

**GUILFORD COUNTY  
NORTH CAROLINA**

Schedule of Expenditures of Federal and State Awards  
as of and for the Year Ended June 30, 2012 and  
Independent Auditors' Reports

GUILFORD COUNTY, NORTH CAROLINA  
TABLE OF CONTENTS

---

	<u>Page(s)</u>
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 <i>Government Auditing Standards</i>	1 - 2
Independent Auditors' Report On Compliance With Requirements Applicable To Each Major Federal Program And Internal Control Over Compliance In Accordance With OMB Circular A-133 and the State Single Audit Implementation Act	3 - 4
Independent Auditors' Report On Compliance With Requirements Applicable To Each Major State Program And Internal Control Over Compliance In Accordance With Applicable Sections of OMB Circular A-133 and the State Single Audit Implementation Act	5 - 6
Schedule of Findings and Questioned Costs	7 - 15
Schedule of Corrective Action Plan	16 - 18
Schedule of Prior Year Findings and Questioned Costs	19
Schedule of Expenditures of Federal and State Awards	20 – 25
Notes to Schedule of Expenditures of Federal and State Awards	26



**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**

The Board of County Commissioners  
Guilford County, North Carolina

We have audited the financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Guilford County, North Carolina (the "County"), as of and for the year ended June 30, 2012, which collectively comprise the County's basic financial statements, and have issued our report thereon dated November 27, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. The financial statements of the Greensboro/Guilford County Tourism Development Authority were not audited in accordance with *Government Auditing Standards*.

**Internal Control Over Financial Reporting**

Management of the County is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the 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.

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 entity's financial statements will not be prevented, or detected and corrected on a timely basis.

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

**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 tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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

Raleigh, North Carolina  
November 27, 2012



**Independent Auditors' Report On Compliance With Requirements  
Applicable To Each Major Federal Program And Internal Control  
Over Compliance In Accordance With OMB Circular A-133  
and the State Single Audit Implementation Act**

The Board of County Commissioners  
Guilford County, North Carolina

Compliance

We have audited Guilford County, North Carolina, (the "County"), compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* and the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that could have a direct and material effect on each of the County's major federal programs for the year ended June 30, 2012. The County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal 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 Implementation Act. Those standards, OMB Circular A-133, and the State Single Audit Implementation Act 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 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.

In our opinion, the County complied, in all material respects, with the compliance requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2012. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and the State Single Audit Implementation Act, and which are described in the accompanying schedule of findings and questioned costs as items 12-01 and 12-02.

Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal 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 program to determine our 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, 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 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.

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

The 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 the County's responses and, accordingly, we express no opinion on the responses.

#### Schedule of Expenditures of Federal and State Awards

We have audited the financial statements of the governmental activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the County as of and for the year ended June 30, 2012, and have issued our report thereon dated November 27, 2012. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying schedule of expenditures of federal and State awards is presented for purposes of additional analysis as required by OMB Circular A-133, *Audits of States, Local Governments, and Non-Profits Organizations*, and the State Single Audit Implementation Act and is not a required part of the basic financial statements. The schedule is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such 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 financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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

Raleigh, North Carolina  
November 27, 2012



**Independent Auditors' Report On Compliance With Requirements  
Applicable To Each Major State Program And Internal Control  
Over Compliance In Accordance With Applicable Sections of OMB Circular A-133  
and the State Single Audit Implementation Act**

The Board of County Commissioners  
Guilford County, North Carolina

Compliance

We have audited Guilford County, North Carolina (the "County"), compliance with the types of compliance requirements described in the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that are applicable to each of its major State programs for the year ended June 30, 2012. The County's major State programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major 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; applicable sections of OMB Circular A-133, as described in the *Audit Manual for Governmental Auditors in North Carolina*, and the State Single Audit Implementation Act. Those standards, applicable sections of OMB Circular A-133, and the State Single Audit Implementation Act 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 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.

In our opinion, the County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major State programs for the year ended June 30, 2012. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with applicable sections of OMB Circular A-133 and the State Single Audit Implementation Act, and which are described in the accompanying schedule of findings and questioned costs as items 12-03, 12-04, 12-05, and 12-06.

Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to 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 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 with applicable sections of OMB Circular A-133 and the State Single Audit Implementation Act, 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 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 State program will not be prevented, or detected and corrected, on a timely basis.

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

The 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 the County's responses and, accordingly, we express no opinion on the responses.

#### Schedule of Expenditures of Federal and State Awards

We have audited the financial statements of the governmental activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the County as of and for the year ended June 30, 2012, and have issued our report thereon dated November 27, 2012. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying schedule of expenditures of federal and State awards is presented for purposes of additional analysis as required by OMB Circular A-133, *Audits of States, Local Governments, and Non-Profits Organizations*, and the State Single Audit Implementation Act and is not a required part of the basic financial statements. The schedule is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such 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 financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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

Raleigh, North Carolina  
November 27, 2012



GUILFORD COUNTY, NORTH CAROLINA  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
 For the fiscal year ended June 30, 2012

---

**Section I – Summary of Auditors’ Results**

**Financial Statements**

Type of auditors’ report issued: Unqualified

Internal control over financial reporting:

- Material weakness(es) identified? \_\_\_ yes   X   no
- Significant deficiency(s) identified that are not considered to be material weaknesses \_\_\_ yes   X   no
- Noncompliance material to financial statements noted \_\_\_ yes   X   no

**Federal Awards**

Internal control over major federal programs:

- Material weaknesses identified? \_\_\_ yes   X   no
- Significant deficiency(s) identified that are not considered to be material weaknesses \_\_\_ yes   X   no
- Noncompliance material to federal awards \_\_\_ yes   X   no

Type of auditors’ report issued on compliance for major federal programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133   X   yes \_\_\_ no

Identification of major federal programs:

<u>CFDA #</u>	<u>Program Name</u>
*10.557	Special Supplemental Nutrition Program For Women, Infants, and Children
93.563	Child Support Enforcement IV-D Administration
93.563	Child Support Enforcement IV-D Incentive

GUILFORD COUNTY, NORTH CAROLINA  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
For the fiscal year ended June 30, 2012

---

**Section I – Summary of Auditors’ Results (continued)**

Identification of major federal programs (continued):

	Aging Cluster:
93.044	Title III-B, Supportive Services
93.044	Access
93.045	Title III-C-1, Congregate Meals
93.045	Title III-C-2, Home Delivered Meals
93.053	Nutrition Service Incentive Program
	Foster Care and Adoption Assistance Cluster:
93.658	IV-E Foster Care
93.658	IV-E Foster Care Maximization
93.658	IV-E Child Protective Services
93.658	IV-E Optional Administration
93.658	IV-E Administration County Paid to CCI
N/A	Foster Care HIV IV-E
93.658	IV-E Family Foster Max
93.658	IV-E Max Level III
93.658	ARRA-IV-E Foster Care
93.658	IV-E State Adoption Foster Care
*93.659	Adoption Assistance – IV-E
*93.659	IV-E Optional Adoption Training
*93.659	ARRA – Adoption Assistance
*93.659	Direct Benefit Payments Adoption Assistance – IV-E
*93.767	N.C Health Choice
93.778	Medical Assistance Cluster
	HIV Cluster:
93.940	Aid-To-County (Federal)
93.940	HIV Education, Counseling and Testing
93.977	Syphilis Elimination Project
N/A	HIV/STD Non-Traditional C/T
N/A	HIV/STD Prevention Training
N/A	HIV/STD State
	Social Services Block Grant
93.667	Adult Day Care
93.667	In-Home Services
93.667	SSBG Other Services and Training
93.667	Adult Protective Services
93.667	Aid to the Blind
93.667	Community Based Programs – Substance Abuse Prevention
93.667	Community Based Programs – Intellectual and Developmental Disabilities
93.667	SSBG Supportive Services for the Aging

GUILFORD COUNTY, NORTH CAROLINA  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
For the fiscal year ended June 30, 2012

---

**Section I – Summary of Auditors’ Results (continued)**

\*Federal programs that did not meet the criteria for a major program using the criteria discussed in OMB Circular A-133 Section .520 but were tested as a major program because the State awards met the threshold for a major State program or the audit was requested by the State are included in the list of major federal programs.

Dollar threshold used to distinguish  
between Type A and Type B Programs \$ 3,000,000

Auditee qualified as low-risk auditee  X  yes   no

**State Awards**

Internal control over major State programs:

• Material weakness(es) identified?   yes  X  no

• Significant deficiency(s) identified  
that are not considered to be  
material weaknesses   yes  X  no

Noncompliance material to State awards   yes  X  no

Type of auditors’ report issued on compliance of major State programs: Unqualified

Any audit findings disclosed that are required to be  
reported in accordance with the State Single  
Audit Implementation Act  X  yes   no

Identification of major State programs:

- Program Name
- System Management Transition
- Crisis Services – Local Psychiatric Inpatient
- Single Stream Line Funding
- In-Home Services
- One NC Fund-Business Expansion

State match on federal programs included in the list of major federal programs above for Foster Care and Adoption Assistance Cluster, Medical Assistance, HIV Cluster and Aging Cluster.

**Section II – Financial Statement Findings**

None noted

GUILFORD COUNTY, NORTH CAROLINA  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
For the fiscal year ended June 30, 2012

---

**Section III – Federal Awards Findings and Questioned Costs**

**U.S. Department of Health and Human Services  
Passed through Piedmont Triad Regional Council  
Aging Cluster  
CFDA # 93.044 CL**

**Finding 12-01**

**Nonmaterial Noncompliance – Eligibility, Special Tests and Provisions**

**Criteria:** Service provider agencies are required to maintain source documentation that support the program activities of non-unit based services. Actual expenditures that support non-unit based services are entered into the Division's ARMS system for reimbursement.

**Condition:** Three recipients where the provided units of services did not match the billed units of services.

**Questioned costs:** None. The unbilled units did not affect revenues because Transportation maxed out its grant funding without those units.

**Context:** We examined 47 eligible recipients and noted three recipients where the provided units of service did not match the billed units of service per the invoice.

**Effect:** There is a risk that the County is not in compliance with eligibility, and special tests and provisions compliance requirements.

**Cause:** Units of service entered into ARMS were not reviewed to ensure correctly entered in the system.

**Recommendation:** It is recommended that policies be put in place or reinforced to ensure that units of service billed are entered correctly in the system.

**Views of responsible officials:** No money was lost as a result of this failure to bill units of service as Transportation drew down all available funding from this grant.

GUILFORD COUNTY, NORTH CAROLINA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For the fiscal year ended June 30, 2012

---

**Section III – Federal Awards Findings and Questioned Costs - continued**

**U.S. Department of Health and Human Services**  
**Passed through the N.C. Department of Health and Human Services**  
**Medical Assistance**  
**CFDA # 93.778**

**Finding 12-02**  
**Nonmaterial Noncompliance – Eligibility**

**Criteria or specific requirement:** The County should have adequate monitoring controls to ensure that all information is updated appropriately in recipient's files and in the EIS system, and to ensure that all required physical documentation is located in the file to properly document eligibility with program requirements.

**Condition:** Four instances in which documentation was missing from the file and one instance in which all audit documentation for the period tested was missing. No instances of incorrect eligibility determination were noted. However, the lack of controls allows for inaccuracies with the potential for over or under payment of benefits.

**Questioned costs:** None. Through review of the case files we were able to determine the recipient was eligible for assistance.

**Context:** We examined 36 case files. Of the 36 files sampled, we noted five of the files had missing documentation as follows:

- One all required audit documentation for period tested
- One budget verification form
- One verification of liquid assets, signed application, and program specific verification document
- One Notice of Rights of Transportation, budget verification form, signed application and program specific verification document
- One budget verification form, signed application and program specific verification document.

**Effect:** By not having the required documentation in the files, eligibility cannot be readily substantiated and there is a risk that the County could provide funding to individuals who are not eligible.

**Cause:** Case workers failed to update recipient's files appropriately.

**Recommendation:** Although these issues will occur from time to time considering the volume of case files that the County processes and maintains, it is recommended that policies be put in place or reinforced to ensure that participant eligibility and documentation is maintained appropriately. The County should maintain filing policies in an attempt to prevent loose filing in the future which can result in missing documentation.

**Views of responsible officials:** All cases reviewed were taken from a sample period for 9/2011. During this time, Family & Children's Medicaid had just begun implementation of a new electronic document management and filing system (Northwoods), as well as transition from our One Case system and paper filing, in order to improve efficiency.

GUILFORD COUNTY, NORTH CAROLINA  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
For the fiscal year ended June 30, 2012

---

**Section IV – State Award Findings and Questioned Costs**

**N.C. Department of Health and Human Services  
DSS Crosscutting**

**Finding 12-03  
Nonmaterial Noncompliance – Special Tests and Provisions**

**Criteria or specific requirement:** Physical documentation is required to properly document EPICS claims.

**Condition:** Three instances in which the County was unable to provide the EPICS claims supporting documentation for testing.

**Questioned costs:** None.

**Context:** We examined 40 case files and reviewed to ensure that proper supporting documentation was kept on file to support the claim.

**Effect:** By not having the required documentation on file, the EPICS claim cannot be readily substantiated and there is a risk that the County could be requesting funding from individuals who were truly eligible.

**Cause:** Documentation was misplaced.

**Recommendation:** The County should maintain all case documentation necessary to substantiate the claim entry into EPICS.

**Views of responsible officials:**

Non-compliant records:

1. As it is common practice in establishment of claims, our assertion is that a hard copy was available and factored into the decision to substantiate this claim at the time of the P.I. determination; in our investigation of this instance it appears that page 2 was not scanned. Part of the justification is that there were other instances where pages were not scanned. This is being addressed by Administration with the file room.
2. & 3. Program Integrity was unable to locate the Medicaid Investigative Summary at the time of this internal audit. Therefore, there was not documentation of this claim. It is likely that this could be the result of the process of moving to a paperless centralized system; i.e. scanning. During this transitional state, paperwork in the record or the record itself could have been misplaced. The scanning issue has been addressed with Administration, who has since implemented measures to ensure compliance with scanning procedures.

GUILFORD COUNTY, NORTH CAROLINA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For the fiscal year ended June 30, 2012

---

**Section IV – State Award Findings and Questioned Costs - continued**

**N.C. Department of Health and Human Services  
DSS Crosscutting**

**Finding 12-04  
Nonmaterial Noncompliance – Allowable Costs**

**Criteria:** As noted in the compliance supplement, day sheet entries should be supported by documentation in the case record files, and day sheet summaries should be transferred to the DSS 1571 accurately to an eligible fund source.

**Condition:** One instance in which the case record files did not have supporting documentation and one instance in which the Percentage Time Report for an individual could not be provided.

**Questioned costs:** None. The questioned costs were determined to be below the amount that must be reported.

**Context:** We examined 40 case files and reviewed for proper day sheet documentation in the case record.

**Effect:** Day sheets are reported by employees when accounting for Program time. This is used to determine proper reimbursement for the program. This is required by the State and failure to have proper day sheets may lead to error or inefficiencies in requesting reimbursement for the Program.

**Cause:** Daysheet was miscoded and files were missing appropriate narrative documentation.

**Recommendation:** The County should ensure all employees properly complete their daysheets and that time is appropriately accounted for and documented in the case file.

**Views of responsible officials:** (Documentation) If the child is actually removed from the custodian and the Social Worker needs to secure placement for the child, documentation is required. However that did not occur in this meeting and there was little involvement of the Social Worker in this particular meeting so no documentation occurred.

(Percentage of Time Reports) When setting up new or transferred workers, System Support acknowledges that all workers are responsible for Day Sheets except supervisors and clerks. If there is a doubt or question, it will be reviewed with DSS accounting.

**N.C. Department of Health and Human Services  
DSS Crosscutting, In-Home Services**

**Finding 12-05  
Nonmaterial Noncompliance – Reporting  
Nonmaterial Noncompliance – Allowable Costs, Special Tests and Provisions**

GUILFORD COUNTY, NORTH CAROLINA  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
For the fiscal year ended June 30, 2012

---

**Section IV – State Award Findings and Questioned Costs - continued**

**Criteria:** As noted in the compliance supplement, costs reported on the DSS 1571, Part IV should be within the allowable limits of the purchase contract. Service provider agencies are required to maintain source documentation that support the program activities of non-unit based services.

**Condition:** The following instances of noncompliance

- Compliance Requirement – Reporting – Crosscutting: Two instances in which purchase contract amount did not agree with the costs reported and invoiced.
- Compliance Requirement – Allowable Costs, Special Tests and Provision – In-Home Services: Four contracts where the units of service were not charged in accordance with the contract amount.

**Questioned costs:**

- Compliance Requirement – Reporting – Crosscutting: The questioned costs were determined to be below the amount that must be reported.
- Compliance Requirement – Allowable Costs, Special Tests and Provision - In-Home Services: None. The agencies were paid the correct amount, the contract was incorrect.

**Context:**

- Compliance Requirement – Reporting - Crosscutting: We examined three contracts. Of the three contracts examined, we noted two that were reported and invoiced differently than the contract.
- Compliance Requirement – Allowable Costs, Special Tests and Provision - In-Home Services - We examined twenty contracts, we noted four that were reported and invoiced differently than the contract. Two of the contracts were the same as discovered in error at Crosscutting testing.

**Effect:** There is a risk that the County is not in compliance with reporting, allowable costs, and special tests and provision compliance requirements.

**Cause:**

- Compliance Requirement – Reporting – Crosscutting: Amounts billed to vendor were not reviewed and agreed to contract amount.
- Compliance Requirement – Allowable Costs, Special Tests and Provision - In-Home Services: Contract written with incorrect cost of service units.

**Recommendation:** It is recommended that policies be put in place or reinforced to ensure that amounts billed agree to contracts on file.

**Views of responsible officials:** The correct hourly rates were paid despite being recorded incorrectly on the contracts for FY 2011-2012.



GUILFORD COUNTY, NORTH CAROLINA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For the fiscal year ended June 30, 2012

---

**Section IV – State Award Findings and Questioned Costs - continued**

**N.C. Department of Health and Human Services  
Mental Health Crosscutting**

**Finding 12-06**

**Nonmaterial Noncompliance – Allowable Costs, Special Tests and Provisions**

**Criteria or specific requirement:** As noted in the compliance supplement, Unit Cost Reimbursement (UCR) transactions from the IPRS reporting should correctly state the service and number of units reported and be properly documented.

**Condition:** Three instances of incorrect billings from the providers.

**Questioned costs:** \$142.29

**Context:** We examined 63 case files and reviewed to ensure correct service and number of units were reported.

**Effect:** There is a risk that the County is not in compliance with allowable costs and special tests and provision compliance requirements.

**Cause:** Amounts billed from the providers were not substantiated properly and therefore not a billable event.

**Recommendation:** We recommend a regimen of ongoing training for providers, established policies and procedures, periodic audit visits, and paybacks where required.

**Views of responsible officials:** The Guilford Center has a large number of providers and performs ongoing monitoring of all providers. Because of the volume, the Guilford Center cannot ensure the accuracy of daily provider billings but ongoing training, audits and corrective action plans ameliorate improperly billed claims.

GUILFORD COUNTY, NORTH CAROLINA  
**SCHEDULE OF CORRECTIVE ACTION PLAN**  
For the fiscal year ended June 30, 2012

---

12-01

Name of contact person: Myra Thompson

Corrective Action: A report from the Aging Resource Management System (ARMS) will be printed out each month by Transportation to ensure that all units of service were entered correctly. Any needed corrections will be made.

Proposed Completion Date: Immediately

12-02

Name of contact person: Lisa Ashley

Corrective Action: The following action plan has been put into place for Family & Children's Medicaid, within Guilford County:

- Policy refresher training for all Family & Children's Medicaid staff in the areas of budgeting, case documentation, and verifications required. (*Ongoing—Last training held 11/14/12 in High Point & 11/15/12 in Greensboro*)
- Northwoods document management system began implementation 8/2011 in High Point & 11/2011 in Greensboro. As of 2/2012, Northwoods was fully implemented in both cities. All Family & Children's applications and reviews are now completed and files stored within Northwoods.
  - All paper case files have been scanned into Northwoods and electronic case files have been created within Laserfiche.
  - All verifications and documentation associated with each application, review, and case action are now completed & saved within the Northwoods system.
  - There is no longer any loose filing. All verifications and documents provided by each customer are scanned into Northwoods and housed within the customer's electronic case file by one of the following methods:
    - All documents provided by direct customer contact are scanned by the Family & Children's Medicaid worker seen.
    - All documents provided by mail are scanned by file room staff and a task is sent to the appropriate worker to notify.
- Family & Children's Medicaid Supervisors will complete 2<sup>nd</sup> party reads on 3 cases, per Eligibility Worker, per month. (*Ongoing*)
  - Any noticed error trends will be addressed with further refresher training, detailed specifically to the shown trends.

Proposed Completion Date: Already in progress.

12-03

Name of contact person: Stacey Scherzer

Corrective Action: Improvement Plan to be implemented within Program Area:

(as developed between Program Integrity Manager and Supervisor)

GUILFORD COUNTY, NORTH CAROLINA  
**SCHEDULE OF CORRECTIVE ACTION PLAN**  
For the fiscal year ended June 30, 2012

---

1. Ensure all paperwork from this point forward is scanned into the laser fiche system or the Northwoods system front and back. Training on this subject has already been implemented. Administration is also actively addressing this.
2. Training has already been provided to all Program Integrity Investigators on the importance of the Medicaid Investigative Summary and to complete the form as documentation of a claim. The Program Integrity area continues to have refresher trainings at unit meetings.

Proposed Completion Date: The above improvement plan was implemented by the Program Integrity program area in October 2012.

12-04

Name of contact person: Pam Watkins (Documentation) and Mitzi Baird (Percentage of Time Reports)

Corrective Action: Program Manager will ensure that staff is properly trained on the proper documentation when coding daysheets using Code 219 (Protective Services for Children-Team Setting).

The Business System Support Specialist will perform an audit of workers that have been coded not to appear on the percentage of time report to verify that this is correct. If there are questions, it will be reviewed with DSS Accounting.

Proposed Completion Date: Immediately

12-05

Name of contact person: Sheila T. Whitaker

Corrective Action: On 08/09/12 DSS requested Guilford County Purchasing Department to complete amended contracts with the correct hourly rate for the IHA Providers (Caring Hands, One Source of the Carolinas, ARO Community SE, and Emmanuel Senior). The correct hourly rates were paid despite being recorded incorrectly on the contracts for FY 2011-2012.

Additionally, we have implemented internal controls to assure accuracy in all information (i.e. scope of work, hourly rates, and state attachments) relative to contract requirements. This will include review by the Division of Aging and Adult Services (DAAS) Administrative Assistant, IHA Supervisor and Division Director during the contracting process and prior to signature authorization.

Proposed Completion Date: These internal controls were implemented immediately upon findings on 08/09/12.

12-06

Name of contact person: Stephanie McManus (Notification to Providers); Laura Dewitt (Accounts Receivable for Paybacks).

Corrective Action: Providers are sent a notice of overpayment for events billed but not substantiated properly in the service documentation as part of our ordinary course of business. The money is paid back to the Guilford Center by the provider timely.

GUILFORD COUNTY, NORTH CAROLINA  
**SCHEDULE OF CORRECTIVE ACTION PLAN**  
For the fiscal year ended June 30, 2012

---

Proposed Completion Date: On October 10, 2012, payback notices were sent to the providers identified in the audit findings. Paybacks are due to the Guilford Center within 30 days from the receipt of the invoice.

Name of contact person: Anne Gable (Provider Training)

Corrective Action: The Guilford Center routinely offers ongoing trainings on proper service documentation for mental health services. The training covers documentation requirements for all mental health service types, errors in documentation that can lead to a payback for services rendered; and what constitutes fraud, waste, and abuse of state and federal monies.

Proposed Completion Date: Documentation Training was provided on September 21, 2012.

GUILFORD COUNTY, NORTH CAROLINA  
**SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS**  
For the fiscal year ended June 30, 2012

---

**Finding #: 11-01**  
Status: Corrected.

**Finding #: 11-02**  
Status: Corrected.

**Finding #: 11-03**  
Status: Corrected.

**Finding #: 11-04**  
Status: Corrected.

**Finding #: 11-05**  
Status: Not corrected.

**Criteria:** As specified in the State Foster Care compliance supplement, individuals receiving assistance must meet eligibility requirements identified in the Family Support and Child Welfare, Chapter XIII Child Welfare Funding Manual. Children must first be determined to be ineligible for IV-E.

**Condition:** Two instances where the recipient was receiving IV-E benefits. Case ID: 20074087793, 20071608478

**Questioned Costs:** None. There are no questioned costs associated with this finding. Benefits were correctly paid but out of the incorrect funding source.

**Context:** A sample of fifteen recipients, which represents 10% of the population, was tested for which two recipients were receiving IV-E benefits.

**Effect:** The County paid two recipient's benefits out of the incorrect funding source.

**Cause:** Case workers failed to update recipient's information in the system appropriately.

**Recommendation:** We recommend that procedures are in place to verify that all required case documentation is obtained, recorded, and updated appropriately.

**Corrective Action:** Foster Care Payment Accountant will submit payment adjustments for the cases to reflect IV-E eligible funds in the 5094 state system. These adjustments will be submitted on or before 9/21/12. Quarterly qualitative reviews will be conducted to determine if the 5120 and state system match. Foster care supervisors will discuss and document eligibility when conducting staff meetings with foster care social workers. Quarterly peer reviews will be held with program managers to review 5120s. The first peer review was held on 7/17/12. There are peer reviews scheduled for 10/1/12, 1/7/13 & 4/1/13. The quarterly monitoring session will be documented, along with attendance sheets of the participants.

GUILFORD COUNTY, NORTH CAROLINA  
Schedule of Expenditures of Federal and State Awards  
For the Fiscal Year Ended June 30, 2012

Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	State/Pass-Through Grantor's Number	Expenditures		
			Federal	State	Local
<b>FEDERAL AWARDS</b>					
<u>U.S. Department of Agriculture</u>					
<i>Child Nutrition Cluster:</i>					
Passed Through N.C. Department of Public Instruction:					
Child Nutrition Program	10.555	1167	\$ 43,218	-	-
Passed Through N.C. Department of Health and Human Services:					
Division of Women's and Children's Health:					
Summer Food Service Program	10.559	12725767W141	3,536	-	-
<i>Total Child Nutrition Cluster</i>			46,754	-	-
Passed Through N.C. Department of Health and Human Services:					
Division of Social Services:					
<i>Supplemental Nutrition Assistance Program(SNAP) Cluster:</i>					
Supplemental Nutrition Assistance Program Administration (Note 1)	10.561	-	3,910,901	-	3,910,901
Supplemental Nutrition Assistance Program Employment and Training (Note 1)	10.561	-	3,145	-	3,145
Supplemental Nutrition Assistance Fraud Administration (Note 1)	10.561	-	1,061	-	1,061
<i>Total Supplemental Nutrition Assistance Program(SNAP)</i>			3,915,107	-	3,915,107
Division of Women's and Children's Health:					
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	13A25405GB41,13A25405GC41,13A25409GB41,13A25409GC41,13A25403GB41,13A25403GC41,13A2570EJQ41,13A2570FJQ41,13A25404GB41,13A25404GC41	2,311,420	-	2,637
Direct Benefit Payments:					
Special Supplemental Nutrition Program for Women, Infants, and Children - Non Cash	10.557	-	10,485,024	-	-
Total U.S. Department of Agriculture			16,758,305	-	3,917,744
<u>U.S. Department of Housing and Urban Development</u>					
Passed Through the City of Greensboro, North Carolina:					
Lead Based Paint Hazard Control Program (Note 2)	14.900	NCLH0362-07	46,419	-	-
Lead Hazard Control Program for Healthy Homes	14.900	NCLHB0471-10	7,672	-	-
Passed Through the City of High Point, North Carolina:					
Lead Based Paint Hazard Control Program (Note 2)	14.900	NCLHB0394-08	18,049	-	-
Total U.S. Department of Housing and Urban Development			72,140	-	-
<u>U.S. Department of Justice</u>					
Passed through N.C. Department of Public Safety:					
<i>JAG Program Cluster:</i>					
ARRA - Edward Byrne Memorial Justice Assistance Grant	16.803	BJA-2009-2101	23,556	-	-
Passed Through City of High Point, North Carolina:					
ARRA - Edward Byrne Memorial Justice Assistance Grant	16.804	BJA-2009-2101	27,431	-	-
Edward Byrne Memorial Justice Assistance Grant	16.738	2009-SB-B9-0399	512	-	-
Edward Byrne Memorial Justice Assistance Grant	16.738	2010-DJ-BX-0246	297	-	3
<i>Total JAG Program Cluster</i>			51,796	-	3
Violence Against Women Act	16.588	2009-WF-AX-0040	21,235	-	21,416
Direct Programs:					
Federal Forfeitures	16.922	-	538,094	-	-
Child Sexual Predator Program	16.710	2008-CS-WX-0013	41,399	-	4,429
Bulletproof Vest Partnership Program	16.607	-	5,278	-	-
State Criminal Alien Assistance Program	16.606	2011-AP-BX-0895	187,639	-	-
Total U.S. Department of Justice			845,441	-	25,848
<u>U.S. Department of Treasury</u>					
Direct Programs:					
Federal Forfeitures	21.000	-	27,137	-	-
<u>U.S. Department of Energy</u>					
Passed Through N.C. Department of Commerce:					
ARRA - State Energy Fellowship Program:	81.041	-	36,210	-	-
<u>U.S. Department of Labor</u>					
Passed Through N.C. Department of Commerce:					
Division of Workforce Solutions:					
Passed Through City of Greensboro, North Carolina:					
<i>Workforce Investment Act Cluster:</i>					
WIA Adult Program	17.258	3-2020-42	37,215	-	-
WIA Youth Activities	17.278	3-2040-42	2,446	-	-
WIA Dislocated Workers	17.259	3-2030-42	25,588	-	-
<i>Total Workforce Investment Act Cluster</i>			65,249	-	-
Total U.S. Department of Labor			65,249	-	-

GUILFORD COUNTY, NORTH CAROLINA  
Schedule of Expenditures of Federal and State Awards  
For the Fiscal Year Ended June 30, 2012

Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	State/Pass-Through Grantor's Number	Expenditures		
			Federal	State	Local
<b>FEDERAL AWARDS (Continued)</b>					
<u>U.S. Department of Transportation</u>					
<i>Transit Services Programs Cluster:</i>					
Passed Through City of Greensboro, North Carolina: Job Access Reverse Commute	20.516	NC-37-X020	\$ 110,973	-	110,973
<i>Federal Transit Cluster:</i>					
Passed Through City of High Point, North Carolina: Federal Transit Urbanized Area Formula Program	20.507	NC-90-X470	29,428	-	29,428
Passed through N.C. Department of Public Safety: Haz Mat Emergency Preparedness	20.703	HMEP-2010-06	9,695	-	-
Passed Through the N.C. Department of Transportation: <i>Highway Safety Cluster:</i>					
Highway Safety Program	20.600	PT-2011-03-04-06, PT-2012-03-04-06	58,800	-	71,938
Highway Safety Program	20.600	PT-2011-03-03-03, PT-2012-03-03-03	8,182	-	10,983
<i>Total Highway Safety Cluster</i>			<u>66,982</u>	-	<u>82,921</u>
Public Transportation and Rail Division:					
Community Transportation Program - Administration	20.509	12-CT-049	63,566	105,282	29,797
Community Transportation Program - Capital	20.509	12-CT-049	<u>51,877</u>	<u>94,028</u>	<u>16,212</u>
<b>Total U.S. Department of Transportation</b>			<u>332,521</u>	<u>199,310</u>	<u>269,331</u>
<u>U.S. Department of Health and Human Services</u>					
Passed Through N.C. Department of Health and Human Services:					
Division of Social Services:					
Adoption Fostercare	N/A	-	328,286	-	942
TANF - County Issued Checks	93.558	-	496	-	-
Work First Administration	93.558	-	906,761	-	1,289,557
Work First Service	93.558	-	3,346,009	-	4,352,004
TANF - Domestic Violence	93.558	-	94,381	-	-
Jobs Boost	93.558	-	30,920	7,732	(2)
Family Preservation	93.556	-	25,429	-	-
Child Support Enforcement IV-D Administration	93.563	-	4,739,905	-	2,441,769
Child Support Enforcement IV-D Incentive	93.563	-	458,870	-	-
Refugee Assistance Administration	93.566	-	5,605	-	-
Crisis Intervention Payment	93.568	-	1,630,193	-	-
Low Income Home Energy Assistance	93.568	-	856,576	-	-
Low Income Energy Administration	93.568	-	377,998	-	-
Permanency Planning - Special	93.645	-	102,606	23,182	39,156
Adult Day Care	93.667	-	120,547	97,519	34,521
In-Home Services	93.667	-	213,579	-	30,511
SSBG Other Services and Training	93.667	-	2,191,959	176,385	862,968
Adult Protective Services	93.667	-	21,571	-	7,190
Links	93.674	-	69,974	17,493	-
Independent Living Special Links Fund	93.674	-	44,749	-	-
N.C. Health Choice	93.767	-	154,809	13,965	35,949
Adult Care Home Case Management	93.778	-	290,351	122,070	168,280
Eligible Workers Admin. - Medical Assistance	93.778	-	51,270	53,171	(1,901)
Medical Assistance Administration	93.778	-	5,085,828	-	5,085,828
Medical Transportation Service	93.778	-	2,163	1,193	(43)
<i>Foster Care and Adoption Cluster: (Note 3)</i>					
IV-E Foster Care	93.658	-	462,153	123,398	123,399
IV-E Foster Care Maximization	93.658	-	48,377	12,914	12,914
IV-E Child Protective Services	93.658	-	590,149	230,346	359,803
IV-E Optional Administration	93.658	-	842,589	-	842,589
IV-E Administration County Paid to CCI	93.658	-	241,711	120,855	120,855
Foster Care HIV IV-E	N/A	-	-	14,400	-
IV-E Family Foster Max	93.658	-	3,718	-	1,985
IV-E Max Level III	93.658	-	16,586	-	8,838
ARRA-IVE Foster Care	93.658	-	198	-	-
IV-E State Adoption Foster Care	93.658	-	4,953	-	1,651
Adoption Assistance - IVE	93.659	-	8,869	4,434	3,810
IV-E Optional Adoption Training	93.659	-	143,932	-	143,932
ARRA-Adoption Assistance	93.659	-	38	-	-
Foster Care At Risk Maximization	N/A	-	-	21,251	11,332
Direct Benefit Payments:					
Adoption Assistance - IVE	93.659	-	<u>3,338,650</u>	<u>893,355</u>	<u>893,979</u>
<i>Total Foster Care and Adoption Cluster</i>			<u>5,701,923</u>	<u>1,420,953</u>	<u>2,525,087</u>
Direct Benefit Payments:					
Temporary Assistance for Needy Families	93.558	-	2,932,041	(872)	30,408
Aid to Families with Dependent Children	93.560	-	(8,734)	(2,394)	(2,394)
Refugee Assistance Administration	93.566	-	106,184	-	-
Low Income Energy Assistance	93.568	-	(40)	-	775
CWS Adoption Assistance	93.645	-	-	1,705,944	381,400
Aid to the Blind	93.667	-	103,810	43,183	22,354

GUILFORD COUNTY, NORTH CAROLINA  
 Schedule of Expenditures of Federal and State Awards  
 For the Fiscal Year Ended June 30, 2012

Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	State/Pass-Through Grantor's Number	Expenditures		
			Federal	State	Local
<b>FEDERAL AWARDS (Continued)</b>					
<u>U.S. Department of Health and Human Services (continued)</u>					
Division of Social Services (continued)					
Division of Medical Assistance:					
Medicaid Transportation Reimbursement	93.778	-	\$ 1,674,647	895,977	-
Direct Benefit Payments:					
Medical Assistance	93.778	-	305,199,981	175,077,183	(1,151)
<i>Subsidized Child Care (Note 3):</i>					
<i>Child Care Development Fund Cluster:</i>					
Division of Social Services:					
Child Care Development Fund - Administration	93.596	-	735,304	-	-
Division of Child Development:					
Child Care and Development Fund - Discretionary	93.575	-	7,451,902	-	-
Child Care and Development Fund - Mandatory	93.596	-	2,772,120	-	-
Child Care and Development Fund - Match	93.596	-	<u>3,041,006</u>	<u>1,109,289</u>	-
<i>Total Child Care Development Fund Cluster</i>			14,000,332	1,109,289	-
TANF	93.558	-	3,310,130	-	-
SSBG	93.667	-	-	-	-
Foster Care Title IV-E	93.658	-	101,181	140,000	-
ARRA-Emergency Contingency Fund for Temporary Assistance for Needy Families State Programs	93.714	-	243,548	-	-
TANF Maintenance of Effort	N/A	-	-	1,083,250	-
Smart Start	N/A	-	-	7,992	-
State Appropriations	N/A	-	-	<u>1,554,847</u>	-
<i>Total Subsidized Child Care Cluster</i>			17,655,191	3,895,378	-
<u>Substance Abuse and Mental Health Service Administration</u>					
Passed Through N.C. Department of Health and Human Services:					
Division of Mental Health, Developmental Disabilities and Substance Abuse Services:					
<i>Mental Health Services Cluster: (Note 3)</i>					
Block Grant for Community Mental Health Services:					
Community Based Program - Mental Health	93.958	536945 144422916Z3D, 536949 146122926Z3D, 536975 146122926Z3D, 536975001 146122926Z3D		<u>383,368</u>	-
<i>Total Mental Health Services Cluster</i>			383,368	-	-
<i>Developmental Disabilities Services Cluster: (Note 3)</i>					
Social Service Block Grant:					
Community Based Programs - Substance Abuse Prevention					
	93.667	536949 14634291Q73D	29,036	-	-
Community Based Programs - Intellectual and Developmental Disabilities					
	93.667	536945 14453293Q73D, 536949 14612292Q73D, 536949 14623292Q73D, 538397Q7 19938900Q73D	<u>664,780</u>	-	-
<i>Total Developmental Disabilities Services Cluster</i>			693,816	-	-
<i>Substance Abuse Services Cluster: (Note 3)</i>					
Block Grant for Prevention and Treatment of Substance Abuse:					
Community Based Programs - Substance Abuse	93.959	536914 14634291X63D, 536915 12714295XP3D, 536945 144242935X3D, 536949 146342915B3D, 536949 146342915X3D, 536952 146342915X3D, 536952 146342915B3D, 536974 144242935B3D, 536974 144242935X3D, 536976 146342915X3D, 536976 146342915B3D, 536977 146342915B3D, 536969 144242935B3D, 5383975U 199389005U3D	<u>1,511,181</u>	-	-
<i>Total Substance Abuse Services Cluster</i>			1,511,181	-	-
Division of Public Health:					
Maternal Child Health Block Grant:					
Child Health	93.994	12715745AP41, 133253580041	296,183	299,800	3,991,439
Child Fatality	93.994	12715351AP41	2,466	1,849	-
Child Service Coordination	93.994	12715318AP41	90,912	68,192	821,621
Maternal Health	93.994	13A15740AP41, 13A15107AP41	166,171	124,642	3,801,307
Family Planning	93.994	13A15735AP41	114,394	85,806	-
Motivational Interviewing	93.994	12715021AP41	14,810	11,108	-
<i>Immunization Cluster:</i>					
Immunization Action Plan	93.268	1331631DEJ41, 1331631EEJ41	<u>113,673</u>	-	<u>229,830</u>
<i>Total Immunization Cluster</i>			113,673	-	229,830



GUILFORD COUNTY, NORTH CAROLINA  
 Schedule of Expenditures of Federal and State Awards  
 For the Fiscal Year Ended June 30, 2012

Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	State/Pass-Through Grantor's Number	Expenditures		
			Federal	State	Local
<b>FEDERAL AWARDS (Continued)</b>					
<u>U.S. Department of Health and Human Services (continued)</u>					
Passed Through N.C. Department of Health and Human Services (continued)					
Division of Public Health (continued)					
Bioterrorism	93.069	126426801E41, 12642680EQ41	\$ 94,069	-	(1,091)
Family Planning TANF	93.558	13A15151T241	51,323	-	-
Maternal Health Healthy Start	93.926	13A1530LJA41	15,071	-	(3,487)
HIV/STD Sexually Transmitted Disease (GISP)	93.977	1311462CNB41, 1311462DNB41	4,999	-	-
Health Promotion	93.283	1261540CKK41, 1261540DKK41, 126155030041	6,808	3,718	1,399,115
Project Assist	93.283	1271341CJ641, 1271341DJ641, 127178230041	112,542	-	882
Eat Smart Move More	93.283	1261540DKK41	14,346	-	-
Diabetes	93.283	1271330CJ741	250	-	16,092
CDC Refugee	93.576	1370810AFL41, 1370810EFL41	18,000	-	159,286
Jail Screening	93.943	1311431AHV41, 131431BHV41	71,768	-	8,544
NC Project Launch	93.243	1271140BRU41	61,471	-	10,423
<i>HIV Cluster:</i>					
Aid-To-County (Federal)	93.940	1311433BNC41, 1311981AHV41	28,000	-	69,105
HIV Education, Counseling and Testing	93.940	1311433BNC41, 1311439AHV41	62,808	-	-
Syphilis Elimination Project	93.977	1311468CNB41, 1311468DNB41	73,801	-	1,372
HIV/STD Non-Traditional C/T	N/A	13114542BN41, 13114542RQ41	-	322,048	15,384
HIV/STD Prevention Training	N/A	131155370441, 131155500441	-	63,901	1,161
HIV/STD State	N/A	13114536BN41, 13114536RQ41	-	25,000	24,652
<i>Total HIV Cluster</i>			164,609	410,949	111,674
Family Planning	93.217	13A1592AFP41, 13A592EFP41, 13A16012FR41	339,463	51,052	1,930,914
CDC Tuberculosis	93.116	1460272CNF41, 1460272BNF41	37,993	-	50,078
CDC Pioneering Healthier Communities	93.283	CDCRFADP08818	18,741	-	-
CDC Community Transformation	93.531	1261795AD5	1,153	-	-
ARRA - Infection Control	93.717	1R18860ALC41	3,200	-	819,596
Division of Environmental Health:					
CDC Childhood Lead Poisoning Prevention	93.197	147547632010	39,655	-	149
Division of Aging:					
Passed Through the Piedmont Triad Regional Council:					
SSBG Supportive Services for the Aging	93.667	-	34,474	1,191	3,963
<i>Aging Cluster:</i>					
Special Programs for the Aging:					
Title III-B, Supportive Services	93.044	-	96,810	5,666	11,386
Access	93.044	-	452,070	219,545	74,929
Title III-C-1, Congregate Meals	93.045	-	284,700	16,744	33,494
Title III-C-2, Home Delivered Meals	93.045	-	276,784	124,663	44,605
Nutrition Service Incentive Program	93.053	-	98,325	-	-
<i>Total Aging Cluster</i>			1,208,689	366,618	164,414
<i>Total U.S. Department of Health and Human Services</i>			360,201,436	184,972,987	30,817,957
<u>U.S. Department of Homeland Security</u>					
Passed Through United States Coast Guard, National Pollution Funds Center:					
Hazardous Spill Cleanup	97.013	-	11,821	-	381,574
Passed Through N.C. Department of Public Safety:					
Emergency Management (HLS Generators Project)	97.067	2010-SS-TO-0075-1002	147,703	-	-
Emergency Response Training	97.067	2009-SS-T9-0046-1044	6,706	-	-
Passed Through N.C. Department of Emergency Management:					
FEMA Disaster Relief - Hurricane Irene	97.036	FEMA-4019-DR-NC	20,433	-	-
Emergency Management Performance	97.042	EMPG-2011-37081	77,136	-	77,136
Passed Through Davie County, North Carolina:					
Emergency Mobile Sign Grant	97.067	2011-SS-00119	17,000	-	-
Passed Through City of Greensboro, North Carolina:					
FEMA Continuity of Operations Plan Phase II	97.067	-	2,000	-	-
<i>Total U.S. Department of Homeland Security</i>			282,799	-	458,710
<u>Executive Office of the President</u>					
Office of National Drug Control Policy: High Intensity Drug Trafficking Areas	95.001	OND10B3SR0910-G09GA0005A	125,236	-	-
Office of National Drug Control Policy: High Intensity Drug Trafficking Areas	95.001	OND10B3SR0910-G10GA0005A	49,597	-	-
Office of National Drug Control Policy: High Intensity Drug Trafficking Areas	95.001	OND10B3SR0910-G11GA0005A	13,557	-	-
<i>Total Executive Office of the President</i>			188,390	-	-
<b>TOTAL FEDERAL AWARDS</b>			<b>378,809,628</b>	<b>185,172,297</b>	<b>35,489,590</b>

GUILFORD COUNTY, NORTH CAROLINA  
Schedule of Expenditures of Federal and State Awards  
For the Fiscal Year Ended June 30, 2012

Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	State/Pass-Through Grantor's Number	Expenditures		
			Federal	State	Local
<b>STATE AWARDS</b>					
<u>N.C. Department of Health and Human Services</u>					
Division of Social Services:					
CWS Adoption Assistance	N/A	-	\$ -	11,881	3,960
State Foster Home	N/A	-	-	459,605	459,501
State Foster Home - Maximization	N/A	-	-	297,669	297,667
Aid to Veterans Affairs	N/A	-	-	1,452	-
Collections Incentives/Program Integrity	N/A	-	-	44,901	-
Share the Warmth	N/A	-	-	328	-
Direct Benefit Payments:					
SC/SA Domiciliary Care	N/A	-	-	2,904,732	2,904,732
Division of Aging:					
Passed Through the Piedmont Triad Regional Council:					
In Home Services	N/A	-	-	780,592	86,732
Division of Child Development:					
DCD Smart Start	N/A	-	-	(847)	-
Passed Through NC Partnership for Children and Guilford County Partnership for Children:					
Smart Start	N/A	-	-	2,985	-
Division of Mental Health, Developmental Disabilities and Substance Abuse Services:					
LME Systems Management	N/A	536980 11116220003D	-	5,734,308	-
Crisis Services - Local Psychiatric Inpatient	N/A	536996001 14645293003D	-	800,250	-
Single Stream Line Funding	N/A	536998 14225220003D	-	10,373,385	-
Multidisciplinary Evaluation	N/A	536941 14612292003D	-	2,100	-
Division of Public Health:					
General	N/A	116141100041, 211715300441	-	277,783	4,797,479
Communicable Disease	N/A	117545100041	-	15,955	1,449,401
Tuberculosis	N/A	146045510041	-	80,643	439,687
TB Medical Services	N/A	146045540041	-	534	72
Health Disparities	N/A	126241790041	-	46,633	-
Maternal Health High Risk	N/A	13A157460041	-	27,903	40,463
HWTF - Teen Tobacco	N/A	1271782000	-	215,845	5,177
Passed Through NC Partnership for Children and Guilford County Partnership for Children:					
Smart Start Child Care Nurse	N/A	3-1011-06	-	298,678	-
Smart Start Dental Hygienist	N/A	3-1011-06	-	152,068	-
Smart Start Newborn Visits	N/A	3-1011-06	-	453,968	5,706
Office of Public Health Nursing and Professional Development:					
Public Health Nurse Training	N/A	1161430111	-	1,200	-
Division of Vocational Rehabilitation Services:					
Medical Evidence Fees	N/A	-	-	16,358	-
Total N.C. Department of Health and Human Services			-	23,000,809	10,490,577
<u>N.C. Department of Environment and Natural Resources</u>					
Division of Environmental Health:					
Environmental Health	N/A	1153475101041	-	2,333	134,875
NC Certified Well Contractor Training	N/A	215315310400	-	4,275	910,821
Child Lead Prevention Training	N/A	081811-2108, 072011-2123	-	1,190	414,722
Food and Lodging	N/A	115347520441	-	42,700	1,348,732
Childhood Lead Poisoning	N/A	11534760VVG41	-	7,114	79,426
Mosquito	N/A	115348010041	-	2,220	48,227
Division of Water Quality:					
Soil and Water Conservation	N/A	-	-	31,745	-
Division of Waste Management:					
Leaking Petroleum Underground Storage Tank Cleanup	N/A	-	-	15,000	-
Total N.C. Department of Environment and Natural Resources			-	106,577	2,936,803
<u>N.C. Department of Transportation</u>					
<i>Rural Operating Assistance Program (ROAP) Cluster</i>					
Elderly and Handicapped Transportation (E&DTAP)	N/A	-	-	218,458	-
Rural General Public (RGP)	N/A	-	-	94,454	10,495
Work First Employment Transportation Assistance	N/A	-	-	111,925	12,436
<i>Total Rural Operating Assistance Program (ROAP) Cluster</i>			-	424,837	22,931
Total N.C. Department of Transportation			-	424,837	22,931

GUILFORD COUNTY, NORTH CAROLINA  
Schedule of Expenditures of Federal and State Awards  
For the Fiscal Year Ended June 30, 2012

Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	State/Pass-Through Grantor's Number	Expenditures		
			Federal	State	Local
<b>STATE AWARDS</b> (Continued)					
<u>N.C. Department of Public Safety</u>					
Criminal Justice Partnership Program	N/A	41-0711--A	\$ -	280,518	-
Juvenile Crime Prevention Council Programs	N/A	341-10097, 341-10098, 341-10099, 341-11431, 341-11524, 341-11525, 341-11526	-	1,035,611	-
Total N.C. Department of Public Safety			-	1,316,129	-
<u>N.C. Department of Commerce</u>					
One North Carolina Fund - Business Expansion	N/A	-	-	388,600	-
<u>N.C. Department of Public Instruction</u>					
Public School Building Capital Fund - ADM Corp Tax	N/A	-	-	61,328	-
Public School Building Capital Fund - NC Education Lottery	N/A	-	-	4,799,500	-
Total N.C. Department of Public Instruction			-	4,860,828	-
<u>N.C. Health and Wellness Trust Fund Commission</u>					
Medication/Disease Management and Prescription Drug Access for North Carolina Seniors	N/A	-	-	27,857	854
<u>University of North Carolina</u>					
Passed Through the Greensboro Area Health Education Center:					
Student Preceptor - Family Planning	N/A	-	-	878	-
<b>TOTAL STATE AWARDS</b>			-	30,126,515	13,451,165
<b>TOTAL FEDERAL AND STATE AWARDS</b>			\$ 378,809,628	215,298,812	48,940,755

**GUILFORD COUNTY, NORTH CAROLINA**  
**Schedule of Expenditures of Federal and State Awards**  
**For the Fiscal Year Ended June 30, 2012**

**Notes to the Schedule of Expenditures of Federal and State Awards**

**1. Basis of Presentation**

The accompanying Schedule of Expenditures of Federal and State Awards includes the Federal and State grant activity of Guilford County and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audit of States, Local Governments, and Non-Profit Organizations and the State Single Audit Implementation Act. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements. "Direct Benefit Payments" are paid directly to recipients and are not included in the County's basic financial statements. However, due to the County's involvement in determining eligibility, they are considered Federal awards to the County and are included on this schedule with the exception of \$140,996,325 for the Supplemental Nutrition Assistance Program (SNAP). The U.S. Department of Agriculture, Food and Nutrition Services (FNS) has requested that County governments not report benefit payments for SNAP in the SEFSA because SNAP benefits are provided exclusively by Electronic Benefit Transfer (EBT) where there is no pass-through of Federal funds for SNAP benefits. Rather, benefits are processed and expenditures determined by State-level EBT systems. With respect to counties, therefore SNAP benefits do not meet the definitions of "Federal Award" and "Federal Financial Assistance" set out in OMB Circular A-133, § 105.

2. Federal, State, and local matching funds of \$24,559 for City of Greensboro and \$3,497 for the City of High Point are reported elsewhere in the schedule

3. The following are clustered by the NC Department of Health and Human Services and are treated separately for State audit requirement purposes: Subsidized Child Care, Foster Care and Adoption, Mental Health Services, Developmental Disability Waiting List Services, and Substance Abuse Services.

**4. Subrecipients**

Of the Federal and State expenditures presented in the schedule, Guilford County provided Federal and State awards to subrecipients as follows:

Subrecipient	Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Expenditures			
				Federal	State		
One Step Further, Inc.	DJJ - CSR	N/A	341-11524	\$ -	91,833		
	DJJ - Guilford County Teen Court	N/A	341-11525	-	105,468		
	CJPP-Day Reporting and Restitution	N/A	41-0710-I-A	-	280,518		
	ARRA- DJJ Gang (Keep it Real)	16.803	311652	23,556	-		
Youth Focus, Inc.	DJJ - Counseling, Family Preservation and Day Reporting	N/A	341-10097, 341-10098, 341-10099	-	718,114		
	Alcohol & Drug Services of Guilford Co.	93.959	536914 14634291X63D	111,436	-		
Guilford County Schools	Public School Building Capital Fund	N/A	-	-	4,860,828		
Adult Center For Enrichment	Special Programs for the Aging: Title IIIB	93.044	-	24,663	1,443		
	SSBG	93.667	-	8,783	303		
	In-Home Services for the Aging	N/A	-	-	198,862		
	Senior Resources of Guilford	Special Programs for the Aging: Access	93.044	-	36,687	58,518	
	Title IIIB	93.044	-	7,761	453		
	Congregate Nutrition	93.045	-	284,700	16,744		
	Home Delivered Nutrition	93.045	-	276,784	124,663		
	SSBG	93.667	-	2,763	95		
	Nutrition Svcs Incentive Program	93.053	-	98,325	-		
	In-Home Services for the Aging	N/A	-	-	62,582		
	Summit House	Block Grant for Prevention and Treatment of Substance Abuse	93.959	536908 1463536908X5	(8,333)	-	
	Piedmont Health Services and Sickle Cell Agency	HIV/STD Non-Traditional C/T	N/A	13114542BN41, 13114542RQ41	-	64,869	
Piedmont Health Services and Sickle Cell Agency			1311431AHV41, 1311431BHV41, 1311433BNC41,	111,065	-		
			Jail Screening			93.940	1311439AHV41
			NIA Community Action Center, Inc.			HIV/STD Non-Traditional C/T	N/A
Triad Health Project	HIV/STD Non-Traditional C/T	N/A	13114542BN41, 13114542RQ41	-	7,754		