

COUNTY OF MONTEREY
SINGLE AUDIT REPORT
YEAR ENDED JUNE 30, 2022



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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 Board of Supervisors
County of Monterey
Salinas, California

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 the County of Monterey (the County), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated March 29, 2023. Our report includes a reference to other auditors who audited the financial statements of Monterey County Children and Families Commission, as described in our report on the County's financial statements. This report does not include the results of other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on 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) as a basis for designing 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 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 entity'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 or significant deficiencies may exist that were not identified.

Report on 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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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 results of that testing, and not to provide an opinion on the effectiveness of the entity’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 entity’s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



CliftonLarsonAllen LLP

Roseville, California
March 29, 2023



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH
MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER
COMPLIANCE; AND REPORT ON THE SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE**

The Honorable Board of Supervisors
County of Monterey
Salinas, California

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited County of Monterey's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of County of Monterey's major federal programs for the year ended June 30, 2022. County of Monterey's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, County of Monterey complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the County of Monterey and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of County of Monterey's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to County of Monterey's federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on County of Monterey's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about County of Monterey's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding County of Monterey's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of County of Monterey's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of County of Monterey's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance, which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying schedule of findings and questioned costs as item 2022-001. Our opinion on each major federal program is not modified with respect to these matters.

Government Auditing Standards requires the auditor to perform limited procedures on County of Monterey's response to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. County of Monterey's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we did identify a certain deficiency in internal control over compliance that we consider to be a significant deficiency.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2022-001, to be a significant deficiency.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Government Auditing Standards requires the auditor to perform limited procedures on County of Monterey's response to the internal control over compliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. County of Monterey's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

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, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the County of Monterey's basic financial statements. We have issued our report thereon dated March 29, 2023, which contained unmodified opinions on those financial statements. We did not audit the Monterey County Children and Families Commission, which represents 100% of the assets, liabilities and revenues of the discretely presented component unit, as of and for the year ended June 30, 2022. Those financial statements were audited by other auditors, whose reports thereon have been furnished to us, and our opinions, insofar as they relate to the amounts included for the Commission are based solely on the reports of the other auditors.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the 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 basic 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 expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the Supplementary Schedules of the Department of Community Services and Development but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.



CliftonLarsonAllen LLP

Roseville, California
March 29, 2023

COUNTY OF MONTEREY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2022

Federal Grantor/Pass-through Grantor/Program Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Federal Expenditures	Expenditures to Subrecipients
<u>U.S. Department of Agriculture</u>				
Passed through State Department of Food and Agriculture:				
Plant and Animal Disease, Pest Control, and Animal Care				
Glassy Winged Sharp Shooter - GWSS	10.025	19-0737-033-SF	\$ 166,373	\$ -
Exotic Fruit Fly	10.025	20-0196	184,206	-
Lightbrown Apple Moth - LBAM Trapping	10.025	21-0421-002-SF	8,816	-
Gypsy Moth	10.025	20-0196	14,563	-
Other Trapping (EGBM)	10.025	20-0196	54,518	-
Japanese Beetle	10.025	20-0196	12,163	-
European Grapevine Moth - EGVM	10.025	21-0596-014-SF	55,055	-
Asian Citrus Psyllid - ACP/ACP Grove	10.025	20-0709-007-SF	29,880	-
Asian Citrus Psyllid - ACP/ACP Grove	10.025	21-0516-021-SF	126,534	-
Asian Citrus Psyllid - Bulk Citrus Reg	10.025	20-0709-034-SF	9,610	-
High Risk	10.025	21-0397-000-SG	15,036	-
Sudden Oak Death (SOD)	10.025	21-0277-026-SF	12,528	-
Egg Safety Quality Inspections	10.025	20-0485-000-SA	572	-
Subtotal Assistance Listing Number 10.025			689,854	-
Passed through the State Department of Social Services:				
State Administrative Matching Grants for Food Stamp Program	10.561		15,573,444	-
Passed through State Department of Aging:				
State Administrative Matching Grants for Food Stamp Program	10.561	SP-2021-32	28,629	14,150
State Administrative Matching Grants for Food Stamp Program	10.561	SP-2122-32	72,829	39,151
Passed through the State Department of Public Health:				
Supplemental Nutrition Assistance Program - Education	10.561	19-10329	722,205	148,387
Subtotal SNAP Cluster			16,397,107	201,688
Special Supplemental Nutrition Program for Women, Infants, and Children - Admin. Costs	10.557	19-10163	4,393,554	-
Passed through the State Department of Education:				
School Nutrition Program	10.560		138,304	-
Total U.S. Department of Agriculture			21,618,819	201,688
<u>U.S. Department of Commerce</u>				
Direct Programs:				
EDA Revolving Loan Fund - CARES	11.307		135,614	-
EDA Revolving Loan Fund	11.307		77,458	-
EDA Revolving Loan Fund - Outstanding Loan Balance	11.307		1,854,742	-
EDA Cluster Assistance Listing Number 11.307			2,067,814	-
Total U.S. Department of Commerce			2,067,814	-
<u>U.S. Department of Housing and Urban Development</u>				
Passed through State Department of Housing and Community Development:				
Community Development Block Grants/Entitlement Grants	14.218	Entitlement/Urban County	1,748,404	1,702,007
Community Development Block Grants/Entitlement Grants (outstanding loan)	14.228		3,148,003	-
Home Investment Partnership Program	14.239		1,910	-
Home Investment Partnership Program (outstanding loan)	14.239	Home Investment P'ship	7,992,927	-
Subtotal Assistance Listing Number 14.239			7,994,837	-
Total U.S. Department of Housing and Urban Development			12,891,244	1,702,007
<u>U.S. Department of Interior</u>				
Passed through the U.S. Fish and Wildlife:				
Section 6 HCP	15.615		58,449	-
Total U.S. Department of Interior			58,449	-

See accompanying Notes to Schedule of Expenditures of Federal Awards.

COUNTY OF MONTEREY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2022

Federal Grantor/Pass-through Grantor/Program Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Federal Expenditures	Expenditures to Subrecipients
<u>U.S. Department of Justice</u>				
Direct Programs:				
Drug Enforcement Administrator	16.922	2022-29	\$ 36,270	\$ -
Passed through the Governor's Office of Emergency Services:				
Victims of Crime Act (VOCA)	16.575		266,857	266,857
County Victim Services Program (VOCA) Probation	16.575		34,098	-
County Victim Services Program (VOCA) District Attorney	16.575		20,496	-
County Victim Services Program (VOCA) Health	16.575		1,492	-
DNACC - DNA Cold Case Investigation	16.575	15PBJA21GG04356DNAX	16,367	-
FJC Family Just Center Grant	16.575	FE 21010270	11,076	-
Underserved Child and Youth Advocacy Program	16.575	XY20030270	109,816	27,135
Unserved/Underserved Victim Advocacy and Outreach Program	16.575	UV20030270	158,422	-
Victim Witness Assistance Program	16.575	VW20390270	784,350	-
Subtotal Assistance Listing Number 16.575			<u>1,402,974</u>	<u>293,992</u>
Passed through the Board of State and Community Corrections:				
Monterey County Mental Health Training Grant	16.738	2016-DJ-BX-0446	5,465	-
Passed through the City of Salinas:				
Edward Byrne Memorial Justice Assistance Grant Program	16.738		18,146	-
Subtotal Assistance Listing Number 16.738			<u>23,611</u>	<u>-</u>
Total U.S. Department of Justice			1,462,855	293,992
<u>U.S. Social Security Administration</u>				
Direct Programs:				
Social Security Incentive Program	16.755		41,200	-
Total U.S. Social Security Administration			<u>41,200</u>	<u>-</u>
<u>U.S. Department of Labor</u>				
Passed through the North Central Counties Consortium:				
WIOA YOUTH	17.278	AA011017	795,411	630,706
WIOA RAPID RESPONSE	17.278	AA011018	237,161	219,265
WIOA RAPID RESPONSE	17.278	AA111017	399,252	359,327
WIOA RAPID RESPONSE	17.278	AA111017	103,640	90,657
WIOA RAPID RESPONSE	17.278	AA011017	1,632,377	1,469,140
WIOA RAPID RESPONSE	17.278	AA111017	2,034,585	1,864,950
WIOA RAPID RESPONSE	17.278	AA011017	79,854	-
Subtotal - WIOA Cluster			<u>5,282,280</u>	<u>4,634,044</u>
Total U.S. Department of Labor			5,282,280	4,634,044
<u>U.S. Department of Transportation</u>				
Passed through the State Department of Transportation:				
Highway Planning and Construction	20.205	BRLS-5944 (068)	604,378	-
Highway Planning and Construction	20.205	BHLO-5944 (099)	494	-
Highway Planning and Construction	20.205	BHLO-5944 (100)	262,888	-
Highway Planning and Construction	20.205	BRLO-5944 (103)	65,764	-
Highway Planning and Construction	20.205	HSIPL-5944 (127)	1,321,617	-
Highway Planning and Construction	20.205	5944-440	2,062,347	-
Highway Planning and Construction	20.205	5944-125	72,129	-
Highway Planning and Construction	20.205		13,585	-
Highway Planning and Construction	20.205		88,981	-
Highway Planning and Construction	20.205	ER15A7(001)	113,792	-
Highway Planning and Construction	20.205		2,835	-
Highway Planning and Construction	20.205		5,746	-
Highway Planning and Construction	20.205		39,340	-
Highway Planning and Construction	20.205		532	-
Highway Planning and Construction	20.205		532	-
Subtotal Highway Planning and Construction Cluster Assistance Listing 20.205			<u>4,654,960</u>	<u>-</u>
Passed through the State Office of Traffic Safety:				
STVS- Safe Travels Via Salinas	20.600	PS20015	56,017	-
TSRP - Traffic Safety Resource Prosecutor Program	20.616	DI22006	328,794	-
Subtotal - Office of Traffic Safety Cluster			<u>384,811</u>	<u>-</u>
Total U.S. Department of Transportation			5,039,771	-
<u>U.S. Department of Treasury</u>				
Direct Programs:				
COVID-19 Coronavirus State and Local Fiscal Recovery Fund	21.027		20,894,791	579,608
COVID-19 Emergency Rental Assistance Program	21.023		18,051,705	18,051,705
Passed through the State Department of Housing and Community Development:				
COVID-19 Emergency Rental Assistance Program	21.023		16,010,624	16,010,624
Subtotal Assistance Listing Number 21.023			<u>34,062,329</u>	<u>34,062,329</u>
Total U.S. Department of Treasury			<u>54,957,120</u>	<u>34,641,937</u>

See accompanying Notes to Schedule of Expenditures of Federal Awards.

COUNTY OF MONTEREY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2022

Federal Grantor/Pass-through Grantor/Program Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Federal Expenditures	Expenditures to Subrecipients
U.S. Department of Health and Human Services				
Direct Programs:				
Virus Integration Distribution of Aid (VIDA)	93.137		\$ 1,431,138	\$ -
Health Center Program - New Access Point (NAP)	93.224		614,947	-
Health Center Program	93.224		4,358,991	-
Subtotal Assistance Listing Number 93.224			<u>4,973,938</u>	<u>-</u>
CA Equitable Recovery Initiative (CERI)	93.391		241,041	-
California Prevention Forward (1815)	93.426		125,875	-
Provider Relief Fund	93.498		42,784,905	-
Ryan White Part C Outpatient EIS Program	93.918		243,416	-
Passed through the State Department of Aging:				
Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	AP-2122-32	642,779	304,784
Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	CARES	131,644	10,724
Expanding Access to COVID-19 Vaccines via the Aging Network	93.044	VACCINE	27,416	25,806
American Rescue Plan, 2021 Supportive Services Older Americans Act Title III-B	93.044	AP-2122-32	14,335	14,335
Special Programs for the Aging, Title III, Part C-1, Nutrition Services	93.045	AP-2122-32	244,152	244,152
Special Programs for the Aging, Title III, Part C-2, Nutrition Services	93.045	AP-2122-32	415,896	415,896
Consolidated Appropriations Act, 2021 Supplemental Funding, Nutrition OAA Act Title III C-3	93.045	CAA	162,157	161,788
Nutrition Services Incentive Program	93.053	AP-2122-32	92,966	92,966
Special Programs for the Aging, Title VII, Chapter 3, Programs for Prevention of Elder Abuse, Neglect, and Exploitation	93.041	AP-2122-32	5,430	5,430
Special Programs for the Aging, Title VII, Chapter 2, Long Term Care Ombudsman Services for Older Individuals	93.042	AP-2122-32	35,090	35,090
Special Programs for the Aging, Title VII, Chapter 2, Long Term Care Ombudsman Services for Older Individuals	93.042	CARES	679	679
CARES Act for Ombudsman Program under Title VII of the Older Americans Act	93.042	Robotic Pet	51,500	51,500
Special Programs for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services	93.043	AP-2122-32	27,120	27,120
National Family Caregiver Support	93.052	AP-2122-32	179,842	179,842
Medicare Enrollment Assistance Program	93.071	MI-2021-32	16,576	15,699
Medicare Enrollment Assistance Program	93.071	MI-2122-32	32,341	28,460
State Health Insurance Assistance Program	93.324	HI-2122-32	78,203	70,016
CRRSA Act, 2021 Funding for LTC Ombudsman, SSA Title XX Section 2043 (a)(1)(A), and Title VII Elder Justice	93.747	SSA	2,055	2,055
Subtotal - Aging Cluster			<u>2,160,181</u>	<u>1,686,342</u>
Passed through the State Department of Alcohol and Drug Programs:				
Block Grants for Prevention and Treatment of Substance Abuse	93.959		2,149,318	-
Passed through the State Department of Child Support Services:				
Child Support Enforcement	93.563		7,281,498	-
Passed through the State Department of Community Services and Development:				
Community Services Block Grant	93.569	20F-3666	315,656	298,356
Community Services Block Grant	93.569	21F-4027	272,342	142,745
Community Services Block Grant	93.569	21F-4428 DISC	28,250	20,075
Community Services Block Grant	93.569	22F-5027	280,869	201,828
Subtotal - CSBG Cluster			<u>897,117</u>	<u>663,004</u>

See accompanying Notes to Schedule of Expenditures of Federal Awards.

COUNTY OF MONTEREY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2022

Federal Grantor/Pass-through Grantor/Program Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Federal Expenditures	Expenditures to Subrecipients
U.S. Department of Health and Human Services (Continued)				
Passed through the State Department of Health Care Services:				
Tuberculosis Control Program	93.116	2127BAS00 /2027FSIE00 / 2127SPN00	\$ 149,605	\$ -
Targeted Case Management/Medi-Cal Administrative Activities	93.778	18-95001/27-17 EVRGRN	273,912	-
MCAH - Maternal Child & Adolescent Health Title XIX	93.778	2020-27	359,477	-
Targeted Case Management/Medi-Cal Administrative	93.778		545,006	-
Medical Assistance Program (Medi-Cal Administration)	93.778		2,321,703	-
Subtotal Cluster Assistance Listing 93.778 (Part 1)			<u>3,500,098</u>	-
AIDS Master Agreement - HIV Care Program	93.917	18-10878	270,530	-
AIDS Master Agreement - Minority AIDS Initiative HRSA Part B	93.917	18-10878	45,277	-
AIDS Master Agreement - Prevention Program	93.917	18-10763	92,070	-
Subtotal Cluster Assistance Listing 93.917			<u>407,877</u>	-
ACA-Personal Responsibility Education Program PREP	93.092	18-10238	240,138	-
Passed through Health Management Associates, Inc.:				
STR Opioid Grant - CA Medication Assisted Treatment Expansion Project 2.0	93.788	2021-027	70,000	-
Passed through the State Department of Public Health:				
Epidemiology and Laboratory Capacity for Infectious Disease (ELC)				
Heluna Health	93.323	187.318	299,676	-
Epidemiology and Laboratory Capacity for Infectious Disease (ELC)				
Enhancing Detection	93.323	COVID-19ELC27	1,144,128	-
Epidemiology and Laboratory Capacity for Infectious Disease (ELC)				
Enhancing Detection Expansion	93.323	COVID-19ELC85	3,811,601	-
Subtotal Cluster Assistance Listing 93.323			<u>5,255,405</u>	-
Maternal Child & Adolescent Health (MCAH) Title V	93.994	2020-27	362,817	-
California Children's Service (CCS)	93.994		555,101	-
Health Care for Children in Foster Care (HCPCFC)	93.994		102,193	-
Health Care for Children in Foster Care-Case Relief (HCPCFC)	93.994		38,214	-
Psychotropic Medication Monitoring and Oversight (HCPCFC)	93.994		20,685	-
Subtotal Cluster Assistance Listing 93.994			<u>1,079,010</u>	-
Hospital Preparedness Program (HPP)	93.889	17-10174	218,502	-
Hospital Preparedness Program (HPP) Supplemental COVID-19 Response	93.889	COVID-19-2702	1,022	-
Subtotal Cluster Assistance Listing 93.889			<u>219,524</u>	-
Public Health Emergency Preparedness	93.069	17-10174	242,388	-
Striving to Prevent Youth Violence Everywhere	93.136		67,034	-
Salinas CA will Prevayl over Violence Affecting Young Lives	93.136		129,219	-
Child Lead Poisoning Prevention Program (CLPPP)	93.197	20-10533	139,869	-
Immunization Assessment Program	93.268	17-10333	607,446	-
Child Health Disability Prevention (CHDP)	93.991		162,001	-
Passed through the State Department of Mental Health:				
Federal Projects for Assistance in Transition from Homelessness (PATH) Grant	93.150	X06SM016005-19	96,474	-
Substance Abuse and Mental Health Services Administration (SAMHSA)				
Block Grant (includes Children's System of Care (CSOC) Grant)	93.958	SM010005-19	1,676,410	-
Community Mental Health Services Block Grant (MHBG) Supplemental				
Coronavirus Response and Relief Supplemental Appropriations Act (CRRSAA)	93.958		29,750	-
Subtotal Cluster Assistance Listing 93.958			<u>1,706,160</u>	-
Passed through the State Department of Social Services:				
Temporary Assistance for Needy Families - Administration	93.558		17,477,396	-
Temporary Assistance for Needy Families - Assistance	93.558		10,481,218	-
Subtotal - TANF Cluster			<u>27,958,614</u>	-
Refugee and Entrant Assistance - State Administered Programs - Assistance	93.566		6,737	-
Refugee and Entrant Assistance - State Administered Programs - Administration	93.566		1,902	-
Subtotal Assistance Listing Number 93.566			<u>8,639</u>	-

See accompanying Notes to Schedule of Expenditures of Federal Awards.

COUNTY OF MONTEREY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2022

Federal Grantor/Pass-through Grantor/Program Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Federal Expenditures	Expenditures to Subrecipients
U.S. Department of Health and Human Services (Continued)				
Passed through the State Department of Social Services (Continued):				
Adoption and Legal Guardianship Incentive Payments	93.603		\$ 38,734	\$ -
Title IV-E Placement / Foster Care (Probation)	93.658		441,492	-
Group Home (Probation)	93.658		153,896	-
Child Welfare Services - OIP (Probation)	93.658		14,746	-
Continuum of Care Reform (Probation)	93.658		4,151	-
Commercially Sexually Exploited Children (Probation)	93.658		4,379	-
Foster Care - Title IV-E (Administration)	93.658		3,847,938	-
Foster Care - Title IV-E (Assistance)	93.658		2,062,923	-
Subtotal Assistance Listing Number 93.658			6,529,525	-
Adoption Assistance Program (Administration)	93.659		562,980	-
Adoption Assistance Program (Assistance)	93.659		6,457,101	-
Subtotal Assistance Listing Number 93.659			7,020,081	-
Guardianship Assistance (Administration)	93.090		13,080	-
Guardianship Assistance (Assistance)	93.090		301,159	-
Subtotal Assistance Listing Number 93.090			314,239	-
Medical Assistance Program - Adult Protective Services County Services				
Block Grant	93.778		967,012	-
Medical Assistance Program - Child Welfare Services IV-E	93.778		742,610	-
Medical Assistance Program - In-Home Supportive Services Public Authority - Administrative Costs				
	93.778		13,830,296	-
Subtotal Assistance Listing Number 93.778 (Part 2)			15,539,918	-
Subtotal Assistance Listing Number 93.778 (Total)			19,040,016	-
Social Services Block Grant	93.667		396,548	-
Medical Assistance Program - In-Home Supportive Services	93.667		2,707,086	-
Subtotal Assistance Listing Number 93.667			3,103,634	-
Promoting Safe and Stable Families	93.556		406,125	-
Child Welfare Services – State Grants	93.645		182,772	-
Chafee Foster Care Independence Program	93.674		109,810	-
Total U.S. Department of Health and Human Services			137,572,766	2,349,346
U.S. Department of Homeland Security				
Passed through Governor's Office of Emergency Services (Cal OES):				
Urban Areas Security Initiative - Homeland Grant	97.007		40,839	-
Federal Emergency Management Agency Disaster Assistance	97.036		2,560,316	-
Emergency Management Performance Grant	97.042		214,452	-
Emergency Management Performance Grant - Emergency Services Planner	97.042		31,336	-
Subtotal Assistance Listing Number 97.042			245,788	-
Homeland Security Grant 2020	97.067		213,910	-
Operation Stonegarden	97.067	2020-0095	135,350	-
Subtotal Assistance Listing Number 97.067			349,260	-
Total U.S. Department of Homeland Security			3,196,203	-
Total Expenditures of Federal Awards			\$ 244,188,521	\$ 43,823,014

See accompanying Notes to Schedule of Expenditures of Federal Awards.

**COUNTY OF MONTEREY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2022**

NOTE 1 BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards presents the activity of all federal awards programs of the County of Monterey for the year ended June 30, 2022. The information in this schedule is presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Therefore, some amounts presented in the schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

NOTE 3 ASSISTANCE LISTING NUMBERS

The program titles and Assistance Listing Numbers were obtained from the federal or pass-through grantor.

NOTE 4 INDIRECT COST RATE

The County did not elect to use the 10 percent de minimis indirect cost rate as covered in 2 CFR §200.414. Uniform Guidance §200.510(6) requires the County to disclose whether or not it elected to use the 10 percent de minimis cost rate that §200.414(f) allows for nonfederal entities that have never received a negotiated indirect cost rate.

NOTE 5 LOANS WITH CONTINUING COMPLIANCE REQUIREMENTS

Outstanding federally-funded program loans, with a continuing compliance requirement, carried balances as of June 30, 2022 as follows:

ALN	Federal Program	Outstanding Loans	Loans with Continuing Compliance Requirements
11.307	EDA Countywide Revolving Loan Fund	\$ 1,452,084	\$ 1,854,742
14.228	Community Development Block Grant/States Program	3,127,926	3,148,003
14.239	Home Investment Partnership Program	7,781,363	7,992,927

**COUNTY OF MONTEREY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2022**

NOTE 6 PASS-THROUGH ENTITIES' IDENTIFYING NUMBER

When federal awards were received from a pass-through entity, the schedule of expenditures of federal awards shows, if available, the identifying number assigned by the pass-through entity. When no identifying number is shown, the County determined that no identifying number is assigned for the program or the County was unable to obtain an identifying number from the pass-through entity.

NOTE 7 DEPARTMENT OF AGING FEDERAL/STATE SHARE

The California Department of Aging (CDA) requires agencies that receive CDA funding to display state-funded expenditures discretely along with federal expenditures. The County expended the following state and federal amounts under these grants:

Assistance Listing Number	Contract Number	Federal Expenditures	State Expenditures
10.561	SP-2021-32	\$ 28,629	\$ -
10.561	SP-2122-32	72,829	-
93.041	AP-2122-32	5,430	-
93.042	AP-2122-32	35,090	-
93.042	CARES	679	-
93.043	AP-2122-32	27,120	-
93.044	AP-2122-32	642,779	208,780
93.044	CARES	131,644	-
93.044	AP-2122-32	14,335	-
93.045	AP-2122-32	244,152	120,132
93.045	AP-2122-32	415,896	365,282
93.052	AP-2122-32	179,842	-
93.053	AP-2122-32	92,966	-
93.071	MI-2021-32	16,576	-
93.071	MI-2122-32	32,341	-
92.324	HI-2122-32	78,203	231,063
93.044	VACCINE	27,416	-
93.042	Robotic Pet	51,500	-
93.045	CAA	162,157	-
93.747	SSA	2,055	-
N/A	AP-2122-32	-	40,071
N/A	FP-1920-32	-	62,473
N/A	AE-1920-09	-	268,212
N/A	ADRC CARES	-	47,531
Total		<u>\$ 2,261,639</u>	<u>\$ 1,343,544</u>

**COUNTY OF MONTEREY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2022**

Section I – Summary of Auditors’ Results

Financial Statements

1. Type of auditors’ report issued: Unmodified
2. Internal control over financial reporting:
- Material weakness(es) identified? _____ yes x no
 - Significant deficiency(ies) identified? _____ yes x none reported
3. Noncompliance material to financial statements noted? _____ yes x no

Federal Awards

1. Internal control over major federal programs:
- Material weakness(es) identified? _____ yes x no
 - Significant deficiency(ies) identified? x yes _____ none reported
2. Type of auditors’ report issued on compliance for major federal programs: Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? x yes _____ no

Identification of Major Federal Programs

Assistance Listing Number(s)	Name of Federal Program or Cluster
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children
10.561	Supplemental Nutrition Assistance Program
20.205	Highway Planning and Construction
21.023	COVID-19 Emergency Rental Assistance Program
21.027	COVID-19 Coronavirus State and Local Fiscal Recovery Fund
93.498	COVID-19 Provider Relief Fund
93.658	Foster Care
93.659	Adoption Assistance Program
93.667	Social Services Block Grant

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

Auditee qualified as low-risk auditee? _____ yes x no

**COUNTY OF MONTEREY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Section II – Financial Statement Findings

Our audit did not disclose any matters required to be reported in accordance with *Government Auditing Standards*.

Section III – Findings and Questioned Costs – Major Federal Programs

2022 – 001

Federal Agency: U.S. Department of Health and Human Services

Federal Program Title: Provider Relief Funds

Assistance Listing Number: 93.498

Pass-Through Agency: N/A

Pass-Through Number(s): N/A

Award Period: July 1, 2021 to June 30, 2022

Type of Finding: Significant Deficiency in Internal Control over Compliance and Other Matter

Criteria: Grant Compliance requires that the County submit their Provider Relief Fund (PRF) expenditures on the PRF reporting portal using key line items such as Nursing Home Infection Control Expenses, Other Provider Relief Fund Expenses, and Lost Revenues based on actual expenditures or revenues that were consistent with the terms and conditions of the grant and maintain support for those reporting line items.

Condition: The County included expenditures in the required report that were not allowable per program guidance.

Questioned Costs: No questioned costs noted.

Context: During the testing of reports mentioned above, we noted the listing of expenditures provided by the County that was reported on the Schedule of Expenditures of Federal Awards (SEFA) did not agree to the amounts submitted to HRSA for the Period 2 submission.

Cause: Management misunderstood what costs were allowable due to changes in the grant guidelines when originally submitted. Management identified the error in 2022 and has revised their submission and provided the revised submission for testing.

Effect: The County was not in compliance with program reporting requirements.

Repeat Finding: Not a repeat finding.

Recommendation: CLA recommends that the County reach out for clarification on allowable expenditures and uses of grant funds if there is confusion.

Views of responsible officials: There is no disagreement with the audit finding.

**COUNTY OF MONTEREY
SUPPLEMENTARY SCHEDULE OF THE DEPARTMENT OF
COMMUNITY SERVICES AND DEVELOPMENT
STATEMENT OF REVENUES AND EXPENDITURES
(SEE INDEPENDENT AUDITORS' REPORT, PAGES 1 AND 2)**

**CSD Contract No. 20F-3666 (CSBG CARES – \$699,580)
For the Period March 27, 2020 through May 31, 2022**

	July 1, 2020 through June 30, 2021	July 1, 2021 through June 30, 2022	Total Reported	Total Budget
REVENUE				
Grant Revenue	\$ 423,596	\$ 275,984	\$ 699,580	\$ 699,580
Interest Income	-	500	500	-
Total Revenue	<u>423,596</u>	<u>276,484</u>	<u>700,080</u>	<u>699,580</u>
EXPENDITURES				
Administration:				
Salaries and Wages	16,509	8,684	25,193	24,968
Fringe Benefits	10,299	5,756	16,055	16,049
Other Costs	5,362	2,860	8,222	7,953
Subtotal Administrative Costs	<u>32,170</u>	<u>17,300</u>	<u>49,470</u>	<u>48,970</u>
Program Costs:				
Subcontractor Services	<u>352,254</u>	<u>298,356</u>	<u>650,610</u>	<u>650,610</u>
Subtotal Program Costs	<u>352,254</u>	<u>298,356</u>	<u>650,610</u>	<u>650,610</u>
Total Expenditures	<u>384,424</u>	<u>315,656</u>	<u>\$ 700,080</u>	<u>699,580</u>
REVENUE OVER (UNDER) COSTS	<u>\$ 39,172</u>	<u>\$ (39,172)</u>		<u>\$ -</u>

**COUNTY OF MONTEREY
SUPPLEMENTARY SCHEDULE OF THE DEPARTMENT OF
COMMUNITY SERVICES AND DEVELOPMENT
STATEMENT OF REVENUES AND EXPENDITURES
(SEE INDEPENDENT AUDITORS' REPORT, PAGES 1 AND 2)**

**CSD Contract No. 21F-4428 (CSBG CARES Discretionary – \$28,250)
For the Period June 1, 2021 through May 31, 2022**

	July 1, 2021 through May 31, 2022	Total Reported	Total Budget
REVENUE			
Grant Revenue	\$ 28,250	\$ 28,250	\$ 28,250
Total Revenue	<u>28,250</u>	<u>28,250</u>	<u>28,250</u>
EXPENDITURES			
Administration:			
Operating Expenses	903	903	941
Other Costs	1,193	1,193	1,155
Subtotal Administrative Costs	<u>2,096</u>	<u>2,096</u>	<u>2,096</u>
Program Costs:			
Salaries and Wages	4,098	4,098	4,098
Fringe Benefits	1,981	1,981	1,981
Subcontractor Services	20,075	20,075	20,075
Subtotal Program Costs	<u>26,154</u>	<u>26,154</u>	<u>26,154</u>
Total Expenditures	<u>28,250</u>	<u>\$ 28,250</u>	<u>28,250</u>
REVENUE OVER (UNDER) COSTS	<u>\$ -</u>		<u>\$ -</u>

**COUNTY OF MONTEREY
SUPPLEMENTARY SCHEDULE OF THE DEPARTMENT OF
COMMUNITY SERVICES AND DEVELOPMENT
STATEMENT OF REVENUES AND EXPENDITURES
(SEE INDEPENDENT AUDITORS' REPORT, PAGES 1 AND 2)**

**CSD Contract No. 21F-4027 (CSBG – \$519,339)
For the Period January 1, 2021 through May 31, 2022**

	January 1, 2021 through June 30, 2021	July 1, 2021 through May 31, 2022	Total Reported	Total Budget
REVENUE				
Grant Revenue	\$ 210,132	\$ 309,207	\$ 519,339	\$ 519,339
Interest Income	823	(506)	317	-
Total Revenue	<u>210,955</u>	<u>308,701</u>	<u>519,656</u>	<u>519,339</u>
EXPENDITURES				
Administration:				
Salaries and Wages	22,489	66,648	89,137	87,516
Fringe Benefits	7,210	32,857	40,067	37,512
Operating Expenses	3,646	5,553	9,199	12,793
Other Costs	15,488	24,539	40,027	40,609
Subtotal Administrative Costs	<u>48,833</u>	<u>129,597</u>	<u>178,430</u>	<u>178,430</u>
Program Costs:				
Subcontractor Services	<u>198,164</u>	<u>142,745</u>	<u>340,909</u>	<u>340,909</u>
Subtotal Program Costs	<u>198,164</u>	<u>142,745</u>	<u>340,909</u>	<u>340,909</u>
Total Expenditures	<u>246,997</u>	<u>272,342</u>	<u>\$ 519,339</u>	<u>519,339</u>
REVENUE OVER (UNDER) COSTS	<u>\$ (36,042)</u>	<u>\$ 36,359</u>		<u>\$ -</u>

**COUNTY OF MONTEREY
SUPPLEMENTARY SCHEDULE OF THE DEPARTMENT OF
COMMUNITY SERVICES AND DEVELOPMENT
STATEMENT OF REVENUES AND EXPENDITURES
(SEE INDEPENDENT AUDITORS' REPORT, PAGES 1 AND 2)**

**CSD Contract No. 22F-5027 (CSBG – \$520,951)
For the Period January 1, 2022 through May 31, 2023**

	<u>January 1, 2022 through June 30, 2022</u>	<u>Total Reported</u>	<u>Total Budget</u>
REVENUE			
Grant Revenue	\$ 280,869	\$ 280,869	\$ 520,951
Interest Income	372	372	-
Total Revenue	<u>281,241</u>	<u>281,241</u>	<u>520,951</u>
EXPENDITURES			
Administration:			
Salaries and Wages	37,931	37,931	75,259
Fringe Benefits	19,555	19,555	34,897
Operating Expenses	5,063	5,063	15,687
Other Costs	<u>16,492</u>	<u>16,492</u>	<u>40,108</u>
Subtotal Administrative Costs	79,041	79,041	165,951
Program Costs:			
Salaries and Wages		-	
Fringe Benefits		-	
Subcontractor Services	<u>201,828</u>	<u>201,828</u>	<u>355,000</u>
Subtotal Program Costs	<u>201,828</u>	<u>201,828</u>	<u>355,000</u>
Total Expenditures	<u>280,869</u>	<u>\$ 280,869</u>	<u>520,951</u>
REVENUE OVER (UNDER) COSTS	<u>\$ 372</u>		<u>\$ -</u>



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