

COUNTY OF EL DORADO
CALIFORNIA DEPARTMENT OF
COMMUNITY SERVICES AND DEVELOPMENT
PROGRAM SPECIFIC GRANT AUDIT REPORT
FOR THE YEAR ENDED JUNE 30, 2018



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COUNTY OF EL DORADO
CALIFORNIA DEPARTMENT OF
COMMUNITY SERVICES AND DEVELOPMENT
PROGRAM SPECIFIC GRANT AUDIT REPORT

For The Year Ended June 30, 2018

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INDEPENDENT AUDITOR'S REPORT

To the Board of Supervisors of
the County of El Dorado
Placerville, California

Report on the Financial Statements

We have audited the accompanying Supplemental Statement of Revenue and Expenditures of the California Department of Community Services and Development Programs (the financial statements) for the grants awarded to the County of El Dorado (CSD Grant Program) by the State of California, Health and Human Services Agency (HHSA), as of and for the year ended June 30, 2018 (described in the following table), and the related notes to the financial statements, which collectively comprise the CSD Grant Program's financial statements as listed in the table of contents.

Table with 3 columns: Award Number, Program Title, Grant Period. Rows include various grant programs like Community Services Block Grant (CSBG), LIHEAP, and DOE Weatherization.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America and the California Department of Community Services and Development Supplemental Audit Guide; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error.

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Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. 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 and requirements described in the California Department of Community Services and Development Supplemental Audit Guide. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the CSD Grant Program's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the CSD Grant Program's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the CSD Grant Program's revenues and expenditures as of and for the year ended June 30, 2018, in accordance with accounting principles generally accepted in the United States of America and with the requirements of the California Department of Community Services and Development.

Emphasis of Matter

As discussed in Note 1, the financial statements are intended to present only the financial activities of above listed grants and do not purport to, and do not present fairly the financial position of the County of El Dorado as of June 30, 2018, the changes in its financial position, or, where applicable, its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 26, 2019 on our consideration of the CSD Grant Programs' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the CSD Grant Programs' internal control over financial reporting and compliance.

Maye & Associates

Pleasant Hill, California
March 26, 2019

**COUNTY OF EL DORADO
CALIFORNIA DEPARTMENT OF COMMUNITY SERVICES
AND DEVELOPMENT PROGRAMS**

Supplemental Statement of Revenue and Expenditures
Community Services Block Grant (CSBG)
CSD Contract Number 17F-2009
\$284,569

For the Period January 1, 2017 through December 31, 2017

	January 1, 2017 through June 30, 2017	July 1, 2017 through Dec 31, 2017	Total Audited Costs	Total Reported Expenditures	Total Budget
<u>REVENUE</u>					
Grant Revenue	\$ 130,681	\$ 153,888	\$ 284,569		\$ 284,569
TOTAL REVENUE	\$ 130,681	\$ 153,888	\$ 284,569		\$ 284,569
<u>EXPENDITURES</u>					
Administrative Costs					
Salaries and Wages	\$ 47,375	\$ 56,613	\$ 103,988	\$ 103,988	\$ 103,939
Fringe Benefits	26,508	29,622	56,130	56,130	56,130
Operating Expenses	8,175	2,640	10,815	10,815	10,814
Other Costs	48,623	65,013	113,636	113,636	113,686
Total Administrative Costs	130,681	153,888	284,569	284,569	284,569
TOTAL EXPENDITURES	\$ 130,681	\$ 153,888	\$ 284,569	\$ 284,569	\$ 284,569

See accompanying Notes to Supplemental Statement of Revenue and Expenditures.

**COUNTY OF EL DORADO
CALIFORNIA DEPARTMENT OF COMMUNITY SERVICES
AND DEVELOPMENT PROGRAMS**

Supplemental Statement of Revenue and Expenditures
Community Services Block Grant (CSBG)
CSD Contract Number 18F-5009
\$289,238
For the Period January 1, 2018 through May 31, 2019

	January 1, 2018 through June 30, 2018	July 1, 2018 through May 31, 2019	Total Audited Costs	Total Reported Expenditures	Total Budget
<u>REVENUE</u>					
Grant Revenue	\$ 125,956	\$ --	\$ 125,956		\$ 289,238
TOTAL REVENUE	\$ 125,956	\$ --	\$ 125,956		\$ 289,238
<u>EXPENDITURES</u>					
Administrative Costs					
Other Costs	\$ 50,235	\$ --	\$ 50,235	\$ 50,235	\$ 136,052
Total Administrative Costs	50,235	--	50,235	50,235	136,052
Program Costs					
Salaries and Wages	\$ 46,580	\$ --	\$ 46,580	\$ 46,580	\$ 84,008
Fringe Benefits	26,748	--	26,748	26,748	48,578
Operating Expenses	2,393	--	2,393	2,393	20,600
Total Program Costs	75,721	--	75,721	75,721	153,186
TOTAL EXPENDITURES	\$ 125,956	\$ --	\$ 125,956	\$ 125,956	\$ 289,238

See accompanying Notes to Supplemental Statement of Revenue and Expenditures.

**COUNTY OF EL DORADO
CALIFORNIA DEPARTMENT OF COMMUNITY SERVICES
AND DEVELOPMENT PROGRAMS**

Supplemental Statement of Revenue and Expenditures
Community Services Block Grant (CSBG) - Discretionary
CSD Contract Number 18F-5009
\$35,000

For the Period January 1, 2018 through May 31, 2019

	January 1, 2018 through June 30, 2018	July 1, 2018 through May 31, 2019	Total Audited Costs	Total Reported Expenditures	Total Budget
REVENUE					
Grant Revenue	\$ --	\$ --	\$ --		\$ 35,000
TOTAL REVENUE	\$ --	\$ --	\$ --		\$ 35,000
EXPENDITURES					
Administrative Costs					
Other Costs	\$ --	\$ --	\$ --	\$ --	\$ 4,200
Total Administrative Costs	--	--	--	--	4,200
Program Costs					
Salaries and Wages	\$ --	\$ --	\$ --	\$ --	\$ 21,892
Fringe Benefits	--	--	--	--	8,908
Total Program Costs	--	--	--	--	30,800
TOTAL EXPENDITURES	\$ --	\$ --	\$ --	\$ --	\$ 35,000

See accompanying Notes to Supplemental Statement of Revenue and Expenditures.

**COUNTY OF EL DORADO
CALIFORNIA DEPARTMENT OF COMMUNITY SERVICES
AND DEVELOPMENT PROGRAMS**

Supplemental Statement of Revenue and Expenditures
Low Income Home Energy Assistance Program (LIHEAP)
Energy Crisis Intervention Program (ECIP) Assurance 16 (A16) Home Energy Assistance Program (HEAP)
CSD Contract Number 16B-4007
\$1,041,828
For the Period January 1, 2016 through September 30, 2017

	January 1, 2016 through June 30, 2017	July 1, 2017 through Sept 30, 2017	Total Audited Costs	Total Reported Expenditures	Total Budget
REVENUE					
* Grant Revenue	\$ 999,091	\$ 6,777	\$ 1,005,868		\$ 1,041,828
** State Waived Repayment	--	49	49		
TOTAL REVENUE	\$ 999,091	\$ 6,826	\$ 1,005,917		\$ 1,041,828
EXPENDITURES					
Assurance 16 Activities	\$ 102,009	\$ --	\$ 102,009	\$ 102,009	\$ 106,357
**Administrative Costs	113,892	12	113,904	113,904	116,217
Subtotal	215,901	12	215,913	215,913	222,574
Program Support Costs:					
Intake	\$ 112,178	\$ --	\$ 112,178	\$ 112,178	\$ 112,178
Outreach	70,111	--	70,111	70,111	70,111
Training and Technical Assistance	13,702	--	13,702	13,702	13,706
Minor Vehicle and Equipment	1,885	--	1,885	1,885	5,000
General Overhead Costs	24,269	--	24,269	24,269	20,000
Automation Supplemental	12,443	--	12,443	12,443	12,600
Subtotal	234,588	--	234,588	234,588	233,595
Program Services Costs:					
ECIP Emergency Heating & Cooling Services	\$ 28,624	\$ 6,814	*** \$ 35,438	\$ 35,438	\$ 38,000
SWEATS	--	--	--	--	5,000
Wood, Propane, and Oil	519,978	--	519,978	519,978	542,659
Subtotal	548,602	6,814	555,416	555,416	585,659
TOTAL EXPENDITURES	\$ 999,091	\$ 6,826	\$ 1,005,917	\$ 1,005,917	\$ 1,041,828
** Disallowed Administrative Costs	\$ --	\$ (49)	\$ (49)	\$ (49)	
TOTAL FEDERAL EXPENDITURES	\$ 999,091	\$ 6,777	\$ 1,005,868	\$ 1,005,868	

* Of the \$1,005,917 in Grant Revenue received from the State, Administrative Costs of \$49 were disallowed; however, the State waived the repayment due to the nominal amount. Adjusted Grant Revenue presented here is \$1,005,868.

** Of the \$113,904 reported Administrative Costs, State disallowed \$49 because the final reported expenditures were less than the contract amount and the maximum allowable administrative costs were calculated as a factor of total project spending. The State waived the repayment of the disallowed costs due to the nominal amount.

*** July 1, 2017 through Sept 30, 2017 ECIP Emergency Heating & Cooling Services costs included \$24 not previously reported in FY16-17.

See accompanying Notes to Supplemental Statement of Revenue and Expenditures.

**COUNTY OF EL DORADO
CALIFORNIA DEPARTMENT OF COMMUNITY SERVICES
AND DEVELOPMENT PROGRAMS**

Supplemental Statement of Revenue and Expenditures
Low Income Home Energy Assistance Program (LIHEAP)
Energy Crisis Intervention Program (ECIP) Assurance 16 (A16) Home Energy Assistance Program (HEAP)
CSD Contract Number 17B-3007
\$1,017,148

For the Period October 1, 2016 through December 31, 2018

	October 1, 2016 through June 30, 2017	July 1, 2017 through June 30, 2018	July 1, 2018 through Dec 31, 2018	Total Audited Costs	Total Reported Expenditures	Total Budget
REVENUE						
Grant Revenue	\$ 575,440	\$ 419,506	\$ --	\$ 994,946		\$ 1,017,148
TOTAL REVENUE	\$ 575,440	\$ 419,506	\$ --	\$ 994,946		\$ 1,017,148
EXPENDITURES						
Assurance 16 Activities	\$ 53,795	\$ 58,999	\$ --	\$ 112,794	\$ 112,794	\$ 113,933
Administrative Costs	66,330	46,464	--	112,794	112,794	113,933
Subtotal	120,125	105,463	--	225,588	225,588	227,866
Program Support Costs:						
Intake	\$ 68,657	\$ 41,076	\$ --	\$ 109,733	\$ 109,733	\$ 109,733
Outreach	41,848	16,308	--	58,156	58,156	68,583
Training and Technical Assistance	4,769	10,055	--	14,824	14,824	18,998
Minor Vehicle and Equipment	--	--	--	--	--	2,000
Liability Insurance	684	644	--	1,328	1,328	1,000
General Operating Costs	1,895	6,254	--	8,149	8,149	7,000
Automation Supplemental	3,780	8,127	--	11,907	11,907	10,000
Subtotal	121,633	82,464	--	204,097	204,097	217,314
Program Services Costs:						
ECIP Emergency Heating & Cooling Services	\$ --	\$ 17,202	\$ --	\$ 17,202	\$ 17,202	\$ 15,000
Wood, Propane, and Oil	327,000	209,000	--	536,000	536,000	544,968
Other Program Costs	6,682	5,377	--	12,059	12,059	12,000
Subtotal	333,682	231,579	--	565,261	565,261	571,968
TOTAL EXPENDITURES	\$ 575,440	\$ 419,506	\$ --	\$ 994,946	\$ 994,946	\$ 1,017,148

See accompanying Notes to Supplemental Statement of Revenue and Expenditures.

**COUNTY OF EL DORADO
CALIFORNIA DEPARTMENT OF COMMUNITY SERVICES
AND DEVELOPMENT PROGRAMS**

Supplemental Statement of Revenue and Expenditures
Low Income Home Energy Assistance Program (LIHEAP)
Energy Crisis Intervention Program (ECIP) Assurance 16 (A16) Home Energy Assistance Program (HEAP)
CSD Contract Number 18B-4007
\$1,087,635

For the Period October 1, 2017 through July 31, 2019

	October 1, 2017 through June 30, 2018	July 1, 2018 through June 30, 2019	July 1, 2019 through July 31, 2019	Total Audited Costs	Total Reported Expenditures	Total Budget
REVENUE						
Grant Revenue	\$ 607,259	\$ --	\$ --	\$ 607,259		\$ 1,087,635
TOTAL REVENUE	\$ 607,259	\$ --	\$ --	\$ 607,259		\$ 1,087,635
EXPENDITURES						
Assurance 16 Activities	\$ 68,455	\$ --	\$ --	\$ 68,455	\$ 68,455	\$ 135,255
Administrative Costs	68,207	--	--	68,207	68,207	135,255
Subtotal	136,662	--	--	136,662	136,662	270,510
Program Costs:						
Intake	\$ 70,038	\$ --	\$ --	\$ 70,038	\$ 70,038	\$ 131,321
Outreach	25,731	--	--	25,731	25,731	82,076
Training and Technical Assistance	6,165	--	--	6,165	6,165	32,830
Subtotal	101,934	--	--	101,934	101,934	246,227
Program Services and Program Costs:						
Program Services and Program Costs	\$ 368,663	\$ --	\$ --	\$ 368,663	\$ 368,663	\$ 570,898
TOTAL EXPENDITURES	\$ 607,259	\$ --	\$ --	\$ 607,259	\$ 607,259	\$ 1,087,635

See accompanying Notes to Supplemental Statement of Revenue and Expenditures.

**COUNTY OF EL DORADO
CALIFORNIA DEPARTMENT OF COMMUNITY SERVICES
AND DEVELOPMENT PROGRAMS**

Supplemental Statement of Revenue and Expenditures
Low Income Home Energy Assistance Program (LIHEAP) Weatherization (WX)
CSD Contract Number 16B-4007
\$579,946

For the Period January 1, 2016 through September 30, 2017

	January 1, 2016 through June 30, 2017	July 1, 2017 through Sept 30, 2017	Total Audited Costs	Total Reported Expenditures	Total Budget
<u>REVENUE</u>					
Grant Revenue	\$ 577,457	\$ --	\$ 577,457		\$ 579,946
TOTAL REVENUE	\$ 577,457	\$ --	\$ 577,457		\$ 579,946
<u>EXPENDITURES</u>					
Weatherization Program Support Costs:					
Training and Technical Assistance	\$ 11,317	\$ --	\$ 11,317	\$ 11,317	\$ 12,000
Out of State Travel	5,567	--	5,567	5,567	10,000
Minor Vehicle and Field Equipment	14,010	--	14,010	14,010	10,000
General Overhead Costs	253,250	--	253,250	253,250	265,000
Total Program Support Costs	<u>284,144</u>	<u>--</u>	<u>284,144</u>	<u>284,144</u>	<u>297,000</u>
Weatherization Direct Program Costs:					
Direct Program Activities	\$ 293,313	\$ --	\$ 293,313	\$ 293,313	\$ 282,946
TOTAL EXPENDITURES	\$ 577,457	\$ --	\$ 577,457	\$ 577,457	\$ 579,946

See accompanying Notes to Supplemental Statement of Revenue and Expenditures.

**COUNTY OF EL DORADO
CALIFORNIA DEPARTMENT OF COMMUNITY SERVICES
AND DEVELOPMENT PROGRAMS**

Supplemental Statement of Revenue and Expenditures
Low Income Home Energy Assistance Program (LIHEAP) Weatherization (WX)
CSD Contract Number 17B-3007
\$561,441
For the Period October 1, 2016 through December 31, 2018

	October 1, 2016 through June 30, 2017	July 1, 2017 through June 30, 2018	July 1, 2018 through Dec 31, 2018	Total Audited Costs	Total Reported Expenditures	Total Budget
REVENUE						
Grant Revenue	\$ 297,063	\$ 264,378	\$ --	\$ 561,441		\$ 561,441
TOTAL REVENUE	\$ 297,063	\$ 264,378	\$ --	\$ 561,441		\$ 561,441
EXPENDITURES						
Weatherization Program Support Costs:						
Training and Technical Assistance	\$ 7,079	\$ 7,378	\$ --	\$ 14,457	\$ 14,457	\$ 16,264
Out of State Travel	6,004	--	--	6,004	6,004	8,729
Minor Vehicle and Field Equipment	1,687	1,375	--	3,062	3,061	10,000
Liability Insurance	957	924	--	1,881	1,881	2,000
General Operating Costs	2,625	1,222	--	3,847	3,848	9,000
Total Program Support Costs	18,352	10,899	--	29,251	29,251	45,993
Weatherization Direct Program Costs:						
Direct Program Activities	\$ 119,549	\$ 101,786	\$ --	\$ 221,335	\$ 221,335	\$ 231,668
Other Program Costs	159,162	151,693	--	310,855	310,855	283,780
Total Direct Program Costs	278,711	253,479	--	532,190	532,190	515,448
TOTAL EXPENDITURES	\$ 297,063	\$ 264,378	\$ --	\$ 561,441	\$ 561,441	\$ 561,441

See accompanying Notes to Supplemental Statement of Revenue and Expenditures.

COUNTY OF EL DORADO
 CALIFORNIA DEPARTMENT OF COMMUNITY SERVICES
 AND DEVELOPMENT PROGRAMS

Supplemental Statement of Revenue and Expenditures
 Low Income Home Energy Assistance Program (LIHEAP) Weatherization (WX)
 CSD Contract Number 18B-4007
 \$651,534

For the Period October 1, 2017 through July 31, 2019

	October 1, 2017 through June 30, 2018	July 1, 2018 through June 30, 2019	July 1, 2019 through July 31, 2019	Total Audited Costs	Total Reported Expenditures	Total Budget
REVENUE						
Grant Revenue	\$ 343,816	\$ --	\$ --	\$ 343,816		\$ 651,534
TOTAL REVENUE	\$ 343,816	\$ --	\$ --	\$ 343,816		\$ 651,534
EXPENDITURES						
Weatherization Program Costs:						
Intake	\$ 625	\$ --	\$ --	\$ 625	\$ 625	\$ 51,398
Outreach	1,023	--	--	1,023	1,023	32,577
Training and Technical Assistance	12,915	--	--	12,915	12,915	32,577
Total Weatherization Program Costs	14,563	--	--	14,563	14,563	116,552
Weatherization Program Activities and Program Costs:						
WX Program Activities and Program Costs	\$ 329,253	\$ --	\$ --	\$ 329,253	\$ 329,253	\$ 534,982
TOTAL EXPENDITURES	\$ 343,816	\$ --	\$ --	\$ 343,816	\$ 343,816	\$ 651,534

See accompanying Notes to Supplemental Statement of Revenue and Expenditures.

**COUNTY OF EL DORADO
CALIFORNIA DEPARTMENT OF COMMUNITY SERVICES
AND DEVELOPMENT PROGRAMS**

Supplemental Statement of Revenue and Expenditures
Department of Energy (DOE) Weatherization (WX)
CSD Contract Number 16C-6007
\$64,892
For the Period July 1, 2016 through September 30, 2017

	July 1, 2016 through June 30, 2017	July 1, 2017 through Sept 30, 2017	Total Audited Costs	Total Reported Expenditures	Total Budget
<u>REVENUE</u>					
Grant Revenue	\$ 49,678	\$ 12,011	\$ 61,689		\$ 64,892
TOTAL REVENUE	\$ 49,678	\$ 12,011	\$ 61,689		\$ 64,892
<u>EXPENDITURES</u>					
Administrative Costs	\$ 3,153	\$ 526	\$ 3,679	\$ 3,679	\$ 3,870
Training and Technical Assistance	\$ --	\$ 231	\$ 231	\$ 231	\$ 400
Program Costs:					
Direct Program Activities	\$ 34,026	\$ 6,901	\$ 40,927	\$ 40,927	\$ 42,122
Minor Vehicle and Field Equipment	--	4,509	4,509	4,509	5,000
General Overhead Costs	10,855	(980)	9,875	9,875	11,000
Health & Safety	1,644	824	2,468	2,468	2,500
Total Program Costs	46,525	11,254	57,779	57,779	60,622
TOTAL EXPENDITURES	\$ 49,678	\$ 12,011	\$ 61,689	\$ 61,689	\$ 64,892

See accompanying Notes to Supplemental Statement of Revenue and Expenditures.

**COUNTY OF EL DORADO
CALIFORNIA DEPARTMENT OF COMMUNITY SERVICES
AND DEVELOPMENT PROGRAMS**

Notes to Supplemental Statement of Revenue and Expenditures
For the Year Ended June 30, 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Schedule Presentation

The schedules present only the financial activities of the County of El Dorado's California Department of Community Services and Development (CSD) grants for the period from July 1, 2017 through June 30, 2018 and are not intended to present fairly the financial position or changes in financial position of the County of El Dorado (County) in accordance with accounting principles generally accepted in the United States of America.

Basis of Accounting

The accompanying Financial Statements are prepared in accordance with the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when they become measurable and available and expenditures are recognized when the related liability is incurred.

NOTE 2: USE OF ESTIMATES

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of revenues and expenditures. Actual results could differ from these estimates.

NOTE 3: CONTINGENCIES

The grants are awarded by the CSD and are subject to audits by CSD. It is uncertain whether an audit of the grants by CSD could produce deficiencies in costs claimed under the grants and, therefore, could result in funds being returned to CSD.

NOTE 4: RECONCILIATION OF TOTAL AUDITED COSTS TO TOTAL REPORTED EXPENDITURES

The following reconciliations identify differences between "Total Audited Costs" and "Total Reported Expenditures" columns for the CSD programs.

Low Income Home Energy Assistance Program (LIHEAP) direct program activities are shown at actual costs for the program in the columns up to and including "Total Audited Costs" column. "Total Reported Expenditures" column is based on a combination of reimbursement of actual costs and reported measures. "Excess revenue" is that amount of the County's LIHEAP grant allocation for which the County receives reimbursement in excess of the County's audited actual cost.

**COUNTY OF EL DORADO
CALIFORNIA DEPARTMENT OF COMMUNITY SERVICES
AND DEVELOPMENT PROGRAMS**

Notes to Supplemental Statement of Revenue and Expenditures
For the Year Ended June 30, 2018

NOTE 4: RECONCILIATION OF TOTAL AUDITED COSTS TO TOTAL REPORTED EXPENDITURES (continued)

Contract/Description	Total Audited Costs	Adjustment	Total Reported Expenditures
17F-2009 (CSBG)			
Jan 1, 2017-June 30, 2017	\$ 130,681	\$ --	\$ 130,681
July 1, 2017-Dec 31, 2017	153,888	--	153,888
Total	<u>\$ 284,569</u>	<u>\$ --</u>	<u>\$ 284,569</u>
18F-5009 (CSBG)			
Jan 1, 2018-June 30, 2018	\$ 125,956	\$ --	\$ 125,956
Total	<u>\$ 125,956</u>	<u>\$ --</u>	<u>\$ 125,956</u>
18F-5009 (CSBG) - Discretionary			
Jan 1, 2018-June 30, 2018	\$ --	\$ --	\$ --
Total	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>
16B-4007 (LIHEAP/ECIP/A16/HEAP)			
Jan 1, 2016-June 30, 2016	\$ 486,457	\$ --	\$ 486,457
July 1, 2016-June 30, 2017	512,634	--	512,634
July 1, 2017-Sept 30, 2017	6,826	--	6,826
Disallowed Administrative Costs	(49)	--	(49)
Total	<u>\$ 1,005,868</u>	<u>\$ --</u>	<u>\$ 1,005,868</u>
17B-3007 (LIHEAP/ECIP/A16/HEAP)			
Oct 1, 2016-June 30, 2017	\$ 575,440	\$ --	\$ 575,440
July 1, 2017-June 30, 2018	419,506	--	419,506
Total	<u>\$ 994,946</u>	<u>\$ --</u>	<u>\$ 994,946</u>
18B-4007 (LIHEAP/ECIP/A16/HEAP)			
Oct 1, 2017-June 30, 2018	\$ 607,259	\$ --	\$ 607,259
Total	<u>\$ 607,259</u>	<u>\$ --</u>	<u>\$ 607,259</u>
16B-4007 (LIHEAP/WX)			
Jan 1, 2016-June 30, 2016	\$ 207,088	\$ --	\$ 207,088
July 1, 2016-June 30, 2017	370,369	--	370,369
July 1, 2017-Sept 30, 2017	--	--	--
Total	<u>\$ 577,457</u>	<u>\$ --</u>	<u>\$ 577,457</u>

**COUNTY OF EL DORADO
CALIFORNIA DEPARTMENT OF COMMUNITY SERVICES
AND DEVELOPMENT PROGRAMS**

Notes to Supplemental Statement of Revenue and Expenditures
For the Year Ended June 30, 2018

NOTE 4: RECONCILIATION OF TOTAL AUDITED COSTS TO TOTAL REPORTED EXPENDITURES (continued)

<u>Contract/Description</u>	<u>Total Audited Costs</u>	<u>Adjustment</u>	<u>Total Reported Expenditures</u>
17B-3007 (LIHEAP/WX)			
Oct 1, 2016-June 30, 2017	\$ 297,063	\$ --	\$ 297,063
July 1, 2017-June 30, 2018	264,378	--	264,378
Total	<u>\$ 561,441</u>	<u>\$ --</u>	<u>\$ 561,441</u>
18B-4007 (LIHEAP/WX)			
Oct 1, 2017-June 30, 2018	\$ 343,816	\$ --	\$ 343,816
Total	<u>\$ 343,816</u>	<u>\$ --</u>	<u>\$ 343,816</u>
16C-6007 (DOE/WX)			
July 1, 2016-June 30, 2017	\$ 49,678	\$ --	\$ 49,678
July 1, 2017-Sept 30, 2017	12,011	--	12,011
Total	<u>\$ 61,689</u>	<u>\$ --</u>	<u>\$ 61,689</u>

NOTE 5: EXCESS REVENUE AND INTEREST INCOME FROM LIHEAP

Excess revenue is defined as the difference between the "Grant Revenue" less "Total Audited Costs". If "Grant Revenue" is equal to or less than "Total Audited Costs", there is no excess revenue. Since excess revenue is the difference between the reimbursements and the County's audited actual costs during the contract term, excess revenues for open contracts are not added to the excess revenue balance until the end of the contract.

Interest income is defined as the interest earned by the County directly as a result of unexpended LIHEAP grant funds at the end of a contract term period. This type of interest is income generated as a result of depositing federal funds in an interest bearing account. Excess revenue and interest income from the Low Income Home Energy Assistant Program (LIHEAP) is reported as follows:

Beginning Balance	\$ --
Interest	--
Excess Revenue	--
Program Income Earned	--
Available Funds	<u>--</u>
Program Expenditures	
Other Program Costs	--
Total Program Expenditures	<u>--</u>
Ending Balance (Close Out 16B)	<u>\$ --</u>

**COUNTY OF EL DORADO
CALIFORNIA DEPARTMENT OF COMMUNITY SERVICES
AND DEVELOPMENT PROGRAMS**

Notes to Supplemental Statement of Revenue and Expenditures
For the Year Ended June 30, 2018

NOTE 5: **EXCESS REVENUE AND INTEREST INCOME FROM LIHEAP** (continued)

	<u>Cumulative through 6/30/17</u>	<u>For the Period Ended 6/30/18</u>	<u>Cumulative through 6/30/18</u>
Open contracts			
Excess Revenue Earned (Used)			
17B-3007 (ECIP & WX)	\$ --	\$ --	\$ --
18B-4007 (ECIP & WX)	--	--	--
Total	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

**INDEPENDENT AUDITOR'S REPORT ON
INTERNAL CONTROL OVER FINANCIAL REPORTING,
ON COMPLIANCE AND OTHER MATTERS BASED ON
AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*
AND THE CALIFORNIA DEPARTMENT OF COMMUNITY SERVICES
AND DEVELOPMENT SUPPLEMENTAL AUDIT GUIDE**

To the Board of Supervisors of
the County of El Dorado
Placerville, 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 accompanying Supplemental Statement of Revenue and Expenditures of the California Department of Community Services and Development Programs (the financial statements) for the grants awarded to the County of El Dorado (CSD Grant Program) by the State of California, Health and Human Services Agency (HHSA), as of and for the year ended June 30, 2018, and the related notes to the financial statements, and have issued our report thereon dated March 26, 2019.

Internal Control Over Financial Reporting and Compliance

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the CSD Grant Program's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. Our procedures included the applicable audit procedures contained in the California Department of Community Services and Development Supplemental Audit Guide and tests of compliance with the applicable provisions of the Supplemental Audit Guide. 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 result of that testing, and not to provide an opinion on the effectiveness of the CSD Grant Program'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 CSD Grant Program's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

This report is intended solely for the information and use of the California Department of Community Services and Development, management, Board of Supervisors, others within the County, 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.

Mane & Associates

Pleasant Hill, California
March 26, 2019

**COUNTY OF EL DORADO
CALIFORNIA DEPARTMENT OF COMMUNITY SERVICES
AND DEVELOPMENT PROGRAMS**

Schedule of Findings
For the Year Ended June 30, 2018

None reported.

**COUNTY OF EL DORADO
CALIFORNIA DEPARTMENT OF COMMUNITY SERVICES
AND DEVELOPMENT PROGRAMS**

Summary Schedule of Prior Year Findings
For the Year Ended June 30, 2018

None reported.