

STATE OF MINNESOTA

Office of the State Auditor



Rebecca Otto
State Auditor

MANAGEMENT AND COMPLIANCE REPORT FOR

OLMSTED COUNTY
ROCHESTER, MINNESOTA

FOR THE YEAR ENDED DECEMBER 31, 2012

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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**OLMSTED COUNTY
ROCHESTER, MINNESOTA**

For the Year Ended December 31, 2012



Management and Compliance Report

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

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**OLMSTED COUNTY
ROCHESTER, MINNESOTA**

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**OLMSTED COUNTY
ROCHESTER, MINNESOTA**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2012**

I. SUMMARY OF AUDITOR'S RESULTS

Financial Statements

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

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: **Unmodified**

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

The major programs are:

Special Supplemental Nutrition Program for Women, Infants, and Children	CFDA #10.557
State Administrative Matching Grants for Supplemental Nutrition Assistance Program	CFDA #10.561
ARRA - Prevention and Wellness - Communities Putting Prevention to Work Funding Opportunities Announcement	CFDA #93.724
Medical Assistance Program	CFDA #93.778

The threshold for distinguishing between Types A and B programs was \$427,758.

Olmsted County qualified as a low-risk auditee? **Yes**

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

None.

III. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARD PROGRAMS
ITEM ARISING THIS YEAR

12-1 Cash Management

Program: U.S. Department of Health and Human Services' Medical Assistance Program (CFDA # 93.778)

Pass-Through Agency: Minnesota Department of Human Services

Criteria: OMB Circular A-133 Compliance Supplement 2012, Part 3, C. Cash Management states that, when entities are funded on a reimbursement basis, the costs for which reimbursement was requested should be paid prior to the date of the reimbursement request.

Condition: The County requested reimbursement from the pass-through agency for federal program expenditures before some of the costs for which reimbursement was requested were paid. The County's practice for MA ACCESS program reimbursements is to receive the supporting documentation from its vendors requesting payment and upload this information to a clearing house that submits it to the Minnesota Department of Human Services (DHS). After DHS approves to pay the County's request for reimbursement, the County pays its vendors.

Questioned Costs: None.

Context: The County followed the guidance in the DHS Bulletin #12-21-08 which states that reimbursement is available after an allowed expense has been incurred by the vendor and required documentation such as individual receipts for each meal, lodging, parking (except meters) and client paid transportation services have been provided to the County.

Effect: Noncompliance with federal cash management requirements.

Cause: The County was relying on information provided by the DHS which was not in compliance with the federal requirement for cash management.

Recommendation: We recommend the County follow the OMB Circular A-133 Compliance Supplement 2012 and pay its vendors prior to requesting federal reimbursement from DHS.

Corrective Action Plan:

Name of Contact Person Responsible for Corrective Action:

Janet Erickson

Corrective Action Planned:

As of May 21, 2013, Olmsted County pays all Medical Assistance (MA) Access vendors prior to submitting to DHS for reimbursement, thereby complying with Federal OMB Circular A-133 Compliance Supplement 2012, Part 3, C. Cash Management.

Anticipated Completion Date:

May 21, 2013

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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*

Independent Auditor's Report

Board of County Commissioners
Olmsted County

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, and the aggregate remaining fund information of Olmsted County as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated June 17, 2013.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Olmsted County's internal control over financial reporting 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 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 a 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. A significant deficiency is a deficiency, or combination of deficiencies, in internal control over financial reporting that is less severe than a material weakness, yet important enough to merit the attention of those charged with governance.

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 material weaknesses or significant deficiencies. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Olmsted 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*.

Minnesota Legal Compliance

The *Minnesota Legal Compliance Audit Guide for Political Subdivisions*, promulgated by the State Auditor pursuant to Minn. Stat. § 6.65, 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 audit considered all of the listed categories, except that we did not test for compliance with the provisions for tax increment financing because Olmsted County did not have any.

In connection with our audit, nothing came to our attention that caused us to believe that Olmsted County failed to comply with the provisions of the *Minnesota Legal Compliance Audit Guide for Political Subdivisions*. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding the County's noncompliance with the above referenced provisions.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control over financial reporting, compliance and the provisions of the *Minnesota Legal Compliance Audit Guide for Political Subdivisions* and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance. Accordingly, this communication is not suitable for any other purpose.

/s/Rebecca Otto

REBECCA OTTO
STATE AUDITOR

/s/Greg Hierlinger

GREG HIERLINGER, CPA
DEPUTY STATE AUDITOR

June 17, 2013

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REBECCA OTTO
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REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE

Independent Auditor's Report

Board of County Commissioners
Olmsted County

Report on Compliance for Each Major Federal Program

We have audited Olmsted 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 the County's major federal programs for the year ended December 31, 2012. Olmsted County's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Olmsted 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 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 Olmsted 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 with those requirements.

Opinion on Each Major Federal Program

In our opinion, Olmsted 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 December 31, 2012.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as item 12-1. Our opinion on each major federal program is not modified with respect to these matters.

Olmsted County's response to the noncompliance finding identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs as a Corrective Action Plan. Olmsted County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Management of Olmsted 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 our opinion on compliance for each major federal program 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 over compliance 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. 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 the attention of those charged with governance.

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 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.

Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Olmsted County as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We have issued our report thereon dated June 17, 2013, 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 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. 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 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 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 SEFA is fairly stated in all material respects in relation to the basic financial statements as a whole.

Purpose of This Report

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 OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

/s/Rebecca Otto

REBECCA OTTO
STATE AUDITOR

June 17, 2013

/s/Greg Hierlinger

GREG HIERLINGER, CPA
DEPUTY STATE AUDITOR

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**OLMSTED COUNTY
ROCHESTER, MINNESOTA**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2012**

Federal Grantor Pass-Through Agency Grant Program	Federal CFDA Number	State Pass-Through Grantor's Number	Expenditures
U.S. Department of Agriculture			
Passed Through Minnesota Department of Agriculture WIC Farmers Market Nutrition Program	10.572	N/A	\$ 2,150
Passed Through Minnesota Department of Health Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	12-700-00090	1,060,959
Passed Through Minnesota Department of Human Services State Administrative Matching Grants for Supplemental Nutrition Assistance Program	10.561	2012IS251442	768,994
Passed Through Minnesota Community Action Partnership Supplemental Nutrition Assistance Program, Process and Technology Improvement Grant	10.580	440075	<u>6,922</u>
Total U.S. Department of Agriculture			<u>\$ 1,839,025</u>
U.S. Department of Housing and Urban Development			
Direct Shelter Plus Care	14.238	N/A	<u>\$ 114,636</u>
U.S. Department of the Interior Fish and Wildlife Service			
Passed Through Minnesota Department of Natural Resources Landowner Incentive Program	15.633	N/A	<u>\$ 10,000</u>
U.S. Department of Justice			
Passed Through Minnesota Department of Public Safety Juvenile Accountability Block Grants	16.523	N/A	\$ 16,002
Crime Victim Assistance	16.575	N/A	45,030
Violence Against Women Formula Grants	16.588	N/A	10,000
ARRA - Public Safety Partnership and Community Policing Grants	16.710	N/A	8,751
Direct State Criminal Alien Assistance Program	16.606	N/A	37,462
Bulletproof Vest Partnership Program	16.607	N/A	2,398
Passed Through Minnesota Institute of Public Health Enforcing Underage Drinking Laws Program	16.727	N/A	<u>1,140</u>
Total U.S. Department of Justice			<u>\$ 120,783</u>

The notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

**OLMSTED COUNTY
ROCHESTER, MINNESOTA**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2012**

(Continued)

Federal Grantor Pass-Through Agency Grant Program	Federal CFDA Number	State Pass-Through Grantor's Number	Expenditures
U.S. Department of Transportation			
Passed Through Rochester Olmsted Council of Governments Metropolitan Transportation Planning	20.505	N/A	\$ 540,000
Highway Safety Cluster (Note 7)			
Passed Through Minnesota Department of Public Safety State and Community Highway Safety	20.600	N/A	42,514
Alcohol-Impaired Driving Countermeasure Incentive Grants 1	20.601	N/A	9,793
Occupant Protection Incentive Grants	20.602	N/A	5,077
Safety Belt Performance Grants	20.609	N/A	24,401
Passed Through Minnesota Department of Public Safety Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	N/A	<u>44,546</u>
Total U.S. Department of Transportation			<u>\$ 666,331</u>
U.S. Environmental Protection Agency			
Passed Through Minnesota Pollution Control Agency Nonpoint Source Implementation Grants	66.460	N/A	<u>\$ 3,324</u>
U.S. Department of Energy			
Passed Through Minnesota Department of Commerce ARRA - Energy Efficiency and Conservation Block Grant Program (EECBG)	81.128	N/A	<u>\$ 37,187</u>
U.S. Department of Health and Human Services			
Passed Through Minnesota Department of Health Public Health Emergency Preparedness	93.069	12-700-00090	\$ 153,172
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	12-700-00090	4,500
Universal Newborn Hearing Screening	93.251	12-700-00090	7,300
Immunization Cooperative Agreements	93.268	12-700-00090	9,020
Temporary Assistance for Needy Families Cluster (Note 7) (Total Temporary Assistance for Needy Families 93.558 \$1,640,707)	93.558	12-700-00090	151,441
ARRA - Prevention and Wellness - Communities Putting Prevention to Work Funding Opportunities Announcement	93.724	12-700-00090	388,565
Maternal and Child Health Services Block Grant to the States	93.994	12-700-00090	128,832
Passed Through Minnesota Department of Commerce Low-Income Home Energy Assistance	93.568	N/A	283,947

**OLMSTED COUNTY
ROCHESTER, MINNESOTA**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2012**

(Continued)

Federal Grantor Pass-Through Agency Grant Program	Federal CFDA Number	State Pass-Through Grantor's Number	Expenditures
U.S. Department of Health and Human Services (Continued)			
Direct			
Family Connection Grants	93.605	N/A	25,658
Passed Through Minnesota Department of Human Services			
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	39804-3000006767	130,796
Promoting Safe and Stable Families	93.556	110MNFPS	179,217
Temporary Assistance for Needy Families Cluster (Note 7)			
Temporary Assistance for Needy Families	93.558	2012G996115	1,489,266
(Total Temporary Assistance for Needy Families 93.558 \$1,640,707)			
ARRA - Emergency Contingency Fund for Temporary Assistance for Needy Families (TANF) State Program	93.714	2010G991525	123,671
Child Support Enforcement	93.563	1204MN4005	2,231,840
Refugee and Entrant Assistance State Administered Programs	93.566	11AAMN5100	1,764
Community Services Block Grant	93.569	N/A	155,091
Child Care and Development Block Grant	93.575	2012G996005	211,391
Community-Based Child Abuse Prevention Grants	93.590	G1202MNFPRG	92,000
Stephanie Tubbs Jones Child Welfare Services Program	93.645	1101MN1400	37,016
Foster Care Title IV-E	93.658	1201MN1401	1,184,683
Social Services Block Grant	93.667	1101MNSOSR	704,609
Chafee Foster Care Independence Program	93.674	1101MN1420	10,316
Children's Health Insurance Program	93.767	1005MN5021	238
Medical Assistance Program	93.778	1205MN5ADM	3,271,603
Passed Through Mayo Clinic			
ARRA - Health Information Technology - Beacon Communities	93.727	90BC000901	364,034
Total U.S. Department of Health and Human Services			\$ 11,339,970
U.S. Department of Homeland Security			
Passed Through Minnesota Department of Natural Resources			
Boating Safety Financial Assistance	97.012	N/A	\$ 5,038
Passed Through Minnesota Department of Public Safety			
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	N/A	8,653
Emergency Management Performance Grants	97.042	N/A	62,512
Homeland Security Grant Program	97.067	N/A	810
(Total Homeland Security Grant Program 97.067 \$47,846)			

**OLMSTED COUNTY
ROCHESTER, MINNESOTA**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2012
(Continued)**

Federal Grantor Pass-Through Agency Grant Program	Federal CFDA Number	State Pass-Through Grantor's Number	Expenditures
U.S. Department of Homeland Security (Continued)			
Passed Through Southeast Minnesota Region 1 Emergency Managers Homeland Security Grant Program (Total Homeland Security Grant Program 97.067 \$47,846)	97.067	N/A	13,606
Passed Through Southeast Minnesota Regional Radio Board Interoperable Emergency Communications Homeland Security Grant Program (Total Homeland Security Grant Program 97.067 \$47,846)	97.055 97.067	N/A N/A	3,309 33,430
Total U.S. Department of Homeland Security			\$ 127,358
Total Expenditures of Federal Awards			\$ 14,258,614

**OLMSTED COUNTY
ROCHESTER, MINNESOTA**

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2012**

1. Reporting Entity

The Schedule of Expenditures of Federal Awards presents the activities of federal award programs expended by Olmsted County. The County's reporting entity is defined in Note 1 to the financial statements.

2. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Olmsted County under programs of the federal government for the year ended December 31, 2012. 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 Olmsted County, it is not intended to and does not present the financial position, changes in net position, or cash flows of Olmsted County.

3. 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 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 entity identifying numbers are presented where available.

4. Reconciliation to Schedule of Intergovernmental Revenue

Federal grant revenue per Schedule of Intergovernmental Revenue	\$ 13,714,075
Grants received more than 45 days after year-end, deferred in 2012	
Special Supplemental Nutrition Program for Women, Infants, and Children	29,926
Public Health Emergency Preparedness	56,682
Universal Newborn Hearing Screening	3,075
Family Connection Grants	25,658
Substance Abuse and Mental Health Services Projects of Regional and National Significance	37,736
Temporary Assistance for Needy Families	201,578
Child Support Enforcement	95,000
Child Care and Development Block Grant	16,500
Foster Care Title IV-E	216,306
Medical Assistance Program	345,415

**OLMSTED COUNTY
ROCHESTER, MINNESOTA**

4. Reconciliation to Schedule of Intergovernmental Revenue (Continued)

ARRA Health Information Technology-Beacon Communities	24,325
Emergency Management Performance Grants	62,512
Interoperable Emergency Communications	1,129
Homeland Security Grant Program	5
Deferred in 2011, recognized as revenue in 2012	
Highway Planning and Construction	(3,259)
Metropolitan Transportation Planning	(127,694)
State and Community Highway Safety	(6,725)
Child Support Enforcement	(92,196)
Community Services Block Grant	(2,281)
Child Care and Development Block Grant	(18,320)
Foster Care Title IV-E	(182,878)
Medical Assistance Program	(50,200)
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	(22,924)
Emergency Management Performance Grants	(61,341)
Reimbursement in 2012 of 2011 expenditures	
Occupational Safety and Health State Program	(3,490)
	(3,490)
Expenditures Per Schedule of Expenditures of Federal Awards	\$ 14,258,614

5. Subrecipients

Of the expenditures presented in the schedule, Olmsted County provided federal awards to subrecipients as follows:

CFDA Number	Program Name	Amount Provided to Subrecipients
93.575	Child Care and Development Block Grant	\$ 211,391
93.724	ARRA - Prevention and Wellness - Communities Putting Prevention to Work	151,176
93.727	ARRA - Health Information Technology Beacon Communities	10,500
	Total	\$ 373,067

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.

**OLMSTED COUNTY
ROCHESTER, MINNESOTA**

7. Clusters

Cluster of programs means a grouping of closely related programs that have common compliance requirements. Total expenditures by cluster are:

Highway Safety	\$ 81,785
Temporary Assistance for Needy Families	1,764,378