

**COUNTY OF KERN
SINGLE AUDIT REPORT
YEAR ENDED JUNE 30, 2019**



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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 Kern
Bakersfield, 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 aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County of Kern (the County), as of and for the year ended June 30, 2019, 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 27, 2020. Our report includes a reference to other auditors who audited the financial statements of First 5 Kern, Kern County Hospital Authority and Tejon Ranch Public Facilities Financing Authority, as described in our report on County of Kern's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

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

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.

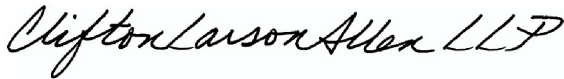
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County’s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our 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 County's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity’s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



CliftonLarsonAllen LLP

Roseville, California
March 27, 2020



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 Kern
Bakersfield, California

Report on Compliance for Each Major Federal Program

We have audited the County of Kern's (the County) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended June 30, 2019. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

The County's basic financial statements include the operations of First 5 Kern, Kern County Hospital Authority and Tejon Ranch Public Facilities Financing Authority, that have been excluded from the accompanying schedule of expenditures of federal awards because these component units engaged other auditors to perform an audit in accordance with Title 2 U.S. Code of Federal Regulation for Federal Awards, where applicable.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; 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). Those standards and the Uniform Guidance 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 program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2019.

Report on Internal Control Over Compliance

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

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal 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.

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of 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 aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated March 27, 2020, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures

The Honorable Board of Supervisors
County of Kern

of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.



CliftonLarsonAllen LLP

Roseville, California
March 27, 2020

**COUNTY OF KERN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2019**

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures	Passed Through to Subrecipients
U.S. Department of Agriculture				
Passed through California Department of Food and Agriculture:				
Plant and Animal Disease, Pest Control, and Animal Care	10.025	AP18PPQFO000C024 & 17-0549	\$ 74,210	\$ -
Plant and Animal Disease, Pest Control, and Animal Care	10.025	AP18PPQFO000C024 & 17-0549	99,038	-
Plant and Animal Disease, Pest Control, and Animal Care	10.025	17-8506-1164-CA & 17- 0154	4,565	-
Plant and Animal Disease, Pest Control, and Animal Care	10.025	AP18PPQFO000C048 & 17-0428	202,633	-
Plant and Animal Disease, Pest Control, and Animal Care	10.025	AP18PPQFO000C047 & 17-0550	116,419	-
Plant and Animal Disease, Pest Control, and Animal Care	10.025	AP18PPQFO000C002 & 17-0453	267,065	267,065
Plant and Animal Disease, Pest Control, and Animal Care	10.025	AP18PPQFO000C002 & 17-0453	119,954	-
Plant and Animal Disease, Pest Control, and Animal Care	10.025	AP19PPQFO000C001 & 18-0425	777,729	777,729
Subtotal - CFDA 10.025			1,661,613	1,044,794
Passed through California Department of Public Health: Farmers Market Promotion Program	10.168	16-10138	1,882,743	687,537
Passed through California Department of Health and Human Services: School Breakfast Program (Child Nutrition)				
Passed through California Department of Education: National School Lunch Program	10.553		12,863	-
Subtotal - Child Nutrition Cluster	10.555		511,427	-
			524,290	-
Passed through California Department of Health and Human Services: State Administrative Matching Grants for the Supplemental Nutrition Assistance Program (SNAP)				
	10.561		14,158,034	-
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program (SNAP)				
	10.561		364,461	-
Passed through California Department of Aging: State Administrative Matching Grants for the Supplemental Nutrition Assistance Program (SNAP)				
	10.561	SP-1718-33	69,223	-
Subtotal - SNAP Cluster			14,591,718	-
Passed through California Department of Aging: Schools and Roads - Grants to Counties				
Direct Program:	10.666		6,804	-
Schools and Roads - Grants to Counties	10.666		1,296,797	-
Subtotal - Schools and Roads Cluster			1,303,601	-
Passed through California State Water Resources Control Board:				
Water and Waste Disposal Systems for Rural Communities	10.760	C-06-7659-110/D17- 04019	120,101	-
Total U.S. Department of Agriculture			\$ 20,084,066	\$ 1,732,331

See accompanying Notes to Schedule of Expenditures of Federal Awards.

**COUNTY OF KERN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2019**

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures	Passed Through to Subrecipients
<u>U.S. Department of Housing and Urban Development</u>				
Direct Programs:				
Community Development Block Grants/Entitlement Grants (CDBG)	14.218		\$ 4,313,354	\$ 1,190,006
Community Development Block Grants/Entitlement Grants (CDBG) - Current Year Loans	14.218		55,000	-
Community Development Block Grants/Entitlement Grants (CDBG) - Outstanding Loans	14.218		17,246,167	-
Subtotal - CDBG Cluster			<u>21,614,521</u>	<u>1,190,006</u>
Emergency Shelter Grants Program	14.231		339,274	304,476
Home Investment Partnership Program	14.239		1,456,324	1,003,145
Home Investment Partnership Program - Current Year Loans	14.239		3,699,034	-
Home Investment Partnership Program - Outstanding Loans	14.239		38,382,373	-
Subtotal - CFDA 14.239			<u>43,537,731</u>	<u>1,003,145</u>
Passed through California Department of Housing and Community Development:				
Supportive Housing Program - Homeless Management Information Systems	14.235	CA0606L9D041609	80,408	-
Passed through City of Bakersfield:				
Housing Opportunities for Persons with AIDS	14.241	18-055	<u>326,120</u>	<u>237,760</u>
Total U.S. Department of Housing and Urban Development			<u>\$ 65,898,054</u>	<u>\$ 2,735,387</u>
<u>U.S. Department of Interior</u>				
Direct Programs:				
Payment in Lieu of Taxes	15.226		\$ 2,908,287	\$ -
Rangeland Resource Management	15.237		7,750	-
National Wildlife Refuge Fund	15.659		29,285	-
Total U.S. Department of Housing and Urban Development			<u>\$ 2,945,322</u>	<u>\$ -</u>
<u>U.S. Department of Justice</u>				
Passed through California Office of Emergency Services (CalOES):				
Crime Victim Assistance	16.575	2016-VAGX-0057	\$ 1,621,936	\$ -
Violence Against Women Formula Grants	16.588	2015-VA-GX-0058	99,432	-
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	2015-CD-BX-0036	9,303	-
Passed through Board of State and Community Corrections:				
Residential Substance Abuse for State Prisoners	16.593	BSCC 526-16	211,583	-
Edward Byrne Memorial Justice Assistance Grant (JAG) Program	16.738		7,000	-
Direct Programs:				
Edward Byrne Memorial Justice Assistance Grant (JAG) Program	16.738		32,181	-
Subtotal - CFDA 16.738			<u>39,181</u>	<u>-</u>
State Criminal Alien Assistance Program	16.606		431,978	-
DNA Backlog Reduction Program	16.741	2016-DN-BX-0080	207,791	-
Equitable Sharing Program	16.922		15,030	-
Total U.S. Department of Justice			<u>\$ 2,636,234</u>	<u>\$ -</u>

See accompanying Notes to Schedule of Expenditures of Federal Awards.

**COUNTY OF KERN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2019**

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures	Passed Through to Subrecipients
<u>U.S. Department of Labor</u>				
Direct Programs:				
National Farmworker Jobs Program	17.264	AC309478UO	\$ 2,317,784	\$ 667,942
Passed through California Department of Employment Development:				
Workforce Innovation and Opportunity Act (WIOA) - Adult Program	17.258		10,589	-
WIOA - Adult Program	17.258	K7102033/K8106179	6,930,736	2,397,526
WIOA - Youth Program	17.259	K7102033/K8106179	5,632,972	2,371,136
WIOA - Dislocated Workers Formula Grant	17.278	K7102033/K8106179	5,093,403	693,522
WIOA - Dislocated Workers Formula Grant	17.278	Disability Employment Accelerator	114,048	12,221
WIOA - Dislocated Workers Formula Grant	17.278	K7102033/K8106179	738,443	-
WIOA - Dislocated Workers Formula Grant	17.278		2,790	-
Passed through La Cooperativa Campesina de California:				
WIOA - Dislocated Workers Formula Grant	17.278	La Coop - Dislocated Ag. 1052	136,551	6,324
WIOA - Dislocated Workers Formula Grant	17.278	La Coop - Housing	48,936	48,936
WIOA - Dislocated Workers Formula Grant	17.278	La Coop - Flood 1093	92,679	2,955
WIOA - Dislocated Workers Formula Grant	17.278	La Coop - Rapid	31,491	-
WIOA - Dislocated Workers Formula Grant	17.278	La Coop - EERE 1134	463,899	445,704
Subtotal - WIOA Cluster			<u>19,296,537</u>	<u>5,978,324</u>
Total U.S. Department of Labor			<u>\$ 21,614,321</u>	<u>\$ 6,646,266</u>
<u>U.S. Department of Transportation</u>				
Direct Programs:				
Airport Improvement Program	20.106		\$ 7,205,345	-
Airport Improvement Program - FAA/Passenger Facility Charge	20.106		852,257	-
Subtotal - CFDA 20.106			<u>8,057,602</u>	-
Passed through the California Department of Transportation:				
Highway Planning and Construction	20.205	06-5959R	7,600,776	-
Highway Planning and Construction	20.205	06-5959R	1,216,347	-
Subtotal - Highway Planning and Construction Cluster			<u>8,817,123</u>	-
Passed through California Office of Traffic Safety:				
National Priority Safety Programs	20.616	18X920405DCA17	214,557	-
Subtotal - Highway Safety Cluster			<u>214,557</u>	-
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608		137,474	-
Total U.S. Department of Transportation			<u>\$ 17,226,756</u>	<u>\$ -</u>

See accompanying Notes to Schedule of Expenditures of Federal Awards.

**COUNTY OF KERN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2019**

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures	Passed Through to Subrecipients
U.S. Department of Health and Human Services				
Passed through California Department of Aging:				
Title VII, Chapter 3 - Programs for Prevention of Elder Abuse, Neglect, and Exploitation	93.041	AP-1718-33	\$ 9,569	\$ 9,569
Title VII, Chapter 2 - Long-Term Care Ombudsman Services for Older Individuals	93.042	AP-1718-33	42,487	42,487
Title III, Part D - Disease Prevention and Health Promotion Services	93.043	AP-1718-33	49,641	-
Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	AP-1718-33	354,559	254,376
Title III, Part C - Nutrition Services	93.045	AP-1718-33	1,951,999	789,709
Nutrition Services Incentive Program	93.053	AP-1718-33	<u>304,868</u>	<u>49,677</u>
Subtotal - Aging Cluster			2,661,067	1,093,762
National Family Caregiver Support, Title III, Part E	93.052	AP-1718-33	400,439	327,009
Passed through California Department of Health Care Services:				
Medicare Enrollment Assistance Program	93.071	HI-1718-33	36,302	-
Passed through California Department of Public Health:				
(PHEP) Aligned Cooperative Agreements	93.074	17-10161	509,000	-
Passed through California Department of Health Care Services:				
Guardianship Assistance - Kin Gap & Kin Gap IVE	93.090		72,804	-
Guardianship Assistance - Kin Gap	93.090		<u>1,988,892</u>	<u>-</u>
Subtotal - CFDA 93.090			2,061,696	-
Passed through California Department of Public Health:				
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	5NU52PS004656	130,402	-
Passed through California Department of Health Care Services:				
Projects for Assistance in Transition from Homelessness	93.150		212,311	-
Passed through California Department of Public Health:				
Immunization Cooperative Agreements	93.268	17-10072	392,775	-
Direct Program:				
Drug-Free Communities Support Program Grants	93.276	5H79SP020979-03	112,065	-
Passed through California Department of Health and Human Services:				
Act's (ACA) Exchange	93.525		6,071	-
Promoting Safe and Stable Families	93.556		1,076,963	-
Temporary Assistance for Needy Families (TANF)	93.558		2,767,901	-
Temporary Assistance for Needy Families (TANF)	93.558		47,821,764	-
Temporary Assistance for Needy Families (TANF)	93.558		37,678	-
Temporary Assistance for Needy Families (TANF)	93.558		44,483,716	-
Temporary Assistance for Needy Families (TANF)	93.558		<u>1,522,464</u>	<u>-</u>
Subtotal - TANF Cluster			96,633,523	-
Passed through California Department of Child Support Services				
Child Support Enforcement	93.563		14,545,652	-
Passed through California Department of Health and Human Services:				
Refugee and Entrant Assistance - State Administered Programs	93.566		17,137	-
Passed through California Department of Public Health:				
Refugee and Entrant Assistance - Discretionary Grants	93.576	17-15-90899-00	400	-
Passed through California Department of Health and Human Services:				
Stephanie Tubbs Jones Child Welfare Services Program	93.645		937,992	-
Foster Care - Title IV-E	93.658		73,655	-
Foster Care - Title IV-E	93.658		59,865	-
Foster Care - Title IV-E	93.658		805,299	-
Foster Care - Title IV-E	93.658		2,864,292	-
Foster Care - Title IV-E	93.658		8,401,589	-
Foster Care - Title IV-E	93.658		17,915,549	-
Passed through California Department of Social Services:				
Foster Care - Title IV-E	93.658		96,072	-
Foster Care - Title IV-E	93.658		1,123,759	-
Foster Care - Title IV-E	93.658		<u>318,245</u>	<u>-</u>
Subtotal - CFDA 93.658			31,658,325	-

See accompanying Notes to Schedule of Expenditures of Federal Awards.

**COUNTY OF KERN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2019**

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures	Passed Through to Subrecipients
Passed through California Department of Health and Human Services:				
Adoption Assistance	93.659		1,339,128	-
Adoption Assistance	93.659		17,629,135	-
Subtotal - CFDA 93.659			<u>18,968,263</u>	-
Social Services Block Grant	93.667		1,994,860	-
Social Services Block Grant	93.667		1,570,786	-
			<u>3,565,646</u>	-
Chafee Foster Care Independence Program	93.674		251,068	-
Passed through California Department of Health Care Services:				
Medical Assistance Program	93.778		4,120,714	-
Medical Assistance Program	93.778		248,882	-
Medical Assistance Program	93.778	HCPCFC Program	125,491	-
Medical Assistance Program	93.778	HCPCFC Program	536,027	-
Medical Assistance Program	93.778	HCPCFC Program	42,793	-
Medical Assistance Program	93.778	09-86014	315,696	-
Medical Assistance Program	93.778		135,816	-
Medical Assistance Program	93.778	CHDP Program	265,215	-
Passed through California Department of Health and Human Services:				
Medical Assistance Program	93.778		20,624,838	-
Passed through California Department of Public Health:				
Medical Assistance Program	93.778	17-10248	83,604	-
Medical Assistance Program	93.778	201715 BIH	52,033	-
Subtotal - Medicaid Cluster			<u>26,551,109</u>	-
Passed through California Emergency Medical Services Authority (EMSA):				
National Bioterrorism Hospital Preparedness Program	93.889	C17-001	68,221	-
Passed through California Department of Public Health:				
HIV Care Formula Grants	93.917	15-11057	24,731	-
HIV Care Formula Grants	93.917	16-10848	984,405	255,476
Subtotal - CFDA 93.917			<u>1,009,136</u>	<u>255,476</u>
HIV Prevention Activities - Health Department Based	93.940	15-10941	222,464	-
Passed through California Department of Health Care Services:				
Block Grants for Community Mental Health Services	93.958		1,602,953	-
Block Grants for Prevention and Treatment of Substance Abuse	93.959	17-94132	3,422,589	-
Passed through California Department of Public Health:				
Preventive Health Services - Sexually Transmitted Diseases				
Control Grant	93.977	15-10255	11,649	-
Maternal, Infant, and Early Childhood Home Visiting Cluster	93.870		865,228	-
Maternal and Child Health Services Block Grant to the States	93.994	201715 MCAH	1,076,302	-
Maternal and Child Health Services Block Grant to the States	93.994	201715 BIH	282,374	-
Subtotal - CFDA 93.994			<u>1,358,676</u>	-
Total U.S. Department of Health and Human Services			<u>\$ 209,341,178</u>	<u>\$ 1,728,303</u>

See accompanying Notes to Schedule of Expenditures of Federal Awards.

COUNTY OF KERN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2019

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures	Passed Through to Subrecipients
<u>U.S. Executive Office of the President</u>				
Direct Programs:				
High Intensity Drug Trafficking Areas Program	95.001	G17CV0004A	\$ 284,052	\$ -
Total U.S. Executive Office of the President			<u>\$ 284,052</u>	<u>\$ -</u>
<u>U.S. Department of Homeland Security</u>				
Passed through the California Office of Emergency Services (CalOES):				
Disaster Grants - Public Assistance	97.036	FEMA-5131-FMAG-CA	\$ 19,667	\$ -
Disaster Grants - Public Assistance	97.036	CalOES ID: 029-00000	10,322	-
Subtotal CFDA - 97.036			<u>29,989</u>	<u>-</u>
Emergency Management Performance Grant	97.042	Cal EMA ID #029-00000	127,021	-
Homeland Security Grant Program	97.067	Cal EMA ID #029-00000	1,464,309	-
Direct Programs:				
Staffing for Adequate Fire and Emergency Response (SAFER)	97.083	EMW-2015-FH-00437	2,369,466	-
Transportation Security Administration LEO Program	97.090		<u>106,723</u>	<u>-</u>
Total U.S. Department of Homeland Security			<u>\$ 4,097,508</u>	<u>\$ -</u>
Total Expenditures of Federal Awards			<u>\$ 344,127,491</u>	<u>\$ 12,842,287</u>

See accompanying Notes to Schedule of Expenditures of Federal Awards.

**COUNTY OF KERN
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2019**

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 Kern for the year ended June 30, 2019. 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 CATALOG OF FEDERAL DOMESTIC (CFDA) NUMBERS

The program titles and CFDA numbers were obtained from the federal or pass-through grantor or the 2019 *Catalog of Federal Domestic Assistance*. When no CFDA number had been assigned to a program, the two-digit federal agency identifier and the federal contract number were used. When there was no federal contract number, the two-digit federal agency identifier and the word "unknown" were used.

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, 2019 as follows:

CFDA No.	Federal Program	Outstanding	Loans	New	Federal Awards
		Loans	Loans	Loans	Expended
		June 30, 2019	July 1, 2018		June 30, 2019
	Community Development Block Grant/States				
14.228	Program	\$ 17,198,477	\$ 17,246,167	\$ 55,000	\$ 17,301,167
14.239	Home Investment Partnership Program	40,851,779	38,382,373	3,699,034	42,081,407

**COUNTY OF KERN
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2019**

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

Beginning with the fiscal year ended June 30, 2005, the California Department of Aging (CDA) required agencies that receive CDA funding to display State-funded expenditures discreetly along with Federal expenditures. The County expended the following State and Federal Amounts under these grants:

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State Expenditures	Federal Expenditures
Source: California Department of Aging			
Supplemental Assistance Program - Education (SNAP-Ed)	10.561	\$ -	\$ 69,223
Special Programs for the Aging-Title VII-B Elder Abuse, Neglect, and Exploitation Prevention	93.041	-	9,569
Special Programs for the Aging-Title VII-A Long Term Care Ombudsman Services	93.042	-	42,487
Special Programs for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services	93.043	-	49,641
Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	81,042	354,559
Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	151,723	1,951,999
National Family Caregiver Support, Title III, Part E	93.052	-	400,439
Nutrition Services Incentive Program	93.053	-	304,868
Medicare Enrollment Assistance Program	93.071	-	36,202
Health Insurance Counseling and Advocacy Program (HICAP)	93.324	197,560	104,549
Long-Term Care Ombudsman - Public Health L&C Program Fund (PHL&C)	N/A	7,719	-
Long-Term Care Ombudsman - State Health Facilitated Citation Penalties (SHF CIT PEN)	N/A	17,714	-
Long-Term Care Ombudsman - Skilled Nursing Facility Quality and Accountability Fund (SNFQAF)	N/A	36,666	-
Source: California Department of Human Services			
Medical Assistance Program (5610)-MEDI-CAL	93.778	2,812,912	4,120,714
DSH-IGT (5610)	93.778	90,000	-
Medical Assistance Program (9417)	93.778	180,507	248,882
Totals		<u>\$ 3,575,843</u>	<u>\$ 7,693,132</u>

**COUNTY OF KERN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2019**

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? _____ yes x 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)? _____ yes x no

Identification of Major Federal Programs

CFDA Number(s)	Name of Federal Program or Cluster
14.239	HOME Investment Partnerships Program
93.558	Temporary Assistance for Needy Families Cluster
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? x yes _____ no

**COUNTY OF KERN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2019**

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

Our audit did not disclose any matters required to be reported in accordance with 2 CFR 200.516(a).