



# STANLY COUNTY NORTH CAROLINA

YEAR ENDED, JUNE 30<sup>TH</sup>

# 2014

## COMPLIANCE LETTERS



# *Compliance Letters*

*Year Ended June 30, 2014*



*Stanly County  
North Carolina*

# MARTIN ♦ STARNES & ASSOCIATES, CPAs, P.A.

"A Professional Association of Certified Public Accountants and Management Consultants"

## **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**

### **Independent Auditor's Report**

To the Board of Commissioners  
Stanly County  
Albemarle, North Carolina

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Stanly County, North Carolina, as of and for the year ended June 30, 2014, not presented here, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated December 10, 2014.

### **Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Stanly 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 Stanly County's internal control. Accordingly, we do not express an opinion on the effectiveness of Stanly County's internal control.

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. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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













We believe that our audit provides a reasonable basis for our opinion on compliance for each major State program. However, our audit does not provide a legal determination of Stanly County's compliance.

### ***Opinion on Each Major State Program***

In our opinion, Stanly County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major State programs for the year ended June 30, 2014.

### **Report on Internal Control over Compliance**

Management of Stanly 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 Stanly County's internal control over compliance with the requirements that could have a direct and material effect on a major State program in order to determine our auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major State program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Stanly 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, non-compliance with a type of compliance requirement of a State program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material non-compliance with a type of compliance requirement of a 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 State 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 results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

**Report on Schedule of Expenditures of Federal and State Awards Required by OMB Circular A-133 and the State Single Audit Implementation Act**

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 Stanly County as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise Stanly County's basic financial statements, and have issued our report thereon dated December 10, 2014, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise Stanly County's basic financial statements. The accompanying Schedule of Expenditures of Federal and State Awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the State Single Audit Implementation Act, and is 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain other procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal and State Awards is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

*Martin Starnes & Associates, CPAs, P.A.*

Martin Starnes & Associates, CPAs, P.A.  
Hickory, North Carolina  
December 10, 2014

**STANLY COUNTY, NORTH CAROLINA**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2014**

**1. Summary of Auditor's Results**

*Financial Statements*

Type of auditor's report issued	Unmodified
Internal control over financial reporting:	
• Material weakness identified?	No
• Significant deficiency(ies) identified not considered to be material weakness(es)?	None reported
Non-compliance material to financial statements noted?	No

*Federal Awards*

Internal control over major federal programs:	
• Material weakness identified?	No
• Significant deficiency(ies) identified not Considered to be material weaknesses?	None reported
Type of auditor's report issued on compliance for major federal programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of OMB Circular A-133?	No

Identification of major federal programs:

<u>Program Name</u>	<u>CFDA#</u>
Medicaid Cluster	93.775, 93.777, 93.778
State Children's Insurance Program – N.C. Health Choice	93.767

Dollar threshold used to distinguish between Type A and Type B programs	<u>\$1,837,072</u>
Auditee qualified as low-risk auditee?	No

**STANLY COUNTY, NORTH CAROLINA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2014**

**1. Summary of Auditor's Results (continued):**

**State Awards**

Internal control over major State programs:

- Material weakness identified? No
- Significant deficiency(ies) identified not considered to be material weaknesses? None reported

Type of auditor's report issued on compliance for major State programs Unmodified

Any audit findings disclosed that are required to be reported in accordance with the State Single Audit Implementation Act? No

Identification of major State programs:

Medicaid Cluster  
 State Children's Insurance Program – N.C. Health Choice

**2. Findings Related to the Audit of the Basic Financial Statements**

None reported

**3. Findings and Questioned Costs Related to the Audit of Federal Awards**

None reported

**4. Findings and Questioned Costs Related to the Audit of State Awards**

None reported

**STANLY COUNTY, NORTH CAROLINA**  
**SUMMARY SCHEDULE OF PRIOR YEAR'S AUDIT FINDINGS**  
**FOR THE YEAR ENDED JUNE 30, 2014**

No prior year findings.

## STANLY COUNTY, NORTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE YEAR ENDED JUNE 30, 2014

<u>Grantor/Pass-Through Grantor / Program Title</u>	<u>Federal CFDA Number</u>	<u>State/ Pass-Through Grantor's Number</u>	<u>Expenditures</u>	
			<u>Federal</u>	<u>State</u>
<b>Federal Awards:</b>				
<b><u>U.S. Department of Agriculture:</u></b>				
<u>Food and Nutrition Service</u>				
Passed-Through N.C. Department of Health and Human Services:				
<b>Division of Social Services:</b>				
Administration:				
Supplemental Nutrition Assistance Program Cluster				
State Administrative Matching Grants for the Supplemental				
Nutrition Assistance Program				
	10.561	XXXX	\$ 541,191	\$ -
Passed-Through N.C. Department of Health and Human Services:				
<b>Division of Public Health:</b>				
Administration:				
Special Supplemental Nutrition Program for				
Women, Infants, and Children				
	10.557	XXXX	289,320	-
Direct Benefit Payments:				
Special Supplemental Nutrition Program for				
Women, Infants, and Children				
	10.557	XXXX	<u>1,240,609</u>	<u>-</u>
Total U.S. Department of Agriculture			<u>2,071,120</u>	<u>-</u>
<b><u>U.S. Department of Justice:</u></b>				
<u>Bureau of Justice Assistance</u>				
Passed-Through N.C. Department of Public Safety:				
JAG Program Cluster:				
Edward Byrne Memorial Justice Assistance Grant Program				
	16.738	084107003BH486	8,259	-
Edward Byrne Memorial Justice Assistance Grant Program				
	16.738	Proj009344	<u>9,999</u>	<u>-</u>
Total JAG Program Cluster				
			<u>18,258</u>	<u>-</u>
<b><u>U.S. Department of Transportation:</u></b>				
Passed-Through N.C. Department of Transportation:				
<b>Federal Aviation Administration:</b>				
Airport Improvement Program - State Block Grant Program				
	20.106	XXXX	62,648	-
Airport Improvement Program - State Block Grant Program				
	20.106	XXXX	<u>6,651</u>	<u>-</u>
Total Federal Aviation Administration				
			<u>69,299</u>	<u>-</u>
Passed-Through N.C. Department of Transportation:				
<b>Federal Transit Administration:</b>				
Formula Grants for Other than Urbanized Areas - Admin				
	20.509	36233.96.14.1	13,128	820
Formula Grants for Other than Urbanized Areas - Capital				
	20.509	36233.96.14.3	36,685	4,586
Formula Grants for Other than Urbanized Areas - Admin				
	20.509	36233.96.15.1	163,536	10,221
Formula Grants for Other than Urbanized Areas - Capital				
	20.509	36233.96.15.3	<u>76,396</u>	<u>9,549</u>
Total Federal Transit Administration				
			<u>289,745</u>	<u>25,176</u>

## STANLY COUNTY, NORTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE YEAR ENDED JUNE 30, 2014

<u>Grantor/Pass-Through Grantor / Program Title</u>	<u>Federal CFDA Number</u>	<u>State/ Pass-Through Grantor's Number</u>	<u>Expenditures</u>	
			<u>Federal</u>	<u>State</u>
Passed-Through N.C. Department of Transportation:				
<b>Federal Highway Administration:</b>				
Highway Planning and Construction Cluster:				
Highway Planning and Construction - Rocky River				
Rural Planning Organization	20.205-8	WBS 45439.1.16	84,240	-
Total U.S. Department of Transportation			443,284	25,176
<b><u>U.S. Department of Homeland Security:</u></b>				
Passed-Through N.C. Department of Public Safety				
<b>Division of Emergency Management:</b>				
Emergency Management Performance Grants	97.042	EMPG-2013-37167	35,317	-
<b><u>U.S. Department of Health and Human Services:</u></b>				
<b>Administration on Aging:</b>				
<b>Division of Aging and Adult Services</b>				
Passed-Through Centralina Council of Governments				
<b>Division of Aging:</b>				
Aging Cluster:				
Special Programs for the Aging - Title III B				
Grants for Supportive Services and Senior Centers	93.044	XXXX	71,022	186,086
Special Programs for the Aging - Title III C				
Nutrition Services	93.045	XXXX	86,828	38,243
Total Aging Cluster			157,850	224,329
<b>Division of Social Services:</b>				
USDA Supplement	10.570	XXXX	39,680	-
Senior Center-General	XXXX	XXXX	-	11,680
Fan/Heat Program	XXXX	XXXX	-	214
DP/HP (90%)	93.043	XXXX	1,530	90
Title III E (Caregiver)	93.052	XXXX	18,408	1,227
Total Administration on Aging			217,468	237,540
<b>Administration for Children and Families:</b>				
Passed-Through N.C. Department of Health and Human Services:				
<b>Division of Social Services:</b>				
Foster Care and Adoption Cluster (Note 3):				
Administration:				
IV-E Optional Adoption Training	93.659	XXXX	988	-
Title IV-E Foster Care	93.658	XXXX	142,926	61,422
Foster Care	93.658	XXXX	101,322	3,202
Direct Benefit Payments:				
Foster Care	93.658	XXXX	128,913	33,676
IV-E Adoption Subsidy and Vendors	93.659	XXXX	217,347	57,131
Total Foster Care and Adoption Cluster (Note 3)			591,496	155,431

## STANLY COUNTY, NORTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE YEAR ENDED JUNE 30, 2014

<u>Grantor/Pass-Through Grantor / Program Title</u>	<u>Federal CFDA Number</u>	<u>State/ Pass-Through Grantor's Number</u>	<u>Expenditures</u>	
			<u>Federal</u>	<u>State</u>
Passed-Through N.C. Department of Health and Human Services:				
<b>Division of Social Services:</b>				
Temporary Assistance for Needy Families Cluster				
Administration:				
TANF/Work First	93.558	XXXX	457,565	-
Direct Benefit Payments:				
TANF/Work First - Direct Benefit Payments	93.558	XXXX	<u>230,822</u>	<u>(17)</u>
Total TANF Cluster			<u>688,387</u>	<u>(17)</u>
Passed-Through N.C. Department of Health and Human Services:				
<b>Division of Social Services:</b>				
Administration:				
LINKS	93.674	XXXX	7,981	1,995
SSBG - Other Service and Training	93.667	XXXX	164,498	18,174
Child Welfare Services - State Grants -				
Permanency Planning - Families for Kids	93.645	XXXX	40,550	-
Low-Income Home Energy Assistance Block Grant	93.568	XXXX	484,223	-
IV-D Administration	93.563	XXXX	701,109	-
Family Preservation	93.556	XXXX	8,963	-
Direct Benefit Payments:				
Independent Living Grant	93.674	XXXX	8,151	-
AFDC Payments and Penalties	93.560	XXXX	(56)	(15)
<b>Division of Child Development:</b>				
Subsidized Childcare (Note 3)				
Child Care Development Fund Cluster:				
<b>Division of Social Services:</b>				
Child Care Development Fund - Administration	93.596	XXXX	79,032	-
<b>Division of Child Development:</b>				
Child Care Development Fund - Discretionary	93.575	XXXX	521,987	-
Child Care Development Fund - Mandatory	93.596	XXXX	328,492	-
Child Care Development Fund - Match	93.596	XXXX	<u>509,928</u>	<u>230,614</u>
Total Child Care Development Fund Cluster			1,439,439	230,614
Temporary Assistance for Needy Families	93.558	XXXX	289,452	-
Foster Care Title IV-E	93.658	XXXX	15,811	8,255
State Appropriations		XXXX	-	144,860
TANF - MOE		XXXX	-	<u>208,981</u>
Total Subsidized Child Care (Note 3)			<u>1,744,702</u>	<u>592,710</u>



## STANLY COUNTY, NORTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE YEAR ENDED JUNE 30, 2014

Grantor/Pass-Through Grantor / Program Title	Federal CFDA Number	State/ Pass-Through Grantor's Number	Expenditures	
			Federal	State
Passed-Through N.C. Department of Health and Human Services:				
<b>Division of Public Health:</b>				
Division of Social Services				
Social Service Block Grant	93.667	XXXX	-	500
Temporary Assistance for Needy Families Cluster	93.558	XXXX	<u>5,045</u>	<u>-</u>
Total Administration for Children and Families			<u>4,445,049</u>	<u>768,778</u>
<b>Centers for Medicare and Medicaid Services:</b>				
Passed-Through N.C. Department of Health and Human Services:				
<b>Division of Medical Assistance:</b>				
Direct Benefit Payments:				
Medical Assistance Program	93.778	XXXX	51,558,481	28,116,072
<b>Division of Social Services:</b>				
Administration:				
Medical Assistance Program	93.778	XXXX	<u>536,904</u>	<u>12,944</u>
Total Medicaid Cluster			52,095,385	28,129,016
<b>Division of Social Services:</b>				
Administration:				
State Children's Insurance Program - N.C. Health Choice	93.767	XXXX	15,873	2,453
<b>Division of Medical Assistance:</b>				
Direct Benefit Payments:				
State Children's Insurance Program - N.C. Health Choice	93.767	XXXX	<u>1,302,817</u>	<u>410,933</u>
Total Centers for Medicare and Medicaid Services			<u>53,414,075</u>	<u>28,542,402</u>
<b>Centers for Disease Control and Prevention:</b>				
Passed-Through N.C. Department of Health and Human Services:				
<b>Division of Public Health:</b>				
Public Health Emergency Preparedness	93.069	XXXX	33,520	-
Immunization Grants	93.268	XXXX	15,217	-
PPHF 2012: Breast and Cervical Cancer Screening Opportunities for States, Tribes, and Territories solely financed by 2012 Prevention and Public Health Funds	93.744	XXXX	515	-
Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer Early Detection Programs	93.919	XXXX	13,799	6,375
Statewide Health Promotion Program	93.991	XXXX	<u>10,783</u>	<u>-</u>
Total Centers for Disease Control and Prevention			<u>73,834</u>	<u>6,375</u>
<b>Health Resources and Services Administration:</b>				
Passed-Through N.C. Department of Health and Human Services:				
<b>Division of Public Health:</b>				
Maternal and Child Health Services Block Grant	93.994	XXXX	<u>68,226</u>	<u>52,057</u>

## STANLY COUNTY, NORTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE YEAR ENDED JUNE 30, 2014

<u>Grantor/Pass-Through Grantor / Program Title</u>	<u>Federal CFDA Number</u>	<u>State/ Pass-Through Grantor's Number</u>	<u>Expenditures</u>	
			<u>Federal</u>	<u>State</u>
<b>Office of Population Affairs:</b>				
Passed-Through N.C. Department of Health and Human Services:				
Office of Population Affairs				
Family Planning Services	93.217	XXXX	36,694	-
Total U.S. Department of Health and Human Services			58,255,346	29,607,152
<b><u>U.S. Department of Defense:</u></b>				
Office of the National Guard Bureau:				
National Guard Military Construction Projects	12.400	W91242-10-2-2101	322,872	-
<b><u>U.S. Department of Housing and Urban Development:</u></b>				
Passed-Through N.C. Department of Commerce:				
Division of Community Assistance				
CDBG - State - Administered CDBG Cluster:				
Community Development Block Grant / State's Program and				
Non-Entitlement Grants in Hawaii	14.228	11-C-2299	35,482	-
Community Development Block Grant / State's Program and				
Non-Entitlement Grants in Hawaii	14.228	12-C-2430	21,310	-
Total CDBG - State - Administered CDBG Cluster			56,792	-
Passed-Through N.C. Housing Finance Agency:				
HOME Investment Partnerships Program - SFR	14.239	XXXX	32,751	-
Total U.S. Department of Housing and Urban Development			89,543	-
<b>Total Federal Awards</b>			61,235,740	29,632,328
<b>State Awards:</b>				
<b><u>N.C. Department of Administration:</u></b>				
Veterans Service	XXXX	XXXX	-	1,452
<b><u>N.C. Department of Cultural Resources:</u></b>				
Division of State Library				
State Aid to Public Libraries	XXXX	XXXX	-	109,707

## STANLY COUNTY, NORTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE YEAR ENDED JUNE 30, 2014

Grantor/Pass-Through Grantor / Program Title	Federal CFDA Number	State/ Pass-Through Grantor's Number	Expenditures	
			Federal	State
<b><u>N.C. Department of Public Safety:</u></b>				
DWI Safe Ride	XXXX	XXXX	-	4,399
Drug seizure	XXXX	XXXX	-	5,808
Forfeiture Property	XXXX	XXXX	-	1,929
Juvenile Crime Prevention Counseling Rest	XXXX	XXXX	-	81,285
SC Lift Academy	XXXX	XXXX	-	83,035
Office of Juvenile Justice	XXXX	XXXX	-	1,000
Sex Offender Program	XXXX	XXXX	-	8,750
Total N.C. Department of Public Safety			-	186,206
<b><u>N.C. Department of Environmental and Natural Resources:</u></b>				
<b>Division of Soil and Water Conservation:</b>				
Soil and Water - Agricultural Cost Share	XXXX	XXXX	-	25,404
<b>Division of Waste Management:</b>				
Scrap Tire Fund - SWMGT	XXXX	XXXX	-	73,113
Total N.C. Department of Environmental and Natural Resources			-	98,517
<b><u>N.C. Department of Health and Human Services:</u></b>				
<b>Division of Aging and Adult Services</b>				
<b>Division of Social Services:</b>				
State/County Special Assistance for Adults -				
Direct Benefit Payment	XXXX	XXXX	-	495,598
<b>Division of Social Services:</b>				
Administration:				
DCD Smart Start	XXXX	XXXX	-	18,394
AFDC Incentive/Program Integrity	XXXX	XXXX	-	264
Direct Benefit Payments:				
CWS Adopt Subsidy and Vendor	XXXX	XXXX	-	72,108
Foster Care At-Risk Maximization	XXXX	XXXX	-	1,497
SFHF Maximization	XXXX	XXXX	-	31,828
State Foster Home	XXXX	XXXX	-	22,438
Total Division of Social Services			-	642,127

## STANLY COUNTY, NORTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE YEAR ENDED JUNE 30, 2014

<u>Grantor/Pass-Through Grantor / Program Title</u>	<u>Federal CFDA Number</u>	<u>State/ Pass-Through Grantor's Number</u>	<u>Expenditures</u>	
			<u>Federal</u>	<u>State</u>
<b>Division of Public Health:</b>				
General Aid to Counties	XXXX	XXXX	-	89,051
Food and Lodging Fees	XXXX	XXXX	-	12,728
Environmental Health	XXXX	XXXX	-	4,000
General Communicable Disease Control	XXXX	XXXX	-	2,732
Women's Health Service Fund	XXXX	XXXX	-	7,175
Maternal Health (HMHC)	XXXX	XXXX	-	2,973
Tuberculosis	XXXX	XXXX	-	2,871
TB Medical Service	XXXX	XXXX	-	1,034
Risk Reduction / Heath Promotion	XXXX	XXXX	-	6,286
School Nurse Funding Initiative	XXXX	XXXX	-	82,171
Total Division of Public Health			-	211,021
Total N.C. Department of Health and Human Services			-	853,148
<b><u>N.C. Department of Public Instruction</u></b>				
Public School Building Capital Fund:				
Lottery Proceeds (Note 2)	XXXX	XXXX	-	623,000
<b><u>N.C. Department of Transportation:</u></b>				
Rural Operating Assistance Program (ROAP) Cluster				
ROAP Elderly and Disabled Transportation Assistance Program	XXXX	36220.10.4.1	-	68,130
ROAP Rural General Public Program	XXXX	36228.22.4.1	-	89,888
ROAP Work First Transitional - Employment	XXXX	36236.11.3.1, 2.1	-	20,338
Total ROAP Cluster			-	178,356
<b><u>N.C. Department of Insurance:</u></b>				
Division of Seniors' Health Insurance Information Program	XXXX	XXXX	-	4,636
<b><u>N.C. Rural Economic Development Center, Inc.:</u></b>				
Rural Center Grant 2011-073-60701-107	XXXX	XXXX	-	3,348
<b><u>N.C. Housing Finance Agency:</u></b>				
N.C. Housing Trust Fund/Urgent Repair Program	XXXX	XXXX	-	75,000
<b><u>N.C. Office of Management and Budget</u></b>				
Tarheel Challenge Academy - Stanly County Campus	XXXX	XXXX	-	87,512
<b><u>N.C. 911 Board</u></b>				
911 PSAP Consolidation Grant	XXXX	XXXX	-	175,000
<b>Total State Awards</b>			-	2,395,882
<b>Total Federal and State Awards</b>			<b>\$ 61,235,740</b>	<b>\$ 32,028,210</b>

## STANLY COUNTY, NORTH CAROLINA

### SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS FOR THE YEAR ENDED JUNE 30, 2014

<u>Grantor/Pass-Through Grantor / Program Title</u>	<u>Federal CFDA Number</u>	<u>State/ Pass-Through Grantor's Number</u>	<u>Expenditures</u>	
			<u>Federal</u>	<u>State</u>

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

#### 1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal and State Awards includes the federal and State grant activity of Stanly County and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the State Audit Implementation Act. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in, the preparation of the basic financial statements. Benefit payments are paid directly to recipients and are not included in the County's basic financial statements. However, due to the County's involvement in determining eligibility, they are considered federal awards to the County and are included on this schedule.

#### 2. Subrecipients

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

<u>Program Title</u>	<u>CFDA Number</u>	<u>Grantor's Number</u>	<u>Federal Expenditures</u>	<u>State Expenditures</u>
Public School Building Capital Fund	N/A	N/A	\$ -	\$ 623,000

#### 3. The following are clustered by the N.C. Department of Health and Human Services and are treated separately for State audit requirement purposes:

Subsidized Child Care and Foster Care and Adoption