

MONROE COUNTY, WISCONSIN

**FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE REPORT**

FOR THE YEAR ENDED DECEMBER 31, 2014

MONROE COUNTY, WISCONSIN
For the Year Ended December 31, 2014

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To the County Board
Monroe County, Wisconsin

Report on Compliance for Each Major Federal and State Program

We have audited Monroe County, Wisconsin's compliance with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* and the *State Single Audit Guidelines* issued by the Wisconsin Department of Administration that could have a direct and material effect on each of Monroe County, Wisconsin's major federal and state programs for the year ended December 31, 2014. Monroe County, Wisconsin's major federal and state programs are identified in the summary of auditors' 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 its federal and state programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of Monroe County, Wisconsin's major federal and state 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; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the *State Single Audit Guidelines* issued by the Wisconsin Department of Administration. Those standards, OMB Circular A-133 and the *State Single Audit Guidelines* 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 or state program occurred. An audit includes examining, on a test basis, evidence about Monroe County, Wisconsin'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 and state program. However, our audit does not provide a legal determination of Monroe County, Wisconsin's compliance.

Opinion on Each Major Federal and State Program

In our opinion, Monroe County, Wisconsin 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 and state programs for the year ended December 31, 2014.

Report on Internal Control Over Compliance

Management of Monroe County, Wisconsin 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 Monroe County, Wisconsin's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal or state 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 and state program and to test and report on internal control over compliance in accordance with OMB Circular A-133 and the *State Single Audit Guidelines*, 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 Monroe County, Wisconsin'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 or state 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 or state 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 or state 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 were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified a certain deficiency in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as item 2014-002, that we consider to be a significant deficiency.

Monroe County, Wisconsin's response to the internal control over compliance finding identified in our audit is described in the accompanying schedule of prior year audit findings and corrective action plan. Monroe County, Wisconsin's response was 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 OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the *State Single Audit Guidelines*. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards and the Schedule of State Financial Assistance Required by OMB Circular A-133 and the *State Single Audit Guidelines*

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Monroe County, Wisconsin as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise Monroe County, Wisconsin's basic financial statements. We issued our report thereon dated July 7, 2015, 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 and schedule of state financial assistance are presented for purposes of additional analysis as required by OMB Circular A-133 and the *State Single Audit Guidelines* and are 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 and schedule of state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.



Certified Public Accountants

Green Bay, Wisconsin

August 24, 2015 except for the Schedules of
Expenditures of Federal Awards and State
Financial Assistance as to which the date is
July 7, 2015

MONROE COUNTY, WISCONSIN
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2014

Grantor Agency/Federal Program Title	Pass-through Agency	Federal CFDA Number	Revenues				Total Expenditures
			(Accrued) Deferred Revenue 1/1/14	Cash Received (Refunded)	Accrued (Deferred) Revenue 12/31/14	Total Revenues	
<u>U.S. DEPARTMENT OF AGRICULTURE</u>							
Special Supplemental Food Program for Women, Infants, and Children	WI Department of Health Services	10.557	\$ (8,401)	\$ 190,884	\$ 8,904	\$ 191,387	\$ 191,387
State Administrative Matching Grants for Supplemental Nutrition Assistance Program	WI Department of Health Services	10.561	94	2,459	7,279	9,832	9,832
State Administrative Matching Grants for Supplemental Nutrition Assistance Program	LaCrosse County, Wisconsin	10.561	(26,295)	113,383	4,822	91,910	91,910
Total State Administrative Matching Grants Supplemental Nutrition Assistance Program			(26,201)	115,842	12,101	101,742	101,742
Resources Aids - Payment in Lieu of Taxes (National Forest Lands)	WI Department of Natural Resources	10.665	-	137,805	-	137,805	137,805
Total U.S. Department of Agriculture			(34,602)	444,531	21,005	430,934	430,934
<u>U.S. DEPARTMENT OF JUSTICE</u>							
State Criminal Alien Assistance Program	Direct Program	16.606	30,353	1,493	(31,518)	328	328
Bullet Proof Vests	Direct Program	16.607	(858)	3,276	-	2,418	2,418
Total U.S. Department of Justice			29,495	4,769	(31,518)	2,746	2,746
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>							
<i>Highway Safety Cluster</i>							
Child Safety and Child Booster Seat Incentive Grants	WI Department of Transportation	20.613	-	4,000	-	4,000	4,000
Total Highway Safety Cluster and U.S. Department of Transportation			-	4,000	-	4,000	4,000

(Continued)

MONROE COUNTY, WISCONSIN
Schedule of Expenditures of Federal Awards (Continued)
For the Year Ended December 31, 2014

Grantor Agency/Federal Program Title	Pass-through Agency	Federal CFDA Number	Revenues				Total Expenditures
			(Accrued) Deferred Revenue 1/1/14	Cash Received (Refunded)	Accrued (Deferred) Revenue 12/31/14	Total Revenues	
U.S. DEPARTMENT OF EDUCATION							
Early Intervention Services (IDEA) Cluster							
Special Education-Grants for Infants and Families with Disabilities	WI Department of Health Services	84.181	-	32,975	-	32,975	32,975
Total U.S. Department of Education			-	32,975	-	32,975	32,975
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES							
Health Promotion and Disease Prevention (Title III-D)	Greater Wisconsin Agency on Aging	93.043	(655)	2,462	688	2,495	2,495
<i>Aging Cluster</i>							
Grants for Supportive Services and Senior Centers (Title III-B)	Greater Wisconsin Agency on Aging	93.044	(723)	43,894	-	43,171	43,171
Nutrition Services (Title III-C)	Greater Wisconsin Agency on Aging	93.045	(12,238)	86,780	-	74,542	74,542
Nutrition Services Incentive Program	Greater Wisconsin Agency on Aging	93.053	(5,513)	24,805	5,655	24,947	24,947
<i>Total Aging Cluster</i>			(18,474)	155,479	5,655	142,660	142,660
National Family Caregiver Support Program (Title III-E)	Greater Wisconsin Agency on Aging	93.052	(12,141)	25,797	3,809	17,465	17,465
State Pharmaceutical Assistance Program	Greater Wisconsin Agency on Aging	93.786	(920)	920	-	-	-
Hospital Preparedness Program	WI Department of Health Services	93.074	(3,073)	56,141	4,265	57,333	57,333
Immunization Grants	WI Department of Health Services	93.268	(2,694)	16,804	-	14,110	14,110
Strengthening Public Health Infrastructure	WI Department of Health Services	93.507	(6,045)	6,045	-	-	-
Affordable Care Act - Medicare Improvements for Patients and Providers	Greater Wisconsin Agency on Aging	93.518	-	1,851	-	1,851	1,851
Community Transformation Grant	LaCrosse County, Wisconsin	93.531	(1,898)	20,198	-	18,300	18,300
Promoting Safe and Stable Families	WI Department of Children and Families	93.556	(10,000)	52,827	-	42,827	42,827
Block Grants for Temporary Assistance for Needy Families (TANF)	LaCrosse County, Wisconsin	93.558	(363)	1,039	48	724	724
Block Grants for Temporary Assistance for Needy Families (TANF)	WI Department of Health Services	93.558	-	84,244	-	84,244	84,244
Block Grants for Temporary Assistance for Needy Families (TANF)	WI Department of Children and Families	93.558	(28,268)	170,953	18,718	161,403	161,403
Total Block Grants for Temporary Assistance for Needy Families (TANF)			(28,631)	256,236	18,766	246,371	246,371

(Continued)

MONROE COUNTY, WISCONSIN
Schedule of Expenditures of Federal Awards (Continued)
For the Year Ended December 31, 2014

Grantor Agency/Federal Program Title	Pass-through Agency	Federal CFDA Number	Revenues				Total Expenditures
			(Accrued) Deferred Revenue 1/1/14	Cash Received (Refunded)	Accrued (Deferred) Revenue 12/31/14	Total Revenues	
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (Continued)							
Child Support Enforcement (Title IV-D)	WI Department of Children and Families	93.563	(83,069)	386,841	99,227	402,999	402,999
Low Income Energy Assistance	WI Department of Administration	93.568	(7,774)	69,553	4,750	66,529	66,529
Child Care Development Fund	WI Department of Children and Families	93.596	(24,083)	80,239	15,592	71,748	71,748
Chafee Education and Training Vouchers Program	WI Department of Children and Families	93.599	-	204	-	204	204
Child Welfare Services	WI Department of Children and Families	93.645	-	24,260	-	24,260	24,260
Child Welfare Services	WI Department of Corrections	93.645	-	5,947	336	6,283	6,283
Total Child Welfare Services			-	30,207	336	30,543	30,543
Foster Care (Title IV-E)	WI Department of Children and Families	93.658	(379)	159,399	8,877	167,897	167,897
Foster Care (Title IV-E)	WI Department of Corrections	93.658	-	8,326	470	8,796	8,796
Total Foster Care (Title IV-E)			(379)	167,725	9,347	176,693	176,693
Social Services Block Grant	WI Department of Health Services	93.667	-	152,396	-	152,396	152,396
Social Services Block Grant	Greater WI Area Agency on Aging	93.667	(624)	624	-	-	-
Social Services Block Grant	LaCrosse County, Wisconsin	93.667	(126)	1,251	124	1,249	1,249
Social Services Block Grant	WI Department of Children and Families	93.667	-	66,397	-	66,397	66,397
Total Social Services Block Grant			(750)	220,668	124	220,042	220,042
Chafee Foster Care Independence Program	WI Department of Children and Families	93.674	(6,261)	17,628	6,977	18,344	18,344
State Children's Insurance Program	LaCrosse County, Wisconsin	93.767	(4,102)	15,360	622	11,880	11,880
Medical Assistance Program		93.778					
Human Services	WI Department of Health Services		(12,308)	13,977	5,323	6,992	6,992
Human Services	LaCrosse County, Wisconsin		(31,515)	119,852	4,882	93,219	93,219
CLTS	WI Department of Health Services		-	70,194	-	70,194	70,194
Aging and Disability Resource Center	LaCrosse County, Wisconsin		(19,976)	182,818	18,623	181,465	181,465
Public Health	WI Department of Health Services		(236)	1,524	-	1,288	1,288
Total Medical Assistance			(64,035)	388,365	28,828	353,158	353,158

(Continued)

MONROE COUNTY, WISCONSIN
Schedule of Expenditures of Federal Awards (Continued)
For the Year Ended December 31, 2014

Grantor Agency/Federal Program Title	Pass-through Agency	Federal CFDA Number	Revenues				Total Expenditures
			(Accrued) Deferred Revenue 1/1/14	Cash Received (Refunded)	Accrued (Deferred) Revenue 12/31/14	Total Revenues	
Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations	Greater Wisconsin Agency on Aging	93.779	-	4,724	-	4,724	4,724
Block Grants for Community Mental Health Services	WI Department of Health Services	93.958	-	18,307	-	18,307	18,307
Block Grants for Prevention and Treatment of Substance Abuse	WI Department of Health Services	93.959	-	71,115	-	71,115	71,115
Preventive Health and Social Services Block Grant	WI Department of Health Services	93.991	-	2,591	-	2,591	2,591
Maternal and Child Health Services Block Grant to the States	WI Department of Health Services	93.994	(3,882)	25,068	(3)	21,183	21,183
Total U.S. Department of Health and Human Services			<u>(278,866)</u>	<u>2,093,355</u>	<u>198,983</u>	<u>2,013,472</u>	<u>2,013,472</u>
U.S. DEPARTMENT OF HOMELAND SECURITY							
Emergency Management Performance Grants		97.042					
10/1/12-9/30/13	WI Department of Military Affairs		(26,726)	26,726	-	-	-
10/1/13-9/30/14	WI Department of Military Affairs		(10,750)	22,442	22,442	34,134	34,134
10/1/14-9/30/15	WI Department of Military Affairs		-	-	11,221	11,221	11,221
Total Emergency Management Performance Grants			<u>(37,476)</u>	<u>49,168</u>	<u>33,663</u>	<u>45,355</u>	<u>45,355</u>
Total U.S. Department of Homeland Security			<u>(37,476)</u>	<u>49,168</u>	<u>33,663</u>	<u>45,355</u>	<u>45,355</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ (321,449)</u>	<u>\$ 2,628,798</u>	<u>\$ 222,133</u>	<u>\$ 2,529,482</u>	<u>\$ 2,529,482</u>

The notes to the schedule of expenditures of federal awards are an integral part of this schedule.

MONROE COUNTY, WISCONSIN
Schedule of State Financial Assistance
For the Year Ended December 31, 2014

Grantor Agency/State Program Title	Pass-through Agency	State I.D. Number	Revenues				Total Expenditures
			(Accrued) Deferred Revenue 1/1/14	Cash Received (Refunded)	Accrued (Deferred) Revenue 12/31/14	Total Revenues	
DEPARTMENT OF AGRICULTURE, TRADE AND CONSUMER PROTECTION							
County Staff and Support	Direct Program	115.15	\$ (35,406)	\$ 121,811	\$ 40,703	\$ 127,108	\$ 127,108
Agriculture Resource Management	Direct Program	115.40	-	29,010	12,743	41,753	41,753
Farmland Preservation Planning grant	Direct Program	n/a	-	-	3,719	3,719	3,719
Total Department of Agriculture, Trade and Consumer Protection			(35,406)	150,821	57,165	172,580	172,580
DEPARTMENT OF SAFETY AND PROFESSIONAL SERVICES							
Private Sewage System Replacement and Rehabilitation Program	Direct Program	143.110	-	31,947	-	31,947	31,947
DEPARTMENT OF NATURAL RESOURCES							
Wildlife Damage Claims and Abatement	Direct Program	370.553	(3,669)	29,407	23,071	48,809	48,809
Recreational Aids - Snowmobile Trail and Area Aids		370.574 & 370.575					
S-4136	Direct Program		(18,198)	18,198	-	-	-
S-4256	Direct Program		37,288	106,719	23,542	167,549	167,549
S-4329	Direct Program		-	37,288	(37,288)	-	-
Total Department of Natural Resources			19,090	162,205	(13,746)	167,549	167,549
County Conservation Aids	Direct Program	370.563					
CC-8187			(2,500)	2,500	2,500	2,500	2,500
Recreational Aids - Fish, Wildlife & Forestry	Direct Program	370.564	-	344	-	344	344
Forest & Cropland Aids & Managed Forest Land Aids	Direct Program	370.566	-	20,744	-	20,744	20,744
Urban & Community Forestry	Direct Program	370.572	-	38,370	-	38,370	38,370
Recycling Grants to Responsible Units	Direct Program	370.670	-	133,062	-	133,062	133,062
Recycling Consolidation Grants	Direct Program	370.673	-	11,462	-	11,462	11,462
Total Department of Natural Resources			12,921	398,094	11,825	422,840	422,840
DEPARTMENT OF TRANSPORTATION							
Elderly and Handicapped Transportation Aids	Direct Program	395.101	58,209	101,615	(63,455)	96,369	115,643
DEPARTMENT OF CORRECTIONS							
Community Intervention Program	Direct Program	410.302	-	10,760	-	10,760	10,760
Community Youth and Family Aids	Direct Program	410.313	-	580,427	32,769	613,196	613,196
Total Department of Corrections			-	591,187	32,769	623,956	623,956

(Continued)

MONROE COUNTY, WISCONSIN
Schedule of State Financial Assistance (Continued)
For the Year Ended December 31, 2014

Grantor Agency/State Program Title	Pass-through Agency	State I.D. Number	Revenues				Total Expenditures
			(Accrued) Deferred Revenue 1/1/14	Cash Received (Refunded)	Accrued (Deferred) Revenue 12/31/14	Total Revenues	
DEPARTMENT OF HEALTH SERVICES							
Wisconsin Medicaid Cost Reporting (See Note D)	Direct Program	N/A					
Case Management Agency Providers (See Note D)	Direct Program	N/A					
Fraud Prevention Investigation, State Funds	LaCrosse County, Wisconsin	435.60	-	886	62	948	948
FSET Admin	Direct Program	435.231	(723)	2,457	5,202	6,936	6,936
FSET Transportation	Direct Program	435.233	68	1	(69)	-	-
FSET Retention	Direct Program	435.235	26	-	(26)	-	-
IMAA State Share	LaCrosse County, Wisconsin	435.283	(29,282)	81,607	3,695	56,020	56,020
IMAA State Share Supplemental	LaCrosse County, Wisconsin	435.292	(8,511)	12,201	260	3,950	3,950
IMAA Federal Share Supplemental	LaCrosse County, Wisconsin	435.293	(8,511)	8,534	2	25	25
IMAA State Share ACA	LaCrosse County, Wisconsin	435.297	(24,761)	100,145	2,448	77,832	77,832
IMAA State Share ACA	LaCrosse County, Wisconsin	435.298	(208)	675	15	482	482
APS Adult Protective Services	Direct Program	435.312	-	37,732	-	37,732	37,732
Community Options Program	Direct Program	435.367	(59,427)	225,404	16,898	182,875	182,875
Alzheimer's Family Support	Direct Program	435.381	3,125	449	(1,192)	2,382	2,382
CSP Wait List	Direct Program	435.504	-	21,133	-	21,133	21,133
Certified Mental Health Program	Direct Program	435.517	-	23,175	-	23,175	23,175
Non-Resident - 997	Direct Program	435.531	-	48,751	5,900	54,651	54,651
Birth to Three Initiative	Direct Program	435.550	-	32,296	-	32,296	32,296
Basic County Allocation	Direct Program	435.561	-	946,558	-	946,558	946,558
IDP Emergency Funds	Direct Program	435.567	(19,234)	19,234	36,559	36,559	36,559
Family Support Program	Direct Program	435.577	(10,520)	45,307	11,161	45,948	45,948
Community Services and Mental Health	Direct Program	435.681	(97,346)	167,909	57,927	128,490	256,980
Children Long-Term Support DD	Direct Program	435.835	(1,986)	1,986	-	-	-
Children Long-Term Support MH	Direct Program	435.841	(108)	108	-	-	-
Children Long-Term Support PD	Direct Program	435.847	(81)	81	-	-	-
CLTS Other GPR	Direct Program	435.871	-	48,532	-	48,532	48,532
CLTS Other CWA Admin GPR	Direct Program	435.877	-	1,670	5,323	6,993	6,993
WIC Farmers' Market Nutrition	Direct Program	435.154720	(176)	1,610	-	1,434	1,434
WWWP-GPR SS.255.06(2)	Direct Program	435.157000	(3,155)	23,521	1,673	22,039	22,039
Lead Poisoning	Direct Program	435.157720	-	6,175	-	6,175	6,175

(Continued)

MONROE COUNTY, WISCONSIN
Schedule of State Financial Assistance (Continued)
For the Year Ended December 31, 2014

Grantor Agency/State Program Title	Pass-through Agency	State I.D. Number	Revenues				Total Expenditures
			(Accrued) Deferred Revenue 1/1/14	Cash Received (Refunded)	Accrued (Deferred) Revenue 12/31/14	Total Revenues	
DEPARTMENT OF HEALTH SERVICES (Continued)							
Maternal & Child Health Svc. Block Grant	Direct Program	435.159320	(236)	1,524	-	1,288	1,288
ADRC MFP- NH Relocate GPR	LaCrosse County, Wisconsin	435.560062	-	262	-	262	262
ADRC MFP- NH Relocate Non MA	LaCrosse County, Wisconsin	435.560063	-	388	-	388	388
ADRC MFP - NH Relocation	LaCrosse County, Wisconsin	435.560065	-	2,784	75	2,859	2,859
Aging and Disability Resource Center	LaCrosse County, Wisconsin	435.560100	(20,466)	203,893	20,195	203,622	203,622
Elderly Benefit Specialist Program	Greater Wisconsin Agency on Aging	435.560320	(4,403)	28,495	4,123	28,215	28,215
EBS OCI Replacement	Greater Wisconsin Agency on Aging	435.560327	-	2,132	1,143	3,275	3,275
State Senior Community Services	Greater Wisconsin Agency on Aging	435.560330	-	7,335	-	7,335	7,335
Congregate Meal Program (Title III-C-1)	Greater Wisconsin Agency on Aging	435.560350	(12,829)	58,234	-	45,405	45,405
Home Delivered Meals (Title III-C-2)	Greater Wisconsin Agency on Aging	435.560360	-	3,130	-	3,130	3,130
Elder Abuse	Greater Wisconsin Agency on Aging	435.560490	(12,594)	30,299	-	17,705	17,705
Total Department of Health Services			(311,338)	2,196,613	171,374	2,056,649	2,185,139
DEPARTMENT OF CHILDREN AND FAMILIES							
Foster Parent Training	Direct Program	437.101	-	250	50	300	300
AW DOJ Fingerprint Background	Direct Program	437.3324	(100)	404	126	430	430
Basic County Allocation	Direct Program	437.3561	-	240,012	-	240,012	240,012
Community Services and Mental Health	Direct Program	437.3681	-	42,272	-	42,272	84,544
Child Support Enforcement	Direct Program	437.7502	-	70,446	-	70,446	70,446
Total Department of Children and Families			(100)	353,384	176	353,460	395,732
DEPARTMENT OF JUSTICE							
DNA Sample Reimbursement	Direct Program	455.221	-	240	-	240	240
County Tribal Local Assistance	Direct Program	455.263	-	22,496	-	22,496	22,496
Victim and Witness Assistance Program - A Program Cluster	Direct Program	455.503 & 455.539	(23,249)	43,423	10,534	30,708	30,708
Total Department of Justice			(23,249)	66,159	10,534	53,444	53,444
DEPARTMENT OF MILITARY AFFAIRS							
Emergency Planning Grant Program 2012-2013	Direct Program	465.337	(7,183)	7,183	-	-	-
2013-2014	Direct Program		(3,786)	7,571	7,571	11,356	11,356
2014-2015	Direct Program		-	-	3,552	3,552	3,552
Computer and Hazmat Equipment Grant	Direct Program	465.367	-	8,985	-	8,985	8,985
Total Department of Military Affairs			(10,969)	23,739	11,123	23,893	23,893

(Continued)

MONROE COUNTY, WISCONSIN
 Schedule of State Financial Assistance (Continued)
 For the Year Ended December 31, 2014

Grantor Agency/State Program Title	Pass-through Agency	State I.D. Number	Revenues				Total Expenditures
			(Accrued) Deferred Revenue 1/1/14	Cash Received (Refunded)	Accrued (Deferred) Revenue 12/31/14	Total Revenues	
<u>DEPARTMENT OF ADMINISTRATION</u>							
Public Benefits	Direct Program	505.371	(5,653)	27,384	1,750	23,481	23,481
Land Information Grants	Direct Program	505.118	300	13,066	(499)	12,867	12,867
Total Department of Administration			<u>(5,353)</u>	<u>40,450</u>	<u>1,251</u>	<u>36,348</u>	<u>36,348</u>
TOTAL STATE PROGRAMS			<u>\$ (315,285)</u>	<u>\$ 3,954,009</u>	<u>\$ 232,762</u>	<u>\$ 3,871,486</u>	<u>\$ 4,061,522</u>

The notes to the schedule of state financial assistance are an integral part of this schedule.

MONROE COUNTY, WISCONSIN

Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance For the Year Ended December 31, 2014

NOTE A - BASIS OF PRESENTATION

The accompanying Schedules of Expenditures of Federal Awards and State Financial Assistance for Monroe County, Wisconsin, are presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and the *State Single Audit Guidelines* issued by the Wisconsin Department of Administration.

NOTE B - SIGNIFICANT ACCOUNTING POLICIES

Revenues and expenditures in the schedules are presented in accordance with the modified accrual basis of accounting and are generally in agreement with revenues and expenditures reported in the County's 2014 basic financial statements. Accrued revenue at year-end consists of federal and state program expenditures scheduled for reimbursement to the County in the succeeding year while deferred revenue represents advances for federal and state programs that exceed recorded County expenditures.

Major federal and state financial assistance programs are identified in the Schedule of Findings and Questioned Costs and are determined as follows:

Federal Programs: Monroe County, Wisconsin, qualifies as a low risk auditee in accordance with paragraph 530 of OMB Circular A-133. Therefore major programs represent those with combined expenditures exceeding 25% of total federal awards that also were deemed major programs based on the auditor's risk assessment. All other federal programs are considered nonmajor programs.

State Programs: Monroe County, Wisconsin, qualifies as a low risk auditee in accordance with the *State Single Audit Guidelines*. Therefore major programs represent those with combined expenditures exceeding 25% of total state financial assistance that also were deemed major programs based on the auditor's risk assessment. In addition, certain state financial assistance programs were designated state major by the state granting agency and therefore considered state major. All other state financial assistance programs are considered nonmajor programs.

Certain programs administered by the Wisconsin Department of Natural Resources may have been included in the Schedule of State Financial Assistance for presentation purposes only and are not subject to audit as major programs by the *State Single Audit Guidelines*.

NOTE C - OVERSIGHT AGENCIES

The federal and state oversight agencies for the County are as follows:

Federal - U.S. Department of Justice
State - Wisconsin Department of Health Services

MONROE COUNTY, WISCONSIN

Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance For the Year Ended December 31, 2014

NOTE D - TITLE 19 MEDICAL ASSISTANCE PAYMENTS

The Schedules of Expenditures of Federal Awards and State Financial Assistance does not include repayments received by the County's Human Service Department, Public Health Department and Rolling Hills Rehabilitation Center for various Title 19 Medical Assistance programs. The payments are considered a contract for services between the State and the County and therefore are not reported as federal awards or state financial assistance. Payments received under the Medicaid Personal Care Program, Wisconsin Medicaid Cost Reporting (WIMCR), and Case Management Agency Providers are included in the amount received from the Title 19 Medical Assistance program.

NOTE E - STATE DIRECT PAYMENTS

Payments made directly to recipients and vendors by the State of Wisconsin on behalf of the County under the FoodShare Wisconsin program are not included in the Schedule of Expenditures of Federal Awards and Schedule of State Financial Assistance.

NOTE F - STATE OF WISCONSIN COMMUNITY AIDS REPORTING SYSTEM

The Wisconsin Department of Children and Families (DCF), Health Services (DHS) and Workforce Development (DWD) utilize the Community Aids Reporting System (CARS) and the Central Office Reporting System (CORe) for reimbursing the County for various federal and state program expenditures. The expenditures reported on the Schedule of Expenditures of Federal Awards and the Schedule of State Financial Assistance for various DCF, DHS and DWD programs agree with the expenditures reported on the June 18, 2015 CARS for the Human Services department and the April 8, 2015 CARS for the Public Health department and the December, 2014 CORe for Child Support and Human Service departments, with adjustments for anticipated receivables.

MONROE COUNTY, WISCONSIN
 Schedule of Findings and Questioned Costs
 For the Year Ended December 31, 2014

Section I - Summary of Auditors' Results

Basic Financial Statements

Type of auditors' report issued:	Unmodified
Internal control over financial reporting:	
• Material weakness(es) identified?	No
• Significant deficiency(ies) identified that is not considered to be a material weakness?	Yes
Noncompliance material to basic financial statements noted?	No

Federal and State Awards

Internal control over major programs:	
• Material weakness(es) identified?	No
• Significant deficiency(ies) identified that are not considered to be material weakness(es)?	Yes
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 Circular A-133?	Yes
Any audit findings disclosed that are required to be reported in accordance with the <i>State Single Audit Guidelines</i> ?	Yes
Identification of major federal and state programs:	

CFDA Number	Name of Federal Programs
10.561	Matching Grants for Supplemental Nutrition Assistance Program
93.563	Child Support Enforcement (Title IV-D)
93.778	Medical Assistance Program

State ID Number	Name of State Programs
435.283	IMAA State Share
435.292	IMAA State Share Supplemental
435.293	IMAA Federal Share Supplemental
435.297	IMAA State Share ACA
435.298	IMAA State Share ACA
435.561	Basic County Allocation
435.681	Community Services and Mental Health
435.560100	Aging and Disability Resource Center
435.560062	ADRC MFP- NH Relocate GPR
435.560063	ADRC MFP- NH Relocate Non MA
435.560065	ADRC MFP - NH Relocation
437.3561	Basic County Allocation
437.3681	Community Services and Mental Health
437.7502	Child Support Enforcement (Title IV-D)

MONROE COUNTY, WISCONSIN
 Schedule of Findings and Questioned Costs (Continued)
 For the Year Ended December 31, 2014

Section I - Summary of Auditors' Results (Continued)

Audit threshold used to determine between Type A and Type B programs:	
Federal Awards	\$300,000
State Awards	\$100,000
Auditee qualified as low-risk auditee	Yes

Section II - Financial Statement Findings

Finding No.	Control Deficiency
2014-001	<p>Preparation of Annual Financial Report</p> <p>Condition: Current County staff maintains accounting records which reflect the County's financial transactions; however, preparing the County's annual financial report, including note disclosures, involves the selection and application of specific accounting principles which would require additional experience and knowledge. The County contracts with us and our knowledge of applicable accounting principles, financial statement formats, and note disclosures to assist in the preparation of the annual financial report in an efficient manner.</p> <p>Criteria: The preparation and review of the annual financial report by staff with expertise in financial reporting is an internal control intended to prevent, detect and correct a potential omission or misstatement in the financial statements or notes.</p> <p>Cause: County management has determined that the additional costs associated with training staff to become experienced in applicable accounting principles and note disclosures outweigh the derived benefits.</p> <p>Effect: Without our involvement, the County may not be able to completely prepare an annual financial report in accordance with accounting principles generally accepted in the United States of America.</p> <p>Recommendation: We recommend the County continue reviewing the annual financial report. While it may not be cost beneficial to train additional staff to completely prepare the report, a thorough review of this information by appropriate staff of the County is necessary to obtain a complete and adequate understanding of the County's annual financial report.</p>

MONROE COUNTY, WISCONSIN
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended December 31, 2014

Section III - Federal Award and State Financial Assistance Findings and Questioned Costs

Finding No.	Control Deficiency
2014-002	Financial Reporting for Federal and State Financial Assistance
CFDA #:	All federal programs
State ID #:	All state programs
Compliance Requirement:	Reporting
Condition:	OMB Circular A-133 and State Single Audit Guidelines require the County to prepare appropriate financial statements, including the schedules of expenditures of federal awards and state financial assistance. While the current staff of the County maintain financial records supporting amounts reported in the schedules of expenditures of federal awards and state financial assistance, the County contracts with Schenck to compile the data from these records and assist in the preparation the single audit report for the County.
Criteria:	The review of federal and state financial assistance reports by staff with expertise in federal and state financial reporting is an internal control intended to prevent, detect and correct a potential misstatement in the schedule of expenditures of federal awards, schedule of state financial assistance or notes.
Cause:	The additional costs associated with hiring staff experienced in preparing these schedules and notes, including additional training time outweigh the derived benefits.
Effect:	The County could receive federal or state grant awards which are not included in the accompanying Schedules of Expenditures of Federal Awards and State Financial Assistance.
Recommendation:	We recommend the County continue reviewing the federal and state financial assistance reports. While it may not be cost beneficial to hire additional staff to prepare these items, a thorough review of this information by appropriate staff of the County is necessary to obtain an adequate understanding of the County's single audit report.

MONROE COUNTY, WISCONSIN
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended December 31, 2014

Section IV - Other Issues

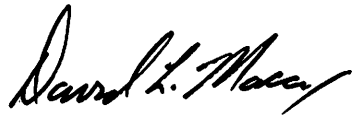
Does the auditors' report of the notes to the financial statement include disclosure with regard to substantial doubt as to the auditee's ability to continue as a going concern? _____ Yes X No

Does the audit report show audit issues (i.e., material non-compliance, non-material non-compliance, questioned costs, material weakness, significant deficiency, management letter comment, excess revenue or excess reserve) related to grants/contracts with funding agencies that require audits to be in accordance with the *State Single Audit Guidelines*:

Department of Agriculture, Trade and Consumer Protection	<u> X </u>	Yes	_____	No
Department of Safety and Professional Services	<u> X </u>	Yes	_____	No
Department of Natural Resources	<u> X </u>	Yes	_____	No
Department of Transportation	<u> X </u>	Yes	_____	No
Department of Corrections	<u> X </u>	Yes	_____	No
Department of Health Services	<u> X </u>	Yes	_____	No
Department of Children and Families	<u> X </u>	Yes	_____	No
Department of Justice	<u> X </u>	Yes	_____	No
Department of Military Affairs	<u> X </u>	Yes	_____	No
Department of Administration	<u> X </u>	Yes	_____	No

Was a Management Letter or other document conveying audit comments issued as a result of this audit? _____ X Yes _____ No

Name and signature of shareholder



 David L. Maccoux, CPA

Date of report

August 24, 2015

MONROE COUNTY, WISCONSIN
Schedule of Prior Year Audit Findings and Corrective Action Plan
December 31, 2014

Prior Year Audit Findings

The findings noted in the 2013 Schedule of Findings and Questioned Costs have been reported to the proper federal and state agencies. Management continues to believe the cost to hire additional staff to eliminate the control deficiencies identified as 2013-001 and 2013-002 outweigh the benefits to be received. Management reviews the financial report and the single audit report prior to issuance.

Corrective Action Plan for Audit Findings

Finding No.	Corrective Action Plan
2014-001	Preparation of Annual Financial Report Management believes the cost for additional staff time and training to prepare year end closing entries and reports outweigh the benefits to be received. The County's finance director reviews and approves all reports before issuance.
2014-002	Financial Reporting for Federal and State Financial Assistance Management believes the cost of additional staff time and training to prepare these items outweigh the benefits to be received. The County's finance director reviews and approves all reports before issuance.

ADDITIONAL INDEPENDENT AUDITORS' REPORT

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the County Board
Monroe County, Wisconsin

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Monroe County, Wisconsin, as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the Monroe County's basic financial statements, and have issued our report thereon which included an emphasis of matter paragraph as indicated on page 2 dated July 7, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Monroe County, Wisconsin'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 Monroe County, Wisconsin's internal control. Accordingly, we do not express an opinion on the effectiveness of Monroe County, Wisconsin'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 Monroe County, Wisconsin'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 were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2014-001 and that we consider to be a significant deficiency.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Monroe County, Wisconsin'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*.

Monroe County, Wisconsin's Response to Findings

Monroe County, Wisconsin's response to the findings identified in our audit is described in the accompanying schedule of prior year audit findings and corrective action plan. Monroe County, Wisconsin's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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 Monroe County, Wisconsin's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Monroe County, Wisconsin's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Certified Public Accountants
Green Bay, Wisconsin
July 7, 2015