



Single Audit Report
For the Fiscal Year Ended June 30, 2019
County of Sonoma, California

Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	1
Independent Auditor’s 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	3
Schedule of Expenditures of Federal Awards.....	6
Notes to the Schedule of Expenditures of Federal Awards	11
Schedule of Findings and Questioned Costs	
I. Summary of Auditor’s Results	13
II. Financial Statement Findings.....	14
III. Federal Award Findings and Questioned Costs	15
Summary Schedule of Prior Audit Findings.....	20



Independent Auditor's 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 Supervisors
County of Sonoma, California

We have audited, 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, the financial statements of the governmental activities, the business-type activities, each major fund, the aggregate discretely presented component units and remaining fund information of the County of Sonoma, California (County), as of and for the year then 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 December 10, 2019. Our report also includes a reference to other auditors who audited the financial statements of the Sonoma County Agricultural Preservation and Open Space District (nonmajor governmental fund), First 5 Sonoma Commission (nonmajor governmental fund), Refuse Fund (major enterprise fund), Airport Fund (major enterprise fund), Energy Independence Program Fund (major enterprise fund), Transit Fund (major enterprise fund), Community Development Commission (discretely presented component unit), Sonoma County Water Agency (discretely presented component unit), Sonoma Valley County Sanitation District (nonmajor discretely presented component unit), Russian River County Sanitation District (nonmajor discretely presented component unit), South Park County Sanitation District (nonmajor discretely presented component unit), Occidental County Sanitation District (nonmajor discretely presented component unit), and Sonoma County Fair and Exposition, Inc. (nonmajor enterprise fund), as described in our report on the County's financial statements. This report does not include the results of the other auditor's 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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses.

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 result of that testing, and not to provide an opinion on the effectiveness of the entity’s internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity’s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Rancho Cucamonga, California
December 10, 2019



Independent Auditor’s 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

Board of Supervisors
County of Sonoma, California

Report on Compliance for Each Major Federal Program

We have audited the County of Sonoma, California’s (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 entities which received federal awards in the following amounts which are not included in the schedule of expenditures of federal awards for the fiscal year ended June 30, 2019:

Entity	Federal Expenditures
Sonoma County Community Development Commission	\$43,496,643
Sonoma County Water Agency	1,013,011
County of Sonoma Transportation Project Fund (Transit)	1,585,452

Our audit, described below, did not include the operations of these entities because they engaged other auditors to perform an audit in accordance with the Uniform Guidance.

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.

Auditor’s 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.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as items 2019-001 through 2019-003. Our opinion on each major federal program is not modified with respect to these matters.

The County's response to the noncompliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs and the County's separate corrective action plan. The County's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified certain deficiencies in internal control over compliance, described in the accompanying schedule of findings and questioned costs as items 2019-002 through 2019-003 that we consider to be significant deficiencies.

The County's responses to the internal control over compliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs and the County's separate corrective action plan. The County's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on the 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 December 10, 2019, which contained unmodified opinions on those financial statements. Our report included a reference to other auditors who audited the financial statements of the Sonoma County Agricultural Preservation and Open Space District (nonmajor governmental fund), First 5 Sonoma Commission (nonmajor governmental fund), Refuse Fund (major enterprise fund), Airport Fund (major enterprise fund), Energy Independence Program Fund (major enterprise fund), Transit Fund (major enterprise fund), Community Development Commission (discretely presented component unit), Sonoma County Water Agency (discretely presented component unit), Sonoma Valley County Sanitation District (nonmajor discretely presented component unit), Russian River County Sanitation District (nonmajor discretely presented component unit), South Park County Sanitation District (nonmajor discretely presented component unit), Occidental County Sanitation District (nonmajor discretely presented component unit), and Sonoma County Fair and Exposition, Inc. (nonmajor enterprise fund), as described in our report on the County's 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 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.



Rancho Cucamonga, California
March 13, 2020

County of Sonoma, California
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2019

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Federal Agency/ Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
U.S. Department of Agriculture				
Direct Federal Programs				
Cooperative Forestry Assistance	10.664	15-DG-11052021-221		\$ 12,773
Regional Conservation Partnership Program	10.932	68-9104-17-093	\$ 310,407	310,407
Subtotal Direct Federal Programs			<u>310,407</u>	<u>323,180</u>
Passed through the State Department of Food and Agriculture				
Plant and Animal Disease, Pest Control, and Animal Care				
Phytophthora ramorum Control Program (Sudden Oak Death) -				
Pest Exclusion Interior	10.025	18-0295-034-SF		21,097
Light Brown Apple Moth (LBAM) Regulatory	10.025	18-0299-045-SF		69,797
Pierce's Disease Control Program - GWSS	10.025	17-0453-025-SF		243,921
Pest Detection & Emergency Project				
Oriental Fruit Fly, Asian Citrus Psyllid, Exotic Insects -	10.025	18-0232-1		204,725
Pest Exclusion -European Grapevine Moth - EGVM	10.025	17-0549-015-SF & 18-0619-027-SF		641,541
Subtotal Plant and Animal Disease, Pest Control, and Animal Care				<u>1,181,081</u>
Subtotal Passed through the State Department of Food and Agriculture				<u>1,181,081</u>
SNAP Cluster				
Passed through the State Department of Aging				
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program (SNAP)				
	10.561	SP-1718-270& SP-1819-27		67,875
Passed through the State Department of Social Services				
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program (SNAP) - Cal Fresh Administration (NAFS)				
	10.561	PCA #11609		11,278,129
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program (SNAP)				
	10.561	16-10183 A01/A02	194,931	450,240
Subtotal passed through the State Department of Social Services			<u>194,931</u>	<u>11,728,369</u>
Subtotal SNAP Cluster			<u>194,931</u>	<u>11,796,244</u>
Passed through the State Department of Public Health				
Special Supplemental Nutrition Program for Women, Infants and Children				
	10.557	15-10077 A03		2,376,626
Child Nutrition Cluster				
Passed through the State Department of Education, Nutritional Services Division				
School Breakfast Program				
	10.553	02836-SN-49-R		14,965
National School Lunch Program				
	10.555	02836-SN-49-R		25,862
Special Milk Program for Children				
	10.556	02837-SN-49-R		2,557
Summer Food Service Program for Children				
	10.559	CN170412		10,432
Subtotal Child Nutrition Cluster				<u>53,816</u>
Total U.S. Department of Agriculture			<u>505,338</u>	<u>15,730,947</u>
U.S. Department of Housing and Urban Development				
CDBG-Entitlement Grants Cluster				
Community Development Block Grants/Entitlement Grants				
	14.218	CDBG 2016-2017		16,099
Total U.S. Department of Housing and Urban Development				<u>16,099</u>
U.S. Department of Justice				
Direct Federal Programs				
Domestic Cannabis Eradication/Suppression Program				
	16.U01	2019-50		26,202
Crime Victim Assistance/Discretionary Grants				
	16.582	2016-VF-GX-K028		256,664
Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program				
	16.590	2016-WE-AX-0001		234,566
Criminal and Juvenile Justice and Mental Health Collaboration Program				
	16.745	2016-MO-BX-0002		90,832
Equitable Sharing Program				
	16.922	Not Available		7,500
Subtotal Direct Federal Programs				<u>615,764</u>
Passed through WestEd				
National Institute of Justice Research, Evaluation, and Development Project Grants				
	16.560	2017-CK-BX-0018	299,802	341,817

See accompanying notes to the schedule of expenditures of federal awards.

County of Sonoma, California
 Schedule of Expenditures of Federal Awards
 For the Fiscal Year Ended June 30, 2019

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Federal Agency/ Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
U.S. Department of Justice (Continued)				
Passed through the California Governor's Office of Emergency Services				
Crime Victim Assistance	16.575	VW17 36-0490 & VW 18 37-0490		\$ 690,708
Crime Victim Assistance	16.575	XC16 01-0490		214,099
Crime Victim Assistance	16.575	K118 01 0490		54,828
Crime Victim Assistance	16.575	KE17 01 0490	\$ 103,492	289,922
Crime Victim Assistance	16.575	XE16 01 0490	182,831	186,454
Crime Victim Assistance	16.575	XD18010490		5,417
Crime Victim Assistance	16.575	KC17 01 0490		128,216
Crime Victim Assistance	16.575	KC18 02 0490		24,583
Subtotal Crime Victim Assistance			286,323	1,594,227
Violence Against Women Formula Grants	16.588	VV18-01-0490		202,545
Subtotal Passed through the California Governor's Office of Emergency Services				1,796,772
Total U.S. Department of Justice			586,125	2,754,353
U.S. Department of Labor				
WIOA Cluster:				
Passed through the State Employment Development Department				
WIOA Adult Program	17.258	K8106692 & K9110062		1,285,313
WIOA Adult Program	17.258	K8106692		337,999
WIOA Adult Program	17.258	K9110062		323
Subtotal WIOA Adult Program				1,623,635
WIOA Youth Activities	17.259	K8106692 & K9110062	636,884	694,914
WIOA Dislocated Worker Formula Grants	17.278	K8106692 & K9110062		228,582
WIOA Dislocated Worker Formula Grants - Rapid Response	17.278	K8106692 & K9110062		548,791
WIOA Dislocated Worker Formula Grants - Additional Assistance	17.278	K8106692 & K9110062		1,426,773
Subtotal WIOA Dislocated Workers Formula Grants				2,204,146
Subtotal WIOA Cluster			636,884	4,522,695
Total U.S. Department of Labor			636,884	4,522,695
U.S. Department of Transportation				
Direct Federal Program				
Airport Improvement Program	20.106	3-06-0241-044		1,694,097
Airport Improvement Program	20.106	3-06-0241-046		983,357
Airport Improvement Program	20.106	3-06-0241-051		3,092
Airport Improvement Program	20.106	3-06-0241-052		2,357
Airport Improvement Program	20.106	3-06-0241-053		53,838
Airport Improvement Program	20.106	3-06-0241-054		1,179,988
Airport Improvement Program	20.106	3-06-0241-055		88,461
Subtotal Airport Improvement Program				4,005,190
Small Community Air Service Development	20.930	2011-0119-0060		420,735
Subtotal Direct Federal Programs				4,425,925
Highway Planning and Construction Cluster				
Passed through the State Department of Parks and Recreation				
Recreational Trails Programs	20.219	C8544004		36,829

See accompanying notes to the schedule of expenditures of federal awards.

County of Sonoma, California
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2019

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Federal Agency/ Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
U.S. Department of Transportation (Continued)				
Passed through the State Department of Transportation				
Highway Planning and Construction	20.205	BPMP-5920(163)		\$ (325)
Highway Planning and Construction	20.205	BRLO-5920(118)		31,689
Highway Planning and Construction	20.205	BRLO-5920(125)		871,799
Highway Planning and Construction	20.205	BRLO-5920(127)		6,572
Highway Planning and Construction	20.205	BRLO-5920(129)		132,497
Highway Planning and Construction	20.205	BRLO-5920(138)		57,729
Highway Planning and Construction	20.205	BRLO-5920(139)		12,266
Highway Planning and Construction	20.205	BRLO-5920(144)		45,318
Highway Planning and Construction	20.205	BRLO-5920(146)		73,045
Highway Planning and Construction	20.205	BRLO-5920(149)		84,996
Highway Planning and Construction	20.205	BRLS-5920(092)		2,000
Highway Planning and Construction	20.205	CML-5920(142)		3,976
Highway Planning and Construction	20.205	CML-5920(164)		4,228
Highway Planning and Construction	20.205	HSIPL-5920(156)		25,230
Highway Planning and Construction	20.205	ATPLNI-5920(151)	\$ 287,929	428,894
Highway Planning and Construction	20.205	STPL-5920(147)		99,912
Highway Planning and Construction	20.205	STPL-5920(148)		168,359
Highway Planning and Construction	20.205	STPL-5920(153)		82,818
Highway Planning and Construction	20.205	STPL-5920(154)		734,713
Highway Planning and Construction	20.205	STPLZ-5920(056)		630,306
Highway Planning and Construction	20.205	STPLZ-5920(059)		749,528
Highway Planning and Construction	20.205	STPLZ-5920(111)		126,704
Highway Planning and Construction	20.205	STPLZ-5920(135)		311,476
Highway Planning and Construction	20.205	STPLZ-5920(137)		662,013
Subtotal Passed through the State Department of Transportation			287,929	5,345,743
Subtotal Highway Planning and Construction Cluster			287,929	5,382,572
Transit Services Programs Cluster				
Passed through California State Transportation Agency				
Enhanced Mobility of Seniors and Individuals with Disabilities	20.513	64AO18-00794 & 64AO18-00690 & 64AM18-00764 & 64AM18-00676	139,362	195,005
Highway Safety Cluster				
Passed through the State of California Office of Traffic Safety				
National Priority Safety Programs	20.616	DI18028 & DI19021		259,143
Total U.S. Department of Transportation			427,291	10,262,645
U.S. Environmental Protection Agency				
The San Francisco Bay Water Quality Improvement Fund	66.126	W9-99T26401		128,391
Regional Wetlands Program Development Grants	66.461	CD-99T65701		1,158
Total U.S. Environmental Protection Agency				129,549
U.S. Department of Education				
Passed through State Department of Rehabilitation				
Rehabilitation Services Vocational Rehabilitation Grants to States	84.126	29903		99,006
Total U.S. Department of Education				99,006
U.S. Election Assistance Commission				
Passed through the California Secretary of State				
Help America Vote Act Requirements Payments	90.401	17G26156		17,548
Total U.S. Election Assistance Commission				17,548

See accompanying notes to the schedule of expenditures of federal awards.

County of Sonoma, California
 Schedule of Expenditures of Federal Awards
 For the Fiscal Year Ended June 30, 2019

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Federal Agency/ Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
U.S. Department of Health and Human Services				
Direct Federal Programs				
Substance Abuse and Mental Health Services - Projects of Regional and National Significance - Treatment Drug Courts	93.243	1H79TI080117-01	\$ 43,959	\$ 87,274
Subtotal Direct Federal Programs			<u>43,959</u>	<u>87,274</u>
Passed through the State Department of Aging				
Aging Cluster				
Special Programs for the Aging - Title VII, Chapter 3 Programs for Prevention of Elder Abuse, Neglect, and Exploitation	93.041 ⁽¹⁾	AP-1819-27	7,391	7,391
Special Programs for the Aging - Title VII, Chapter 2 Long Term Care Ombudsman Services for Older Individuals	93.042 ⁽¹⁾	AP-1819-27	42,741	42,741
Special Programs for the Aging - Title III, Part D - Disease Prevention and Health Promotion Services	93.043 ⁽¹⁾	AP-1819-27	36,338	36,338
National Family Caregiver Support - Title III, Part E Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	93.052 ⁽¹⁾	AP-1819-27	305,001	305,001
Special Programs for the Aging - Title III, Part C - Nutrition Services	93.044	AP-1819-27	595,241	806,256
Special Programs for the Aging - Title III, Part C - Nutrition Services	93.045	AP-1819-27	724,113	724,113
Nutrition Services Incentive Program	93.053	AP-1819-27	203,095	203,095
Subtotal Aging Cluster			<u>1,913,920</u>	<u>2,124,935</u>
Medicare Enrollment Assistance Program	93.071	MI-1718-27 & MI-1819-27	76,724	76,724
Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations	93.779	HI-1718-27	403,082	403,082
Subtotal Passed through State Department of Aging			<u>2,393,726</u>	<u>2,604,741</u>
CCDF Cluster				
Passed through the State Department of Education				
Child Care and Development Block Grant	93.575	G1701CACCDF, G1801CACCDF, G1901CACCD	62,025	251,131
Child Care and Development Block Grant	93.575	CAPP - 8068		205,047
Subtotal Child Care and Development Block Grant			<u>62,025</u>	<u>456,178</u>
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	CAPP - 8068		71,336
Subtotal CCDF Cluster			<u>62,025</u>	<u>527,514</u>
Subtotal Passed through the State Department of Education			<u>62,025</u>	<u>527,514</u>
Medicaid Cluster				
Passed through the State Department of Aging				
Medical Assistance Program - Multipurpose Senior Service Program	93.778	MS-1718-11		687,909
Passed through the State Department of Health Care Services				
Medical Assistance Program - California Children's Services Administration	93.778	2018-49		1,007,924
Medical Assistance Program - Child Health and Disability Prevention Program	93.778	2018-49		377,950
Medical Assistance Program - Child Health and Disability Prevention Program Augmented Allocation, Children in Foster Care	93.778	2018-49		31,309
Medical Assistance Program - Child Health and Disability Prevention Program Children in Foster Care	93.778	2018-49		379,454
Medical Assistance Program - Children's Medical Services Palliative Care	93.778	2018-49		60,701
Medical Assistance Program - Psychotropic Medication Monitoring and Oversight	93.778	2018-49		44,526
Medical Assistance Program - Medicaid - Title XIX	93.778	05-45175		26,308,359
Medical Assistance Program - Medicaid - Title XIX - Local Dental Pilot Project (LDPP)	93.778	16-93577	352,472	522,013
Passed through the State Department of Public Health				
Medical Assistance Program - Medicaid - Title XIX	93.778	2018-49		284,272
Subtotal Medicaid Cluster			<u>352,472</u>	<u>29,704,417</u>
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements	93.074	17-10202 A01		224,785
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements	93.074	17-10202 A01		624,417
Subtotal Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements				<u>849,202</u>
Maternal and Child Health Federal Consolidated Programs	93.110	17-11019		43,153
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	1849BASE00		35,927
Immunization Cooperative Agreements	93.268	17-10355		190,345
HIV Prevention Activities Health Department Based	93.940	15-10952 & 18-10775	53,236	87,879

(1) Denotes that this program is part of the Aging Cluster at the request of the California Department of Aging

See accompanying notes to the schedule of expenditures of federal awards.

County of Sonoma, California
 Schedule of Expenditures of Federal Awards
 For the Fiscal Year Ended June 30, 2019

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Federal Agency/ Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
U.S. Department of Health and Human Services (Continued)				
Passed through the State Department of Public Health (Continued)				
Affordable Care Act (ACA)				
Maternal, Infant, and Early Childhood Home Visiting Program	93.505	15-10207 A03		\$ 352,736
Preventive Health Services Sexually Transmitted Diseases Control Grants	93.977	15-10273 A03	\$ 10,000	15,586
Maternal and Child Health Services Block Grant to the States	93.994	2018-49		166,461
Subtotal Passed through the State Department of Public Health			<u>63,236</u>	<u>2,025,561</u>
Passed through the State Department of Health Care Services				
Children's Health Insurance Program	93.767	2018-49		406,524
Block Grants for Community Mental Health Services	93.958	2018-49	622,478	622,478
Block Grants for Prevention and Treatment of Substance Abuse	93.959	17-94166,17-94166 A01	2,167,310	2,538,068
Mental Health Disaster Assistance and Emergency Mental Health	93.982	17-94648 A01, A02, 18-95472	2,767,922	2,780,573
Subtotal passed through the State Department of Health Care Services			<u>5,910,182</u>	<u>35,079,879</u>
Passed through the State Department of Social Services				
TANF Cluster				
Temporary Assistance for Needy Families	93.558	11001		3,712,765
Temporary Assistance for Needy Families	93.558	11001	115,479	19,727,001
Subtotal TANF Cluster			<u>115,479</u>	<u>23,439,766</u>
Guardianship Assistance - Title IV-E Kingap	93.090	12307		232,776
Guardianship Assistance - Title IV-E Kingap Administration	93.090	12307		11,534
Subtotal Guardian Assistance				<u>244,310</u>
Promoting Safe and Stable Families	93.556	22333		281,264
Child Support Enforcement	93.563	1504CACSES		8,779,518
Child Support Enforcement	93.563	2019-49		7,617
Subtotal Child Support Enforcement				<u>8,787,135</u>
Refugee and Entrant Assistance - State Administered Programs	93.566	2019-49		7,104
Community-Based Child Abuse Prevention Grants	93.590	1501CAFPRG		22,123
Adoption Incentive Payments	93.603	22410		121,857
Stephanie Tubbs Jones Child Welfare Services Program	93.645	12313		282,006
		1901CAFOST &		
Foster Care - Title IV-E	93.658	1801CAFOST		920,760
Foster Care - Title IV-E	93.658	12307	4,259,516	6,128,377
Foster Care - Title IV-E - Administration	93.658	12307		5,222,344
Subtotal Foster Care Assistance - Title IV-E			<u>4,259,516</u>	<u>12,271,481</u>
Adoption Assistance	93.659	12402		5,235,953
Adoption Assistance - Administration	93.659	12402		479,081
Subtotal Adoption Assistance				<u>5,715,034</u>
Social Services Block Grant	93.667	12307		1,589,875
Chaffee Foster Care Independence Program	93.674	12332		94,255
Subtotal passed through the State Department of Social Services			<u>4,374,995</u>	<u>52,856,210</u>
Total U.S. Department of Health and Human Services			<u>12,848,123</u>	<u>93,869,088</u>
U.S. Department of Homeland Security				
Passed through the California Governor's Office of Emergency Services				
Disaster Grants - Public Assistance (Presidentially Declared Disaster)	97.036	FEMA-4301-DR-CA		110,960
Disaster Grants - Public Assistance (Presidentially Declared Disaster)	97.036	FEMA-4308-DR-CA		274,360
Disaster Grants - Public Assistance (Presidentially Declared Disaster)	97.036	FEMA-4344-DR-CA		178,834
Disaster Grants - Public Assistance (Presidentially Declared Disaster)	97.036	FEMA-4344-DR-CA		406,651
Subtotal Disaster Grants - Public Assistance				<u>970,805</u>
Hazard Mitigation Grant	97.039	HMGP-4240-113-22P		1,932
Emergency Management Performance Grants	97.042	2018-0008-097-00000		226,570
Homeland Security Grant Program	97.067	2016-0102-097-00000		568,413
Subtotal passed through California Governor's Office of Emergency Services				<u>1,767,720</u>
Passed through the Bay Area Urban Area Security Initiative				
Homeland Security Grant Program	97.067	2017-00078		57,096
Subtotal Homeland Security Grant Program				<u>625,509</u>
Total U. S. Department of Homeland Security				<u>1,824,816</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 15,003,761</u>	<u>\$ 129,226,746</u>

See accompanying notes to the schedule of expenditures of federal awards.

Note 1 – General

The accompanying schedule of expenditures of federal awards (SEFA) for the fiscal year ended June 30, 2019, presents the activity of all federal award programs of the County of Sonoma, California (County) with the exception of the federal award programs of the Sonoma County Community Development Commission, the Sonoma County Water Agency and the County of Sonoma Transportation Project Fund (Transit), which were subject to separate audits by independent auditors.

The County SEFA excludes federal award programs for the entities which file a separate SEFA and independent audit. The expenditures incurred under federal award programs audited by other auditors are as follows:

Sonoma County Community Development Commission	\$ 43,496,643
Sonoma County Water Agency	1,013,011
County of Sonoma Transportation Project Fund (Transit)	1,585,452

The information in this schedule is presented in accordance with the 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). The County’s Comprehensive Annual Financial Report (CAFR) Note 1, defines the reporting entity and provides a summary of significant accounting policies.

Note 2 – Basis of Accounting

The accompanying SEFA is presented using the modified accrual basis of accounting for grants accounted for in the governmental fund types and the accrual basis of accounting for grants accounted for in the proprietary fund types, as described in Note 1 to the County’s basic financial statements. Expenditures/expenses are recognized following the cost principles contained within the Uniform Guidance wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Note 3 – Catalog of Federal Domestic Assistance (CFDA) Numbers

The CFDA numbers included in the accompanying SEFA were determined based on the program name, review of grant contract information, and the Office of Management and Budget’s Catalog of Federal Domestic Assistance.

Note 4 – Pass-Through Entity Identifying Numbers

The County has included in the SEFA the identifying numbers for pass-through grants when such information has been provided by the pass-through entities.

Note 5 – Indirect Cost Rate

The County has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance, with the exception of the following programs:

CFDA Number	Award Number	Program Name
16.575	VW17 36 0490 and VW18 37 0490	Victim/Witness Assistance Program
16.575	XC16 01 0490	Victim/Witness Assistance Program
16.575	KI18 01 0490	Victim/Witness Assistance Program
16.582	2016-VF-GX-K028	Crime Victim Assistance/Discretionary Grants
16.588	VV18 01 0490	Violence Against Women Vertical Prosecution Program
16.590	2016-WE-AX-0001	Improving Criminal Justice Responses Grant Program
20.616	D118028 and D119021	National Priority Safety Program

Note 6 – Additional Information for the State of California Department of Aging

The California Department of Aging (CDA) requires agencies who receive CDA funding to display state-funded expenditures and federal expenditures for each CDA grant awarded. The County expended the following federal and state amounts under the grants:

CFDA	Federal Expenditures	State Expenditures
93.041	\$ 7,391	\$ -
93.042	42,741	-
93.043	36,338	-
93.044	806,256	81,891
93.045	724,113	109,001
93.052	305,001	-
93.053	203,095	-
93.071	76,724	-
93.778	687,909	-
93.779	403,082	298,664
OMB Initiative NA	-	61,209
	\$ 3,292,650	\$ 550,765

I. Summary of Auditor's Results

FINANCIAL STATEMENTS

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Noncompliance material to financial statements noted?	No

FEDERAL AWARDS

Internal control over major federal programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	Yes
Type of auditors' report issued on compliance for major federal programs:	Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR Section 200.516(a)?	Yes
--	-----

Identification of major federal programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
20.106	Airport Improvement Program
93.778	Medicaid Cluster
93.558	TANF Cluster

Dollar threshold used to distinguish between Type A and Type B programs:	\$ 3,000,000
Auditee qualified as low-risk auditee?	Yes

II. Financial Statement Findings

None reported.

III. Federal Award Findings and Questioned Costs

The following findings represent significant deficiencies, and/or instances of non-compliance, including questioned costs, required to be reported in accordance with 2 CFR 200, Subpart F.

Finding 2019-001

Program: Airport Improvement Program

CFDA No.: 20.106

Federal Agency: U.S. Department of Transportation

Passed-through: N/A

Award Year: Various

Compliance Requirement: Cash Management

Criteria:

Per the August 2019 Compliance Supplement and 2 CFR Section 200.302(b)(6) of the Uniform Guidance, non-Federal entities are required to establish written procedures to implement the requirements of 2 CFR section 200.305 (Payments).

Condition Found:

Instance of Noncompliance – As a result of our audit procedures over cash management, we noted the County has not established written procedures to implement the cash management requirements of 2 CFR Section 200.305 (Payments) related to the Airport Improvement Program.

Questioned Costs:

No questioned costs were identified as a result of our procedures.

Context:

The condition noted above was identified during our testing over cash management requirements of the program.

Effect:

The County has not complied with the specific requirements for written procedures over cash management as described in 2 CFR 200.305 (Payments).

Cause:

The County's procedures did not ensure the required written procedures were developed and implemented in accordance with 2 CFR 200.302(b)(6).

III. Federal Award Findings and Questioned Costs

Recommendation:

It is recommended that the County implement written policies and procedures to comply with the requirements of 2 CFR Section 200.305 (Payments).

Views of Responsible Officials and Planned Corrective Actions:

Department of Transportation and Public Works will work with the Auditor Controller to strengthen the department cash management policies and procedures in order to comply with 2 CFR Section 200.305 related to the Airport Improvement Program.

See separate corrective action plan

Finding 2019-002

Program: Medicaid Cluster – Medi-Cal Assistance

CFDA No.: 93.778

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

Passed-through: California Department of Health Care Services

Award Year: 2018-2019

Compliance Requirement: Eligibility

Criteria:

Per the August 2019 OMB *Compliance Supplement*, agencies are required to maintain eligibility records, including documents to support the agency's eligibility determination and information about each individual and benefits paid to or on behalf of the individual. In addition, it is required that eligibility determinations and redeterminations, including obtaining any required documentation and verifications, are performed to determine if individuals are eligible in accordance with the compliance requirements of the program.

Condition Found:

Significant Deficiency, Instance of Non-Compliance – As a result of our eligibility testing, we noted:

- 17 cases where the recipient redetermination of eligibility was not performed timely (outside of the 12 month requirement)
- 6 cases where the Income Eligibility Verification System (IEVS) report was not run during initial application
- 1 case where the supplemental form HSD1623 was not completed during initial application

Questioned Costs:

No questioned costs were identified as a result of our procedures.

III. Federal Award Findings and Questioned Costs

Context:

The condition noted above was identified in 24 of 60 cases selected during our testing procedures over eligibility.

Effect:

Lack of performance of timely eligibility re-determinations and documentation could lead to ineligible individuals receiving benefits or inappropriate amounts of benefits being provided.

Cause:

The condition is caused by the County not following its policies and procedures to ensure the eligibility case files consistently contain documentation to support eligibility and re-certifications. Also, the County did not ensure that the eligibility redeterminations were performed on a timely basis.

Recommendation:

We recommend that the County strengthen its current policies and procedures with regards to initial and ongoing eligibility determination, required documentation, and maintenance of participant file and ensure that such policies and procedures are formally documented and strictly adhered to by County personnel. This will help ensure the accuracy of the participant data and that eligibility determinations are supported by the proper documentation in the participant file.

Views of Responsible Officials and Planned Corrective Actions:

Sonoma County continues to struggle with maintaining the adequate staffing required to meet the timeliness standards for Medi-Cal renewals. The county remains committed to onboarding and training staff to help increase the number of renewals processed timely. As such, Sonoma County will reassess how renewals are assigned to staff to increase capacity of renewal completion. Sonoma County will provide a refresher training to staff to remind them of the timeliness requirements associated with renewals.

Sonoma County will issue a reminder to staff regarding the IEVS sign-off requirement electronically via an agency-wide email as well as verbally at the all staff technical meetings held each month.

See separate corrective action plan.

III. Federal Award Findings and Questioned Costs

Finding 2019-003

Program: Medicaid Cluster - In-Home Supportive Services (IHSS)

CFDA No.: 93.778

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

Passed-through: California Department of Health Care Services

Award Year: FY 2018-2019

Compliance Requirement: Eligibility

Criteria:

Per the *August 2019 Compliance Supplement*, agencies are required to maintain documentation to support the agency's eligibility determination, and to redetermine eligibility at least every 12 months. In addition, the State of California Department of Social Services (CDSS) regulations also state that County's social services staff are to have a face-to-face contact at least once every 12 months, except as provided in the CDSS Manual of Policies and Procedures (MPP) section 30-761.215 through 30-761.217, to adequately determine that the recipient continues to reside safely in their home with the IHSS services provided (MPP Section 30-761.13).

Condition Found:

Significant Deficiency, Instance of Non-Compliance – As a result of our eligibility testing, we noted:

- 37 cases where the recipient redetermination of eligibility was not performed timely (outside of the 12 month requirement)
- 1 case where the SOC 295 Application for Social Services was not signed by the social worker

Questioned Costs:

No questioned costs were identified as a result of our procedures.

Context:

The condition noted above was identified in 38 of 60 cases selected during our testing procedures over eligibility. The County charges administrative expenditures associated with the determination of eligibility to the State while the State pays the amounts out to providers.

Effect:

Lack of supporting documentation for initial and ongoing eligibility determinations could result in ineligible individuals receiving benefits.

Cause:

The County did not ensure that the eligibility redeterminations were performed on a timely basis.

III. Federal Award Findings and Questioned Costs

Recommendation:

We recommend that the County strengthen its current policies and procedures with regards to initial and ongoing eligibility determination, required documentation, and maintenance of participant file and ensure that such policies and procedures are formally documented and strictly adhered to by County personnel. This will help ensure the accuracy of the participant data and that eligibility determinations are supported by the proper documentation in the participant file.

Views of responsible officials and planned corrective actions:

The CDSS has provided direction to California counties that an on-time reassessment rate of 80% is acceptable and does not warrant an action plan. As CDSS reporting has not shown Sonoma County's rate to have dropped below 80%, we are concerned by the methodology of this audit which produced significantly different results given the sampling size (33% on time reassessments). In December 2017, CDSS provided clarifications to counties (ACIN I-82-17) for how to conduct assessments for IHSS and updated the level of documentation expected for each assessment, a significant change to the assessment practice. In the following fiscal year, 2018- 2019, Sonoma County has provided hours of training and support to social workers to assist them in transitioning every assessment to the new documentation standards, this has resulted in longer face to face visits with the recipient and more time spent documenting these assessments, and therefore fewer assessments being completed. Additionally, since December 2019, Sonoma County IHSS has averaged 5 social worker vacancies a month, each social worker holds an average of 200 cases, leaving 1000 cases uncovered. Sonoma County will work with Human Services Human Resources to fill vacant social work positions in a timely manner. Also, Sonoma County will advocate with the Board of Supervisors for the need to add new IHSS social work positions.

Although we agree with the importance for reassessments within 12 month, every effort is being made to comply at a rate at or above 80%. Sonoma County will continue the practice of using 18 Month Variable Assessments to extend the reassessment due date as outlined in MPP 30-761.215 through 30-761.217. Sonoma County will train social workers to provide clear documentation of the updated reassessment due date in the Case Management, Information, and Payroll System. Sonoma County will also focus attention to providing social workers a method for tracking and ensuring 18-month variable assessment are completed to later than the end of the 18th calendar month following the last face to face assessment.

Sonoma County plans to leverage the use of monthly case reporting provided by CDSS to develop enhanced tracking methods to ensure that both Social Services Supervisors and social workers are able to efficiently schedule home visits and complete reassessments prior to the end of the month of the reassessment due date.

See separate corrective action plan.

Summarized below is the current status of all audit findings reported in the prior year audit's schedule of audit findings and questioned costs.

Financial Statement Findings

No matters were reported.

Federal Award Findings and Questioned Costs

Finding No.	Program Name	CFDA No.	Compliance Requirements	Status of Corrective Action
2018-001	WIOA Cluster	17.258/17.259/17.278	Subrecipient Monitoring	Implemented