

CHIPPEWA COUNTY, WISCONSIN
FEDERAL AND STATE SINGLE AUDIT REPORTS
YEAR ENDED DECEMBER 31, 2012

CHIPPEWA COUNTY, WISCONSIN
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**CHIPPEWA COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2012**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred)		Expenditures		Receipts		Accrued (Deferred) Reimbursements 12/31/12
		Reimbursements 1/1/12	Prior Years Adjustments	Expenditures		Grant Reimburse- ments	Local Share	
				Federal	Local			
Department of Agriculture								
Passed through Wisconsin Department of Agriculture, Trade and Consumer Protection:								
Conservation Reserve Enhancement Program:								
	10.069	\$ 824	\$ -	\$ 15,533	\$ -	\$ 16,357	\$ -	\$ -
1/11/02-1/31/13	ARM-LWR-280							
8/26/10-9/30/11	65-5F48-0-029	4,592	-	-	-	-	-	4,592
Passed through Wisconsin Department of Health Services:								
Special Supplemental Food Program for Women, Infants and Children:								
	10.557	-	-	278,019	-	266,910	-	11,109
2012								
2011		22,214	-	-	-	22,214	-	-
CYSHCN Nutrition Grant								
	10.557	-	-	2,000	-	2,000	-	-
1/1/12-6/30/12								
State Matching Grant for Food Stamp Program:								
Income Maintenance Contract:								
	10.561	-	-	64,920	-	62,672	-	2,248
2012								
2011		44,537	-	-	-	44,537	-	-
WIC Farmers Market Grant								
		-	-	321	-	304	-	17
2012								
Passed through Great Rivers Income Maintenance Consortium:								
State Matching Grant for Food Stamp Program:								
	10.561	-	-	238,594	155,962	166,814	155,962	71,780
2012								
Income Maintenance Contract:								
		72,167	-	599,387	155,962	581,808	155,962	89,746
Total Department of Agriculture								
Department of Justice								
Direct Grant:								
Bulletproof Vest Partnership Program:								
	16.607	-	-	1,709	1,709	-	1,709	1,709
4/1/09-9/30/12								
Passed through Wisconsin Office of Justice Assistance:								
Edward Byrne Memorial Justice Assistance:								
	16.738	2,377	5,740	-	-	8,117	-	-
7/1/10-6/30/11	2009-DJ-02-8460							
7/1/12-6/30/13	2009/2010-DJ-06-9823	-	-	4,395	-	-	-	4,395
Passed through Eau Claire County:								
Byrne Grant Allocation:								
	16.580	-	-	6,252	-	-	-	6,252
2012								
2011		5,728	-	-	-	5,728	-	-
Total Department of Justice		8,105	5,740	12,356	1,709	13,845	1,709	12,356

See Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance

**CHIPPEWA COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2012**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred)		Expenditures		Receipts		Accrued (Deferred) Reimbursements 12/31/12
		Reimbursements 1/1/12	Prior Years Adjustments	Federal	Local	Grant Reimburse- ments	Local Share	
Department of Transportation								
Passed through Wisconsin Department of Transportation:								
Highway Planning and Construction Assistance Projects - ARRA:								
	20.205	(A)(X)						
CTHS "F" #8907-06-70		\$ 47,676	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 47,676
CTHS "X" #8919-03-70		-	-	367,401	91,850	-	91,850	367,401
CTHS "X & J" #8919-03-74		-	-	312,147	295,352	-	295,352	312,147
CTHS "B" #8913-06-70		706,879	-	-	-	544,425	-	162,454
CTHS "CC" #8908-03-70		407,511	-	-	-	-	-	407,511
CTHS "E" #8904-03-71		-	-	124,650	143,895	-	143,895	124,650
CTHS "J" Bridge #7864-00-73		60,238	-	-	-	-	-	60,238
CTHS "X" Bridge #8319-04-73		94,459	-	12,156	3,039	-	3,039	106,615
CTHS "X" Bridge #7861-01-74		-	-	81,426	20,357	54,571	20,357	26,855
CTHS "X" Bridge #7861-01-75		-	-	61,937	15,484	44,952	15,484	16,985
Commercial Driver License Improvement Grant: 10/12/10-10/12/11	20.232							
		71,955	-	1,045	-	73,000	-	-
Highway Safety:								
	20.600							
10/1/12-9/30/13 #0952-40-19		-	-	3,744	-	3,744	-	-
10/1/12-9/30/13 #0953-31-10		-	-	2,725	-	2,725	-	-
10/1/12-9/30/13 #0953-25-13		-	-	2,505	-	2,549	-	(44)
10/1/11-9/30/12 #0952-25-25		2,332	(597)	16,860	-	18,595	-	-
10/1/11-9/30/12 #0952-40-39		1,735	597	16,461	-	18,793	-	-
10/1/11-9/30/12 #0952-31-21		2,363	-	19,264	-	21,627	-	-
Passed through Wisconsin Department of Natural Resources:								
National Recreational Trails Grant:								
	20.219	(A)(X)						
10/31/11-6/30/13 RTA-483-12		-	-	3,863	3,863	3,863	3,863	-
Passed through Wisconsin Department of Military Affairs:								
Interagency Hazardous Materials Training and Planning:								
	20.703							
10/1/11-9/30/12		-	-	34,264	-	34,264	-	-
Total Department of Transportation		1,395,148	-	1,060,448	573,840	823,108	573,840	1,632,488
Environmental Protection Agency								
Passed through Wisconsin Department of Health Services:								
Radon Outreach								
	66.032							
2012		-	-	3,500	-	2,996	-	504
Department of Energy								
Passed through Wisconsin Department of Administration								
Energy Efficiency and Conservation Block Grant - ARRA								
	81.128							
6/24/10-9/30/12 EECBG FY10-1117		45,000	-	-	-	45,000	-	-
Department of Education								
Passed through Wisconsin Department of								
Health Services:								
Grants for Infants and Toddlers:								
	84.181							
2012		-	-	49,730	-	49,730	-	-

(A) = Highway Planning and Construction Cluster

(X) = Major Federal Program

See Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance

**CHIPPEWA COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2012**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred)		Expenditures		Receipts		Accrued (Deferred) Reimbursements 12/31/12
		Reimbursements 1/1/12	Prior Years Adjustments	Federal	Local	Grant Reimburse- ments	Local Share	
Department of Health and Human Services								
Passed through Area Agency on Aging:								
Preventive Health - Title III D:	93.043							
2012		\$ -	\$ -	\$ 4,341	\$ 504	\$ 4,341	\$ 504	\$ -
2011		3,364	-	-	-	3,364	-	-
Supportive Services - Title III B:	93.044 (B)							
2012		-	-	60,265	10,336	49,728	10,336	10,537
2011		32,315	-	-	-	32,315	-	-
Title III-Part C-Nutrition Services:	93.045 (B)							
Congregate Nutrition - Title III C-1:								
2012		-	-	41,545	27,797	39,464	27,797	2,081
2011		17,307	-	-	-	17,307	-	-
Home Delivered Nutrition - Title III C-2:								
2012		-	-	36,663	123,823	36,663	123,823	-
2011		(28,182)	-	-	-	(28,182)	-	-
National Family Caregivers Support Program:	93.052							
2012		-	-	23,692	11,328	18,406	11,328	5,286
2011		12,798	-	-	-	12,798	-	-
Nutrition Services Incentive Program:	93.053 (B)							
10/1/11-9/30/12		(8,397)	-	39,679	-	31,282	-	-
Medicare Improvements for Patients and Providers	93.518							
10/1/10-8/31/12		623	-	5,106	-	5,729	-	-
Title III-Part C-Nutrition Services:	93.667							
Congregate Nutrition - Title III C-1:								
2012		-	-	2,391	1,600	2,271	1,600	120
Title III-Part C-Nutrition Services:	93.779							
Congregate Nutrition - Title III C-1:								
2012		-	-	35,440	23,712	33,665	23,712	1,775
Medicare Improvements for Patients and Providers	93.779							
10/1/10-8/31/12		-	-	3,171	-	3,171	-	-
State Health Insurance Assistance Program:	93.779							
4/1/11-3/31/12		-	-	5,000	-	5,000	-	-
Passed through Wisconsin Department of Health Services:								
Public Health Emergency Preparedness:	93.069							
Biot Focus A Planning:								
2012		-	-	38,714	-	38,714	-	-
Childhood Immunization Grants:	93.268							
Women, Infants, and Children:								
2012		-	-	15,228	-	11,750	-	3,478

(B) = Aging Cluster

See Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance

**CHIPPEWA COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2012**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred)		Expenditures		Receipts		Accrued (Deferred) Reimbursements 12/31/12	
		Reimbursements 1/1/12	Prior Years Adjustments	Federal	Local	Grant Reimburse- ments	Local Share		
Department of Health and Human Services (Continued)									
Passed through Wisconsin Department of Health Services: (Continued)									
National Public Health Improvement Initiative 2012	93.507	\$ -	\$ -	\$ 13,367	\$ -	\$ 13,367	\$ -	\$ -	
Temporary Assistance for Needy Families: Social Services and Community Programs Contract: 2012	93.558	-	-	98,828	-	98,828	-	-	
Social Services Block Grant: Social Services and Community Programs Contract: 2012	93.667	-	-	2,416	-	2,245	-	171	
2011		(67)	-	-	-	(67)	-	-	
Human Services Contract: Base Allocation: 2012		-	-	193,640	-	193,640	-	-	
Prev Wellness Component - ARRA 2012	93.723	-	-	1,333	-	1,333	-	-	
State Children's Insurance Program: 2011	93.767	4,415	-	-	-	4,415	-	-	
Medical Assistance Program: Social Services and Community Programs Contract: 2012	93.778 (X)	-	-	345,574	669,399	371,199	669,399	(25,625)	
2011	**	134,994	-	-	-	134,994	-	-	
Case Management: 2012	**	-	-	51,262	-	41,666	-	9,596	
Wisconsin Medicaid Cost Reporting Program: 2012	**	-	-	315,873	-	315,873	-	-	
Aging and Disability Resource Center: 2012	**	-	-	250,510	-	160,116	-	90,394	
2011		52,865	-	-	-	52,865	-	-	
Maternal and Child Health Services: 2012		-	-	1,529	-	1,529	-	-	
IM Outreach: 2012		-	-	10,481	13,200	10,481	13,200	-	

(X) = Major Federal Program

** = Major State Financial Assistance Program

**CHIPPEWA COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2012**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred)		Expenditures		Receipts		Accrued (Deferred) Reimbursements 12/31/12
		Reimbursements 1/1/12	Prior Years Adjustments	Federal	Local	Grant Reimburse- ments	Local Share	
<u>Department of Health and Human Services (Continued)</u>								
Passed through Wisconsin Department of Health Services: (Continued)								
Block Grants for Community Mental Health Services:	93.958							
2012		\$ -	\$ -	\$ 125,288	\$ -	\$ 95,746	\$ -	\$ 29,542
2011		69,956	-	-	-	69,956	-	-
Block Grants for Prevention and Treatment of Substance Abuse:	93.959							
2012		-	-	112,886	2,330	97,341	2,330	15,545
Maternal and Child Health Services Block Grant: Statewide - Performance Based:	93.994							
2012		-	-	143,420	-	138,817	-	4,603
2011		6,454	-	-	-	6,454	-	-
Consolidated Contract:								
2012		-	-	20,833	-	20,833	-	-
First Breath / My Baby and Me 10/1/11-9/30/12		(1,933)	-	1,933	-	-	-	-
Passed through Wisconsin Department of Children and Families:								
Enhance the Safety of Children Affected by Substance Abuse:	93.087							
2012		-	-	18,000	2,085	13,032	2,085	4,968
2011		6,249	-	-	-	6,249	-	-
Family Preservation and Support Services:	93.556							
2012		-	-	46,350	151	46,350	151	-
Temporary Assistance for Needy Families:	93.558							
2012		-	-	127,455	4,222	122,456	4,222	4,999
2011		5,430	-	-	-	5,430	-	-
Child Support Enforcement Program (Title IV-D):	93.563 (X)							
2012		-	-	598,649	169,579	438,242	169,579	160,407
2011		128,156	-	-	-	128,156	-	-
Child Care Development:	93.596							
Child Care Programs Contract:								
2012		-	-	137,713	12,456	138,075	12,456	(362)
2011		20,429	-	-	-	20,429	-	-
Chafee Education and Training Vouchers Program:	93.599							
2012		-	-	386	-	219	-	167
2011		481	-	-	-	481	-	-

(X) = Major Federal Program

**CHIPPEWA COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2012**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred)		Expenditures		Receipts		Accrued (Deferred) Reimbursements 12/31/12
		Reimbursements 1/1/12	Prior Years Adjustments	Expenditures		Grant Reimburse- ments	Local Share	
				Federal	Local			
<u>Department of Health and Human Services (Continued)</u>								
Passed through Wisconsin Department of Children and Families: (Continued)								
Child Welfare Services:	93.645							
Basic Children and Families Allocation								
2012		\$ -	\$ -	\$ 216,631	\$ -	\$ 216,631	\$ -	\$ -
Foster Care-Title IV-E:	93.658							
2012		-	-	35,055	-	35,037	-	18
2011		31	-	-	-	31	-	-
Social Services Block Grant:	93.667							
Basic Children and Families Allocation								
2012		-	-	95,774	-	95,774	-	-
Child Care Expansion:	93.674							
CW IV-E Youth Independent Living:								
2012		-	-	8,136	-	8,136	-	-
2011		(1,271)	-	-	-	(1,271)	-	-
Passed through Wisconsin Department of Administration:								
Low-Income Home Energy Assistance:	93.568							
10/1/12-9/30/13	AD129617.09	-	-	35,474	-	8,608	-	26,866
10/1/11-9/30/12	AD119551.09	16,954	-	47,948	11,820	64,902	11,820	-
Passed through Wisconsin Department of Corrections:								
Child Welfare Services:	93.645							
Non-CARS:								
2012		-	-	6,292	4,529	4,930	4,529	1,362
2011		(1,020)	-	-	-	(1,020)	-	-
Foster Care - Title IV-E:	93.658							
Non-CARS:								
2012		-	-	10,068	7,247	7,887	7,247	2,181
2011		(1,472)	-	-	-	(1,472)	-	-
CDC Addressing Asthma from a Public Health Perspective:	93.283							
9/1/12-8/31/13		-	-	1,854	-	1,115	-	739
9/1/11-8/31/12		-	-	3,463	-	3,463	-	-
Passed through Wisconsin Department of Health Services and Great Rivers Income Maintenance Consortium								
Block Grants for Temporary Assistance for Needy Families	93.558							
Income Maintenance Contract:								
2012		-	-	7,711	5,040	5,391	5,040	2,320
State Children's Insurance Program	93.767							
Income Maintenance Contract:								
2012		-	-	44,647	29,185	31,215	29,185	13,432
Medical Assistance	93.778 (X)							
Income Maintenance Contract:								
2012		-	-	330,873	216,282	231,332	216,282	99,541
Total Department of Health and Human Services		470,479	-	3,772,887	1,346,625	3,779,225	1,346,625	464,141

(X) = Major Federal Program

See Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance

**CHIPPEWA COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE
YEAR ENDED DECEMBER 31, 2012**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred)		Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/12
		Reimbursements 1/1/12	Prior Years Adjustments		Grant Reimburse- ments	Local Share	
<u>Department of Agriculture, Trade and Consumer Protection</u>							
Clean Sweep Program:	115.040						
2012		\$ -	\$ -	\$ 25,092	\$ -	\$ 7,992	\$ 17,100
Soil and Water Resource Management: County Staff and Support:	115.15						
2012		-	-	248,241	137,399	110,842	-
2011		174,187	-	-	174,187	-	-
Land and Water Resource Management Projects:	115.40						
2012		-	-	34,602	34,602	-	-
Total Department of Agriculture, Trade and Consumer Protection		<u>174,187</u>	<u>-</u>	<u>307,935</u>	<u>346,188</u>	<u>118,834</u>	<u>17,100</u>
<u>Department of Administration</u>							
Environmental Aids - Private Sewage System: Private Sewage System Grants: 2/2/12-12/31/13	143.110						
		-	-	5,974	5,974	-	-
<u>Department of Natural Resources</u>							
Boating Enforcement Aids:	370.550						
2012		-	-	17,249	-	-	17,249
2011		19,409	-	-	19,409	-	-
All-Terrain Vehicle Enforcement Aids: 5/1/11-4/30/12	370.551						
		-	-	12,435	10,102	2,333	-
Snowmobile Enforcement Aids: 5/1/11-4/30/12	370.552						
		-	-	6,007	6,007	-	-
Wildlife Damage Claims and Abatement: Administration and Abatement:	370.553						
2012		-	-	17,199	8,932	-	8,267
2011		6,924	-	-	6,924	-	-
Country Conservation Aides: 2/12/08-6/30/13 #CC-8109	370.563						
		-	-	49,456	-	24,728	24,728
Recreational Aids - Fish, Wildlife and Forestry: 2012	370.564						
		(4,154)	-	983	1,695	-	(4,866)
County Forest Aids: 2012	370.567						
		-	-	16,139	16,139	-	-
Urban and Community Forestry: Forest Administration Grant: 2012	370.572						
		-	-	40,645	40,645	-	-

See Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance

**CHIPPEWA COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2012**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/12	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/12
					Grant Reimburse- ments	Local Share	
<u>Department of Natural Resources (Continued)</u>							
Snowmobile Trails and Areas:	370.574						
7/1/11-6/30/12 #S-4003		\$ (45,200)	\$ -	\$ 85,193	\$ 39,993	\$ -	\$ -
Snowmobile Trails and Areas (Transp. Fd.):	370.575						
9/17/10-6/30/12 #S-3935		35,480	-	-	35,480	-	-
7/1/10-6/30/11 #S-3870		7,442	-	-	7,442	-	-
All-Terrain Vehicle Aids (Transp. Fd.):	370.577						
7/1/11-6/30/12 ATV-2139		-	-	6,750	6,750	-	-
7/1/10-6/30/11 ATV-2011		3,375	-	-	3,375	-	-
Nonpoint Source Grant:	370.602						
1/1/12-12/31/14 TRC-LC19-09000-12		-	-	12,361	5,855	2,743	3,763
Lakes Management Grants:	370.663						
10/1/08-6/30/11 LPL-1248-09		1,693	-	-	1,693	-	-
10/1/08-6/30/11 LPL-1250-09		(7,500)	-	-	(7,500)	-	-
Lakes Management Planning Grant:							
9/1/10-6/30/12 LPT-379-11	370.664	(1,250)	-	-	-	-	(1,250)
Municipal and County Recycling Grants:	370.670						
2012		-	-	551,543	218,198	333,345	-
Knowles-Nelson Stewardship Program	370.TA1						
5/10/11-6/30/12 SCF3-1003		-	-	52,442	26,221	26,221	-
11/11/10-6/30/12 S-ALDP3-12-1143		-	-	66,040	33,020	33,020	-
6/16/12-6/30/14 SCF3-1012		-	-	216,520	108,260	108,260	-
Total Department of Natural Resources		16,219	-	1,150,962	588,640	530,650	47,891
<u>Department of Transportation</u>							
Elderly and Handicapped County Aids:	395.101						
Elderly and Handicapped Transportation:							
2012		-	-	130,314	159,727	50,587	(80,000)
2011		(80,000)	-	80,000	-	-	-
Total Department of Transportation		(80,000)	-	210,314	159,727	50,587	(80,000)
<u>Department of Corrections</u>							
Capacity Building for Early Intervention:	410.302						
7/1/12-6/30/13		-	-	11,205	-	-	11,205
7/1/11-6/30/12		12,830	-	12,830	25,660	-	-
Youth Aids Community:	410.313						
2012		-	-	1,054,072	480,177	441,172	132,723
2011		(110,805)	-	-	(110,805)	-	-
Total Department of Corrections		(97,975)	-	1,078,107	395,032	441,172	143,928

See Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance

**CHIPPEWA COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2012**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/12	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/12
					Grant Reimburse- ments	Local Share	
<u>Department of Health Services</u>							
W-2 and Non-W2 Funeral and Cemetery: Social Services and Community Programs Contract: 2011	435.105	\$ 45,096	\$ -	\$ -	\$ 45,096	\$ -	\$ -
Medical Assistance Transportation Program: Social Services and Community Programs Contract: 2011	435.131	(1,150)	-	-	(1,150)	-	-
FSET Administration GPR/FED Base: 2012	435.231	-	-	34,291	32,618	-	1,673
2011		6,098	-	-	6,098	-	-
FSET Transportation GPR/FED Base: 2012	435.233	-	-	10,318	8,744	-	1,574
2011		4,418	-	-	4,418	-	-
FSET Retention GPR/FED Base: 2012	435.235	-	-	1,424	1,596	-	(172)
2011		1,342	-	-	1,342	-	-
Fluoride Supplement Program: 2012	435.151734	-	-	2,040	2,040	-	-
WIC Farmers Market Grant: 2012	435.154720	-	-	1,712	1,623	-	89
2011		285	-	-	285	-	-
WWWP - GPR: 2012	435.157000	-	-	24,208	18,096	-	6,112
Consolidated Contract - CHHD LD: 2012	435.157720	-	-	7,747	5,212	-	2,535
TPCP - Wisconsin WINS: 2012	435.158127	-	-	4,355	3,568	-	787
2011		794	-	-	794	-	-
Maternal and Health Services Block Grant: 2012	435.159320	-	-	1,529	1,529	-	-
IM Available Allocation: Income Maintenance Contract: 2012	435.283**	-	-	212,191	212,191	-	-
2011		3,996	-	-	3,996	-	-

** Major State Financial Assistance Program

**CHIPPEWA COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2012**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/12	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/12
					Grant Reimburse- ments	Local Share	
Department of Health Services (Continued)							
IM Available Allocation Federal Share:	435.284						
Income Maintenance Contract:							
2011		\$ 4,978	\$ -	\$ -	\$ 4,978	\$ -	\$ -
Medicaid Subrogation Collection:	435.291						
Income Maintenance Contract:							
2011		(1,373)	-	-	(1,373)	-	-
Adult Protective Services:	435.312						
2012		-	-	55,548	55,548	-	-
Community Options Program:	435.367						
2012		-	-	113,488	55,540	-	57,948
2011		51,479	-	-	51,479	-	-
CLTS GPR:	435.450						
2011		(3,288)	-	-	(3,288)	-	-
CLTS MH Non-Federal:	435.451						
2011		14,637	-	-	14,637	-	-
CLTS DD Non-Federal Other:	435.460						
2011		9,664	-	-	9,664	-	-
CLTS PD Non-Federal Other:	435.462						
2011		2,384	-	-	2,384	-	-
Community Support Program Waiting List:	435.504						
2012		-	-	54,013	54,014	-	(1)
2011		215	-	-	215	-	-
Certified Mental Health Program:	435.517						
2012		-	-	31,119	23,339	-	7,780
2011		9,826	-	-	9,826	-	-
Integrated Service Programs for Children with Severe Disabilities:	435.530						
2012		-	-	10,095	10,095	-	-
2011		(46,905)	-	-	(46,905)	-	-

See Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance

**CHIPPEWA COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2012**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred)	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/12
		Reimbursements 1/1/12			Grant Reimburse- ments	Local Share	
Department of Health Services (Continued)							
Birth-to-Three Initiative: 2012	435.550	\$ -	\$ -	\$ 48,687	\$ 48,687	\$ -	\$ -
Aging and Disability Resource Center: MRP-NH RELOCATE GPR 2012	435.560062**	-	-	1,250	-	-	1,250
Aging and Disability Resource Center: MFP-NH RELOC NON MA 2012	435.560063**	-	-	1,250	-	-	1,250
Aging and Disability Resource Center: MFP-MH RELOCATION 2012	435.560065**	-	-	3,799	-	-	3,799
Aging and Disability Resource Center: 2012	435.560100**	-	-	375,014	348,525	-	26,489
2011		(3,098)	-	-	(3,098)	-	-
Basic County Allocation - State Funded: 2012	435.561**	-	-	1,453,613	1,453,613	-	-
Family Support Program: 2012	435.577	-	-	55,941	41,626	-	14,315
2011		16,666	-	-	16,666	-	-
State Senior Community Services: State/County Match: 2012	435.681**	-	-	2,042,204	191,642	1,850,562	-
NASMHPD County SE 2012	435.81001	-	-	92,975	92,975	-	-
CLTS DD Non-Federal: 2012	435.832**	-	-	153,605	38,426	113,758	1,421
CLTS MH Non-Federal: 2012	435.835**	-	-	134,606	4,531	129,046	1,029
CLTS DD Non-Federal Other: 2012	435.838**	-	-	65,976	58,544	1,470	5,962
CLTS MH Non-Federal Other: 2012	435.841**	-	-	271,711	91,617	169,641	10,453
CLTS PD Non-Federal Other: 2011	435.847**	-	-	49,227	10,776	37,204	1,247

** Major State Financial Assistance Program

**CHIPPEWA COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2012**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred)		Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/12
		Reimbursements 1/1/12	Prior Years Adjustments		Grant Reimburse- ments	Local Share	
<u>Department of Health Services (Continued)</u>							
Passed through Area Agency on Aging:							
Elderly Benefit Specialist Program:	435.560320						
2012		\$ -	\$ -	\$ 32,247	\$ 22,170	\$ 4,032	\$ 6,045
2011		2,032	-	-	2,032	-	-
State Pharmaceutical Assistance Program:	435.560327						
7/1/11-6/30/12		275	-	5,790	6,065	-	-
State Senior Community Services:	435.560330						
2012		-	-	9,017	4,696	729	3,592
2011		839	-	-	839	-	-
Congregate Nutrition:	435.560350						
2012		-	-	115,428	65,693	46,271	3,464
2011		29,431	-	-	29,431	-	-
Special Programs for the Aging - Title III, Part C:	435.560360						
2012		-	-	17,160	3,920	13,240	-
2011		(3,630)	-	-	(3,630)	-	-
Alzheimer's Family Caregiver Support:	435.560381						
2012		-	-	17,981	10,165	-	7,816
2011		8,840	-	-	8,840	-	-
Special Programs for the Aging - Programs for Prevention:	435.560490						
2012		-	-	15,560	15,560	-	-
2011		12,401	-	-	12,401	-	-
Total Department of Health Services		166,252	-	5,527,119	3,160,961	2,365,953	166,457
<u>Department of Children and Families</u>							
CW Adam Walsh Foster/Adoptive Parent Fingerprinting	437.3324						
2012		-	-	243	195	-	48
2011		85	-	-	85	-	-
Basic Children and Families Allocation	437.3561**						
2012		-	-	345,850	345,850	-	-
CW WSACWIS Annual Op Maint Fee	437.3604						
2012		-	-	(7,573)	(7,573)	-	-
CW Leadership Initiative	437.3611						
2012		-	-	752	1,174	-	(422)
2011		4,120	-	-	4,120	-	-
CW Children and Families Allocations	437.3681**						
2012		-	-	129,047	-	67,713	61,334
2011		61,317	-	-	61,317	-	-
Child Support - State Share:	437.7502						
2012		-	-	53,407	53,407	-	-
2011		400	-	-	400	-	-
Total Department of Children and Families		65,922	-	521,726	458,975	67,713	60,960

** Major State Financial Assistance Program

See Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance

**CHIPPEWA COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2012**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/12	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/12
					Grant Reimburse- ments	Local Share	
Victim and Witness Assistance Program:	455.532						
2012		\$ -	\$ -	\$ 115,983	\$ 30,799	\$ 61,820	\$ 23,364
2011		28,032	-	-	28,032	-	-
Total Department of Justice		28,032	-	115,983	58,831	61,820	23,364
<u>Department of Military Affairs</u>							
Emergency Planning Grant Program:							
LEPC Emergency Planning Grant:	465.337						
10/1/12-9/30/13		-	-	4,196	-	-	4,196
10/1/11-9/30/12		4,167	-	14,075	8,443	1,356	8,443
10/1/10-9/30/11		8,333	-	-	8,333	-	-
Computer and Hazmat Equipment:	465.367						
2012		-	-	9,160	-	1,832	7,328
2011		8,822	-	-	8,822	-	-
Total Department of Military Affairs		21,322	-	27,431	25,598	3,188	19,967
<u>Department of Administration</u>							
Utility Public Benefits:	505.371						
10/1/12-9/30/13 Contract #AD129617.09		-	-	16,006	4,218	-	11,788
10/1/11-9/30/12 Contract #AD119551.09		14,350	-	47,337	52,287	9,400	-
Land Information Board Grants:	505.116						
2012 Training Grant		-	-	300	300	-	-
Total Department of Administration		14,350	-	63,643	56,805	9,400	11,788
Subtotal State Financial Assistance		\$ 308,309	\$ -	9,009,194	\$ 5,256,731	\$ 3,649,317	\$ 411,455
<u>Claims Paid to Providers Via Third Party Administrator</u>							
Children's Long Term Support	(A)			243,717			
Deduct: Local Share of Expenditures				(3,649,317)			
TOTAL STATE FINANCIAL ASSISTANCE EXPENDITURES				\$ 5,603,594			

(A) See Note 5

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
DECEMBER 31, 2012**

NOTE 1 REPORTING ENTITY

Chippewa County is governed by a board of supervisors consisting of fifteen elected members.

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

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

NOTE 2 BASIS OF PRESENTATION

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

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

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

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

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

**CHIPPEWA COUNTY, WISCONSIN
 NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
 AND STATE FINANCIAL ASSISTANCE (CONTINUED)
 DECEMBER 31, 2012**

NOTE 3 ADJUSTMENTS TO BEGINNING ACCRUED (DEFERRED) REIMBURSEMENT

Prior year adjustments included in the schedules of expenditures of federal awards and state financial assistance represent adjustments to the January 1, 2012 accrued (deferred) reimbursement balances of the individual programs based on subsequent funding of the programs in 2012 and/or adjustment of accruals resulting from prior year audit findings.

NOTE 4 CDBG PROGRAM REVOLVING LOAN FUND

Housing Rehabilitation

The County was awarded Community Development Block Grants (CDBG) in prior years for financing housing rehabilitation loans. Repayments received on the loans are recorded in a separate revolving loan fund by the County and are used to finance similar loans in accordance with the original grant agreements. Transactions of the revolving loan fund for the year ending December 31, 2012 are summarized as follows:

Balance January 1, 2012	\$	159,544
Loan Repayments		176,969
Interest Accrued to Fund		537
Loans Made from Fund		(43,379)
Administration Paid from Fund		(9,655)
Balance December 31, 2012	\$	284,016

The above transactions are not included in the schedule of expenditures of federal awards.

NOTE 5 CLAIMS PAID VIA THIRD PARTY ADMINISTRATOR

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

NOTE 6 PASS-THROUGH GRANT NUMBERS

Pass-through grant numbers were not assigned by the pass-through agencies.



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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 County Board
Chippewa County, Wisconsin

We have audited, in accordance with auditing standards generally accepted in the United States of America and standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Chippewa County, Wisconsin (County) as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated July 22, 2013.

Internal Control Over Financial Reporting

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

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

A *deficiency* in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the County's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs as items 2012-01, 2012-02 and 2012-03 to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our test disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Chippewa County's Response to Findings

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

Purpose of this Report

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



CliftonLarsonAllen LLP

Eau Claire, Wisconsin

July 22, 2013



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

The County Board
Chippewa County, Wisconsin

Report on Compliance for Each Major Federal and State Program

We have audited Chippewa County, Wisconsin's (County) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended December 31, 2012. We have also audited the County's compliance with types of compliance requirements described in the *State Single Audit Guidelines*, issued by the Wisconsin Department of Administration that are applicable to each of its major state programs (including federal programs required to be tested as major state programs) for the same period. The County's major federal programs and major state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to its federal and state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; and the *State Single Audit Guidelines*, issued by the Wisconsin Department of Administration. Those standards, OMB Circular A-133 and state guidelines require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal and State Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on to each of its major federal and state programs identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs for the year ended December 31, 2012.

Report on Internal Control over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal or state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major program and to test and report on internal control over compliance in accordance with OMB Circular A-133 and State Single Audit Guidelines, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal or state program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the result of that testing based on the requirements of OMB Circular A-133 and *State Single Audit Guidelines*. Accordingly, this report is not suitable for any other purpose.

**Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133 and
Schedule of State Financial Assistance Required by State Single Audit Guidelines**

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Chippewa County as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise Chippewa County's basic financial statements. We issued our report thereon dated July 22, 2013, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards and schedule of state financial assistance are presented for purposes of additional analysis as required by OMB Circular A-133 and State Single Audit Guidelines, respectively, and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditure of federal awards and schedule of state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.



CliftonLarsonAllen LLP
Eau Claire, Wisconsin
July 22, 2013

**CHIPPEWA COUNTY, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
DECEMBER 31, 2012**

PART I: SUMMARY OF AUDITOR'S RESULTS

1. The auditors' report expresses an unmodified opinion on the basic financial statements of the County.
2. Material weaknesses in internal control over financial reporting was disclosed during the audit of the basic financial statements and reported in the "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*", and is listed as Findings 2012-01 through 2012-03.
3. No instances of noncompliance material to the financial statements of the County were disclosed during the audit.
4. No matters involving internal control over compliance relating to the audit of the major federal award programs and major state financial assistance programs were reported in the "Independent Auditors' Report on Compliance with Requirements That Could Have a Direct and Material Effect on Each Major Program, on Internal Control Over Compliance, and on the Schedules of Expenditures of Federal Awards and State Financial Assistance in Accordance with *OMB Circular A-133* and *State Single Audit Guidelines*".
5. The independent auditors' report on compliance for the major federal award programs and the major state financial assistance programs for the County expresses an unmodified opinion.
6. No audit findings relative to the major federal award programs for the County were disclosed during the audit that are required to be reported in accordance with Section 510(a) of *OMB Circular A-133*.
7. The federal programs tested as major programs and the state programs tested as major programs, including the federal programs tested as state major programs, are presented in the "Summary of Federal and State Programs Tested as Major Programs" which follows this schedule.
8. The threshold for distinguishing Types A and B programs was \$300,000 for federal award programs and \$100,000 for state financial assistance programs.
9. The County did not qualify as a low-risk auditee as defined in *OMB Circular A-133*.
10. A summary schedule of prior audit findings has not been included since there were no prior year findings related to major federal awards and major state financial assistance. Prior year findings related to internal control over financial reporting and have been repeated.

**CHIPPEWA COUNTY, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
DECEMBER 31, 2012**

PART II: FINDINGS RELATED TO INTERNAL CONTROL OVER FINANCIAL REPORTING:

FINDING: 2012-01 Annual Financial Reporting Under Generally Accepted Accounting Principles (GAAP)

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

Condition: The County does not have an internal control policy in place over annual financial reporting that would enable management to conclude its annual financial statements and related footnote disclosures are complete and presented in accordance with Generally Accepted Accounting Principles (GAAP).

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

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

Effect: The potential exists that a material misstatement of the annual financial statements could occur and not be prevented or detected by the County's internal controls.

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

CORRECTIVE ACTION PLAN (CAP):

Explanation of Disagreement with Audit Findings

There is no disagreement with the audit finding.

Actions Planned in Response to Finding:

The County will continue to rely upon the audit firm to prepare the financial statements and related footnote disclosures and will review and approve these prior to the issuance of the annual financial statements. The Finance Director is the official responsible for ensuring corrective action of the deficiency.

Planned Completion Date for CAP:

The CAP is ongoing.

Plan to Monitor Completion of CAP:

The County Administrator will be monitoring this corrective action plan.

**CHIPPEWA COUNTY, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
DECEMBER 31, 2012**

**PART II: FINDINGS RELATED TO INTERNAL CONTROL OVER FINANCIAL REPORTING:
(CONTINUED)**

FINDING: 2012-02 Material Audit Adjustments

- Criteria:** The County should have controls in place to prevent or detect a material misstatement in the financial statements in a timely manner.
- Condition:** The audit firm proposed and the County posted to its general ledger accounts journal entries for correcting certain misstatements.
- Context:** The County has informed us that they will continue to rely upon the audit firm to propose such audit adjustments as are necessary to adjust accounts in accordance with Generally Accepted Accounting Principles (GAAP). Management will review and approve those entries prior to recording them.
- Cause:** The County has not established controls to ensure that all accounts are adjusted to their appropriate year end balances in accordance with GAAP.
- Effect:** The potential exists that financial statements of the County may include inaccurate information not detected or prevented by County staff.
- Recommendation:** The County should continue to evaluate its internal control processes to determine if additional internal control procedures should be implemented to ensure that accounts are adjusted to their appropriate year end balances in accordance with GAAP.

CORRECTIVE ACTION PLAN (CAP):

Explanation of Disagreement with Audit Findings

There is no disagreement with the audit finding.

Actions Planned in Response to Finding:

The County will continue to rely upon the audit firm to propose audit adjustments necessary to adjust accounts in accordance with GAAP. Management will review and approve these entries prior to recording them. The Finance Director is the official responsible for ensuring corrective action of the deficiency.

Planned Completion Date for CAP:

The CAP is ongoing.

Plan to Monitor Completion of CAP:

The County Administrator will be monitoring this corrective action plan

**CHIPPEWA COUNTY, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
DECEMBER 31, 2012**

**PART II: FINDINGS RELATED TO INTERNAL CONTROL OVER FINANCIAL REPORTING:
(CONTINUED)**

FINDING: 2012-03 Limited Segregation of Duties

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

Condition: In some of the smaller County offices the available staff precludes a proper separation of duties to assure adequate internal control.

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

Cause: The condition is due to limited staff available.

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

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

CORRECTIVE ACTION PLAN (CAP):

Explanation of Disagreement with Audit Findings

There is no disagreement with the audit finding.

Actions Planned in Response to Finding:

The County continues to work to achieve segregation of duties whenever cost effective. The Finance Director is the official responsible for ensuring corrective action of the deficiency.

Planned Completion Date for CAP:

The CAP is ongoing.

Plan to Monitor Completion of CAP:

The County Administrator will be monitoring this corrective action plan.

Compensating Controls and Mitigating Factors:

The cash disbursements process includes approval of the disbursement by the department head and approval of each voucher and coding by the finance department. The payroll disbursements process includes board approval of all contracts and hourly wage rates, supervisor approval of timesheets, and review of coding by payroll personnel. The receipts process includes pre-numbering, a restrictive endorsement stamp, and a reconciliation of departmental deposits performed by the Treasurer. In addition to the above, each department head and members of administration monitor budget to actual reports on a regular basis in order to identify unusual variances or activities.

**CHIPPEWA COUNTY, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
DECEMBER 31, 2012**

PART III: FINDINGS RELATED TO MAJOR FEDERAL AWARD PROGRAMS:

None.

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

None.

**CHIPPEWA COUNTY, WISCONSIN
SUMMARY OF FEDERAL AND STATE PROGRAMS TESTED AS MAJOR PROGRAMS
YEAR ENDED DECEMBER 31, 2012**

FEDERAL PROGRAMS

The following federal programs were tested as major programs:

<u>CFDA #</u>	<u>Program Title</u>	<u>Amount</u>
20.205 and 20.219	Federal Highway Aid Cluster	\$ 963,580
93.563	Child Support Enforcement	598,649
93.778	Medical Assistance Program	1,672,898
		<u>\$ 3,235,127</u>

STATE PROGRAMS

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

<u>CFDA #/ State ID #</u>	<u>Program Title</u>	<u>Amount</u>
State Programs on Schedule of State Financial Assistance:		
435.283	IM Available Allocation	\$ 212,191
435.832	Children's Long-Term Support DD Non-Federal	39,847
435.835	Children's Long-Term Support MH Non-Federal	5,560
435.838	Children's Long-Term Support DD Non-Federal Other	64,506
435.841	Children's Long-Term Support MH Non-Federal Other	102,070
435.847	Children's Long-Term Support PD Non-Federal Other	12,023
(A)	Children's Long-Term Support Paid Via Third Party Administrator	243,717
435.560062	Aging and Disability Resource Center MRP-NH RELOCATE GPR	1,250
435.560063	Aging and Disability Resource Center MFP-NH RELOC NON MA	1,250
435.560065	Aging and Disability Resource Center MFP-MH RELOCATION	3,799
435.560100	Aging and Disability Resource Center	375,014
435.561	Basic County Allocation	1,453,613
435.681	Community Services and MH Services - State/County Match	191,642
437.3561	Basic County Allocation	345,850
437.3681	State/County Match	61,334
		<u>\$ 3,113,666</u>
Federal Programs on Schedule of Expenditures of Federal Awards:		
93.778	Medical Assistance Program - Human Services Contract	712,370
93.778	Medical Assistance Program - Claims Paid by Third Party Administrator	366,796
93.778	Medical Assistance Program - Case Management	51,262
93.778	Medical Assistance Program - WI Medicare Cost Reporting	315,873
93.778	Medical Assistance Program - Aging and Disability Resource Center	250,510
		<u>1,696,811</u>
		<u>\$ 4,810,477</u>