

POLK COUNTY, WISCONSIN
FEDERAL AND STATE SINGLE AUDIT REPORTS
DECEMBER 31, 2010

**POLK COUNTY, WISCONSIN
TABLE OF CONTENTS
DECEMBER 31, 2010**

INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE	1
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	2
SCHEDULE OF STATE FINANCIAL ASSISTANCE	9
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE	18
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS	19
REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i>	20
INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND STATE SINGLE AUDIT GUIDELINES	22
SCHEDULE OF FINDINGS AND QUESTIONED COSTS	24
SUMMARY OF FEDERAL AND STATE PROGRAMS TESTED AS MAJOR PROGRAMS	32



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**INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION
SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE**

Honorable Members
of the Board of Supervisors
Polk County, Wisconsin

We have audited the basic financial statements of Polk County, Wisconsin (County) for the year ended December 31, 2010 and have issued our report thereon dated June 27, 2011. These financial statements are the responsibility of County management. Our responsibility is to express opinions on these financial statements based on our audit.

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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free from material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

Our audit was made for the purpose of forming opinions on the basic financial statements of the County taken as a whole. The accompanying schedules of expenditures of federal awards and state financial assistance are presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Nonprofit Organizations* and the *State Single Audit Guidelines*, issued by the Wisconsin Department of Administration, respectively, and are not a required part of the basic financial statements. The information in those schedules 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.

LarsonAllen LLP
LarsonAllen LLP

Eau Claire, Wisconsin
June 27, 2011



**POLK COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2010**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred) Reimbursements 1/1/10	Prior Years Adjustments	Expenditures Federal	Receipts Grant Reimburse- ments	Accrued (Deferred) Reimbursements 12/31/10
<u>Department of Agriculture</u>						
Passed through Wisconsin Department of Health and Family Services:						
Special Supplemental Food Program for						
Women, Infants and Children:						
2009	10.557 *	\$ 4,190	-	-	\$ 4,190	-
2010		-	-	299,960	173,463	126,497
WIC Peer Counseling:						
2009		2,471	-	-	2,471	-
2010		-	-	20,485	7,189	13,296
State Matching Grant for Food Stamp Program:						
Income Maintenance Contract:						
2009		29,874	731	-	30,605	-
2010		-	-	193,345	165,524	27,821
Total Department of Agriculture		36,535	731	513,790	383,442	167,614
<u>Department of Transportation</u>						
Passed through Wisconsin Department of Transportation:						
Click It or Ticket:						
Project 0950-20-08	20.600	-	-	8,269	8,269	-
<u>Environmental Protection Agency</u>						
Passed Through Wisconsin Department of Family Services:						
Indoor Radon Program:						
1/1/10-12/31/10	66.032	-	-	11,452	7,633	3,819
<u>Department of Energy</u>						
Passed through Wisconsin Department of Administration:						
Energy Efficiency and Conservation Block Grant Program:						
ARRA 5/11/10-9/6/12	81.128	-	-	44,725	37,244	7,481
<u>Department of Education</u>						
Passed Through Wisconsin Department of Health and Family Services:						
Special Education - Grants for Infants and Families (IDEA Cluster)						
2010	84.181	-	-	40,483	40,483	-
Special Education - Grants for Infants and Families, Recovery Act (IDEA Cluster)						
ARRA	84.393	-	-	13,117	8,840	4,277
Total Department of Education		-	-	53,600	49,323	4,277
*Major Federal Program Awards.						

**POLK COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred)		Prior Years Adjustments	Expenditures Federal	Receipts		Accrued (Deferred) Reimbursements 12/31/10
		Reimbursements 1/1/10	1/1/10			Grant Reimburse- ments	Reimbursements 12/31/10	
<u>Department of Health and Human Services</u>								
Passed through Area Agency on Aging:								
Preventive Health - Title III-D:								
2009	93.043	\$	760	\$	-	\$	760	-
2010			-		4,238		3,848	390
Supportive Services - Title III B: (Aging Cluster)	93.044						53,087	-
2010	93.045							
Title III - Part C - Nutrition Services: (Aging Cluster)								
Congregate Nutrition - Title III C-1:								
2009			15,328		-		15,328	-
2010			-		71,614		71,614	-
ARRA			6,922		-		6,922	-
Home Delivered Nutrition - Title III C-2:								
2009	93.045		367		-		367	-
2010			-		32,448		32,448	-
ARRA			4,626		-		4,626	-
Title III-E National Family Caregiver:	93.052							
2009			6,056		-		6,056	-
2010			-		23,044		20,092	2,952
NSIP III-C-1: (Aging Cluster)	93.053							
2010			-		4,889		3,125	1,764
NSIP III-C-2: (Aging Cluster)								
2010			-		11,407		9,642	1,765
State Pharmaceutical Assistance Program:	93.786							
7/1/09-6/30/10			1,687		5,171		1,687	5,171
Passed through Wisconsin Department of Health and Family Services:								
Public Health Preparedness:	93.069 *							
2010			-		39,194		83,124	(43,930)
Public Health Preparedness 2:								
2010			-		74,116		-	74,116

*Major Federal Program Awards.

**POLK COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred) 1/1/10	Prior Years Adjustments	Expenditures Federal	Receipts		Accrued (Deferred) Reimbursements 12/31/10
					Grant	Reimburse- ments	
Department of Health and Human Services (Continued)							
Passed through Wisconsin Department of Corrections (Continued):							
Bioterrorism Focus A Planning:							
2009	93.069 *	\$ (5,554)	-	\$ -	-	\$ -	(5,554)
2010		-	-	445,549	273,096		172,453
Enhance the Safety of Children Affected by Parental Methamphetamine or Other Substance Abuse:	93.087						
2009		3,246	-	-	3,246		-
2010		-	-	19,650	12,341		7,309
Substance Abuse and MH Services (SBIRT-WIPHL):	93.243						
2009		34,267	-	-	34,267		-
2010		-	-	34,831	34,831		-
Substance Abuse and MH Services (SBIRT-AODA Treatment):							
2009		5,074	-	-	5,074		-
2010		-	-	1,020	1,020		-
Childhood Immunization Grants: (Immunization Cluster) Consolidated Contract - Immunization:	93.268						
2010		-	-	19,389	12,901		6,488
Preventative Wellness Component: (Immunization Cluster)	93.712						
ARRA		-	-	10,793	1,331		9,462
ARRA		-	-	6,492	1,950		4,542
WIC Immunization:	93.723						
ARRA		-	-	1,153	-		1,153
CDC Investigation and Technical Assistance: Local Plan Implement	93.283						
2010		2,500	-	19,684	22,184		-
Family Preservation and Support: Human Services Contract:	93.556						
2010		-	-	46,350	46,350		-
Temporary Assistance for Needy Families: Human Services Contract:	93.558						
Base Allocation:							
2009		4,425	-	-	4,425		-
2010		-	-	176,170	176,170		-

*Major Federal Program Awards.

**POLK COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred) Reimbursements 1/1/10	Prior Years Adjustments	Expenditures Federal	Receipts Grant Reimburse- ments	Accrued (Deferred) Reimbursements 12/31/10
Department of Health and Human Services (Continued)						
Passed through Wisconsin Department of Health and Family Services (Continued):						
Medical Assistance Program:						
Human Services Contract**:						
2009	*	\$ (10,059)	\$ 3,709	\$ 39,032	\$ 22,039	\$ 10,643
2010		-	-	552,122	399,930	152,192
Personal Care Program**:						
2009		29,890	-	1,145	31,035	-
2010		-	-	21,219	17,293	3,926
Medicaid Program Integrity**:						
2009		655	-	-	655	-
Wisconsin Medicaid Cost Reporting**:						
2010	*	-	-	271,426	636,741	(365,315)
Consolidated Contract - MCH**:						
2010	*	-	-	1,933	1,327	606
Income Maintenance Contract**:						
2009		56,702	52,550	-	109,252	-
2010		-	-	366,695	313,002	53,693
Case Management**:						
2009		15,177	-	-	15,177	-
2010		-	-	84,266	70,286	13,980
Block Grant for Community Health: Human Services Contract:	93.958	-	-	17,164	17,164	-
Block Grant - Prevention and Treatment: Human Services Contract:	93.959	-	-	-	-	-
2009		3,447	-	-	3,447	-
2010		-	-	162,048	150,741	11,307
Preventive Health and Health Service Block Grant: 2010	93.991	-	-	19,726	7,621	12,105
Maternal and Child Health Services Block Grant: Consolidated Contracts - MCH:	93.994	-	-	26,482	18,182	8,300
2010		-	-	-	-	-
Reproductive Health: 2009		1,428	-	-	1,428	-
2010		-	-	38,180	26,575	11,605

*Major Federal Program Awards.

** Major State Program Awards

**POLK COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred)		Prior Years Adjustments	Expenditures		Receipts		Accrued (Deferred) Reimbursements 12/31/10	
		Reimbursements 1/1/10	\$		Federal	Reimburse- ments	Grant			
Department of Health and Human Services (Continued)										
Passed through Wisconsin Department of Health and Family Services (Continued):										
Child Support Enforcement Program (Title IV-D):										
Regular Program:										
2009		\$ 30,165	\$ -	-	-	\$ -	\$ 30,165		\$ -	
2010		-	-	-	324,356	-	289,153		35,203	
ARRA		-	-	-	152,722	-	152,722		-	
Passed through Wisconsin Department of Administration:										
Low-Income Home Energy Assistance:										
Crisis Grants:										
10/1/09-9/30/10	93.568	6,255	-	-	32,772	-	39,027		-	
10/1/10-9/30/11		-	-	-	5,413	-	1,693		3,720	
Operations:										
10/1/09-9/30/10		4,347	-	-	19,562	-	23,909		-	
10/1/10-9/30/11		-	-	-	6,698	-	2,233		4,465	
WX Operations										
10/1/09-9/30/10		2,264	-	-	-	-	2,264		-	
Child Welfare Services:										
Youth Aids Community:										
Non-CARS Reporting:										
2009		615	-	-	-	-	615		-	
2010		-	-	-	7,477	-	6,705		772	
Foster Care-Title IV-E:										
Youth Aids Community:										
Non-CARS Reporting:										
2009		615	-	-	-	-	615		-	
2010		-	-	-	7,477	-	6,705		772	

*Major Federal Program Awards.

**POLK COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred) Reimbursements 1/1/10	Prior Years Adjustments	Expenditures Federal	Receipts Grant Reimburse- ments	Accrued (Deferred) Reimbursements 12/31/10
<u>Department of Health and Human Services (Continued)</u>						
Passed through Department of Children and Families:						
Human Services:						
W-2 FSET Admin/Program:	93.558	-	-	22,691	22,691	-
2010						
W-2 FSET Services:		(9)	-	-	(9)	-
2009						
2010			20,248	74,514	84,638	10,124
W-2 FSET Emergency Assistance						
2009		2,572	-	-	2,572	-
2010				19,695	19,695	-
Child Care and Development Fund**	93.596					
2010				65,114	56,585	8,529
Total Department of Health and Human Services		231,402	76,525	4,007,534	4,096,466	218,995
<u>Department of Homeland Security</u>						
Direct Grant:						
Emergency Food and Shelter Program:	97.042					
2010				8,511	8,511	-
Phase 28						
Passed Through Wisconsin Department of Military Affairs:						
Emergency Management Performance Grants:	97.042					
Emergency Government:						
10/1/09-9/30/10		20,319	-	-	20,319	-
10/1/10-9/30/11		-	-	42,866	21,433	21,433
<u>Department of Homeland Security (Continued)</u>						
Passed Through Wisconsin Office of Justice Assistance:						
Homeland Security LETPP/Mutual Aid Interoperability Round Five:						
10/1/08-3/31/09	97.067	800	-	34,470	35,270	-
208-HS-05-7485						
Homeland Security/Law Enforcement Command Radio						
6/1/10-10/29/10		-	-	15,500	15,500	-
2007-HS-13-7907						
Total Department of Homeland Security		21,119	-	101,347	101,033	21,433
TOTAL FEDERAL AWARDS		\$ 289,056	\$ 77,256	\$ 4,740,717	\$ 4,646,166	\$ 416,138

** Major State Program Awards

**POLK COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE
YEAR ENDED DECEMBER 31, 2010**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/2010	Prior Years Adjustments	Expenditures	Receipts Grant Reimburse- ments	Accrued (Deferred) Reimbursements 12/31/2010
<u>Department of Agriculture, Trade and Consumer Protection</u>						
Soil and Water Resource Management:						
Soil and Water Resource Management Program:						
Agricultural Clean Sweep:						
2009	115.04	\$ 16,456	\$ -	-	\$ 16,456	\$ -
Basic Allocation:						
2010	115.150**	-	-	134,351	134,351	-
LWRM Plan Implementation:						
2009	115.40**	18,063	-	-	18,063	-
2010		-	-	10,395	-	10,395
Total Department of Agriculture, Trade and Consumer Protection		34,519	-	144,746	168,870	10,395
<u>Department of Commerce</u>						
Environmental Aids - Private Sewage System:						
Private Sewage System Grants:						
2010	143.110	-	-	5,850	5,850	-
<u>Department of Natural Resources</u>						
Boating Enforcement Aids:						
2010	370.550	-	-	9,537	9,537	-
All-Terrain Vehicle Enforcement Aids:						
5/1/09-4/30/10	370.551	-	-	2,960	2,960	-
Snowmobile Enforcement Aids:						
5/1/09-4/30/10	370.552	-	-	2,204	2,204	-
Wildlife Damage Claims and Abatement:						
Wildlife Damage Program:						
2009		8,330	-	-	8,330	-
2010		-	-	13,073	13,073	-

**Major State Financial Assistance Program.

**POLK COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred)		Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/2010
		Reimbursements 1/1/2010	\$			Reimburse- ments	Grant	
<u>Department of Natural Resources (Continued)</u>								
Resource Aids:								
County Conservation Aids:								
2009	370.563	\$	2,278	\$	-	\$	2,278	-
2010			-		2,465		2,465	-
County Forest Wildlife Habitat Improvement Program:								
2010	370.564		-		857		857	-
County Forest Loans:								
2010	370.567		-		8,223		8,223	-
Urban and Community Forestry:								
2010	370.572		-		29,887		29,887	-
Snowmobile Trails and Areas (Transportation Fund):								
7/1/08-6/30/09	370.575**		-		7,825		14,964	-
7/1/09-6/30/10			7,139				100,527	-
7/1/10-6/30/11			(42,925)		143,452		42,925	(42,925)
7/1/09-6/30/10			-		-		-	1,805
7/1/09-6/30/10			-		1,805		-	1,805
1/1/09-12/31/09			124,700		55,399		180,099	-
Supplemental Payable								
2010	370.TL1**		-		50,000		50,000	-
All-Terrain Vehicles:								
7/1/08-6/30/09	370.577		-		-		12,150	-
7/1/09-6/30/10			12,150		-		14,085	-
7/1/09-6/30/10			-		14,085		2,425	-
7/1/09-6/30/10			-		2,425		329	-
7/1/09-6/30/10			329		-		-	1,247
7/1/10-6/30/11			-		1,247		-	1,211
7/1/10-6/30/11			-		1,211		-	1,362
7/1/10-6/30/11			-		1,362		-	-
Nonpoint Source Grant:								
12/23/99-12/31/10	370.602		-		31,356		31,356	-
	HSC-49000-N-99		-		-		-	-

**Major State Financial Assistance Program.

**POLK COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred)		Prior Years Adjustments	Expenditures	Receipts Grant Reimburse- ments	Accrued (Deferred) Reimbursements 12/31/2010
		1/1/2010	12/31/2010				
<u>Department of Natural Resources (Continued)</u>							
Lakes Management Grants:							
10/1/06-12/31/07	LPL-1113-07	\$ 1,331	\$ 622	-	\$ -	-	\$ 1,953
10/1/06-12/31/07	LPL-1114-07	2,500	-	-	-	-	2,500
10/1/06-12/31/07	LPL-1117-07	4,152	(4,152)	-	-	-	-
10/1/06-12/31/07	LPL-1118-07	2,500	(75)	-	-	-	2,425
4/1/08-12/31/09	LPL-1229-08 - Wild Goose Lake	(6,632)	-	-	8,843	-	2,211
4/1/08-12/31/09	LPL-1229-08 - Ward Lake	(7,487)	-	-	9,424	-	1,937
10/1/08-12/31/10	AEPP-174-10	6,010	-	-	18,213	291	23,932
4/1/09-12/31/10	LPL-1297-09	(7,500)	-	-	-	-	(7,500)
4/1/09-12/31/10	LPL-1298-09	(7,500)	-	-	-	-	(7,500)
10/1/09-12/31/10	AIRR-073-10	(4,971)	-	-	19,647	-	14,676
4/1/10-6/30/11	LPL-1340-10	-	-	-	-	7,142	(7,142)
4/1/10-6/30/11	LPL-1341-10	-	-	-	-	6,872	(6,872)
Municipal and County Recycling Grants: 2010	370.670**	-	-	-	228,638	228,638	-
Total Department of Natural Resources		94,404	(4,227)	-	664,760	771,617	(16,680)
<u>Department of Transportation</u>							
Elderly and Handicapped County Aids: Elderly and Handicapped Transportation: 2010	395.101**	-	-	-	118,151	118,151	-
<u>Department of Corrections</u>							
Community Intervention: 7/1/09-6/30/10 7/1/10-6/30/11	410.302	2,895	-	-	5,600	8,495	-
Community Youth and Family Aids: 2009 2010	410.313	-	-	-	3,815	2,543	1,272
Total Department of Corrections		39,768	-	-	483,434	433,519	49,915
		42,663	-	-	492,849	484,325	51,187

**Major State Financial Assistance Program.

**POLK COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/2010	Prior Years Adjustments	Expenditures	Receipts Grant Reimburse- ments	Accrued (Deferred) Reimbursements 12/31/2010
<u>Department of Health and Family Services</u> Funeral/Cemetery W-2 and Non W-2:						
2009	435.105**	\$ 58,939	\$ 22,325	\$ -	\$ 58,939	\$ 22,325
2010		-	-	105,868	12,242	93,626
MA Transportation:	435.131**	9,919	-	-	9,919	-
2009		-	-	125,259	112,846	12,413
2010		-	-	-	-	-
MA Transportation Admin:	435.132**	1,948	-	-	1,948	-
2009		-	-	8,901	6,607	2,294
2010		-	-	-	-	-
Fluoride Supplement:	435.151734**	1,322	-	-	1,322	-
2009		-	-	3,244	541	2,703
2010		-	-	-	-	-
Fluoride Mouthrinse:	435.151735**	1,195	-	-	1,195	-
2009		-	-	2,280	380	1,900
2010		-	-	-	-	-
WIC Farmers Market:	435.154720**	-	-	-	-	-
2010		-	-	1,484	-	1,484
WWWP-GPR:	435.157000**	-	-	-	-	-
2010		-	-	28,699	18,817	9,882
Consolidated Contract - CHHD LD:	435.157720**	-	-	-	-	-
2010		-	-	6,988	4,657	2,331
TPCP-Com. Interventions - LHD:	435.158125**	-	-	-	-	-
2010		-	-	187,494	116,537	70,957
TCPC - Wisconsin Wins:	435.158127**	-	-	-	-	-
2010		-	-	18,793	4,176	14,617

**Major State Financial Assistance Program.

**POLK COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/2010	Prior Years Adjustments	Expenditures	Receipts Grant Reimburse- ments	Accrued (Deferred) Reimbursements 12/31/2010
<u>Department of Health and Family Services (Continued)</u>						
Consolidated Contract - MCH:						
2010	435.159320**	\$ -	\$ -	\$ 1,930	\$ 1,325	\$ 605
Reproductive Health:						
2010	435.159321**	-	-	32,606	21,443	11,163
Low Income Child Admin:						
2010	435.231	-	-	616	1,580	(964)
FSET Transportation:						
2009	435.233	(570)	-	-	(570)	-
2010		-	-	1,575	1,545	30
FSET Retention:						
2009	435.235	92	-	-	92	-
2010		-	-	547	921	(374)
IM Available Allocation State Share:						
2009	435.283**	657	-	-	657	-
2010		-	-	186,521	186,521	-
IM Available Allocation Federal Share:						
2009	435.284**	1,702	-	-	1,702	-
2010		-	-	19,025	15,835	3,190
Medicaid Subrogation Collections:						
2009	435.291	(473)	-	-	(473)	-
2010		-	-	(45,226)	(42,193)	(3,033)
Adult Protective System:						
2009	435.312	16,562	(2,998)	-	13,564	-
2010		-	-	37,856	37,856	-
AW DOJ Fingerprint:						
2009	435.3324	55	-	-	55	-
2010		-	-	408	217	191
COP-W GPR:						
2009	435.338	(27,852)	-	-	(27,852)	-
Children and Families Incentive:						
2009	435.3342	23,259	-	-	23,259	-
Community Options Program:						
2009	435.367**	(73,068)	-	-	(73,068)	-
2010		-	-	162,607	162,296	311

***Major State Financial Assistance Program.

**POLK COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/2010	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/2010
					Grant	Reimbursements	
<u>Department of Health and Family Services (Continued)</u>							
CIP-II Community Relocate: 2009	435.369	\$ (4,554)	\$ 90	\$ -	\$ (4,464)	\$ -	-
CIP-II Diversion Non-Fed: 2009	435.375	(5,191)	-	-	(5,191)	-	-
Alzheimer's Family Support: 2010	435.381	-	-	10,662	11,148	(486)	-
ICFMR Nonfed: 2009	435.407	(579)	-	-	(579)	-	-
Children Long Term Support GPR: 2009	435.450**	-	(87)	-	(87)	-	-
2010		-	-	17,790	17,790	-	-
Children Long Term Support MH Non-Federal: 2009	435.451**	7,615	1,034	-	8,649	-	-
2010		-	-	16,717	20,754	(4,037)	-
Certified Mental Health Program: 2010	435.517**	-	-	20,478	-	20,478	-
Children Long Term Support DD Non-Federal Other: 2009	435.460**	2,407	-	-	2,407	-	-
2010		-	-	39,305	32,807	6,498	-
Children Long Term Support MH Non-Federal Other: 2010	435.461**	-	-	24,027	20,789	3,238	-
Children Long Term Support PD Non-Federal Other: 2010	435.462**	-	-	23,140	8,273	14,867	-
Nonresident: 2009	435.531	1,112	-	-	1,112	-	-
2010		-	-	30,203	4,031	26,172	-
Birth-to-three Initiative: 2010	435.550	-	-	48,354	48,354	-	-
Basic Allocation: 2009	435.5601	12,015	-	-	12,015	-	-
Basic County Allocation: 2010	435.561**	-	-	819,890	819,890	-	-
Aging & Disabled Resource Center: 2010	435.5601**	-	-	378,806	381,895	(3,089)	-

**Major State Financial Assistance Program.

**POLK COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/2010	Prior Years Adjustments	Expenditures	Receipts Grant Reimburse- ments	Accrued (Deferred) Reimbursements 12/31/2010
<u>Department of Health and Family Services (Continued)</u>						
IDP Emergency Funds:						
2009	435.567	\$ 13,927	-	-	\$ 13,927	-
2010		-	-	70,722	-	70,722
Community Services and MH Services:						
IMD-OBRA Relocations:						
2009	435.571	17,731	-	-	17,731	-
2010		-	-	23,286	5,822	17,464
Family Support Program:						
2009	435.577	5,870	(4,612)	-	1,258	-
2010		-	-	35,978	39,412	(3,434)
State/County Match:						
2010	435.681**	-	-	126,653	126,653	-
Coordinated Services Team						
2010	435.81034	-	-	49,911	49,911	-
Community Services and MH Services (Continued):						
Elder Abuse Services:						
2009	435.560490	9,683	1,897	-	11,580	-
2010		-	-	20,933	15,462	5,471
Passed thru Area Agency on Aging:						
Elderly Benefit Specialist Program:						
2009	435.560320	717	-	-	717	-
2010		-	-	28,215	28,215	-
Benefit Specialist Program OCI Assistance Activities:						
2010	435.560327	-	-	10,195	6,823	3,372
State Senior Community Services:						
2010	435.560330	-	-	7,693	7,693	-
III-C-1 Congregate Meal Program:						
2009	435.560350	14,487	-	-	14,487	-
2010		-	-	67,685	67,685	-
Stimulus						
						6,543

**Major State Financial Assistance Program.

**POLK COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/2010	Prior Years Adjustments	Expenditures	Receipts Grant Reimburse- ments	Accrued (Deferred) Reimbursements 12/31/2010
<u>Department of Health and Family Services (Continued)</u>						
II-C-2 Home Delivered Program:						
2009	435.560360	\$ 48	\$ -	\$ -	\$ 48	\$ -
2010		-	-	4,237	4,237	-
Stimulus		604	-	-	604	-
Basic County Allocation	437.3561**	-	-	178,304	178,304	-
2010		-	-	-	-	-
State/County Match	437.3561**	-	-	54,557	54,557	-
2010		96,122	17,649	2,995,216	2,706,100	402,887
Total Department of Health and Family Services						
<u>Department of Children and Families</u>						
W-2 FSET Admin/Program:						
1/1/10-12/31/10	437.215**	-	-	94,762	84,638	10,124
W-2 FSET Admin:						
1/1/09-12/31/09		(9)	-	-	(9)	-
1/1/10-12/31/10		-	-	22,691	22,691	-
W-2 FSET Emergency Assistance						
1/1/09-12/31/09		2,572	-	-	2,572	-
1/1/10-12/31/10		-	-	19,695	19,695	-
Total Department of Children and Families		2,563	-	137,148	129,587	10,124
<u>Department of Justice</u>						
Justice Assistance (JAG):						
2010	455.###	-	-	6,963	6,963	-
DNA Sample Reimbursement:	455.221	-	-	2,080	2,080	-
2010		-	-	-	-	-
Law Enforcement Training:	455.231	-	-	8,480	8,480	-
2010		-	-	-	-	-
County Tribal Law Enforcement:	455.263	-	-	11,775	11,775	-
2010		-	-	-	-	-
Victim and Witness Assistance Program - A Program Cluster:	455.532	-	-	-	-	-
2009		34,352	-	-	34,352	-
2010		-	-	33,309	30,342	2,967
Total Department of Justice		34,352	-	62,607	93,992	2,967

**Major State Financial Assistance Program.

**POLK COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/2010	Prior Years Adjustments	Expenditures	Receipts Grant Reimburse- ments	Accrued (Deferred) Reimbursements 12/31/2010
<u>Department of Military Affairs</u>						
Emergency Planning Grant Program:	465.337					
LEPC Emergency Planning Grant:						
10/1/08-9/30/09		\$ 4,071	\$ -	-	\$ 4,071	\$ -
10/1/09-9/30/10		-	-	9,707	4,875	4,832
4/1/10-9/30/10		-	-	643	-	643
Hazmat Training:	465.310					
2010		-	-	2,230	2,230	-
Total Department of Military Affairs		4,071	-	12,580	11,176	5,475
<u>Department of Veteran Affairs</u>						
County Veterans Services Grant	485.001					
2010		-	-	16,722	16,722	-
<u>Department of Administration</u>						
Land Information Grants:						
Comprehensive Planning:	505.116					
4/23/09-1/21/10		77,812	-	5,188	83,000	-
Land Information Training:	505.118					
2010		-	-	300	300	-
Utility Public Benefits - Low Income Assistance:	505.371					
10/1/09-9/30/10		2,264	-	7,945	10,209	-
10/1/10-9/30/11		-	-	3,320	1,336	1,984
Outreach:						
10/1/09-9/30/10		1,863	-	8,383	10,246	-
10/1/10-9/30/11		-	-	2,796	932	1,864
Crisis Grants						
10/1/09-9/30/10		-	-	12,115	12,115	-
WX Operations						
10/1/09-9/30/10		-	-	12,432	12,432	-
10/1/10-9/30/11		-	-	3,663	992	2,671
Total Department of Administration		81,939	-	56,142	118,138	3,848
Total State Financial Assistance		\$ 390,633	\$ 13,422	4,706,771	\$ 4,607,806	\$ 470,203
TOTAL STATE FINANCIAL ASSISTANCE EXPENDITURES				\$ 4,706,771		

POLK COUNTY, WISCONSIN
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
DECEMBER 31, 2010

NOTE 1 REPORTING ENTITY

Polk County is governed by a board of supervisors consisting of twenty-three elected members.

The financial reporting entity for the County is based upon criteria set forth in generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The financial reporting entity is defined by GASB to consist of (a) the Primary Government; (b) organizations for which the Primary Government is financially accountable; and (c) other organizations for which the nature and significance of their relationship with the Primary Government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The basic financial statements of the County consist solely of the Primary Government. No other organizations were identified for inclusion in the financial reporting entity of the County.

NOTE 2 BASIS OF PRESENTATION

The schedules of expenditures of federal awards and state financial assistance have been presented on a basis to reflect the flow of available funds in the individual programs as follows:

Expenditures – Expenditures are presented on the accrual basis of accounting. Grant expenditures represent the amount of program funds expended during the year.

Receipts – Receipts recorded under the Grant Reimbursement category represent actual program funds received by the County during the year. Receipts recorded under the Local Share category represent the amounts of local funds used to finance the County's share of program expenditures.

Accrued Reimbursement – Amounts recorded as accrued reimbursements represent the excess of program funds expended over available program funds. Such amounts represent program funds receivable by the County.

Deferred Reimbursement – Amounts recorded as deferred reimbursements represent available (unexpended) program funds held by the County.

NOTE 3 PASSED THROUGH TO SUBRECIPIENTS

During 2010, the County passed \$345,546 of federal grant CFDA No. 93.069 Public Health Emergency Preparedness to subrecipients.

NOTE 4 ADJUSTMENTS TO BEGINNING ACCRUED (DEFERRED) REIMBURSEMENT

Prior year adjustments included in the schedules of expenditures of federal awards and state financial assistance represent adjustments to the January 1, 2010 accrued (deferred) reimbursement balances of the individual programs based on subsequent funding of the programs in 2010 and/or adjustment of accruals resulting from prior year audit findings.

**POLK COUNTY, WISCONSIN
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
DECEMBER 31, 2010**

A. MAJOR FEDERAL PROGRAM AWARDS

FINDING 2009-2 Child Support (CFDA #93.563):

During our testing of this program during 2009, we were not provided with documentation that reports related to this program were being review by supervisors prior to being submitted.

RESOLUTION:

During our testing of this program during 2010, we noted the County now has procedures in place to have reports reviewed prior to be submitted.

B. MAJOR STATE FINANCIAL ASSISTANCE PROGRAMS

FINDING 2009-3 Child Support:

It was noted during our testing of the program in 2009, that the County was not maintaining a receipt book or a case receipt log to ensure payments are receipted and logged appropriately according to the Department of Children and Families procedures.

RESOLUTION:

During our testing of the child support program during 2010, we noted there were procedures and policies in place to ensure compliance with Department of Children and Families procedures.

C. STATE GENERAL REQUIREMENTS

FINDING 2009-4 WISCONSIN STATE SINGLE AUDIT GENERAL REQUIREMENTS

During our 2009 testing we noted two of sixteen case files were missing annual re-notification of rights and one of sixteen cases did not have the written informed consent documentation present.

RESOLUTION

No similar instances were noted during 2010.

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

Honorable Members
of the Board of Supervisors
Polk County, 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 Polk County, Wisconsin (County) as of and for the year ended December 31, 2010, which collectively comprise the County's basic financial statements and have issued our report thereon dated June 27, 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 Polk 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 Polk County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses, and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying Schedule of Findings and Questioned Costs, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the County's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs as items 2006-1, 2006-2, and 2006-3 to be material weaknesses.

Honorable Members
of the Board of Supervisors
Polk County, Wisconsin

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the 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 test disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Polk County's written responses to the findings identified in our audit have been included in the Schedule of Findings and Questioned Costs. We did not audit the County's responses and, accordingly, we express no opinion on them.

This report is solely intended for the information and use of the governing board and management of the County and the federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Larson Allen LLP
LarsonAllen LLP

Eau Claire, Wisconsin
June 27, 2011

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

Honorable Members
of the Board of Supervisors
Polk County, Wisconsin

Compliance

We have audited Polk County, Wisconsin's (County) 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 the County's major federal programs for the year ended December 31, 2010. We have also audited the County's compliance with types of compliance requirements described in the *State Single Audit Guidelines*, issued by the Wisconsin Department of Administration that are applicable to each of its major state programs (including federal programs required to be tested as major state programs) for the same period. The County's major federal programs 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 state programs is the responsibility of the County's management. Our responsibility is to express an opinion on the 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*, issued by the Wisconsin Department of Administration. Those standards, OMB Circular A-133 and state 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 the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the County's compliance with those requirements.

Honorable Members
of the Board of Supervisors
Polk County, Wisconsin

Compliance (Continued)

In our opinion the County complied, in all material respects, with the requirements referred to above that could have a direct and material effect on to each of its major federal and 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 and which is described in the accompanying schedule of findings and questioned costs as item 2010-02

Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal and state programs. In planning and performing our audit, we considered the County'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 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.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be material weaknesses.

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. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2010-1 and 2010-2 to be material weaknesses.

Polk County's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit Polk County's responses and, accordingly, we express no opinion on the responses.

This report is intended solely for the information and use of the board and management of the County, and the 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.

LarsonAllen LLP
LarsonAllen LLP

Eau Claire, Wisconsin
June 27, 2011

**POLK COUNTY, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
DECEMBER 31, 2010**

PART I: SUMMARY OF AUDITOR'S RESULTS

1. The auditors' report expresses an unqualified opinion on the basic financial statements of the County.
2. Material weaknesses in internal control over financial reporting were disclosed during the audit of the basic financial statements of Polk County and reported in the "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*", and are reported as items 2006-1, 2006-2 and 2006-3.
3. No instances of noncompliance material to the financial statements of the County were disclosed during the audit.
4. Instances involving internal control over compliance relating to the audit of the major federal award programs were reported in the "Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133." We consider items 2010-1 and 2010-2 to be material weaknesses.
5. The auditors' report on compliance for the major federal award programs and the major state financial assistance programs for the County expresses an unqualified opinion.
6. Audit finding 2010-2 relative to the major federal award programs for the County were disclosed during the audit that are required to be reported in accordance with Section 510(a) of OMB Circular A-133.
7. The federal programs tested as major programs and the state programs tested as major programs, including federal programs tested as state major programs, are presented in the "Summary of Federal and State Programs Tested as Major Programs" which follows this schedule.
8. The threshold for distinguishing Types A and B programs was \$300,000 for federal award programs and \$100,000 for non-DHFS state financial assistance programs and \$120,000 for DHFS programs.
9. The County did not qualify as a low-risk auditee as defined in OMB Circular A-133.

**POLK COUNTY, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
DECEMBER 31, 2010**

PART II: FINDINGS RELATED TO THE FINANCIAL STATEMENTS:

FINDING: 2006-1 Annual Financial Reporting Under Generally Accepted Accounting Principles (GAAP)

Criteria: It is the County's responsibility to have controls in place to prevent or detect a material misstatement in the annual financial statements, including footnote disclosures.

Condition: The County does not have an internal control policy in place over annual financial reporting under GAAP, therefore, the potential exists that a material misstatement of the annual financial statements could occur and not be prevented or detected by the County's internal controls.

Cause: The County relies on the audit firm to prepare the annual financial statements and related footnote disclosures. However, County management staff have reviewed and approved the annual financial statements and the related footnote disclosures.

Effect: No effect on the financial statements.

Recommendation: The County should continue to evaluate its internal staff and expertise to determine if an internal control policy over the annual financial reporting is beneficial.

CORRECTIVE ACTION PLAN (CAP):

Explanation of Disagreement with Audit Findings

There is no disagreement with the audit finding.

Actions Planned in Response to Finding:

The County will continue to rely upon the audit firm to prepare their financial statements in a format compatible with GAAP. Management will review the financial statements prior to issuance.

Official Responsible for Ensuring CAP:

The County Administrator is the official responsible for ensuring corrective action of the deficiency.

Planned Completion Date for CAP:

The CAP is ongoing.

Plan to Monitor Completion of CAP:

The County Administrator will be monitoring this corrective action plan.

**POLK COUNTY, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
DECEMBER 31, 2010**

PART II: FINDINGS RELATED TO THE FINANCIAL STATEMENTS: (CONTINUED)

FINDING: 2006-2 Material Audit Adjustments

Criteria: The County should have controls in place to prevent or detect a material misstatement in the financial statements in a timely manner.

Condition: The audit firm proposed and the County posted to its general ledger accounts adjusting journal entries for correcting certain misstatements. These adjustments were considered to be material for the fair presentation of the financial statements.

Cause: Limited staff available.

Effect: The County's financial records were materially adjusted during the audit to produce financial statements in accordance with Generally Accepted Accounting Principles (GAAP).

Recommendation: The County should continue to evaluate its internal control processes to determine if additional internal control procedures should be implemented to ensure that accounts are adjusted to their appropriate year end balances in accordance with GAAP.

CORRECTIVE ACTION PLAN (CAP):

Explanation of Disagreement with Audit Findings

There is no disagreement with the audit finding.

Actions Planned in Response to Finding:

The County will continue to rely upon the audit firm to propose audit adjustments necessary to adjust accounts in accordance with GAAP. Management will review and approve these entries prior to recording them.

Official Responsible for Ensuring CAP:

The Finance Director is the official responsible for ensuring corrective action of the deficiency.

Planned Completion Date for CAP:

The CAP is ongoing.

Plan to Monitor Completion of CAP:

The County Administrator will be monitoring this corrective action plan.

**POLK COUNTY, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
DECEMBER 31, 2010**

PART II: FINDINGS RELATED TO THE FINANCIAL STATEMENTS: (CONTINUED)

FINDING: 2006-3 Limited Segregation of Duties

Criteria: Generally, a system of internal control contemplates separation of duties such that no individual has responsibility to execute a transaction, have physical access to the related assets, and have responsibility or authority to record the transaction.

Condition: In some of the smaller County offices (i.e., register of probate, lime fund, zoning and aging) the available staff precludes a proper separation of duties to assure adequate internal control.

Cause: Limited staff available.

Effect: The impact on the financial statements has not been determined.

Recommendation: The County should continue to evaluate its staffing in order to segregate incompatible duties whenever possible.

CORRECTIVE ACTION PLAN (CAP):

Explanation of Disagreement with Audit Findings

There is no disagreement with the audit finding.

Actions Planned in Response to Finding:

The County continues to work to achieve segregation of duties whenever cost effective.

Official Responsible for Ensuring CAP:

The Finance Director is the official responsible for ensuring corrective action of the deficiency.

Planned Completion Date for CAP:

The CAP is ongoing.

Plan to Monitor Completion of CAP:

The County Administrator will be monitoring this corrective action plan.

PREVIOUSLY REPORTED ITEM RESOLVED:

FINDING: 2009-1 Timely Deposits

In our internal control work during the 2009 audit, we noted the highway department, public health, and the sheriff's department were not making deposits in compliance with the County's policy.

RESOLUTION: No similar instances were noted during the 2010 audit.

**POLK COUNTY, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
DECEMBER 31, 2010**

PART III: FINDINGS RELATED TO MAJOR FEDERAL AWARD PROGRAMS:

FINDING: 2010-1 Child Support Enforcement (CFDA#93.563)

Criteria: Standard internal control procedures recommend that establishment and enforcement actions be reviewed by supervisory personnel on a periodic basis.

Condition: During our audit, we were not presented with policies and procedures that require the periodic review of the establishment and enforcement of child support obligations by supervisory personnel.

Cause: Past practice.

Effect: Without proper review procedures in place it exposes the County to increased risk of errors in the enforcement monitoring processes.

Recommendation: We recommend the County implement procedures and policies to ensure child support obligation establishment and enforcement monitoring processes are properly reviewed by supervisors periodically.

CORRECTIVE ACTION PLAN (CAP):

Explanation of Disagreement with Audit Findings

There is no disagreement with the audit finding.

Actions Planned in Response to Finding:

The Child Support department will implement a policy to ensure establishment and monitoring of obligations are reviewed periodically.

Official Responsible for Ensuring CAP:

Jeff Fuge, Polk County Corporation Counsel/Child Support Director is responsible for ensuring corrective action of this deficiency.

Planned Completion Date for CAP:

December 31, 2011

Plan to Monitor Completion of CAP:

Jeff Fuge, Polk County Corporation Counsel/Child Support Director, will be monitoring this corrective action plan.

**POLK COUNTY, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
DECEMBER 31, 2010**

PART III: FINDINGS RELATED TO MAJOR FEDERAL AWARD PROGRAMS (CONTINUED):

FINDING: 2010-2 **ECONOMIC SUPPORT PROGRAMS (CFDA# 10.561 AND 93.558, STATE I.D. NOS. 435.105, 435.231, and 437.215)**

Criteria: Standard internal control procedures recommend that eligibility determinations be reviewed by supervisory personnel.

Condition: Prior to our audit, we were contacted b the County concerning the possibility of errors in eligibility determinations for the economic support programs listed above at the County. Subsequently, the County systematically reviewed all cases and notified the State of Wisconsin that errors had occurred all related to cases managed by a supervisor who had not followed the department's established controls for case file work and having a supervisor periodically review their work.

Questioned Costs: Questioned costs by program for the three-year period January 1, 2008 through December 31, 2010, were as follows:

	CFDA or State I.D.	Amount
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	\$ 1,111
Temporary Assistance for Needy Families	93.558	6,147
Funeral/Cemetery W-2 and Non W-2	435.105	2,500
Low Income Child Admin	435.231	1,111
W2 FSET/Admin Program	437.215	6,147
Total		\$ 17,016

Cause: Inconclusive

Effect: When proper review processes and procedures are not followed by County personnel, it exposes the County to increased risk of errors in the eligibility process.

Recommendation: We recommend the County enforce procedures and policies to ensure eligibility determinations are periodically reviewed for all County personnel, including supervisory personnel, which are involved in the eligibility process.

**POLK COUNTY, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
DECEMBER 31, 2010**

PART III: FINDINGS RELATED TO MAJOR FEDERAL AWARD PROGRAMS (CONTINUED):

FINDING: 2010-2 ECONOMIC SUPPORT PROGRAMS (CFDA# 10.561 AND 93.558, STATE I.D. NOS. 435.105, 435.231, and 437.215) (CONTINUED)

CORRECTIVE ACTION PLAN (CAP):

Explanation of Disagreement with Audit Findings

There is no disagreement with the audit finding.

Actions Planned in Response to Finding:

The Human Services department will ensure that policies that policies and procedures will be implemented to periodically review decisions by all County personnel involved in the eligibility determination process.

Official Responsible for Ensuring CAP:

Dana Frey, the County Administrator/Acting Human Services Director, is responsible for ensuring corrective action of this deficiency.

Planned Completion Date for CAP:

December 31, 2011

Plan to Monitor Completion of CAP:

Dana Frey, the County Administrator/Acting Human Services Director, will be monitoring this corrective action plan.

**POLK COUNTY, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
DECEMBER 31, 2010**

PART IV: FINDINGS RELATED TO MAJOR STATE FINANCIAL ASSISTANCE PROGRAMS:

See Finding 2010-2 above.

PART V: FINDINGS RELATED TO STATE GENERAL REQUIREMENTS:

None

**POLK COUNTY, WISCONSIN
SUMMARY OF FEDERAL AND STATE PROGRAMS TESTED AS MAJOR PROGRAMS
DECEMBER 31, 2010**

FEDERAL PROGRAMS

The following federal programs were tested as major programs:

CFDA #	Program Title	Amount
10.557	Special Supplement Food Program for Women, Infants, and Children	\$ 320,445
93.069	Public Health Emergency Preparedness Grant	558,859
93.563	Child Support Title IV-D	477,078
93.778	Medical Assistance Program	1,337,838
		<u>\$ 2,694,220</u>

STATE PROGRAMS

The following federal and state programs were tested as major state programs:

CFDA #/ State ID #	Program Title	Amount
State Programs on Schedule of State Financial Assistance:		
115.150	Soil and Water Resource Management - Basic Annual Staffing Grant	\$ 134,351
115.400	Soil and Water Resource Management - LWRM Plan Implementation	10,395
370.575	Municipal and County Snowmobile Trail Grants:	258,481
370.670	Municipal and County Recycling Grants:	228,638
395.101	Elderly and Handicapped Transportation	118,151
435.105	Funeral and Cemetery W-2/Non-W-2	105,868
435.131	Medical Assistance Transportation	125,259
435.132	Medical Assistance Transportation Admin	8,901
435.151734	Public Health - Fluoride Supplement	3,244
435.151735	Public Health - Fluoride Mouth Rinse Program	2,280
435.154720	Public Health - WIC Farmers Market	1,484
435.157000	Public Health - WWWP - GPR SS.255.06(2)	28,699
435.157720	Public Health - Consolidated Contract CHHD LD	6,988
435.158125	Public Health - TPCP -Community Interventions - LHD	187,494
435.158127	Public Health - TPCP - Wisconsin Wins	18,793
435.159320	Public Health - Consolidated Contract MCH	1,930
435.159321	Public Health - Reproductive Health	32,606
435.283	IM Available Allocation-State Share	186,521
435.284	IM Available Allocation-Fed Share	19,025
435.367	Community Options Program	162,607
435.450	Children Long Term Support GPR	17,790
435.451	Children Long Term Support MH Non-Federal	16,717
435.460	Children Long Term Support DD Non-Federal Other	39,305
435.461	Children Long Term Support MH Non-Federal Other	24,027
435.462	Children Long Term Support PD Non-Federal Other	23,140
435.517	Children Long Term Support Certified Mental Health	20,478
435.561	Basic County Allocation	819,890
435.681	Community Services and MH Services - State/County Match	126,653
435.560100	Aging and Disability Resource Center	378,806
437.3561	Basic County Allocation	178,304
437.3561	State/County Match	54,557
437.215	W-2 FSET	137,148
		<u>\$ 3,478,530</u>
Federal Programs on Schedule of Expenditures of Federal Awards:		
93.778	Medical Assistance Program - Human Services Contract	591,154
93.778	Medical Assistance Program - Personal Care Program	22,364
93.778	Medical Assistance Program - Income Maintenance	366,695
93.778	Medical Assistance Program - Consolidated Contract	1,933
93.778	Medical Assistance Program - Case Management	84,266
93.778	Medical Assistance Program - WI Medicare Cost Reporting	271,426
93.596	Child Care	65,114
		<u>1,402,952</u>
		<u>\$ 4,881,482</u>