Deferred Revenue 1/1/11	Cash Received (Refunded)	Accrued or (Deferred) Revenue 12/31/11	Total Revenues	
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (Continued)							
Medical Assistance Program	WI Department of Health Services	93.778	(175,787)	826,179	224,818	875,210	875,210
State Health Insurance Assistance Program	Greater Wisconsin Agency on Aging Resources	93.779	-	6,430	-	6,430	6,430
Block Grants for Community Mental Health Services	WI Department of Health Services	93.958	7,224	45,991	5,858	58,173	58,173
Block Grants for Prevention and Treatment of Substance Abuse	WI Department of Health Services	93.959	958	91,902	724	93,584	93,584
Preventive Health and Health Services Block Grant	WI Department of Health Services	93.991	-	5,306	-	5,306	5,306
Maternal and Child Health Services	WI Department of Health Services	93.994	-	13,720	-	13,720	13,720
Total U.S. Department of Health and Human Services			(269,178)	2,745,224	428,203	2,904,249	2,904,249
U.S. DEPARTMENT OF HOMELAND SECURITY							
Hazmat and MCI exercise program	WI Office of Justice Assistance	97.004	-	-	7,132	7,132	7,132
Port Security Grant for Critical National Seaports	City of Milwaukee, Wisconsin	97.056	-	14,343	4,222	18,565	18,565
<i>Homeland Security Cluster</i>							
Homeland Security Grant Program	WI Office of Justice Assistance	97.067	(521,948)	569,987	1,181	49,220	49,220
Homeland Security Grant Program- ARRA	WI Office of Justice Assistance	97.067	(63,795)	68,295	-	4,500	4,500
Homeland Security Grant Program	Waukesha County	97.067	(2,984)	2,984	-	-	-
<i>Homeland Security Cluster Total</i>			(588,727)	641,266	1,181	53,720	53,720
Emergency Management Performance Grant	WI Department of Military Affairs	97.042					
2011			(11,193)	54,478	-	43,285	43,285
2012			-	-	11,310	11,310	11,310
Total U.S. Department of Homeland Security			(599,920)	710,087	23,845	134,012	134,012
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ (1,339,245)	\$ 8,218,945	\$ 1,118,612	\$ 7,998,312	\$ 7,998,312

The notes to the Schedule of Expenditures of Federal Awards and the Schedule of State Financial Assistance are an integral part of this schedule.

OZAUKEE COUNTY, WISCONSIN
Schedule of State Financial Assistance
For the Year Ended December 31, 2011

Grantor Agency/Pass-through Agency/ Grant Title/Project Grant	Pass-Through Agency	State I.D. Number	Revenues				Total Expenditures
			(Accrued) or Deferred Revenue 1/1/11	Cash Received (Refunded)	Accrued or (Deferred) Revenue 12/31/11	Total Revenues	
<u>DEPARTMENT OF AGRICULTURE, TRADE AND CONSUMER PROTECTION</u>							
Soil and Water Resource Management							
County Staff and Support	Direct Program	115.15	\$ (145,043)	\$ 253,645	\$ 151,060	\$ 259,662	\$ 259,662
DATCP Well Abandonment Grant	Direct Program	115.150	(756)	756	-	-	-
DATCP Farmland Preservation Program	Direct Program	115.400	(15,000)	15,000	-	-	-
Total Department of Agriculture, Trade and Consumer Protection			(160,799)	269,401	151,060	259,662	259,662
<u>DEPARTMENT OF COMMERCE</u>							
Wisconsin Fund Private Sewage Replacement and Rehabilitation	Direct Program	143.110	-	13,464	-	13,464	13,464
Lead Rehabilitation Grant	Direct Program	Not available	(7,955)	7,955	-	-	-
Total Department of Commerce	Direct Program		(7,955)	21,419	-	13,464	13,464
<u>DEPARTMENT OF NATURAL RESOURCES</u>							
CREP Incentive	Direct Program	370.419	(25,400)	25,400	-	-	-
Local Park Aids							
Interurban Bike Trail	Direct Program	370.421	-	62,500	-	62,500	62,500
Wildlife Damage Claims and Abatement	Direct Program	370.553	(11,493)	11,493	16,333	16,333	16,333
Recreational Aids - Snowmobile Trails							
2009-2010	Direct Program	370.574	597	(597)	-	-	-
2010-2011	Direct Program	370.574	11,975	15,780	(3,805)	23,950	23,950
2011-2012	Direct Program	370.574	-	11,975	(11,975)	-	-
2011-2012 - County Bridge Replacement	Direct Program	370.574	-	16,980	(16,980)	-	-
2010-2012	Direct Program	370.574	(5,750)	5,653	97	-	-
Total Department of Natural Resources			6,822	49,791	(32,663)	23,950	23,950
			(30,071)	149,184	(16,330)	102,783	102,783
<u>DEPARTMENT OF TRANSPORTATION</u>							
Elderly Handicapped Transportation Aid	Direct Program	395.101	-	185,763	-	185,763	185,763
New Freedom Mobility Management	Direct Program	395.104	(7,240)	7,240	-	-	-
Transit Operating Aids	Direct Program	395.104	(485,324)	1,068,517	369,000	952,193	952,193
Total Department of Transportation			(492,564)	1,261,520	369,000	1,137,956	1,137,956
<u>DEPARTMENT OF CORRECTIONS</u>							
Community Intervention Program	Direct Program	410.302	-	27,422	(3,519)	23,903	23,903
Community Youth and Family Aids	Direct Program	410.313	136,685	669,978	(28,030)	778,633	778,633
Total Department of Corrections			136,685	697,400	(31,549)	802,536	802,536

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