

COUNTY OF TULARE
SINGLE AUDIT REPORTS
FOR THE YEAR ENDED JUNE 30, 2007

M. GREEN AND COMPANY LLP
Certified Public Accountants
Visalia, California

**COUNTY OF TULARE
SINGLE AUDIT REPORTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
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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

The Honorable Members of the
Board of Supervisors
County of Tulare, California

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the County of Tulare, California (County), as of and for the year ended June 30, 2007, and have issued our report thereon dated December 10, 2007. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal controls over financial reporting.

Our consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the County's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the County's financial statements that is more than inconsequential will not be prevented or detected by the County's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the County's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we considered 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as item 07-01.

We noted certain matters that we reported to management of the County, in a separate letter dated December 10, 2007.

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

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

M. Green & Company LLP

Visalia, California

December 10, 2007, except for the Highway Planning and Construction Grants, as to which the date is March 3, 2008



M. Green and Company LLP

CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

The Honorable Members of the
Board of Supervisors
County of Tulare, California

Compliance

We have audited the compliance of the County of Tulare, California (County), with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the fiscal year ended June 30, 2007. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on 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; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 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 of the County's compliance with those requirements.

As described in item 07-01 in the accompanying schedule of findings and questioned costs, the County did not comply with requirements regarding Eligibility that are applicable to its Adoption Assistance Program. Compliance with such requirements is necessary, in our opinion, for the County to comply with the requirements applicable to that program.

In our opinion, except for the noncompliance described in the preceding paragraph, the County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the fiscal year ended June 30, 2007.

Internal Control over Compliance

The 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 requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, 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 control deficiency in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the County's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the County's internal control. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 07-01 to be a significant deficiency.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the County's internal control. We did not consider any of the deficiencies described in the accompanying schedule of findings and questioned costs to be material weaknesses.

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

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and aggregate remaining fund information of the County, as of June 30, 2007, and have issued our report thereon dated December 10, 2007. Our audit was performed for the purpose of forming an opinion on the financial statements that collectively comprise the County's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the audit committee, the Board of Supervisors, the management of County, the County's federal oversight agency and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

M. Green and Company LLP

Visalia, California

December 10, 2007, except for the Highway Planning and Construction Grants, as to which the date is March 3, 2008

COUNTY OF TULARE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

Federal Grantor/Program Title	Federal CFDA No.	Grantor's Number	June 30, 2007 Expenditures
DEPARTMENT OF AGRICULTURE			
<u>Passed Through State Department of Social Services</u>			
Food Stamps Cluster:			
State Administrative Matching Grants for Food Stamp Programs	10.561	N/A	\$ 74,571,595
State Administrative Matching Grants for Food Stamp Programs	10.561	N/A	5,715,884
Total Passed Through State Department of Social Services			80,287,479
<u>Passed Through State Department of Education</u>			
School Breakfast and National School Lunch Programs	10.555	54 10546 6054795 01	473,008
Total Passed Through State Department of Education			473,008
<u>Passed Through State Department of Health Services</u>			
Special Supplemental Nutrition Program for Women, Infants and Children	10.557	05-45811	3,415,199
State Administrative Matching Grants for Food Stamp Program	10.561	05-45539	303,337
Total Passed Through State Department of Health Services			3,718,536
<u>Direct Federal Program</u>			
Plant and Animal Disease, Pest Control and Animal Care	10.025	06-8500-0656-CA	892,221
Total Direct Federal Program			892,221
<u>Passed Through State Department of Forestry & Fire Protection</u>			
Cooperative Forestry Assistance	10.664	7FG60118	11,551
Total Passed Through State Department of Forestry & Fire Protection			11,551
TOTAL DEPARTMENT OF AGRICULTURE			85,382,795
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			
<u>Passed Through State Department of Community Planning and Development</u>			
Community Development Block Grants/State's Program	14.228	01-STBG-1669	136,421
Community Development Block Grants/State's Program	14.228	02-STBG-1794	26,312
Community Development Block Grants/State's Program	14.228	03-STBG-1727	1,233
Community Development Block Grants/State's Program	14.228	03-STBG-1853	1,157,367
Community Development Block Grants/State's Program	14.228	03-EDBG-909 MICRO	75,246
Community Development Block Grants/State's Program	14.228	03-PTAA-0052	12,196
Community Development Block Grants/State's Program	14.228	04-STBG-1936 WEST SKY	201,331
Community Development Block Grants/State's Program	14.228	04-EDBG-638	91,122
Community Development Block Grants/State's Program	14.228	04-PTAA-0822	60,116
Total Passed Through State Department of Community Planning and Development			1,761,344
<u>Passed Through HOME Investment Partnerships Program</u>			
HOME Investment Partnerships Program	14.239	02-HOME-0622	759,979
HOME Investment Partnerships Program	14.239	04-HOME-0762	949,408
Total Passed Through HOME Investment Partnerships Program			1,709,387
<u>Passed Through State Department of Health Services</u>			
Housing Opportunities for Persons with AIDS	14.241	04-35627	50,450
Total Passed Through State Department of Health Services			50,450
TOTAL DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			3,521,181

The accompanying notes are an integral part of this schedule.

COUNTY OF TULARE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

Federal Grantor/Program Title	Federal CFDA No.	Grantor's Number	June 30, 2007 Expenditures
DEPARTMENT OF THE INTERIOR, BUREAU OF LAND MANAGEMENT			
<u>Direct Federal Program</u>			
Payments In Lieu of Taxes (PILT)	15.226		1,523,662
Total Direct Federal Program			1,523,662
TOTAL DEPARTMENT OF THE INTERIOR, BUREAU OF LAND MANAGEMENT			1,523,662
DEPARTMENT OF JUSTICE			
<u>Passed Through Board of Corrections</u>			
Juvenile Accountability Incentive Block Grants	16.523	BDC 174-06	25,660
Total Passed Through Board of Corrections			25,660
<u>Direct Federal Programs</u>			
Community Prosecution and Project Safe Neighborhoods	16.609	2004-PSN-1009	84,032
Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program - Action Project	16.580	2005-DD-BX-1039	1,051,380
Gang Resistance Education and Training	16.710		17,808
Partnership and Community Policing Grants	16.737	2006-JV-FX-0147	131,156
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2005-DJ-BX-1331	65,897
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2005-DJ-BX-0466	23,136
Edward Byrne Memorial Justice Assistance Grant Program	16.738	DC06190540	178,436
Total Direct Federal Programs			1,551,845
<u>Passed Through Office of Emergency Services</u>			
Victim Witness Assistance	16.575	VW 06250540	115,281
Special Emphasis Victim Witness	16.575	SE 06080540	109,985
Elder Abuse Advocacy and Outreach Program	16.575	EA 05080540	5,268
Edward Byrne Memorial Formula Grant Program	16.575	EA 06090540	47,762
Violence Against Women Formula Grants	16.588	VV 06020540	105,000
Residential Substance Abuse Treatment for State Prisoners	16.593	RT 05060540	74,418
Total Passed Through Office of Emergency Services			457,714
<u>Grants to Encourage Arrest Policies and Enforcement of Protection Orders</u>			
Grants to Encourage Arrest Policies and Enforcement of Protection Orders	16.590	2004-WE-AX-0029	171,992
Total Grants to Encourage Arrest Policies and Enforcement of Protection Orders			171,992
TOTAL DEPARTMENT OF JUSTICE			2,207,211
DEPARTMENT OF LABOR			
<u>Passed Through State Department of Employment Development</u>			
Workforce Investment Act - Adult Program - Subrecipient: Able Industries	17.258	R588762	4,123,207
Workforce Investment Act - Youth Activities - Subrecipient: CSET	17.259	R588762	5,907,180
Workforce Investment Act - Dislocated Workers			
-Subrecipient: Proteus, TCOE, Turning Point	17.260	R588762	3,020,316
Total Passed Through State Department of Employment Development			13,050,703
TOTAL DEPARTMENT OF LABOR			13,050,703

The accompanying notes are an integral part of this schedule.

COUNTY OF TULARE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

<u>Federal Grantor/Program Title</u>	<u>Federal CFDA No.</u>	<u>Grantor's Number</u>	<u>June 30, 2007 Expenditures</u>
DEPARTMENT OF TRANSPORTATION			
<u>Passed Through State Department of Transportation</u>			
Highway Planning and Construction	20.205	Various	3,814,064
Total Passed Through State Department of Transportation			3,814,064
TOTAL DEPARTMENT OF TRANSPORTATION			3,814,064
FEDERAL DEPARTMENT OF EDUCATION			
<u>Passed Through State Department of Alcohol and Drug Abuse Programs</u>			
Safe and Drug-Free Schools and Communities State Grants	84.186	N/A	120,466
Total Passed Through State Department of Alcohol and Drug Abuse Programs			120,466
TOTAL FEDERAL DEPARTMENT OF EDUCATION			120,466
DEPARTMENT OF HEALTH AND HUMAN SERVICES			
<u>Passed Through State Department of Health Services</u>			
Medical Assistance Program (CCS)	93.778	N/A	1,392,251
Medical Administrative Activities (MAA) - Subrecipient: Tulare County School Districts	93.778	01-15397	6,707,271
Total Passed Through State Department of Health Services			8,099,522
<u>Other Grants Passed Through State Department of Health Services</u>			
Disabilities Prevention	93.184	N/A	306,751
Childhood Lead Poisoning Prevention Program (CLPPP) - State and Local Childhood	93.197	05-54180	198,126
Immunization Grants	93.268	06-55210	192,573
Centers for Disease Control and Prevention-Investigations and Technical Assistance - Bio Terrorism Preparedness	93.283	01-16582	1,483,493
HIV Care Formula Grants	93.917	03-75395	144,621
Total Other Grants Passed Through State Department of Health Services			2,325,564
<u>Passed Through State Department of Social Services</u>			
Promoting Safe and Stable Families - Family Preservation and Support Program:			
Promoting Safe and Stable Families - Family Preservation and Support Program	93.556	N/A	546,217
Total Promoting Safe and Stable Families - Family Preservation and Support Program			546,217
Temporary Assistance for Needy Families (TANF):			
Temporary Assistance for Needy Families (TANF)	93.558	N/A	35,674,212
TANF - Administration	93.558	N/A	12,403,634
Total Temporary Assistance for Needy Families			48,077,846
Medical Assistance Program:			
Medical Assistance Program	93.778	N/A	470,450
Total Medical Assistance Program			470,450

The accompanying notes are an integral part of this schedule.

COUNTY OF TULARE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

Federal Grantor/Program Title	Federal CFDA No.	Grantor's Number	June 30, 2007 Expenditures
Child Support:			
Child Support Enforcement	93.563	N/A	10,915,114
Child Welfare Services IV-B Administration	93.645	N/A	406,348
Total Child Support			11,321,462
Foster Care:			
Foster Care - Title IV-E - SB 933 - Group Home Visits	93.658	N/A	2,099,665
Foster Care/Child Welfare Services - Assistance	93.658	N/A	7,431,958
Foster Care/Child Welfare Services - Admin	93.658	N/A	6,547,856
Foster Care - Admin	93.658	N/A	650,251
Total Foster Care			16,729,730
Adoption Assistance:			
Adoption Assistance - Assistance	93.659	N/A	5,317,035
Adoption Assistance - Administration	93.659	N/A	355,809
Total Adoption Assistance			5,672,844
Social Services Block Grant:			
Social Services Block Grant	93.667	N/A	4,307,516
Total Social Services Block Grant			4,307,516
Chafee Foster Care Independent Living:			
Chafee Foster Care Independent Living	93.674	CF-93674	424,007
Total Chafee Foster Care Independent Living			424,007
Total Passed Through State Department of Social Services			87,550,072
<u>Passed Through State Maternal and Child Health Branch</u>			
Maternal & Child Health Services Block Grant to the States	93.994	200554	668,887
Adolescent Family Life Demonstration Projects	93.995	200454	483,360
Total Passed Through State Maternal and Child Health Branch			1,152,247
<u>Passed Through State Department of Mental Health Services</u>			
Projects for Assistance in Transition from Homelessness (PATH)	93.150	94-6000545	141,306
Mental Health Medi-Cal Admin/Quality Assurance	93.778	03-73063	152,768
Block Grants for Prevention and Treatment of Substance Abuse	93.959	N/A	2,145,888
Total Passed Through State Department of Mental Health Services			2,439,962
<u>Passed Through State Department of Alcohol and Drug Programs</u>			
Block Grants for Community Mental Health Services	93.958		856,025
Total Passed Through State Department of Alcohol and Drug Programs			856,025
TOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES			102,423,392

The accompanying notes are an integral part of this schedule.

COUNTY OF TULARE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

Federal Grantor/Program Title	Federal CFDA No.	Grantor's Number	June 30, 2007 Expenditures
DEPARTMENT OF HOMELAND SECURITY			
<u>Passed Through State of California Office of Emergency Services</u>			
2004 Homeland Security Program:			
State Homeland Security Program	97.053	2004GE-T4-0045	20,985
State Homeland Security Program	97.073	2004GE-T4-0045	778,910
Total 2004 Homeland Security Program			799,895
2005 Homeland Security Program:			
State Homeland Security Program	97.073	2005GE-T5-0015	471,016
State Homeland Security Program	97.074	2005GE-T5-0015	148,312
Total 2005 Homeland Security Program			619,328
2006 Homeland Security Program:			
State Homeland Security Program	97.073	2006GE-T6-0071	250,110
State Homeland Security Program	97.074	2006GE-T6-0071	292,357
Total 2005 Homeland Security Program			542,467
Emergency Management Performance Grants:			
Emergency Management Performance Grants	97.042		96,174
Total Emergency Management Performance Grants			96,174
Total Passed Through State of California Office of Emergency Services			2,057,864
TOTAL DEPARTMENT OF HOMELAND SECURITY			2,057,864
ELECTIONS ASSISTANCE COMMISSION			
<u>Passed Through Secretary of State</u>			
Help America Vote Act Requirements Payments	90.401		535,922
Total Passed Through Secretary of State			535,922
TOTAL ELECTIONS ASSISTANCE COMMISSION			535,922
TOTAL FEDERAL AWARDS			\$214,637,260

The accompanying notes are an integral part of this schedule.

COUNTY OF TULARE
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

NOTE 1 - GENERAL

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all of the federal award programs of the County of Tulare, California (County) for the fiscal year ended June 30, 2007. Federal awards received directly from federal agencies as well as federal awards passed through other government agencies are included in the schedule.

NOTE 2 - BASIS OF ACCOUNTING

Consistent with the County's method of filing federal financial reports, the accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting.

NOTE 3 - RELATIONSHIP TO FEDERAL FINANCIAL REPORTS

Information reported in the accompanying Schedule of Expenditures of Federal Awards is in substantial agreement with the information reported in the related federal financial reports for the major federal programs.

NOTE 4 - OUTSTANDING LOANS OF FEDERAL FUNDS AS OF JUNE 30, 2007

The following schedule presents the amount of outstanding loans by CFDA No.:

<u>CFDA No.</u>	<u>Federal Grantor</u>	<u>County Department Administering Loans</u>	<u>Outstanding Balance at June 30, 2007</u>
14.228	HUD	Resource Management Agency	\$ 4,966,964
14.239	HUD	Resource Management Agency	6,797,852
			<u>\$ 11,764,816</u>

NOTE 5 - AMOUNTS PROVIDED TO SUBRECIPIENTS

The County has provided federal awards to various subrecipients. For the fiscal year ended June 30, 2007, amounts provided to subrecipients from each federal program are identified in the Schedule of Expenditures of Federal Awards.

NOTE 6 - STATE OFFICE OF CRIMINAL JUSTICE PLANNING (OCJP), OFFICE OF EMERGENCY SERVICES (OES), AND BOARD OF CORRECTIONS (BOC) DISCLOSURE

The following is the required disclosure of the detail of expenditures for OCJP, OES and BOC grants for the year ended June 30, 2007. The following also represents OCJP, OES and BOC grants with state and federal participation, including County matching requirements.

	Grant Award Number	Budget	Total Claimed	Expenditures		
				Federal Award/ Match	County Match	State Award/ Match
ANTI-DRUG ABUSE ENFORCEMENT						
(Federal CFDA # 16.738)	OES					
Grant Period July 1, 2006 - June 30, 2007	DC06190540					
Revenues		\$ 202,624		\$ 178,437	\$ -	\$ -
Expenditures:						
Personal Services		\$ 68,557	\$ 80,209	\$ 80,209	\$ -	\$ -
Operating Expenses		134,067	98,228	98,228	-	-
Equipment		-	-	-	-	-
Total		\$ 202,624	\$ 178,437	\$ 178,437	\$ -	\$ -
CENTRAL VALLEY RURAL CRIME PREVENTION						
	OES					
Grant Period July 1, 2006 - June 30, 2007	RU06080540					
Revenues		\$ 685,315		\$ -	\$ -	\$ 672,927
Expenditures:						
Personal Services		\$ 623,957.00	\$ 615,519.00	\$ -	\$ -	\$ 615,519.00
Operating Expenses		61,358	57,408	-	-	57,408
Equipment		-	-	-	-	-
Total		\$ 685,315	\$ 672,927	\$ -	\$ -	\$ 672,927
ELDER ABUSE ADVOCACY & OUTREACH						
(Federal CFDA # 16.575 - 20% match)	OES					
Grant Period Oct. 1, 2005 - Sept. 30, 2006	EA05080540					
Revenues		\$ 80,000		\$ 5,268	\$ 1,277	\$ -
Expenditures:						
Personal Services		\$ 61,450.00	\$ 6,385.00	\$ 5,108.00	\$ 1,277.00	\$ -
Operating Expenses		18,550	160	160	-	-
Equipment		-	-	-	-	-
Total		\$ 80,000	\$ 6,545	\$ 5,268	\$ 1,277	\$ -
ELDER ABUSE ADVOCACY & OUTREACH						
(Federal CFDA # 16.575 - 20% match)	OES					
Grant Period Oct. 1, 2006 - Sept. 30, 2007	EA06090540					
Revenues		\$ 80,000		\$ 47,762	\$ 10,515	\$ -
Expenditures:						
Personal Services		\$ 73,650.00	\$ 52,577.00	\$ 42,062.00	\$ 10,515.00	\$ -
Operating Expenses		6,350	5,700	5,700	-	-
Equipment		-	-	-	-	-
Total		\$ 80,000	\$ 58,277	\$ 47,762	\$ 10,515	\$ -

	Grant Award Number	Budget	Expenditures			
			Total Claimed	Federal Award/ Match	County Match	State Award/ Match
PROBATION COMMUNITY SUPERVISION AND SUPPORT (Federal CFDA # 16.523 - 10% match) Grant Period July 1, 2006 - June 30, 2007	CSA CSA #174-06					
Revenues		\$ 28,511		\$ 25,660	\$ 2,851	\$ -
Expenditures:						
Salaries & Benefits		\$ 27,228.00	\$ 27,228.00	\$ 24,377.00	\$ 2,851.00	\$ -
Services & Supplies		-	-	-	-	-
Administrative Overhead		1,283	1,283	1,283	-	-
Total		\$ 28,511	\$ 28,511	\$ 25,660	\$ 2,851	\$ -
RSAT (Federal CFDA#16.593 - 25% match) Grant Period October 1, 2005 - June 30, 2007	OES RT05060540					
Revenues		\$ 145,813		\$ 74,418	\$ 24,000	\$ -
Expenditures:						
Personal Services		\$ 6,498.00	\$ 10,166.00	\$ -	\$ 10,166.00	\$ -
Operating Expenses		139,315	88,252	74,418	13,834	-
Equipment		-	-	-	-	-
Total		\$ 145,813	\$ 98,418	\$ 74,418	\$ 24,000	\$ -
SPECIAL EMPHASIS VICTIM ASSISTANCE (Federal CFDA # 16.575 - 20% match) Grant Period July 1, 2006 - June 30, 2007	OES SE06080540					
Revenues		\$ 137,500		\$ 109,986	\$ 27,499	\$ -
Expenditures:						
Personal Services		\$ 135,059.00	\$ 135,044.00	\$ 107,544.80	\$ 27,499.20	\$ -
Operating Expenses		2,441	2,441	2,441	-	-
Equipment		-	-	-	-	-
Total		\$ 137,500	\$ 137,485	\$ 109,986	\$ 27,499	\$ -
SPOUSAL ABUSER PROSECUTION (80% State Funding - 20% match) Grant Period July 1, 2006 - June 30, 2007	DOJ 06SA13C039					
Revenues		\$ 83,154		\$ -	\$ 16,631	\$ 66,523
Expenditures:						
Personal Services		\$ 83,154.00	\$ 83,154.00	\$ -	\$ 16,631.00	\$ 66,523.00
Operating Expenses		-	-	-	-	-
Equipment		-	-	-	-	-
Total		\$ 83,154	\$ 83,154	\$ -	\$ 16,631	\$ 66,523
VICTIM WITNESS ASSISTANCE PROGRAM (Federal CFDA # 16.575) Grant Period July 1, 2006 - June 30, 2007	OES VW06250540					
Revenues		\$ 281,244		\$ 115,281	\$ -	\$ 152,435
Expenditures:						
Personal Services		\$ 267,193.00	\$ 251,961.00	\$ 115,281.00	\$ -	\$ 136,680.00
Operating Expenses		14,051	15,755	-	-	15,755
Equipment		-	-	-	-	-
Total		\$ 281,244	\$ 267,716	\$ 115,281	\$ -	\$ 152,435

	Grant Award Number	Budget	Expenditures			
			Total Claimed	Federal Award/ Match	County Match	State Award/ Match
VIOLENCE AGAINST WOMEN VERTICAL PROSECUTION (Federal CFDA # 16.588 - 25% match) Grant Period July 1, 2006 - June 30, 2007	OES VV06020540					
Revenues		\$ 140,000		\$ 105,000	\$ 35,000	\$ -
Expenditures:						
Personal Services		\$ 140,000.00	\$ 140,000.00	\$ 105,000.00	\$ 35,000.00	\$ -
Operating Expenses		-	-	-	-	-
Equipment		-	-	-	-	-
Total		\$ 140,000	\$ 140,000	\$ 105,000	\$ 35,000	\$ -
CALIFORNIA MULTIJURISDICTIONAL METH ENFORCEMENT	OES					
Grant Period July 1, 2006 - June 30, 2007	MH06060540					
Revenues		\$ 781,193		\$ -	\$ -	\$ 775,792
Expenditures:						
Personal Services		\$ 715,568	\$ 715,568	\$ -	\$ -	\$ 715,568
Operating Expenses		65,625	60,224	-	-	60,224
Equipment		-	-	-	-	-
Total		\$ 781,193	\$ 775,792	\$ -	\$ -	\$ 775,792
VERTICAL PROSECUTION BLOCK PROGRAM	OES					
Grant Period July 1, 2006 - September 30, 2007	VB06040540					
Revenues		\$ 494,413		\$ -	\$ -	\$ 418,112
Expenditures:						
Personal Services		\$ 468,885	\$ 400,380	\$ -	\$ -	\$ 400,380
Operating Expenses		25,528	17,732	-	-	17,732
Equipment		-	-	-	-	-
Total		\$ 494,413	\$ 418,112	\$ -	\$ -	\$ 418,112
VICTIM COMPENSATION & GOVERNMENT CLAIMS BOARD	VCGC					
Grant Period July 1, 2005 - June 30, 2007	VCGC5063					
Revenues		\$ 311,832		\$ -	\$ -	\$ 149,213
Expenditures:						
Personal Services		\$ 300,124	\$ 147,238	\$ -	\$ -	\$ 147,238
Operating Expenses		11,708	1,975	-	-	1,975
Equipment		-	-	-	-	-
Total		\$ 311,832	\$ 149,213	\$ -	\$ -	\$ 149,213
VICTIM COMPENSATION & GOVERNMENT CLAIMS BOARD	VCGC					
Grant Period November 1, 2006 - June 30, 2007	VCGC6105					
Revenues		\$ 76,221		\$ -	\$ -	\$ 42,476
Expenditures:						
Personal Services		\$ 56,008	\$ 32,251	\$ -	\$ -	\$ 32,251
Operating Expenses		20,213	10,225	-	-	10,225
Equipment		-	-	-	-	-
Total		\$ 76,221	\$ 42,476	\$ -	\$ -	\$ 42,476

COUNTY OF TULARE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued:	Unqualified
Internal control over financial reporting:	
• Material weaknesses identified?	No
• Significant deficiencies identified that are not considered to be material weaknesses?	Yes
Noncompliance material to financial statements noted?	No

Federal Awards:

Internal control over major programs:	
• Material weaknesses identified?	No
• Significant deficiencies identified that are not considered to be material weaknesses?	Yes
Type of auditor's report issued on compliance for major programs:	Qualified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?	Yes

Identification of major programs:

CFDA #10.561	Food Stamps Cluster
CFDA #17.258	Workforce Investment Act - Adult
CFDA #17.259	Workforce Investment Act - Youth
CFDA #17.260	Workforce Investment Act – Dislocated Workers
CFDA #20.205	Highway Planning and Construction
CFDA #93.659	Adoption Assistance

Dollar threshold used to distinguish between Type A and Type B programs:	\$3,000,000
Auditee qualified as low-risk auditee?	Yes

COUNTY OF TULARE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
Section II – Financial Statement Findings

None Noted

Section III – Federal Award Findings and Questioned Costs

**07-01 SIGNIFICANT DEFICIENCY IN INTERNAL CONTROL AND FEDERAL COMPLIANCE –
INTERNAL CONTROLS OVER ELIGIBILITY**

FEDERAL PROGRAM INFORMATION: Adoption Assistance, Federal Catalog No. 93.659, U.S. Department of Health and Human Services

CRITERIA: According to 42 USC 673 (c), a child must meet the eligibility requirements of the former Aid to Families with Dependent Children (AFDC) program (i.e., met the State-established standard of need as of July 16, 1996, prior to enactment of the Personal Responsibility and Work Opportunity Reconciliation Act). In addition, according to 42 USC 673 (c), the child is eligible if the child was determined to be a child with special needs. Also, the child is eligible if there are reasonable efforts to place the child for adoption with a subsidy.

In determining eligibility requirements, the eligibility worker is required to complete and sign a Statement of Determination of Federal AFDC-Foster Care (FC 3), which documents a child's information and eligibility verification in accordance to the program requirements.

CONDITION: There were 6 of 60 case files selected for testing that contained incomplete documents. We extrapolated the errors in our test data to the population as a whole. The error rate was 10% which was multiplied by the total amount received by Adoption Assistance.

QUESTIONED COSTS: \$531,704

CONTEXT: Isolated to Adoption Assistance eligibility.

EFFECT: Failure to have completed documentation resulted in noncompliance with federal grant guidelines.

CAUSE: Lack of policies and procedures over internal case file review process and inadequate staffing may have contributed to the finding.

RECOMMENDATION: We recommend that the Adoption Assistance office review the current procedures of case file reviews and establish additional procedures to ensure the case files are completed properly to support the determination of eligibility.

COUNTY'S RESPONSE:

Review of errors found:

1. Our review of the finding in the audit report for fiscal year ending June 30, 2007 found that the errors were primarily due to incomplete information provided on the AAP 4 and the FC 3 forms submitted by Adoption Social Workers.
2. A secondary cause was failure of the Foster Care Eligibility Workers to review these forms for completeness before eligibility was established.
3. Our review also shows there were no written policies outlining the correct AAP application and eligibility determination process. Though, Title 22, Division 2 – Chapter 3 (Adoptions Program Regulations and the California Department of Social Services Manual of Policies and Procedures, Section 45-800 et. Seq. clearly outlines application processes that serve the purpose of defining procedural requirements.

COUNTY OF TULARE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

4. Understaffed – Our review of eligibility staffing shows that an unfilled vacancy did cause the remaining worker to hurry to get all of the work done. Completeness of forms was no longer a priority.

Corrective Action Plan:

1. Develop policies/procedures consistent with regulations specifically for eligibility staff and for the County's licensed adoption agency and the staff responsible for the AAP caseload to follow to establish for AAP.
2. The Foster Care Program specialist, in concert with CWS Division Training staff, will provide training on the correct policies and procedures to eligibility workers assigned to manage the AAP caseload and CWS staff involved with managing the AAP caseload. This was being scheduled for the latter part of November, 2007.
3. CWS will implement a process for supervisory review, or other QA process, to ensure that all forms, especially the AAP 4 and the FC 3 forms, submitted by the Adoptions Social Workers are complete before they are sent to eligibility.
4. CWS, having reviewed the AAP caseload, will work to add another social worker to assist with the case management responsibilities for the AAP caseloads.
5. The Foster Care Eligibility Supervisor will review all AAP cases at granting and bi-annual re-determinations for completeness.
6. An eligibility worker has been reassigned to fill the vacant position in AAP. The Unit manager over Foster Care Eligibility also recommended that a third eligibility worker be assigned to AAP. The position has been approved and recruitment was initiated.
7. We recommend that AAP Eligibility Staff and Social Workers be co-located to increase communication and reduce the flow of paperwork from one facility to another. We are working with Facilities staff to explore options for this.

COUNTY OF TULARE
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

No items were reported.