

STATE OF MINNESOTA

Office of the State Auditor



Rebecca Otto
State Auditor

MANAGEMENT AND COMPLIANCE REPORT
PREPARED AS A RESULT OF THE AUDIT
OF THE FINANCIAL AFFAIRS OF

RAMSEY COUNTY
SAINT PAUL, MINNESOTA

FOR THE YEAR ENDED DECEMBER 31, 2011

Description of the Office of the State Auditor

The mission of the Office of the State Auditor is to oversee local government finances for Minnesota taxpayers by helping to ensure financial integrity and accountability in local governmental financial activities.

Through financial, compliance, and special audits, the State Auditor oversees and ensures that local government funds are used for the purposes intended by law and that local governments hold themselves to the highest standards of financial accountability.

The State Auditor performs approximately 160 financial and compliance audits per year and has oversight responsibilities for over 3,300 local units of government throughout the state. The office currently maintains five divisions:

Audit Practice - conducts financial and legal compliance audits of local governments;

Government Information - collects and analyzes financial information for cities, towns, counties, and special districts;

Legal/Special Investigations - provides legal analysis and counsel to the Office and responds to outside inquiries about Minnesota local government law; as well as investigates allegations of misfeasance, malfeasance, and nonfeasance in local government;

Pension - monitors investment, financial, and actuarial reporting for approximately 730 public pension funds; and

Tax Increment Financing - promotes compliance and accountability in local governments' use of tax increment financing through financial and compliance audits.

The State Auditor serves on the State Executive Council, State Board of Investment, Land Exchange Board, Public Employees Retirement Association Board, Minnesota Housing Finance Agency, and the Rural Finance Authority Board.

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**RAMSEY COUNTY
SAINT PAUL, MINNESOTA**

For the Year Ended December 31, 2011



Management and Compliance Report

**Audit Practice Division
Office of the State Auditor
State of Minnesota**

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**RAMSEY COUNTY
SAINT PAUL, MINNESOTA**

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**RAMSEY COUNTY
SAINT PAUL, MINNESOTA**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2011**

I. SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued: **Unqualified**

Internal control over financial reporting:

- Material weaknesses identified? **No**
- Significant deficiencies identified? **No**

Noncompliance material to the financial statements noted? **No**

Federal Awards

Internal control over major programs:

- Material weaknesses identified? **No**
- Significant deficiencies identified? **No**

Type of auditor's report issued on compliance for major programs: **Unqualified**

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of OMB Circular A-133? **No**

The major programs are:

| | |
|---|--------------|
| Justice Assistance Grant (JAG) Program Cluster | |
| Edward Byrne Memorial JAG Program | CFDA #16.738 |
| Edward Byrne Memorial JAG Program/Grants to States and Territories - ARRA | CFDA #16.803 |
| Edward Byrne Memorial JAG Program/Grants to Units of Local Governments - ARRA | CFDA #16.804 |
| Energy Efficiency and Conservation Block Grant Program - ARRA | CFDA #81.128 |
| Child Support Enforcement | CFDA #93.563 |
| Foster Care Title IV-E Cluster | |
| Foster Care Title IV-E | CFDA #93.658 |
| Foster Care Title IV-E - ARRA | CFDA #93.658 |
| Medical Assistance Program | CFDA #93.778 |

The threshold for distinguishing between Types A and B programs was \$2,501,638.

Ramsey County qualified as low-risk auditee? **Yes**

II. FINDINGS RELATED TO FINANCIAL STATEMENTS AUDITED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

INTERNAL CONTROL

PREVIOUSLY REPORTED ITEM RESOLVED

Segregation of Duties - Recorder's Office (10-1)

One employee had custody of cash and checks, could make journal entries on the general ledger system, and was also reconciling and depositing the cash and checks to the Property Records and Revenue - Cashier's Office.

Resolution

The employee no longer has custody of cash and checks and no longer deposits cash and checks to the Property Records and Revenue - Cashier's Office.

III. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARD PROGRAMS

None.



REBECCA OTTO
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STATE OF MINNESOTA

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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 County Commissioners
Ramsey County

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Ramsey County as of and for the year ended December 31, 2011, which collectively comprise the County's basic financial statements, and have issued our report thereon dated July 27, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

A deficiency in internal control over financial reporting 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 combination of deficiencies, in internal control over financial reporting such that there is a reasonable possibility that a material misstatement of the County's financial statements will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over financial reporting 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 financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

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

Minnesota Legal Compliance

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the provisions of the *Minnesota Legal Compliance Audit Guide for Political Subdivisions*, promulgated by the State Auditor pursuant to Minn. Stat. § 6.65. Accordingly, the audit included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

The *Minnesota Legal Compliance Audit Guide for Political Subdivisions* contains seven categories of compliance to be tested: contracting and bidding, deposits and investments, conflicts of interest, public indebtedness, claims and disbursements, miscellaneous provisions, and tax increment financing. Our study included all of the listed categories, except tax increment financing, because Ramsey County does not use tax increment financing.

The results of our tests indicate that for the items tested, Ramsey County complied with the material terms and conditions of applicable legal provisions.

We noted certain matters that we reported to management of Ramsey County in a separate letter dated July 27, 2012.

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

/s/Rebecca Otto

REBECCA OTTO
STATE AUDITOR

July 27, 2012

/s/Greg Hierlinger

GREG HIERLINGER, CPA
DEPUTY STATE AUDITOR

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REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Board of County Commissioners
Ramsey County

Compliance

We have audited Ramsey County's compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2011. Ramsey County's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

Ramsey County's basic financial statements include the operations of the Ramsey County Regional Railroad Authority component unit, which expended \$44,277,964 in federal awards during the year ended December 31, 2011, which are not included in the Schedule of Expenditures of Federal Awards. Our audit, described below, did not include the operations of the Regional Railroad Authority because it had a separate single audit in accordance with OMB Circular A-133.

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 OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*.

Those standards and OMB Circular A-133 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 Ramsey County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the County's compliance with those requirements.

In our opinion, Ramsey County complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2011.

Internal Control Over Compliance

Management of Ramsey County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, 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 is a deficiency, or 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.

Our consideration of the 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 deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Ramsey County as of and for the year ended December 31, 2011, and have issued our report thereon dated July 27, 2012. Our audit was performed for the purpose of forming opinions on Ramsey County's financial statements that collectively comprise the County's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards (SEFA) is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. The SEFA 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 SEFA has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the SEFA is fairly stated in all material respects in relation to the basic financial statements as a whole.

This report is intended solely for the information and use of the Board of County Commissioners, audit committee, management and 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 those specified parties.

/s/Rebecca Otto

REBECCA OTTO
STATE AUDITOR

/s/Greg Hierlinger

GREG HIERLINGER, CPA
DEPUTY STATE AUDITOR

July 27, 2012

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**RAMSEY COUNTY
SAINT PAUL, MINNESOTA**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2011**

| Federal Grantor Pass-Through Agency Grant Program Title | Federal CFDA Number | Expenditures | Passed Through to Subrecipients |
|--|------------------------------------|----------------------------|--|
| U.S. Department of Agriculture | | | |
| Direct | | | |
| Wildlife Habitat Incentive Program | 10.914 | \$ 1,364 | \$ - |
| Passed Through Minnesota Department of Education | | | |
| Child Nutrition Cluster | | | |
| School Breakfast Program | 10.553 | 45,780 | - |
| National School Lunch Program | 10.555 | 78,719 | - |
| Passed Through Minnesota Department of Health | | | |
| Special Supplemental Nutrition Program for Women, Infants, and Children (WIC) | 10.557 | 3,181,434 | - |
| State Administrative Matching Grants for the Supplemental Nutrition Assistance Program | 10.561 | 5,624,440 | - |
| Passed Through Minnesota Department of Agriculture | | | |
| WIC Farmers Market Nutrition Program (FMNP) | 10.572 | <u>6,450</u> | <u>-</u> |
| Total U.S. Department of Agriculture | | <u>\$ 8,938,187</u> | <u>\$ -</u> |
| U.S. Department of Housing and Urban Development | | | |
| Community Development Block Grant (CDBG)/Entitlement Grants Cluster | | | |
| Direct | | | |
| CDBG/Entitlement Grants | 14.218 | \$ 718,684 | \$ 554,314 |
| CDBG/Entitlement Grants - ARRA | 14.253 | 122,638 | - |
| Passed Through City of Saint Paul | | | |
| CDBG/Entitlement Grants | 14.218 | 257,282 | 184,119 |
| Direct | | | |
| Supportive Housing Program | 14.235 | 575,862 | 531,425 |
| Passed Through Dakota County Community Development Agency | | | |
| Home Investment Partnerships Program | 14.239 | 127,507 | - |
| Passed Through Hennepin County | | | |
| Lead-Based Paint Hazard Control in Privately-Owned Housing | 14.900 | 256,257 | - |
| Passed Through City of Saint Paul | | | |
| Homelessness Prevention and Rapid Re-Housing Program | 14.257 | <u>78,157</u> | <u>-</u> |
| Total U.S. Department of Housing and Urban Development | | <u>\$ 2,136,387</u> | <u>\$ 1,269,858</u> |

**RAMSEY COUNTY
SAINT PAUL, MINNESOTA**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2011
(Continued)**

| Federal Grantor Pass-Through Agency Grant Program Title | Federal CFDA Number | Expenditures | Passed Through to Subrecipients |
|--|------------------------------------|---------------------|--|
| U.S. Department of the Interior | | | |
| Passed Through Minnesota Department of Natural Resources State Wildlife Grants | 15.634 | \$ 25,000 | \$ - |
| U.S. Department of Justice | | | |
| Direct | | | |
| Supervised Visitation, Safe Havens for Children | 16.527 | \$ 107,748 | \$ - |
| Part E - Developing, Testing and Demonstrating Promising New Programs | 16.541 | 134,739 | - |
| State Criminal Alien Assistance Program | 16.606 | 146,158 | - |
| Second Chance Act Prisoner Reentry Initiative | 16.812 | 185,831 | - |
| Passed Through Minnesota Department of Public Safety | | | |
| Juvenile Accountability Block Grants | 16.523 | 61,111 | - |
| Crime Victim Assistance | 16.575 | 51,286 | - |
| Public Safety Partnership and Community Policing Grants | 16.710 | 2,652 | - |
| JAG Program Cluster | | | |
| Edward Byrne Memorial Justice Assistance Grant Program/Grants to States and Territories - ARRA | 16.803 | 169,753 | - |
| Passed Through City of Saint Paul | | | |
| Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program | 16.590 | 28,560 | - |
| JAG Program Cluster | | | |
| Edward Byrne Memorial Justice Assistance Grant Program | 16.738 | 121,974 | - |
| Edward Byrne Memorial Justice Assistance Grant Program/Grants to Units of Local Government - ARRA | 16.804 | 72,919 | - |
| Edward Byrne Memorial Competitive Grant Program - ARRA | 16.808 | 38,019 | - |
| Total U.S. Department of Justice | | \$ 1,120,750 | \$ - |
| U.S. Department of Labor | | | |
| Passed Through Minnesota Department of Employment and Economic Development | | | |
| WIA Cluster | | | |
| Workforce Investment Act (WIA) - Adult Programs | 17.258 | \$ 1,396,018 | \$ 857,718 |
| Workforce Investment Act (WIA) - Youth Activities | 17.259 | 1,289,080 | 710,648 |
| Workforce Investment Act (WIA) - Dislocated Workers | 17.260 | 42,635 | - |
| Workforce Investment Act (WIA) - Dislocated Workers - ARRA | 17.260 | 125,823 | 29,836 |
| Workforce Investment Act (WIA) National Emergency Grants | 17.277 | 181,385 | - |
| Workforce Investment Act (WIA) Dislocated Worker Formula Grants | 17.278 | 1,129,918 | 37,798 |
| Incentive Grants - Workforce Investment Act Section 503 | 17.267 | 6,395 | - |

**RAMSEY COUNTY
SAINT PAUL, MINNESOTA**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2011
(Continued)**

| Federal Grantor Pass-Through Agency Grant Program Title | Federal CFDA Number | Expenditures | Passed Through to Subrecipients |
|--|------------------------------------|---------------------|--|
| U.S. Department of Labor (Continued) | | | |
| Passed Through City of Minneapolis Program of Competitive Grants for Worker Training and Placement in High Growth and Emerging Industry Sectors - ARRA | 17.275 | 54,094 | - |
| Total U.S. Department of Labor | | \$ 4,225,348 | \$ 1,636,000 |
| U.S. Department of Transportation | | | |
| Highway Planning and Construction Cluster Passed Through Minnesota Department of Natural Resources Recreational Trails Program | 20.219 | \$ 8,881 | \$ - |
| Passed Through Minnesota Department of Transportation Highway Planning and Construction | 20.205 | 9,325,005 | - |
| Highway Planning and Construction - ARRA | 20.205 | 61,971 | - |
| Highway Safety Cluster Passed Through Minnesota Department of Public Safety State and Community Highway Safety | 20.600 | 84,679 | - |
| Alcohol Impaired Driving Countermeasures Incentive Grants I | 20.601 | 249,249 | - |
| Occupant Protection Incentive Grants | 20.602 | 43,200 | - |
| Safety Belt Performance Grants | 20.609 | 10,950 | - |
| Passed Through Minnesota Department of Public Safety Minimum Penalties for Repeat Offenders for Driving While Intoxicated | 20.608 | 88,708 | - |
| Total U.S. Department of Transportation | | \$ 9,872,643 | \$ - |
| U.S. Department of Energy | | | |
| Direct Energy Efficiency and Conservation Block Grant Program - ARRA | 81.128 | \$ 319,916 | \$ - |
| U.S. Department of Education | | | |
| Passed Through Minnesota Department of Employment and Economic Development Adult Education - Basic Grants to States | 84.002 | \$ 31,098 | \$ 13,332 |
| Passed Through University of St. Thomas Federal Work-Study Program | 84.033 | 1,875 | - |
| Total U.S. Department of Education | | \$ 32,973 | \$ 13,332 |

**RAMSEY COUNTY
SAINT PAUL, MINNESOTA**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2011
(Continued)**

| Federal Grantor Pass-Through Agency Grant Program Title | Federal CFDA Number | Expenditures | Passed Through to Subrecipients |
|--|------------------------------------|---------------------|--|
| U.S. Election Assistance Commission | | | |
| Passed Through Minnesota Secretary of State | | | |
| Help America Vote Act Requirements Payments | 90.401 | \$ 384,046 | \$ - |
| U.S. Department of Health and Human Services | | | |
| Direct | | | |
| Family Planning Services | 93.217 | \$ 464,200 | \$ - |
| Adoption Opportunities | 93.652 | 439,840 | - |
| Child Abuse and Neglect Discretionary Activities | 93.670 | 358,672 | - |
| Temporary Assistance for Needy Families (TANF) Cluster | | | |
| Passed Through Minnesota Department of Human Services | | | |
| Temporary Assistance for Needy Families (TANF) | 93.558 | 17,508,236 | 9,989,298 |
| Emergency Contingency Fund for Temporary Assistance for Needy Families (TANF) State Program - ARRA | 93.714 | 1,058,447 | - |
| Passed Through Minnesota Department of Health | | | |
| Temporary Assistance for Needy Families (TANF) | 93.558 | 994,733 | - |
| Passed Through Minnesota Department of Human Services | | | |
| Projects for Assistance in Transition from Homelessness | 93.150 | 178,124 | - |
| Promoting Safe and Stable Families | 93.556 | 432,711 | 250,000 |
| Child Support Enforcement | 93.563 | 10,362,387 | - |
| Refugee and Entrant Assistance - State Administered Programs | 93.566 | 4,999 | - |
| Child Care and Development Fund Cluster | | | |
| Child Care and Development Block Grant | 93.575 | 447,861 | - |
| Child Care Mandatory and Matching Funds of the Child Care and Development Fund | 93.596 | 581,645 | - |
| Refugee and Entrant Assistance - Targeted Assistance Grants | 93.584 | 21,677 | - |
| Chafee Education and Training Vouchers Program | 93.599 | 70,680 | - |
| Child Welfare Services - State Grants | 93.645 | 121,500 | - |
| Foster Care Title IV-E Cluster | | | |
| Foster Care Title IV-E | 93.658 | 3,326,606 | - |
| Foster Care Title IV-E - ARRA | 93.658 | 74,975 | - |
| Adoption Assistance Cluster | | | |
| Adoption Assistance | 93.659 | 1,350,042 | - |
| Adoption Assistance - ARRA | 93.659 | 47,136 | - |
| Social Services Block Grant | 93.667 | 4,141,615 | - |
| Child Abuse and Neglect State Grants | 93.669 | 2,285 | - |
| Chafee Foster Care Independence Program | 93.674 | 55,526 | - |

**RAMSEY COUNTY
SAINT PAUL, MINNESOTA**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2011
(Continued)**

| Federal Grantor Pass-Through Agency Grant Program Title | Federal CFDA Number | Expenditures | Passed Through to Subrecipients |
|--|------------------------------------|----------------------|--|
| U.S. Department of Health and Human Services | | | |
| Passed Through Minnesota Department of Human Services (Continued) | | | |
| Children's Health Insurance Program | 93.767 | 4,523 | - |
| Medical Assistance Program | 93.778 | 10,387,418 | - |
| Block Grant for Community Mental Health Services | 93.958 | 5,873 | - |
| Block Grant for Prevention and Treatment of Substance Abuse | 93.959 | 962,415 | - |
| Passed Through Minnesota Department of Health | | | |
| Public Health Emergency Preparedness | 93.069 | 409,627 | - |
| Project Grants and Cooperative Agreements for Tuberculosis Control Programs | 93.116 | 29,460 | - |
| Childhood Lead Poisoning Prevention Projects - State and Local Childhood Lead Poisoning Prevention and Surveillance of Blood Lead Levels in Children | 93.197 | 22,385 | - |
| Affordable Care Act (ACA) Abstinence Education Program | 93.235 | 13,073 | - |
| Universal Newborn Hearing Screening | 93.251 | 5,625 | - |
| Immunization Cluster | | | |
| Immunization Grants | 93.268 | 132,400 | - |
| Immunization - ARRA | 93.712 | 89,918 | - |
| Centers for Disease Control and Prevention - Investigations and Technical Assistance | 93.283 | 43,786 | - |
| Affordable Care Act (ACA) Maternal, Infant, and Early Childhood Visiting Program | 93.505 | 13,034 | - |
| Refugee and Entrant Assistance Discretionary Grants | 93.576 | 14,980 | - |
| HIV Prevention Activities - Health Department Based | 93.940 | 77,800 | - |
| Preventive Health Services - Sexually Transmitted Diseases Control Grants | 93.977 | 28,457 | - |
| Maternal and Child Health Services Block Grant to the States | 93.994 | 862,095 | - |
| Passed Through National Association of County and City Health Officials | | | |
| Medical Reserve Corps Small Grant Program | 93.008 | 5,000 | - |
| Total U.S. Department of Health and Human Services | | \$ 55,151,766 | \$ 10,239,298 |

**RAMSEY COUNTY
SAINT PAUL, MINNESOTA**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2011
(Continued)**

| Federal Grantor Pass-Through Agency Grant Program Title | Federal CFDA Number | Expenditures | Passed Through to Subrecipients |
|--|------------------------------------|------------------------------------|--|
| U.S. Department of Homeland Security | | | |
| Direct | | | |
| Law Enforcement Officer Reimbursement Agreement Program | 97.090 | \$ 22,353 | \$ - |
| Port Security Grant Program - ARRA | 97.116 | 38,356 | - |
| Passed Through Minnesota Department of Public Safety | | | |
| Homeland Security Grant Program | 97.067 | 858,669 | 58,382 |
| Passed Through City of Minneapolis | | | |
| Metropolitan Medical Response System | 97.071 | 120,441 | - |
| Passed Through Minnesota Department of Public Safety | | | |
| Emergency Management Performance Grants | 97.042 | 123,944 | - |
| Passed Through Minnesota Department of Natural Resources | | | |
| Boating Safety Financial Assistance | 97.012 | <u>10,875</u> | <u>-</u> |
| Total U.S. Department of Homeland Security | | <u>\$ 1,174,638</u> | <u>\$ 58,382</u> |
| Total Cash Federal Awards | | <u>\$ 83,381,654</u> | <u>\$ 13,216,870</u> |
| Non-Cash Awards | | | |
| U.S. Department of Agriculture | | | |
| Food Donation Program | 10.550 | <u>6,294</u> | <u>-</u> |
| Total Federal Awards | | <u><u>\$ 83,387,948</u></u> | <u><u>\$ 13,216,870</u></u> |

**RAMSEY COUNTY
SAINT PAUL, MINNESOTA**

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2011**

1. Reporting Entity

The Schedule of Expenditures of Federal Awards presents the activities of federal award programs expended by Ramsey County. The County's reporting entity is defined in Note I to the financial statements. It does not include \$44,277,964 in federal awards expended by the Regional Railroad Authority, a blended component unit of the County, which had a separate single audit.

2. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Ramsey County under programs of the federal government for the year ended December 31, 2011. The information in this schedule is presented in accordance with the requirements of Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the schedule presents only a selected portion of the operations of the County, it is not intended to and does not present the financial position, changes in net assets, or cash flows of Ramsey County.

3. Summary of Significant Accounting Policies

Expenditures reported on the schedule are reported on the modified accrual basis of accounting. The basis used for CFDA No. 10.550 is the dollar value of vouchers issued. Such expenditures are recognized following the cost principles contained in OMB Circular A-87, *Cost Principles for State, Local and Indian Tribal Governments*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through grant numbers were not assigned by the pass-through agencies.

**RAMSEY COUNTY
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4. Clusters

Clusters of programs are groupings of closely related programs that share common compliance requirements. Total expenditures by cluster are:

| | |
|--|------------|
| Child Nutrition Cluster | \$ 124,499 |
| CDBG - Entitlement Grants Cluster | 1,098,604 |
| JAG Program Cluster | 364,646 |
| WIA Cluster | 4,164,859 |
| Highway Planning and Construction Cluster | 9,395,857 |
| Highway Safety Cluster | 388,078 |
| Temporary Assistance for Needy Families (TANF) Cluster | 19,561,416 |
| Child Care and Development Fund Cluster | 1,029,506 |
| Foster Care Title IV-E Cluster | 3,401,581 |
| Adoption Assistance Cluster | 1,397,178 |
| Immunization Cluster | 222,318 |

5. Reconciliation to Schedule of Intergovernmental Revenue

| | |
|---|----------------------|
| Federal grant revenue per Schedule of Intergovernmental Revenue | \$ 127,659,618 |
| Non-cash awards | 6,294 |
| Grant received by blended component unit not included | |
| Highway Planning and Construction | (17,096,394) |
| Surface Transportation - Discretionary Grants for Capital Investment - ARRA | (26,429,514) |
| Alternative Analysis | (752,056) |
| | <hr/> |
| Expenditures Per Schedule of Expenditures of Federal Awards | <u>\$ 83,387,948</u> |

6. American Recovery and Reinvestment Act

The American Recovery and Reinvestment Act of 2009 (ARRA) requires recipients to clearly distinguish ARRA funds from non-ARRA funding. In the schedule, ARRA funds are denoted by the addition of ARRA to the program name.