

POLK COUNTY, WISCONSIN
FEDERAL AND STATE SINGLE AUDIT REPORTS
DECEMBER 31, 2015

POLK COUNTY, WISCONSIN
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**POLK COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2015**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Pass-Through Entity	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Accrued (Deferred) Reimbursements 1/1/15	Prior Years Adjustments	Federal Expenditures	Receipts Grant Reimburse- ments	Accrued (Deferred) Reimbursements 12/31/15
Department of Agriculture									
Special Supplemental Food Program for Women, Infants and Children:	10.557	WI DHS	CARS #154710						
2014				\$ -	\$ 3,125	\$ -	\$ -	\$ 3,125	\$ -
2015				-	-	-	183,824	178,422	5,402
Total Special Supplemental Food Program for Women, Infants and Children:				-	3,125	-	183,824	181,547	5,402
WIC Peer Counseling:		WI DHS	CARS #154760						
2014				-	6,489	-	-	6,489	-
2015				-	-	-	10,546	2,932	7,614
Total WIC Peer Counseling:				-	6,489	-	10,546	9,421	7,614
Total WIC				-	9,614	-	194,370	190,968	13,016
State Matching Grant for Food Stamp Program: Human Services Contract (SNAP Cluster)	10.561	WI DCF	CORE #965						
2014				-	(378)	-	-	(378)	-
2015				-	-	-	1,717	1,717	-
Total Human Services Contract (SNAP Cluster)				-	(378)	-	1,717	1,339	-
State Matching Grant for Food Stamp Program: (SNAP Cluster) Income Maintenance Contract (SNAP Cluster)	10.561	WI DHS / GRIM	CORE #965						
2015				-	49,523	-	275,213	229,601	95,135
Total SNAP Cluster				-	49,145	-	276,930	230,940	95,135
Total Department of Agriculture				-	58,759	-	471,300	421,908	108,151
Department of Justice									
JAG Grant	16.738	WI DOJ	2014-DJ-BX-1029						
2015				-	-	-	10,775	10,775	-
Total Department of Justice				-	-	-	10,775	10,775	-
Department of Transportation									
Gandy Dancer Trail Resurface	20.219	WI DNR	RA-497-12.1						
2015				-	-	-	14,219	14,219	-
Motorcycle Enforcement Aids	20.616	WI DOT	0955-00-36						
2015				-	-	-	33,907	33,907	-
Hazmat Training	20.703	WI DMA	2014-HMEP-01-10589						
2015				-	-	-	7,545	7,035	510
Total Department of Transportation				-	-	-	55,671	55,161	510
Environmental Protection Agency									
Indoor Radon Program:	66.032	WI DHS	CARS # 150327						
1/1/15-12/31/15				-	621	-	7,635	6,911	1,345
Total Environmental Protection Agency				-	621	-	7,635	6,911	1,345
Department of Energy									
Lightening Project									
2015	81.041	WI DOA	DE-EE0006222	-	-	-	15,000	15,000	-
Total Department of Energy				-	-	-	15,000	15,000	-
Department of Education									
Special Education - Grants for Infants and Families	84.181	WI DHS	CARS #550						
2015				-	-	-	40,483	37,474	3,009
Total Department of Education				-	-	-	40,483	37,474	3,009

*Major Federal Program Awards.

** Major State Program Awards.

POLK COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2015

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Pass-Through Entity	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Accrued (Deferred) Reimbursements 1/1/15	Prior Years Adjustments	Federal Expenditures	Receipts Grant Reimburse- ments	Accrued (Deferred) Reimbursements 12/31/15
Department of Health and Human Services									
Preventive Health - Title III-D:	93.043	WI DHS / GWAAR	CARS # 560510						
2014				\$ -	\$ 3,703	\$ -	\$ -	\$ 3,703	\$ -
2015				-	-	-	5,909	2,595	3,314
Total Preventive Health - Title III-D:				-	3,703	-	5,909	6,298	3,314
Supportive Services - Title III B: (Aging Cluster)	93.044	WI DHS / GWAAR	CARS # 560340						
2014				-	42,238	-	-	42,238	-
2015				-	-	-	77,039	42,008	35,031
Total Supportive Services - Title III B: (Aging Cluster)				-	42,238	-	77,039	84,246	35,031
Title III - Part C - Nutrition Services: (Aging Cluster)	93.045	WI DHS / GWAAR							
Congregate Nutrition - Title III C-1:			CARS # 560350						
2014				-	48,585	-	-	48,585	-
2015				-	-	-	13,935	12,565	1,370
Total Congregate Nutrition - Title III C-1:				-	48,585	-	13,935	61,150	1,370
Home Delivered Nutrition - Title III C-2: (Aging Cluster)			CARS # 560360						
2014				-	16,735	-	-	16,735	-
2015				-	-	-	5,252	3,075	2,177
Total Home Delivered Nutrition - Title III C-2: (Aging Cluster)				-	16,735	-	5,252	19,810	2,177
NSIP III-C-1: (Aging Cluster)	93.053	WI DHS / GWAAR	CARS # 560422						
2015				-	-	-	37,055	37,055	-
Total Aging Cluster				-	107,558	-	133,281	202,261	38,578
Title III-E National Family Caregiver:	93.052	WI DHS / GWAAR	CARS # 560520						
2014				-	21,026	-	-	21,026	-
2015				-	-	-	30,355	13,798	16,557
Total Title III-E National Family Caregiver:				-	21,026	-	30,355	34,824	16,557
Bioterrorism Focus A Planning:	93.069	WI DHS	CARS # 155015						
2015				-	-	-	133,608	133,608	-
Hospital Bio Preparedness Program	93.074	WI DHS	CARS # 155170, 155171						
2015				-	-	-	142,003	142,003	-
Public Health Emergency Preparedness Program - Ebola	93.074	WI DHS	CARS # 111111						
2015				-	-	-	4,856	4,856	-
Total Preparedness Programs				-	-	-	146,859	146,859	-
Substance Abuse and MH Services (SBIRT-WIPHL):	93.243	WI DHS	CARS # 533401						
2014				-	1,912	-	-	1,912	-
2015				-	-	-	119,194	118,390	804
Total Substance Abuse and MH Services (SBIRT-WIPHL):				-	1,912	-	119,194	120,302	804
Childhood Immunization Grants:	93.268	WI DHS	CARS # 155020						
Consolidated Contract - Immunization:									
2014				-	621	-	-	621	-
2015				-	-	-	12,366	9,990	2,376
Total Consolidated Contract - Immunization:				-	621	-	12,366	10,611	2,376
Health Insurance Program	93.342	WI DHS / GWAAR	CARS # 560432						
2015				-	-	-	8,200	8,200	-
Nutrition Education Grant	93.507	WI DHS	CARS # 72002						
2015				-	-	-	17,010	17,010	-
Promoting Safe and Stable Families: CW Promoting Safe and Stable Families	93.556	WI DCF	CORE # 3306						
2015				-	-	-	42,827	42,827	-

*Major Federal Program Awards.

** Major State Program Awards.

POLK COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2015

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Pass-Through Entity	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Accrued (Deferred) Reimbursements 1/1/15	Prior Years Adjustments	Federal Expenditures	Receipts Grant Reimburse- ments	Accrued (Deferred) Reimbursements 12/31/15
Department of Health and Human Services (Continued)									
Temporary Assistance for Needy Families: (TANF Cluster)	93.558								
Income Maintenance Contract:		WI DHS / GRIM	FY 2015						
2014				\$ -	\$ 1,600	\$ -	\$ -	\$ 1,600	\$ -
Base Allocation:		WI DHS	CARS # 561						
2015				-	-	-	86,627	86,627	-
Base Allocation:		WI DCF	CORE # 3561						
2015				-	-	-	47,896	47,896	-
Fraud Prevention and Investigation		WI DCF	CORE # 840						
2015				-	-	-	135	135	-
CW Kinship Care Program - Benefits:		WI DCF	CORE # 3377						
2014				-	12,430	-	-	12,430	-
2015				-	-	-	80,840	73,880	6,960
Total CW Kinship Care Program - Benefits:				-	12,430	-	80,840	86,310	6,960
CW Kinship Care Program - Assessments:		WI DCF	CORE # 3380						
2014				-	1,095	-	-	1,095	-
2015				-	-	-	6,530	5,986	544
Total CW Kinship Care Program - Assessments:				-	1,095	-	6,530	7,081	544
Total Temporary Assistance for Needy Families: (TANF Cluster)				-	15,125	-	222,028	185,849	7,504
Child Support Enforcement Program (Title IV-D):	93.563 (*)	WI DHS	CORE # 7332, 7477, 7506, 7606, 7613						
Regular Program:									
2014				-	135,610	-	-	135,610	-
2015				-	-	-	482,181	345,187	136,994
Total Child Support Enforcement Program (Title IV-D):				-	135,610	-	482,181	480,797	136,994
Low-Income Home Energy Assistance:	93.568	WI DOA	AD1599971.48						
Crisis Grants:									
10/1/14-9/30/15				-	-	-	17,546	18,891	(1,345)
10/1/15-9/30/16				-	-	-	7,844	3,375	4,469
Total Crisis Grants:				-	-	-	25,390	22,266	3,124
Operations:									
10/1/14-9/30/15				-	-	-	22,441	17,973	4,468
10/1/15-9/30/16				-	-	-	8,997	(2,079)	11,076
Total Operations:				-	-	-	31,438	15,894	15,544
Total Low-Income Home Energy Assistance:				-	-	-	56,828	38,160	18,668
Child Care and Development Fund: (CCDF Cluster)	93.596	WI DCF	CORE # 831, 852, 965, 975,						
2014				-	1,730	-	-	1,730	-
2015				-	-	-	123,733	123,288	445
Total Child Care and Development Fund: (CCDF Cluster)				-	1,730	-	123,733	125,018	445
Chafee Education and Training Vouchers Program (ETV):	93.599	WI DCF	CORE # 3360						
Youth Independent Living:									
2015				-	-	-	768	768	-
Human Service Contract:									
Youth Independent Living:	93.599	WI DHS	CARS # 398, 3398						
2015				-	-	-	-	307	(307)

*Major Federal Program Awards.

** Major State Program Awards.

POLK COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2015

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Pass-Through Entity	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Accrued (Deferred) Reimbursements 1/1/15	Prior Years Adjustments	Federal Expenditures	Receipts Grant Reimburse- ments	Accrued (Deferred) Reimbursements 12/31/15
<u>Department of Health and Human Services (Continued)</u>									
Child Welfare Services:	93.645	WI DOA	CARS # RDOC						
Youth Aids Community:									
Non-CARS Reporting:									
2014				\$ -	\$ 2,484	\$ -	\$ -	\$ 2,484	\$ -
2015				-	-	-	5,279	3,464	1,815
Total Child Welfare Services - Youth Aids Community				-	2,484	-	5,279	5,948	1,815
Child Welfare Services - Stephanie Tubbs Jones:	93.645	WI DCF	CORE # 3561						
Base Allocation:									
2015				-	-	-	155,119	155,119	-
Total Child Welfare Services				-	2,484	-	160,398	161,067	1,815
Foster Care-Title IV-E:	93.658	WI DOA	CARS # RDOC						
Youth Aids Community:									
Non-CARS Reporting:									
2014				-	4,054	-	-	4,054	-
2015				-	-	-	8,575	5,614	2,961
Total Foster Care-Title IV-E: WI DOA				-	4,054	-	8,575	9,668	2,961
Foster Care - Title IV-E:	93.658	WI DCF	CORE # 3561						
Base Allocation									
2014				-	-	-	25,037	25,037	-
CW Adam Walsh Foster/Adoptive Parents									
2014			CORE # 3324	-	19	-	-	19	-
2015				-	-	-	195	195	-
Total CW Adam Walsh Foster/Adoptive Parents				-	19	-	195	214	-
CW Foster Parent Competency Based Training									
2014			CORE # 3396	-	41	-	843	884	-
CW TPR Adoption Services									
2014			CORE # 3574	-	1,037	-	-	1,037	-
Total Foster Care - Title IV-E: WI DCF				-	1,097	-	26,075	27,172	-
Total Foster Care - Title IV-E:				-	5,151	-	34,650	36,840	2,961
Human Services Block Grant:	93.667								
Human Services Contract:									
Base Allocation:		WI DHS	CARS # 561						
2015				-	-	-	159,563	159,563	-
Base Allocation:		WI DCF	CORE # 3561						
2015				-	-	-	68,579	68,579	-
Aging & Disability Resource Center:		WI DHS	CARS # 560100						
2014				-	521	-	-	521	-
2015				-	-	-	9,337	8,166	1,171
Total Aging & Disability Resource Center:				-	521	-	9,337	8,687	1,171
Total Human Services Block Grant				-	521	-	237,479	236,829	1,171
Child Care Expansion:	93.674	WI DCF	CORE # 3360						
Youth Independent Living:									
2015				-	3,199	-	20,381	21,881	1,699
Chronic Disease Self-Management Education Programs	93.734	WI DHS	CARS # 560122						
Empowering Older Adults and Adults with Disabilities									
2015				-	-	-	7,200	7,200	-
Children's Health Insurance Program	93.767	WI DHS / GRIM	CARS # 283, 284						
Income Maintenance Contract:									
2015				-	9,267	-	34,019	31,527	11,759

*Major Federal Program Awards.

** Major State Program Awards.

**POLK COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2015**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Pass-Through Entity	Pass-Through Entity (Identifying Number	Passed Through to Subrecipients	Accrued (Deferred) Reimbursements 1/1/15	Prior Years Adjustments	Federal Expenditures	Receipts Grant Reimburse- ments	Accrued (Deferred) Reimbursements 12/31/15
Department of Health and Human Services (Continued)									
Medical Assistance Program: (Medicaid Cluster)	93.778 (*) (**)	WI DHS	CARS # 560074, 560081, 560087, 560091, 581						
ADRC Contract									
2014				\$ -	\$ 114,771	\$ -	\$ -	\$ 114,771	\$ -
2015	*			-	-	-	391,161	243,027	148,134
Total ADRC Contract				-	114,771	-	391,161	357,798	148,134
Elderly Benefit Specialists		WI DHS	CARS # 560021						
2014				-	12,478	-	-	12,478	-
2015				-	-	-	29,135	20,811	8,324
Total Elderly Benefit Specialists				-	12,478	-	29,135	33,289	8,324
I & A OCI Replacement		WI DHS	CARS #75010						
2015	*			-	-	-	3,622	3,622	-
Human Services Contract**: (Medicaid Cluster)		WI DHS	CARS # 837, 846						
2014	*			-	4,134	-	-	4,134	-
2015				-	-	-	18,654	11,298	7,356
Total Human Services Contract**: (Medicaid Cluster)				-	4,134	-	18,654	15,432	7,356
Wisconsin Medicaid Cost Reporting**: (Medicaid Cluster)	*	WI DHS	CARS # 684						
2015				-	-	-	293,551	293,551	-
Consolidated Contract - MCH**: (Medicaid Cluster)	*	WI DHS	CARS # 159320						
2014				-	138	-	-	138	-
2015				-	-	-	1,215	761	454
Total Consolidated Contract - MCH**: (Medicaid Cluster)				-	138	-	1,215	899	454
Income Maintenance Contract:		WI DHS / GRIM	FY 2015						
2015				-	68,675	-	324,331	380,894	12,112
Income Maintenance Outreach (Medicaid Cluster)	*	WI DHS	CARS # 75						
2015				-	-	-	14,353	14,353	-
Case Management**: (Medicaid Cluster)	*	WI DHS	FY 2015						
2014				-	4,866	-	-	4,866	-
2015				-	-	-	42,114	40,540	1,574
Total Case Management**: (Medicaid Cluster)				-	4,866	-	42,114	45,406	1,574

*Major Federal Program Awards.

** Major State Program Awards.

**POLK COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2015**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Pass-Through Entity	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Accrued (Deferred) Reimbursements 1/1/15	Prior Years Adjustments	Federal Expenditures	Receipts Grant Reimburse- ments	Accrued (Deferred) Reimbursements 12/31/15
<u>Department of Health and Human Services (Continued)</u>									
<u>Claims Paid to Providers Via Third Party Administrator</u>									
Medical Assistance: (Medicaid Cluster)	93.778 (A) (*) (**)			\$ -	\$ -	\$ -	233,823	\$ -	\$ -
Total Medicaid Cluster				-	205,062	-	1,351,959	1,145,244	177,954
Block Grant for Community Health: Human Services Contract: 2015	93.958	WI DHS	CARS # 569	-	-	-	17,164	17,164	-
Block Grant - Prevention and Treatment: Human Services Contract: 2015	93.959	WI DHS	CARS # 570, 544	-	-	-	128,104	126,249	1,855
Preventive Health and Health Service Block Grant: 2014	93.991	WI DHS	CARS # 159220	-	2,836	-	-	2,836	-
2015				-	-	-	9,240	9,240	-
Total Preventive Health and Health Service Block Grant:				-	2,836	-	9,240	12,076	-
Maternal and Child Health Services Block Grant: Consolidated Contracts - MCH: 2014	93.994	WI DHS	CARS # 159320	-	1,889	-	-	1,889	-
2015				-	-	-	16,639	10,422	6,217
Total Consolidated Contacts - MCH				-	1,889	-	16,639	12,311	6,217
Reproductive Health: 2015			CARS #159321	-	-	-	23,210	23,210	-
Total Maternal and Child Health Services Block Grant				-	1,889	-	39,849	35,521	6,217
Total Department of Health and Human Services				-	389,110	-	3,575,590	3,148,212	375,229
<u>Department of Homeland Security</u>									
Emergency Food and Shelter Program 01/01/2015-12/31/2015	97.024	WI DMA	FY 2015-921400	-	-	-	3,000	3,000	-
Emergency Management Performance Grants: Emergency Government: 10/1/14-9/30/15	97.042	WI DMA	FY 2015	-	(1,302)	-	46,443	22,784	22,357
Total Department of Homeland Security				-	(1,302)	-	49,443	25,784	22,357
TOTAL FEDERAL AWARDS				\$ -	\$ 447,188	\$ -	\$ 4,225,897	\$ 3,695,450	\$ 510,601

*Major Federal Program Awards.

** Major State Program Awards.

**POLK COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE
YEAR ENDED DECEMBER 31, 2015**

<u>State Grantor Agency/ Program Title and Year</u>	<u>State I.D. Number</u>	<u>Accrued (Deferred) Reimbursements 1/1/2015</u>	<u>Prior Years Adjustments</u>	<u>Expenditures</u>	<u>Receipts Grant Reimburse- ments</u>	<u>Accrued (Deferred) Reimbursements 12/31/2015</u>
<u>Department of Agriculture, Trade and Consumer Protection</u>						
Soil and Water Resource Management:						
Soil and Water Resource Management Program:						
Basic Allocation:	115.15					
2015		\$ -	\$ -	\$ 149,314	\$ 149,314	\$ -
LWRM Plan Implementation:	115.40					
2015		-	-	116,051	-	116,051
Total Department of Agriculture, Trade and Consumer Protection		-	-	265,365	149,314	116,051
<u>Department of Natural Resources</u>						
Boating Enforcement Aids:	370.550					
2015		-	-	10,964	10,964	-
All-Terrain Vehicle Enforcement Aids:	370.551					
5/1/14-4/30/15		-	-	4,526	4,526	-
Snowmobile Enforcement Aids:	370.552					
5/1/14-4/30/15		-	-	3,627	3,627	-
Wildlife Damage Claims and Abatement:	370.553					
Wildlife Damage Program:						
2014		35,270	-	-	35,270	-
2015		-	-	38,642	26,273	12,369
Resource Aids:						
County Conservation Aids:	370.563					
2015		-	-	2,389	2,389	-
County Forest Wildlife Habitat Improvement Program:	370.564					
2015		-	-	809	809	-
Resource Aids	370.566					
2015		-	-	19,311	19,311	-
County Forest Loans:	370.567					
2015		-	-	8,223	8,223	-
Urban and Community Forestry:	370.572					
2015		-	-	46,210	46,210	-
Supplemental Payable	370.575					
7/1/14-6/30/15 S-4158		-	-	100,168	100,168	-
All-Terrain Vehicles:	370.577					
7/1/14-6/30/15 ATV-3073		-	-	24,996	24,996	-
7/1/15-6/30/16 ATV-3356		-	-	-	69,628	(69,628)
7/1/14-6/30/15 ATV-2194		-	-	4,165	4,165	-
7/1/15-6/30/16 ATV-3318		-	-	3,645	3,645	-
7/1/14-6/30/15 UTV-14015		-	-	7	7	-
7/1/15-6/30/16 UTV-15018		-	-	1,565	1,565	-

**Major State Financial Assistance Program.

POLK COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2015

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/2015	Prior Years Adjustments	Expenditures	Receipts Grant Reimburse- ments	Accrued (Deferred) Reimbursements 12/31/2015
<u>Department of Natural Resources (Continued)</u>						
Lakes Management Grants:	370.663					
2/15/15-12/31/16 LPT-474-15		\$ -	\$ -	\$ 45,000	\$ 45,000	\$ -
4/1/13-12/31/15 AEPP-352-12		-	-	37,473	-	37,473
4/1/14-6/30/15 SLP-337-14		491	-	-	491	-
Shoreline Grant		-	-	500	500	-
Municipal and County Recycling Grants:	370.670					
2015		-	-	159,584	159,584	-
Total Department of Natural Resources		35,761	-	511,804	567,351	(19,786)
<u>Department of Transportation</u>						
Elderly and Handicapped County Aids:	395.101 (**)					
Elderly and Handicapped Transportation:						
2015		-	-	112,794	112,794	-
<u>Department of Corrections</u>						
Community Intervention:	410.302					
7/1/14-6/30/15		933	-	2,800	3,733	-
7/1/15-6/30/16		-	-	2,255	1,897	358
Community Youth and Family Aids:	410.313					
2014		265,899	-	-	265,899	-
2015		-	-	565,814	369,912	195,902
Total Department of Corrections		266,832	-	570,869	641,441	196,260
<u>Department of Health Services</u>						
Fluoride Supplement:	435.151734					
2015		-	-	2,163	1,894	269
Fluoride Mouthrinse:	435.151735					
2015		951	-	1,519	1,913	557
WIC Farmers Market:	435.154720					
2015		-	-	1,484	1,484	-
WWWP-GPR:	435.157000					
2014		4,859	-	-	4,859	-
2015		-	-	36,018	36,018	-
Consolidated Contract - CHHD LD:	435.157720					
2015		-	-	4,409	4,409	-

**Major State Financial Assistance Program.

**POLK COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2015**

<u>State Grantor Agency/ Program Title and Year</u>	<u>State I.D. Number</u>	<u>Accrued (Deferred) Reimbursements 1/1/2015</u>	<u>Prior Years Adjustments</u>	<u>Expenditures</u>	<u>Receipts Grant Reimburse- ments</u>	<u>Accrued (Deferred) Reimbursements 12/31/2015</u>
<u>Department of Health Services (Continued)</u>						
TCPC - Wisconsin Wins: 2015	435.158127	\$ -	\$ -	\$ 15,680	\$ 15,680	\$ -
Consolidated Contract - MCH: 2015	435.159320	138	-	1,212	897	453
Reproductive Health: 2015	435.159321	-	-	22,327	22,327	-
Low Income Child Admin: 2015	435.231	-	-	1,508	1,508	-
FSET Transportation: 2014	435.233	(662)	-	-	(662)	-
FSET Retention: 2014	435.235	(178)	-	-	(178)	-
IM Available Allocation State Share: 2015	435.283 (**)	-	-	127,401	127,401	-
IM Available Allocation Federal Share: 2015	435.284 (**)	-	-	3,504	3,504	-
Adult Protective System: 2015	435.312	323	-	38,646	38,667	302
Community Options Program: 2014	435.367 (**)	7,136	-	-	7,136	-
2015		-	-	183,363	183,363	-
Alzheimer's Family Support: 2014	435.381	(724)	-	-	(724)	-
2015		-	-	8,551	8,936	(385)
Certified Mental Health Program: 2015	435.517 (**)	-	-	23,516	15,678	7,838
Nonresident: 2015	435.531	748	-	1,648	748	1,648
Birth-to-three Initiative: 2015	435.550	-	-	48,354	48,354	-
Basic County Allocation: 2015	435.561 (**)	-	-	934,009	934,009	-
IDP Emergency Funds: 2014	435.567	82,941	-	-	82,941	-
2015		-	-	107,375	-	107,375

**Major State Financial Assistance Program.

**POLK COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2015**

<u>State Grantor Agency/ Program Title and Year</u>	<u>State I.D. Number</u>	<u>Accrued (Deferred) Reimbursements 1/1/2015</u>	<u>Prior Years Adjustments</u>	<u>Expenditures</u>	<u>Receipts Grant Reimburse- ments</u>	<u>Accrued (Deferred) Reimbursements 12/31/2015</u>
<u>Department of Health Services (Continued)</u>						
Community Services and MH Services:						
IMD-OBRA Relocations:	435.571					
2015		\$ -	\$ -	\$ 21,064	\$ 21,064	\$ -
Family Support Program:	435.577					
2014		9,254	-	-	9,254	-
2015		-	-	43,698	43,698	-
State/County Match:	435.681 (**)					
2015		-	-	129,117	129,117	-
Elder Abuse Services:	435.560490					
2014		4,168	-	-	4,168	-
2015		-	-	18,024	13,201	4,823
Aging & Disability Resource Center	435.560100 (**)					
2014		24,283	-	-	24,283	-
2015		-	-	435,261	380,667	54,594
Children Long Term Support MH AUT CWA Admin	435.838 (**)					
2014		1,040	-	-	1,040	-
2015		-	-	2,542	1,552	990
Children Long Term Support PD OTH CWA Admin	435.847 (**)					
2015		3,099	-	12,996	12,853	3,242
Passed thru Greater Wisconsin Agency on Aging Resources, Inc. (GWAAR):						
Elderly Benefit Specialist Program:	435.560320					
2015		23,968	-	-	23,968	-
Elderly Benefit Specialist Program:	435.560324					
2015		-	-	29,135	20,811	8,324
Elderly Benefit Specialist Program - Other:	435.560325					
2015		-	-	27,295	20,850	6,445
Benefit Specialist Program OCI Assistance Activities:	435.560327					
2015		-	-	7,729	7,729	-
State Senior Community Services:	435.560330					
2015		-	-	13,907	13,907	-
III-C-1 Congregate Meal Program:	435.560350 (**)					
2014		45,664	-	-	45,664	-
2015		-	-	157,040	141,601	15,439

**Major State Financial Assistance Program.

POLK COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2015

<u>State Grantor Agency/ Program Title and Year</u>	<u>State I.D. Number</u>	<u>Accrued (Deferred) Reimbursements 1/1/2015</u>	<u>Prior Years Adjustments</u>	<u>Expenditures</u>	<u>Receipts Grant Reimburse- ments</u>	<u>Accrued (Deferred) Reimbursements 12/31/2015</u>
<u>Department of Health Services (Continued)</u>						
II-C-2 Home Delivered Program:	435.560360					
2014		\$ 1,996	\$ -	\$ -	\$ 1,996	\$ -
2015		-	-	74,702	43,736	30,966
Alzheimer's Grant	435.560381					
2015		4,265	-	5,406	4,806	4,865
Total Department of Health Services		213,269	-	2,540,603	2,506,127	247,745
<u>Department of Children and Families</u>						
CW Tribal High Cost	437.674					
2015		-	-	4,032	4,032	-
CW Adam Walsh Foster/Adoptive Parents	437.3324					
2015		51	-	526	577	-
CW Trauma Project Safe and Stable	437.3306					
2015		-	-	19,120	19,120	-
Basic County Allocation	437.3561 (**)					
2015		-	-	247,646	247,646	-
Basic County Allocation	437.3681 (**)					
2015		-	-	43,314	43,314	-
CW WSACWIS Annual Op Maint Fee	437.3604					
2015		-	-	(5,619)	(5,619)	-
Child Support Enforcement	437.7502					
2015		-	-	40,628	40,628	-
Total Department of Children and Families		51	-	349,647	349,698	-
<u>Department of Justice</u>						
DNA Sample Reimbursement:	455.221					
2015		-	-	900	900	-
Law Enforcement Training:	455.231					
2015		4,511	-	8,960	13,471	-
County Tribal Law Enforcement:	455.263					
2015		-	-	15,706	15,706	-
Victim and Witness Assistance Program - A Program Cluster:	455.532					
2015		-	-	65,869	65,869	-
Total Department of Justice		4,511	-	91,435	95,946	-

**Major State Financial Assistance

**POLK COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2015**

<u>State Grantor Agency/ Program Title and Year</u>	<u>State I.D. Number</u>	<u>Accrued (Deferred) Reimbursements 1/1/2015</u>	<u>Prior Years Adjustments</u>	<u>Expenditures</u>	<u>Receipts Grant Reimburse- ments</u>	<u>Accrued (Deferred) Reimbursements 12/31/2015</u>
<u>Department of Military Affairs</u>						
Emergency Planning Grant Program: LEPC Emergency Planning Grant: 10/1/14-9/30/15	465.337	\$ -	\$ -	\$ 11,917	\$ 7,252	\$ 4,665
<u>Department of Veteran Affairs</u>						
County Veterans Services Grant 2015	485.001	-	-	10,000	10,000	-
Transportation Grant 2015		-	-	5,074	-	5,074
<u>Department of Administration</u>						
Land Information Grants:						
Land Information Training: 2015	505.118	-	-	1,000	1,000	-
Land Info Program Grant 2015		-	-	22,632	22,632	-
Utility Public Benefits - Low Income Assistance: 10/1/14-9/30/15	505.371	-	-	5,315	9,141	(3,826)
10/1/15-9/30/16		-	-	2,941	4,586	(1,645)
Outreach: 10/1/14-9/30/15		-	-	7,368	10,668	(3,300)
10/1/15-9/30/16		-	-	4,903	4,569	334
WX Operations 10/1/14-9/30/15		-	-	10,812	15,296	(4,484)
10/1/15-9/30/16		-	-	3,922	5,499	(1,577)
Total Department of Administration		<u>-</u>	<u>-</u>	<u>58,893</u>	<u>73,391</u>	<u>(14,498)</u>
Total State Financial Assistance		<u>\$ 520,424</u>	<u>\$ -</u>	<u>4,528,401</u>	<u>\$ 4,496,062</u>	<u>\$ 530,437</u>
<u>Claims Paid to Providers Via Third Party Administrator</u>						
Children's Long Term Support	(A) (**)			167,866		
TOTAL STATE FINANCIAL ASSISTANCE EXPENDITURES				<u><u>\$ 4,696,267</u></u>		

**Major State Financial Assistance Program.

**POLK COUNTY, WISCONSIN
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
DECEMBER 31, 2015**

NOTE 1 REPORTING ENTITY

Polk County (the County) is governed by a board of supervisors consisting of fifteen 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 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Polk County has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

**POLK COUNTY, WISCONSIN
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
DECEMBER 31, 2015**

NOTE 4 PASSED THROUGH TO SUBRECIPIENTS

During 2015, the County did not pass any federal awards through to subrecipients.

NOTE 5 CLAIMS PAID VIA THRID PARTY ADMINISTRATOR

Amounts shown as paid via Third Party Administrator (TPA) are payments made by a TPA for County authorized services. The TPA makes payments directly to service providers, and receives reimbursement for these services directly from the Wisconsin Department of Health Services (DHS). The activity between the TPA and service providers is not recorded in the County's financial accounting system; however, DHS guidance dictates that these transactions are to be included in the Schedules of Expenditures of Federal Awards and State Financial Assistance.

NOTE 6 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, 2015 accrued (deferred) reimbursement balances of the individual programs based on subsequent funding of the programs in 2015 and/or adjustment of accruals resulting from prior year audit findings.

**POLK COUNTY, WISCONSIN
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
DECEMBER 31, 2015**

A. MAJOR FEDERAL PROGRAM AWARDS

None

B. MAJOR STATE FINANCIAL ASSISTANCE PROGRAMS

None

C. STATE GENERAL REQUIREMENTS

None



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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**

Honorable Members
of the Board of Supervisors
Polk County, Wisconsin

We have audited, in accordance with auditing standards generally accepted in the United States of America and standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, 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, 2015, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated June 24, 2016.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying Schedule of Findings and Questioned Costs, we identified certain deficiencies in internal control 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 2015-001 through 2015-003 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 from 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 Response to Findings

The County's responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. The County's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the County's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



CliftonLarsonAllen LLP

Eau Claire, Wisconsin
June 24, 2016



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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL AND STATE PROGRAM, REPORT ON INTERNAL CONTROL OVER COMPLIANCE, AND REPORT ON THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE REQUIRED BY THE UNIFORM GUIDANCE AND STATE SINGLE AUDIT GUIDELINES

Honorable Members
of the Board of Supervisors
Polk County, Wisconsin

Report on Compliance for Each Major Federal and State Program

We have audited Polk County, Wisconsin's (County) compliance with the types of compliance requirements described in the *OMB 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, 2015. 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.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and terms and conditions of its federal and state awards applicable to its federal and state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance); and the *State Single Audit Guidelines*, issued by the Wisconsin Department of Administration. Those standards, the Uniform Guidance, and the 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.

Honorable Members
of the Board of Supervisors
Polk County, Wisconsin

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal and state program. However, our audit does not provide a legal determination on the County's compliance.

Opinions on Each Major Federal and State Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on to each of its major federal and state programs identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs for the year ended December 31, 2015.

Report on Internal Control over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal or state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major program and to test and report on internal control over compliance in accordance with the Uniform Guidance 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.

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 program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program less severe than a material weakness in internal control over compliance, yet important enough to merit attention of those charged with governance.

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the result of that testing based on the requirements of the Uniform Guidance and *State Single Audit Guidelines*. Accordingly, this report is not suitable for any other purpose.

Honorable Members
of the Board of Supervisors
Polk County, Wisconsin

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance and Schedule of State Financial Assistance Required by State Single Audit Guidelines

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 as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise Polk County's basic financial statements. We issued our report thereon dated June 24, 2016, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards and schedule of state financial assistance are presented for purposes of additional analysis as required by the Uniform Guidance and State Single Audit Guidelines, respectively, and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditure of federal awards and schedule of state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.



CliftonLarsonAllen LLP

Eau Claire, Wisconsin
June 24, 2016

**POLK COUNTY, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
DECEMBER 31, 2015**

PART I: SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued: Unmodified
 Internal control over financial reporting:
 • Material weakness(es) identified? X yes none reported
 • Significant deficiency(ies) identified? yes X none reported

Noncompliance material to financial statements noted? yes X none reported

Federal Awards

Internal control over major programs:
 • Material weakness(es) identified? yes X none reported
 • Significant deficiency(ies) identified? yes X none reported

Type of auditors' report issued on compliance for major programs Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? yes X none reported

Identification of major Federal programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
93.778	Medicaid Cluster
93.563	Child Support Enforcement

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee? yes X no

**POLK COUNTY, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
DECEMBER 31, 2015**

PART I: SUMMARY OF AUDITORS' RESULTS (CONTINUED)

State Awards

Internal control over major programs:

- Material weakness(es) identified? yes none reported
- Significant deficiency(ies) identified? yes none reported

Type of auditors' report issued on compliance for major programs Unmodified

Any audit findings disclosed that are required to be reported in accordance with the *State Single Audit Guidelines*? yes none reported

Identification of major State programs:

<u>CFDA Number(s)</u>	<u>Name of State Program or Cluster</u>
115.150	Soil and Water Resource Management (SWRM)
115.400	Land and Water Resource Management (LWRM)
370.670	Municipal and County Recycling Grants
410.313	Community Youth and Family Aids
435.283	Income Maintenance Available Allocation – State Share
435.284	Income Maintenance Available Allocation – Federal Share
435.367	Community Options Program
435.450	Children Long Term Support GPR
435.451	Children Long Term Support MH Non-Federal
435.460	Children Long Term Support DD Non-Federal
435.461	Children Long Term Support MH Non-Federal
435.462	Children Long Term Support PD Non-Federal
435.517	Children Long Term Support Certified Mental Health
435.838	Children Long Term Support MH AUT CWA
435.847	Children Long Term Support PD OTH CWA
435.561	Basic County Allocation
435.681	Basic County Allocation Overmatch
437.3561	Basic County Allocation
437.3681	Basic County Allocation Overmatch

Federal Programs Tested as Major State Programs:

93.778	Medical Assistance – Case Management
93.778	Medical Assistance – Wisconsin Medicare Cost Reporting
93.778	Medical Assistance – Income Maintenance
93.778	Medical Assistance – Children Long Term Support

Dollar threshold used to distinguish between type A and type B programs: \$250,000

Auditee qualified as low-risk auditee? yes no

**POLK COUNTY, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
DECEMBER 31, 2015**

PART II: FINDINGS RELATED TO THE FINANCIAL STATEMENTS:

FINDING: 2015-001 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 that would enable management to conclude its annual financial statements and related footnote disclosures are complete and presented in accordance with Generally Accepted Accounting Principles (GAAP).

Context: The County has informed us that they do not have an internal control policy in place over the annual financial reporting and that they do not have the necessary staff to prevent or detect a material misstatement in the annual financial statements including footnote disclosures. However, they have reviewed and approved the annual financial statements and the related footnote disclosures.

Cause: The County relies on the audit firm to prepare the annual financial statements and related footnote disclosures.

Effect: 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.

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. 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, 2015

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

FINDING: 2015-002 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.

Context: The County has informed us that they will continue to rely upon the audit firm to propose such audit adjustments as are necessary to adjust accounts in accordance with Generally Accepted Accounting Principles (GAAP). Management will review and approve those entries prior to recording them.

Cause: The County has not established controls to ensure that all accounts are adjusted to their appropriate year end balances in accordance with GAAP.

Effect: The potential exists that financial statements of the County may include inaccurate information not detected or prevented by County staff.

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. 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, 2015**

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

FINDING: 2015-003 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 certain County offices (i.e., Treasurer, Clerk, register of probate, lime fund, zoning and aging) the available staff precludes a proper separation of duties to assure adequate internal control.

Context: The limited size of the County's limited staff in some departments responsible for accounting and financial duties precludes a complete segregation of incompatible duties. The County has informed us that it may not be cost effective to hire the additional personnel required to achieve complete segregation of duties.

Cause: The condition is due to limited staff available.

Effect: The potential exists that the design of the internal controls over financial reporting could affect the ability of the County to record, process, summarize and report financial data consistently with the assertions of management in the financial statements. In addition, this lack of segregation of duties may result in the County's inability to prevent /detect misappropriation of County assets.

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. The County is pursuing a business office concept to address receipting controls, provide an environment capable of both segregating responsibilities and cross-training as well as enhance the transactional experience of the public. 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.

Compensating Controls and Mitigating Factors:

The cash disbursements process includes approval of the disbursement by the department head and approval of each voucher and coding by the finance department. The payroll disbursements process includes board approval of all contracts and hourly wage rates, supervisor approval of timesheets, and review of coding by payroll personnel. The receipts process includes pre-numbering and a restrictive endorsement stamp. In addition to the above, each department head and members of administration monitor budget to actual reports on a regular basis in order to identify unusual variances or activities. Improvements were made during the current year in the areas of cash receipting and bank reconciliations.

**POLK COUNTY, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
DECEMBER 31, 2015**

PART III: FINDINGS RELATED TO MAJOR FEDERAL AWARD PROGRAMS:

None

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

None

PART V: FINDINGS RELATED TO STATE GENERAL REQUIREMENTS:

None

PART VI: PRIOR YEAR FINDINGS

2014-001

SEE CURRENT YEAR FINDING 2015-001.

Reason for finding's recurrence: Polk 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. The County Administrator is the official responsible for ensuring corrective action of the deficiency.

2014-002

SEE CURRENT YEAR FINDING 2015-002.

Reason for finding's recurrence: Polk 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. The Finance Director is the official responsible for ensuring corrective action of the deficiency.

2014-003

SEE CURRENT YEAR FINDING 2015-003.

Reason for finding's recurrence: Polk County continues to work to achieve segregation of duties whenever cost effective. The Finance Director is the official responsible for ensuring corrective action of the deficiency.

2014-004

Corrective action was taken by the County.

2014-005

Corrective action was taken by the County.