

COUNTY OF CENTRE, PENNSYLVANIA

**SINGLE AUDIT
FOR THE YEAR ENDED
DECEMBER 31, 2008
&
INDEPENDENT AUDITORS' REPORTS**

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COUNTY OF CENTRE, PENNSYLVANIA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2008

| GRANTOR/PROGRAM TITLE | FEDERAL CFDA NUMBER | PASS-THROUGH ENTITY IDENTIFICATION NUMBER | TOTAL RECEIVED FOR THE YEAR | ACCRUED OR (DEFERRED) REVENUE AT 1/1/08 | REVENUE RECOGNIZED | FEDERAL EXPENDITURES | ACCRUED OR (DEFERRED) REVENUE AT 12/31/08 |
|--|---------------------------|--|-----------------------------------|--|-----------------------|-------------------------|--|
| U.S. DEPARTMENT OF AGRICULTURE: | | | | | | | |
| Passed through Pennsylvania Department of Agriculture: Emergency Food Assistance Program (Administrative Costs) | 10.568 | ME441857 | \$ 11,443 | \$ | \$ 11,443 | \$ 11,443 | |
| Emergency Food Assistance Program (Food Commodities) | 10.569 | ME441857 | 76,000 | | 76,000 | 76,000 | |
| TOTAL U.S. DEPARTMENT OF AGRICULTURE | | | 87,443 | | 87,443 | 87,443 | |
| U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT: | | | | | | | |
| Passed through Pennsylvania Department of Community and Economic Development: | | | | | | | |
| Community Development Block Grants/State's Program | 14.228 | C000007479 | 140,673 | \$ 5,006 | 135,667 | 135,667 | |
| Community Development Block Grants/State's Program | 14.228 | C000014496 | 56,228 | 10,931 | 45,297 | 45,297 | |
| Community Development Block Grants/State's Program | 14.228 | C000020781 | 278,348 | 172,102 | 113,196 | 113,196 | \$ 6,950 |
| Community Development Block Grants/State's Program | 14.228 | C000029819 | 258,959 | 40,000 | 246,026 | 246,026 | 27,067 |
| Community Development Block Grants/State's Program | 14.228 | C000032175 | 471,098 | | 471,098 | 471,098 | |
| TOTAL U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT | | | 1,205,306 | 228,039 | 1,011,284 | 1,011,284 | 34,017 |
| Passed through Pennsylvania Department of Public Welfare, HOME Investment Partnership Program | 14.239 | N/A | 18,372 | | 18,372 | 18,372 | |
| TOTAL U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT | | | 1,223,678 | 228,039 | 1,029,656 | 1,029,656 | 34,017 |
| U.S. DEPARTMENT OF JUSTICE: | | | | | | | |
| Passed through Pennsylvania Commission on Crime and Delinquency: Violence Against Women Formula Grants | 16.588 | 2006/07-VA-06-16640 | 67,994 | 41,502 | 26,492 | 26,492 | |
| Violence Against Women Formula Grants | 16.588 | 2007/08-VA-06-17983 | 28,929 | | 43,308 | 43,308 | 14,379 |
| TOTAL U.S. DEPARTMENT OF JUSTICE | | | 96,923 | 41,502 | 69,800 | 69,800 | 14,379 |
| U.S. DEPARTMENT OF TRANSPORTATION: | | | | | | | |
| Passed through Pennsylvania Department of Transportation, Hazardous Materials Emergency Preparedness | 20.703 | N/A | 2,672 | 2,672 | 11,498 | 11,498 | |
| ENVIRONMENTAL PROTECTION AGENCY: | | | | | | | |
| Passed through Pennsylvania Department of Environmental Protection: Nonpoint Source Implementation Grants | 66.460 | ME4100030051 | | (615) | 615 | 615 | |
| Nonpoint Source Implementation Grants | 66.460 | ME410034232 | 45,258 | (5,880) | 21,138 | 21,138 | (30,000) |
| Chesapeake Bay Program | 66.466 | ME4100035228 | 25,988 | | 25,988 | 25,988 | |
| Chesapeake Bay Program | 66.466 | ME4100040709 | 2,608 | | 2,608 | 2,608 | |
| Chesapeake Bay National Fish & Wildlife | 66.606 | 2004-0001-028/2005-0001-068 ** | 4,000 | | | | (4,000) |
| TOTAL ENVIRONMENTAL PROTECTION AGENCY | | | 77,854 | (6,495) | 50,349 | 50,349 | (34,000) |
| U.S. DEPARTMENT OF EDUCATION: | | | | | | | |
| Passed through Pennsylvania Department of Public Welfare, Special Education - Grants for Infants and Families with Disabilities | 84.181 | N/A | 96,125 | | 96,125 | 96,125 | |
| Passed through Pennsylvania Department of Health, Safe and Drug-Free Schools and Communities - State Grants | 84.186 | ME00312 | 7,902 | (1,151) | 6,930 | 6,930 | (2,123) |
| TOTAL U.S. DEPARTMENT OF EDUCATION | | | 104,027 | (1,151) | 103,055 | 103,055 | (2,123) |

COUNTY OF CENTRE, PENNSYLVANIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2008

| GRANTOR/PROGRAM TITLE | FEDERAL CFDA NUMBER | PASS-THROUGH ENTITY IDENTIFICATION NUMBER | TOTAL RECEIVED FOR THE YEAR | ACCRUED OR (DEFERRED) REVENUE AT 1/1/08 | REVENUE RECOGNIZED | FEDERAL EXPENDITURES | ACCRUED OR (DEFERRED) REVENUE AT 12/31/08 |
|---|--|--|--|--|--|--|--|
| U.S. ELECTION ASSISTANCE COMMISSION, Passed through Department of State, HAVA Requirements Payments | 90.401 | 4100030/360/358/357 | ** | 49,694 | 140,335 | 140,335 | 190,029 |
| U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES: Passed through Pennsylvania Department of Aging: Special Programs for the Aging - Title VII - Ombudsman Special Programs for the Aging - Title III, Part F - Disease Prevention and Health Promotion Services Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers Special Programs for the Aging - Title III, Part C - Nutrition Services National Family Caregiver Support Program Nutrition Program for the Elderly Medical Assistance Program (LAMP/OBRA) Medical Assistance Program (Falls Prevention Initiative) Medical Assistance Program (Title XIX) Medical Assistance Program (Direct Care) Medical Transportation Program (Title XIX) Centers for Medicare and Medicaid Services Research, Demonstrations and Evaluations | 93.042 93.043 93.044 93.045 93.052 93.053 93.778 93.778 93.778 93.778 93.778 | N/A 20020413 20020413 20020413 20020413 20020413 N/A N/A N/A 4100008589 N/A N/A | \$ 6,876 7,148 138,644 91,670 19,782 42,349 89,559 1,062 137,930 3,907 204,668 | \$ 2,099 1,294 (53,096) (39) (200) 46,520 1 (32,421) | \$ 6,460 7,343 138,644 91,670 22,738 41,402 43,880 250 131,274 3,906 222,066 | \$ 6,460 7,343 138,644 91,670 22,738 41,402 43,880 250 131,274 3,906 222,066 | \$ 1,683 1,489 (50,140) (986) (45,879) (812) 39,864 (15,024) 4,782 |
| Total Passed through Pennsylvania Department of Aging | | | 773,921 | (32,346) | 741,244 | 741,244 | (65,023) |
| Passed through Pennsylvania Department of Public Welfare: Substance Abuse and Mental Health Services Projects of Regional and National Significance Technical Assistance Centers for Disease Control and Prevention-Investigations & Temporary Assistance for Needy Families Child Support Enforcement Child Welfare Services - State Grants Foster Care - Title IV-E Adoption Assistance Social Services Block Grant Child Foster Care Medical Assistance Program National Bioterrorism Hospital Preparedness Program Block Grants for Community Mental Health Services | 93.243 93.283 93.558 93.563 93.645 93.658 93.659 93.667 93.674 93.778 93.889 93.958 | N/A N/A N/A ME5323114014 N/A N/A N/A N/A N/A N/A N/A N/A | 144,960 165,640 654,770 26,932 955,452 273,310 129,921 50,307 6,145,468 123,898 | (5,311) 10,542 117,257 142,629 412,549 (19,895) 25,418 47,766 (6,500) (5,003) | 170,913 376,432 602,359 26,932 996,765 385,414 134,887 49,777 6,154,167 140,645 | 170,913 376,432 602,359 26,932 996,765 385,414 134,887 49,777 6,154,167 140,645 | 20,642 10,542 328,049 90,218 473,862 112,104 (14,929) 24,888 56,465 (6,500) 11,804 |
| Total Passed through Pennsylvania Department of Public Welfare | | | 8,650,596 | 719,452 | 9,038,291 | 9,038,291 | 1,107,145 |
| Passed through Pennsylvania Department of State, Voting Access for Individuals with Disabilities - Grants to States | 93.617 | 4100030014 | 6,874 | 11,031 | 12,362 | 12,362 | 16,519 |
| Passed through Pennsylvania Department of Health, Block Grants for Prevention and Treatment of Substance Abuse | 93.958 | ME00312 | 351,371 | (7,665) | 382,961 | 382,961 | 23,925 |
| TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES | | | 9,782,764 | 690,472 | 10,174,858 | 10,174,858 | 1,082,586 |
| CORPORATION FOR NATIONAL AND COMMUNITY SERVICE, Passed through Pennsylvania Department of Corporation for National and Community Service, Retired and Senior Volunteer Program | 94.002 | 035RAPA | 68,989 | 13,738 | 71,502 | 71,502 | 16,251 |

COUNTY OF CENTRE, PENNSYLVANIA
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE YEAR ENDED DECEMBER 31, 2008

| GRANTOR/PROGRAM TITLE | FEDERAL CFDA NUMBER | PASS-THROUGH ENTITY IDENTIFICATION NUMBER | TOTAL RECEIVED FOR THE YEAR | ACCRUED OR (DEFERRED) REVENUE AT 1/1/08 | REVENUE RECOGNIZED | FEDERAL EXPENDITURES | ACCRUED OR (DEFERRED) REVENUE AT 12/31/08 |
|--|---------------------------|--|-----------------------------------|--|-----------------------|-------------------------|--|
| U.S. DEPARTMENT OF HOMELAND SECURITY: | | | | | | | |
| Passed through Pennsylvania Emergency Management Agency: | | | | | | | |
| State Domestic Preparedness Equipment Support Program | 97.004 | N/A | \$ 330 | | \$ 330 | \$ 330 | |
| Emergency Management Performance Grants | 97.042 | N/A | 71,768 | \$ 31,238 | 63,162 | 63,162 | \$ 22,632 |
| Homeland Security Grant Program | 97.067 | N/A | 407,090 | (9,590) | 422,983 | 422,983 | 6,303 |
| TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY | | | 479,188 | 21,648 | 486,475 | 486,475 | 28,935 |
| TOTAL | | | \$ 11,923,538 | \$ 1,040,119 | \$ 12,224,971 | \$ 12,224,971 | \$ 1,341,552 |

** The County's calendar year spans two program years; therefore, two pass-through entity identification numbers are provided.

See Note to Schedule of Expenditures of Federal Awards

COUNTY OF CENTRE, PENNSYLVANIA

NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the County of Centre, Pennsylvania (the "County") presented on the accrual basis of accounting. The information in the schedule is presented in accordance with the requirements of OMB A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Amounts reported in this schedule agree with the amounts included in the County's basic financial statements.

COUNTY OF CENTRE, PENNSYLVANIA

SCHEDULE OF SELECTED COMMONWEALTH OF
PENNSYLVANIA DEPARTMENT OF PUBLIC WELFARE ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 2008

| <u>GRANTOR/PROGRAM TITLE</u> | <u>COMBINED FEDERAL AND STATE EXPENDITURES</u> |
|--|--|
| PENNSYLVANIA DEPARTMENT OF PUBLIC WELFARE: | |
| Mental Health/Mental Retardation | \$ 17,660,237 * |
| Children and Youth | 7,648,891 * |
| Child Support Enforcement | 602,359 |
| Combined Homeless Assistance Program | 455,654 * |
| Medical Assistance Transportation Program | 474,906 * |
| Human Services Development Fund | <u>257,385</u> |
| TOTAL SELECTED PENNSYLVANIA DEPARTMENT OF PUBLIC WELFARE ASSISTANCE | <u>\$ 27,099,432</u> |

* Denotes a major DPW program.

Note: This schedule includes selected Pennsylvania Department of Public Welfare (DPW) Assistance received by the County of Centre, Pennsylvania and is presented using the full accrual method of accounting. Amounts reported in this schedule agree with the amounts included in the County's basic financial statements.

**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**

Board of Commissioners
County of Centre, Pennsylvania:

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund and the aggregate remaining fund information of the County of Centre, Pennsylvania (the "County"), as of and for the year ended December 31, 2008, which collectively comprise the County's basic financial statements, and have issued our report thereon dated June 23, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

INTERNAL CONTROL OVER FINANCIAL REPORTING

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

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

A *control deficiency* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiency described in the accompanying schedule of findings and questioned costs, referenced as 08-1, to be a significant deficiency.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control. Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe that the significant deficiency described above is not a material weakness.

COMPLIANCE AND OTHER MATTERS

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

The County's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit the County's response and, accordingly, we do not express an opinion on it.

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

Parente Randolph, LLC

State College, Pennsylvania
August 7, 2009

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH
REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE IN
ACCORDANCE WITH OMB CIRCULAR A-133 AND
THE PENNSYLVANIA DEPARTMENT OF PUBLIC WELFARE
SINGLE AUDIT SUPPLEMENT; SCHEDULE OF EXPENDITURES
OF FEDERAL AWARDS AND SELECTED COMMONWEALTH
OF PENNSYLVANIA DEPARTMENT OF PUBLIC WELFARE ASSISTANCE**

Board of Commissioners
County of Centre, Pennsylvania:

COMPLIANCE

We have audited the compliance of the County of Centre, Pennsylvania (the "County") with the types of compliance requirements described in the U.S. Office of Management and Budget ("OMB") Circular A-133 *Compliance Supplement* and the Department of Public Welfare ("DPW") *Single Audit Supplement* that are applicable to each of its major federal and DPW programs for the year ended December 31, 2008. The County's major federal programs are identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs. The County's major DPW programs are identified in the Schedule of Selected Commonwealth of Pennsylvania Department of Public Welfare Assistance. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal and DPW programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and; the Commonwealth of Pennsylvania, Department of Public Welfare *Single Audit Supplement*. Those standards, OMB Circular A-133 and the DPW *Single Audit Supplement* 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 DPW program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the County's compliance with those requirements.

In our opinion, the County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal and DPW programs for the year ended December 31, 2008.

INTERNAL CONTROL OVER COMPLIANCE

The management of the County is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal and DPW programs. In planning and performing our audit, we considered the County's internal control over compliance with requirements that could have a direct and material effect on a major federal or DPW program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A *control deficiency* in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal or DPW program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal or DPW program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal or DPW program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal or DPW program will not be prevented or detected by the entity's internal control.

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

**SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND SELECTED
PENNSYLVANIA DEPARTMENT OF PUBLIC WELFARE ASSISTANCE**

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund and the aggregate remaining fund information of the County as of and for the year ended December 31, 2008, which collectively comprise the County's basic financial statements, and have issued our report thereon dated June 23, 2009. Our audit was performed for the purpose of forming an opinion on the financial statements that collectively comprise the County's basic financial statements. The accompanying Schedules of Expenditures of Federal Awards and Selected Commonwealth of Pennsylvania, Department of Public Welfare Assistance are presented for purposes of additional analysis as required by OMB Circular A-133 and the Commonwealth of Pennsylvania, Department of Public Welfare, and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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

Parente Randolph, LLC

State College, Pennsylvania
August 7, 2009

COUNTY OF CENTRE, PENNSYLVANIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2008

A. SUMMARY OF AUDIT RESULTS

Financial Statements

Type of auditors' report issued: UNQUALIFIED

Internal control over financial reporting:

| | | | | | | |
|---|-------|-----|-------|-----|-------|---------------|
| Material weakness(es) identified? | _____ | yes | _____ | X | _____ | no |
| Significant deficiency(ies) identified that are not considered to be material weaknesses? | _____ | X | _____ | yes | _____ | none reported |
| Noncompliance material to financial statements noted? | _____ | yes | _____ | X | _____ | no |

Federal Awards

Internal control over major programs:

| | | | | | | |
|---|-------|-----|-------|---|-------|---------------|
| Material weakness(es) identified? | _____ | yes | _____ | X | _____ | no |
| Significant deficiency(ies) identified that are not considered to be material weaknesses? | _____ | yes | _____ | X | _____ | none reported |

Type of auditors' report issued on compliance for major programs: UNQUALIFIED

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133?

| | | | | | | |
|--|-------|-----|-------|---|-------|----|
| | _____ | yes | _____ | X | _____ | no |
|--|-------|-----|-------|---|-------|----|

COUNTY OF CENTRE, PENNSYLVANIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2008

MANAGEMENT RESPONSE:

The Sheriff's Office has been aware of the issues noted in the audit and have been working on making all necessary corrections for some time. Many corrections have been made along with the necessary adjustments as of this writing.

We have found a number of causes for the inaccurate reporting and tracking. Many of the problems are a combination of human error mixed with a computer program that was not being used to its capacity because of inadequate instruction, along with several programming flaws that the program developer is addressing.

The complexity of our system makes both the monthly reconciliation and past examination of records a very time consuming process. We are therefore hesitant to provide a time line to complete an accurate up-to-date reconciliation. We have, however, made this a priority and as noted in my first paragraph we are making steady progress in resolving all conditions. Once a complete and accurate reconciliation is made we will be able to maintain accuracy through a weekly and monthly in-house reconciliation.

C. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None

COUNTY OF CENTRE, PENNSYLVANIA

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2008**

**07-1 U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT PASSED THROUGH THE
PENNSYLVANIA DEPARTMENT OF COMMUNITY AND ECONOMIC DEVELOPMENT**

CFDA # 14.228 COMMUNITY DEVELOPMENT BLOCK GRANTS/STATE'S PROGRAM

- CONDITION:** Expenditures were made outside of the period of availability.
- RECOMMENDATION:** We recommend that the County get extensions for projects that will be in progress longer than the period of availability.
- CURRENT STATUS:** Management received extensions for the grant with funds that were used outside of the period of availability and will implement a process to receive extensions for grants with projects that are not going to be completed by the end of the period of availability.

**07-2 U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT PASSED THROUGH THE
PENNSYLVANIA DEPARTMENT OF COMMUNITY AND ECONOMIC DEVELOPMENT**

CFDA # 14.228 COMMUNITY DEVELOPMENT BLOCK GRANTS/STATE'S PROGRAM

- CONDITION:** The Pennsylvania Department of Community and Economic Development (DCED) requires reports to be filed on an annual and semi-annual basis. These reports are due 15-30 days after the reporting period, which is established by the Pennsylvania DCED and were not filed.
- RECOMMENDATION:** We recommend that management implement controls that would remind the responsible personnel as due dates approach based on requirements of the current year. If an email regarding the filing requirements is not received from the state, county personnel should inquire about the reporting requirements from the state.
- CURRENT STATUS:** Management completed the reports and submitted the items to the Pennsylvania DCED.

07-3 PENNSYLVANIA DEPARTMENT OF PUBLIC WELFARE HOMELESS ASSISTANCE PROGRAM

CONDITION: Payroll is not allocated in accordance with A-87.

RECOMMENDATION: We recommend that the County document payroll charges in accordance with A-87.

CURRENT STATUS: Management began allocating its payroll charges in accordance with A-87.

07-4 PENNSYLVANIA DEPARTMENT OF PUBLIC WELFARE HOMELESS ASSISTANCE PROGRAM

CONDITION: Current year revenues were not matched to the expenditures for the grant.

RECOMMENDATION: We recommend that the County reconcile revenue to expenditures on a minimum of a quarterly basis.

CURRENT STATUS: Management will reconcile revenue with expenditures for the grant.