

**COUNTY OF YORK  
PENNSYLVANIA**

**SINGLE AUDIT REPORT**

**YEAR ENDED DECEMBER 31, 2009**

COUNTY OF YORK, PENNSYLVANIA  
SINGLE AUDIT REPORT  
YEAR ENDED DECEMBER 31, 2009

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# Zelenkofske Axelrod LLC

## INDEPENDENT AUDITORS' REPORT ON THE SUPPLEMENTARY SCHEDULES OF EXPENDITURES OF FEDERAL AND PENNSYLVANIA DEPARTMENT OF PUBLIC WELFARE AWARDS

County Commissioners  
County of York  
York, Pennsylvania

We have audited the financial statements of the governmental activities, the business type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of COUNTY OF YORK, PENNSYLVANIA, as of and for the year ended December 31, 2009, which collectively comprise the COUNTY OF YORK, PENNSYLVANIA's basic financial statements, and have issued our report thereon dated June 24, 2010. These financial statements are the responsibility of COUNTY OF YORK, PENNSYLVANIA's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the aggregate discretely presented component units' financial statements for the York County Solid Waste and Refuse Authority, York County Industrial Development Authority and the York County Planning Commission which represent 98.7%, 98.6%, and 90.3%, respectively, of the assets, net assets, and revenues of the aggregate discretely component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinions expressed in our report on the financial statements dated June 24, 2010, insofar as it relates to the amounts included for those aggregate discretely presented component units, is based solely upon the reports of the other auditors.

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. The financial statements of the York County Solid Waste and Refuse Authority, the York County Industrial Development Authority, and the York County Library System were not audited in accordance with *Government Auditing Standards*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of other auditors provide a reasonable basis for our opinions.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the COUNTY OF YORK, PENNSYLVANIA, basic financial statements as a whole. The accompanying Schedules of Expenditures of Federal and Pennsylvania Department of Public Welfare Awards are presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations" and the "Pennsylvania Department of Public Welfare Single Audit Supplement," and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, based on our audit and the reports of other auditors, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

*Zelenkofske Axelrod LLC*

ZELENKOFKSKE AXELROD LLC

Harrisburg, Pennsylvania  
June 24, 2010

<u>Harrisburg</u>	<u>Lehigh Valley</u>	<u>Philadelphia</u>	<u>Pittsburgh</u>
830 Sir Thomas Court, Suite 100 Harrisburg, PA 17109 717.561.9200 Fax 717.561.9202	1101 West Hamilton Street Allentown, PA 18101-1043 610.871.5077 Fax 717.561.9202	2370 York Road, Suite A-5 Jamison, PA 18929 215.918.2277 Fax 215.918.2302	3800 McKnight E. Drive, Suite 3805 Pittsburgh, PA 15237 412.367.7102 Fax 412.367.7103

COUNTY OF YORK, PENNSYLVANIA  
Schedule of Expenditures of Federal Awards  
Year Ended December 31, 2009

Grantor Program Title	Federal CFDA No.	Fund	Accrued/ (Deferred) Revenue at 12/31/2008	Federal Grant Receipts	Federal Grant Expenditures	Accrued/ (Deferred) Revenue at 12/31/2009
<u>U.S. Department of Agriculture</u>						
Food and Nutrition Service						
Pass-through Commonwealth of Pennsylvania Department of Education						
Child Nutrition Cluster:						
School Breakfast Program	10.553	Youth Development Center	\$ 2,490	\$ 9,538	\$ 11,584	\$ 4,536
National School Lunch Program	10.555	Youth Development Center	3,846	15,905	20,988	8,929
Total Child Nutrition Cluster			<u>6,336</u>	<u>25,443</u>	<u>32,572</u>	<u>13,465</u>
Pass-through PA Dept. of Agriculture:						
Emergency Food Assistance Cluster:						
Emergency Food Assistance Program (Food Commodities)	10.569	Human Services	12,593	37,995	56,380	30,978
Emergency Food Assistance Program (Food Commodities) - ARRA	10.569	Human Services	-	600	3,109	2,509
Total Emergency Food Assistance Cluster			<u>12,593</u>	<u>38,595</u>	<u>59,489</u>	<u>33,487</u>
<b>TOTAL - U.S. Department of Agriculture</b>			<u><b>18,929</b></u>	<u><b>64,038</b></u>	<u><b>92,061</b></u>	<u><b>46,952</b></u>
<u>U.S. Department of Housing &amp; Urban Development (HUD)</u>						
CDBG - Entitlement Grants Cluster:						
Community Development Block Grants/Entitlement Grants	14.218	Planning	-	15,418,548	15,418,548	-
Total CDBG - Entitlement Grants Cluster			<u>-</u>	<u>15,418,548</u>	<u>15,418,548</u>	<u>-</u>
Emergency Shelter Grants Program	14.231	Planning	-	174,166	174,166	-
Supportive Housing Program - Homeless Management Information Systems	14.235	Human Services	7,333	22,149	27,873	13,057
HOME Investment Partnerships Program	14.239	Planning	-	14,567,639	14,567,639	-
Pass-through PA Department of Community and Economic Development:						
Emergency Shelter Grants Program	14.231	Planning	-	130,046	130,046	-
<b>TOTAL - U.S. Department of Housing &amp; Urban Development</b>			<u><b>7,333</b></u>	<u><b>30,312,548</b></u>	<u><b>30,318,272</b></u>	<u><b>13,057</b></u>
<u>U.S. Department of Commerce</u>						
Pass-Through Pennsylvania Department of Aging						
National Telecommunications and Information Administration	11.553	Aging	-	20,001	20,001	-
<b>TOTAL - U.S. Department of Commerce</b>			<u><b>-</b></u>	<u><b>20,001</b></u>	<u><b>20,001</b></u>	<u><b>-</b></u>

See accompanying Notes to Schedules of Expenditures of Federal Awards

COUNTY OF YORK, PENNSYLVANIA  
 Schedule of Expenditures of Federal Awards (Continued)  
 Year Ended December 31, 2009

Grantor Program Title	Federal CFDA No.	Fund	(Accrued)/ Deferred Revenue at 12/31/2008	Federal Grant Receipts	Federal Grant Expenditures	Accrued/ (Deferred) Revenue at 12/31/2009
<b>U.S. Department of Interior</b>						
National Park Service						
Pass-through Pennsylvania Conservation and Natural Resources Department Outdoor Recreation - Acquisition, Development and Planning	15.916	Parks	250,000	-	-	250,000
Pass-through Commonwealth of Pennsylvania Department of Environmental Protection Payments to States in Lieu of Real Estate Taxes	15.226	Planning	-	3,891	3,891	-
<b>TOTAL - U.S. Department of Interior</b>			<b>250,000</b>	<b>3,891</b>	<b>3,891</b>	<b>250,000</b>
<b>U.S. Department of Justice</b>						
Pass-through Pennsylvania Commission on Crime and Delinquency						
Juvenile Accountability Incentive Block Grants	16.523	Juvenile Probation	10,806	57,250	46,444	-
Juvenile Justice and Delinquency Prevention Allocation to States	16.540	Juvenile Probation	-	-	3,675	3,675
Violence Against Women Formula Grants	16.588	District Attorney	20,229	99,565	79,336	-
Residential Substance Abuse Treatment for State Prisoners	16.593	Court Administration	31,247	31,247	-	-
Community Prosecution and Project Safe Neighborhoods	16.609	District Attorney	420	37,295	38,976	2,101
Public Safety Partnership and Community Policing Grants	16.710	Emergency Management	-	8,550	11,550	3,000
Edward Byrne Memorial Justice Assistance Grant Program	16.738	Court Administration & District Attorney	(39,824)	297,000	340,587	3,763
Edward Byrne Memorial Justice Assistance Grant Program - ARRA	16.803	District Attorney	-	36,229	36,229	-
Edward Byrne Memorial Justice Assistance Grant Program - ARRA	16.804	Planning	-	579,552	70,661	(508,891)
<b>TOTAL - U.S. Department of Justice</b>			<b>22,878</b>	<b>1,146,688</b>	<b>627,458</b>	<b>(496,352)</b>
<b>U.S. Department of Transportation</b>						
Pass-through PA Dept. of Transportation						
Highway Planning and Construction Cluster:						
Highway Planning and Construction	20.205	Liquid Fuels & Planning Commission	550,141	556,895	835,229	828,475
Recreational Trails Program	20.219	Parks	48,000	48,000	-	-
Total Highway Planning and Construction Cluster			<b>598,141</b>	<b>604,895</b>	<b>835,229</b>	<b>828,475</b>

See accompanying Notes to Schedules of Expenditures of Federal Awards

COUNTY OF YORK, PENNSYLVANIA  
 Schedule of Expenditures of Federal Awards (Continued)  
 Year Ended December 31, 2009

Grantor Program Title	Federal CFDA No.	Fund	(Accrued)/ Deferred Revenue at 12/31/2008	Federal Grant Receipts	Federal Grant Expenditures	Accrued/ (Deferred) Revenue at 12/31/2009
<u>U.S. Department of Transportation (Continued)</u>						
Pass-through PA Dept. of Transportation (Continued) Federal Transit-Metropolitan Planning Grants	20.505	Planning Commission	23,055	61,607	52,532	13,980
Highway Safety Cluster: State and Community Highway Safety Total Highway Safety Cluster	20.600	Traffic Safety	98,752	419,659	414,574	93,667
			<u>98,752</u>	<u>419,659</u>	<u>414,574</u>	<u>93,667</u>
U.S. Research and Special Programs Administration Interagency Hazardous Material Public Sector Training and Planning Grants	20.703	Emergency Management Agency	9,158	20,956	11,798	-
<b>TOTAL - U.S. Department of Transportation</b>			<u>729,106</u>	<u>1,107,117</u>	<u>1,314,133</u>	<u>936,122</u>
<u>U.S. General Services Administration</u>						
Pass-through PA Dept. of General Services Donation of Federal Surplus Personal Property	39.003	General	-	105	105	-
Help America Vote Act	90.401	Voter Registration	125,064	-	-	125,064
<b>TOTAL - U.S. General Services Administration</b>			<u>125,064</u>	<u>105</u>	<u>105</u>	<u>125,064</u>
<u>Institute of Museum and Library Services</u>						
Pass-through PA Dept of Education Grants to States - State Library Program	45.310	Library System	(40,170)	2,106	42,276	-
<b>TOTAL - Institute of Museum and Library Services</b>			<u>(40,170)</u>	<u>2,106</u>	<u>42,276</u>	<u>-</u>
<u>U.S. Department of Environmental Protection</u>						
Pass-through PA Dept. of Environmental Protection: Chesapeake Bay Program	66.466	Conservation	174	48,565	48,391	-
<b>TOTAL - U.S. Department of Environmental Protection</b>			<u>174</u>	<u>48,565</u>	<u>48,391</u>	<u>-</u>
<u>U.S. Department of Energy</u>						
Energy Efficiency and Conservation Block Grant Program - ARRA	81.128	Commissioners	-	86,685	10,419	(76,266)
Pass-through PA Dept. of Community & Economic Development: Weatherization Assistance for Low-Income Persons	81.042	Planning Commission	-	397,012	397,012	-
Weatherization Assistance for Low-Income Persons - ARRA	81.042	Planning Commission	-	1,002,918	107,842	(895,076)
<b>TOTAL - U.S. Department of Energy</b>			<u>-</u>	<u>1,486,615</u>	<u>515,273</u>	<u>(971,342)</u>

See accompanying Notes to Schedules of Expenditures of Federal Awards

COUNTY OF YORK, PENNSYLVANIA  
 Schedule of Expenditures of Federal Awards (Continued)  
 Year Ended December 31, 2009

Grantor Program Title	Federal CFDA No.	Fund	(Accrued/ Deferred Revenue at 12/31/2008	Federal Grant Receipts	Federal Grant Expenditures	Accrued/ (Deferred) Revenue at 12/31/2009
<u>U.S. Department of Education</u>						
Pass-through PA Dept. of Public Welfare: Early Intervention Services (IDEA) Cluster: Special Education-Grants for Infants and Families	84.181	MH/MR	-	655,862	655,862	-
Pass-through PA Dept. of Health: Safe and Drug-Free Schools and Communities-State Grants	84.186	Drug & Alcohol	6,840	18,797	11,957	-
<b>TOTAL - U.S. Department of Education</b>			<b>6,840</b>	<b>674,659</b>	<b>667,819</b>	<b>-</b>
<u>U.S. Department of Health &amp; Human Services</u>						
Pass-through PA Dept. of Aging: Special Programs for the Aging-Title VII, Ch 2-Long Term Care Ombudsman Services for Older Individuals	93.042	Aging	-	3,750	3,750	-
Special Programs for the Aging-Title III, Part D- Disease Prevention and Health Promotion Services	93.043	Aging	-	19,961	19,961	-
			-	23,711	23,711	-
Aging Cluster: Special Programs for the Aging-Title III, Part B-Grants for Supportive Services and Senior Centers	93.044	Aging	-	523,471	523,471	-
Special Programs for the Aging-Title III, Part C-Nutrition Services	93.045	Aging	-	374,944	374,944	-
Nutrition Services Incentive Program	93.053	Aging	-	117,882	117,882	-
Aging Congregate Nutrition for Services for States - ARRA	93.707	Aging	-	-	34,342	34,342
<b>Total Aging Cluster</b>			<b>-</b>	<b>1,016,297</b>	<b>1,050,639</b>	<b>34,342</b>
National Family Caregiver Support	93.052	Aging	-	149,276	149,276	-
			-	149,276	149,276	-
Medicaid Cluster: Medical Assistance Program - Waiver	93.778	Aging	84,221	137,555	136,906	83,572
Medical Assistance Program - Pre Admission Assessment	93.778	Aging	-	302,709	302,709	-
<b>Total Medicaid Cluster</b>			<b>84,221</b>	<b>440,264</b>	<b>439,615</b>	<b>83,572</b>

See accompanying Notes to Schedules of Expenditures of Federal Awards

COUNTY OF YORK, PENNSYLVANIA  
Schedule of Expenditures of Federal Awards (Continued)  
Year Ended December 31, 2009

Grantor Program Title	Federal CFDA No.	Fund	(Accrued/ Deferred Revenue at 12/31/2008	Federal Grant Receipts	Federal Grant Expenditures	Accrued/ (Deferred) Revenue at 12/31/2009
<b>U.S. Department of Health &amp; Human Services (Continued)</b>						
<b>Pass-through PA Dept. of Aging (Continued)</b>						
Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations	93.779	Aging	-	119,264	119,264	-
<b>Pass-through PA Dept. of Community &amp; Economic Development:</b>						
Low-Income Home Energy Assistance Program	93.568	Planning Commission	-	740,663	740,663	-
Total PA DCED			-	740,663	740,663	-
<b>Pass-through PA Dept. of Health:</b>						
Block Grants for Prevention and Treatment of Substance Abuse	93.959	Drug & Alcohol	147,124	956,299	882,737	73,562
<b>Pass-through PA Dept. of Public Welfare:</b>						
Projects for Assistance in Transition from Homelessness (PATH)	93.150	MH/MR	-	70,835	70,835	-
Substance Abuse and Mental Health Services/Projects	93.243	MH/MR	(338,373)	15,000	239,376	(113,997)
<b>TANF Cluster:</b>						
Temporary Assistance for Needy Families	93.558	Children & Youth, MH/MR	416,224	1,104,366	1,554,295 *	866,153
Child Support Enforcement	93.563	Domestic Relations	846,887	3,433,786	3,587,834 *	1,000,935
Child Welfare Services-State Grants	93.645	Children & Youth	-	160,466	160,466	-
Foster Care-Title IV-E	93.658	Children & Youth, Juvenile Probation	529,989	2,493,263	4,009,959 *	2,046,685
Foster Care-Title IV-E - ARRA	93.658	Children & Youth, Juvenile Probation	-	65,111	187,850 *	122,739
Adoption Assistance	93.659	Children & Youth	700,420	1,367,144	1,443,561 *	776,837
Adoption Assistance - ARRA	93.659	Children & Youth	-	108,795	188,920 *	80,125
Social Services Block Grant	93.667	Children & Youth, MH/MR	-	402,618	402,618	-
Chafee Foster Care Independence Program	93.674	Children & Youth	-	140,683	160,778	20,095
Medical Assistance Program (Medicaid Cluster)	93.778	Various	5,126	14,320,466	14,703,280 *	387,940
Medical Assistance Program - ARRA (Medicaid Cluster)	93.778	MH/MR	-	2,768,005	2,768,005 *	-
National Bioterrorism Hospital Preparedness Program	93.889	MH/MR	(9,054)	5,290	14,344	-
Block Grants for Community Mental Health Services	93.958	MH/MR	-	299,582	299,582	-
<b>TOTAL - U.S. Department of Health &amp; Human Services</b>			<b>2,382,564</b>	<b>30,201,184</b>	<b>33,197,608</b>	<b>5,378,988</b>

See accompanying Notes to Schedules of Expenditures of Federal Awards

COUNTY OF YORK, PENNSYLVANIA  
 Schedule of Expenditures of Federal Awards (Continued)  
 Year Ended December 31, 2009

Grantor Program Title	Federal CFDA No.	Fund	(Accrued/ Deferred Revenue at 12/31/2008	Federal Grant Receipts	Federal Grant Expenditures	Accrued/ (Deferred) Revenue at 12/31/2009
<b>U.S. Department of Homeland Security</b>						
Pass-through PA Emergency Management Agency						
Homeland Security Cluster:						
Homeland Security Grant Program	97.067	Emergency Management Agency	2,641	-	14,554	17,195
Total Homeland Security Cluster			<u>2,641</u>	<u>-</u>	<u>14,554</u>	<u>17,195</u>
Emergency Management Performance Grants	97.042	Emergency Management Agency	14,942	62,681	63,411	15,672
<b>TOTAL - U.S. Department of Homeland Security</b>			<u>17,583</u>	<u>62,681</u>	<u>77,965</u>	<u>32,867</u>
<b>TOTAL FEDERAL AWARDS</b>			<u>\$ 3,520,301</u>	<u>\$ 65,130,198</u>	<u>\$ 66,925,253</u>	<u>\$ 5,315,356</u>

\* Denotes Program Tested as Major

COUNTY OF YORK, PENNSYLVANIA  
 SCHEDULE OF DEPARTMENT OF PUBLIC WELFARE EXPENDITURES  
 YEAR ENDED DECEMBER 31, 2009

		<b>Combined Federal and State Expenditures</b>	
Children and Youth Program	\$	30,703,841	*
Child Support Enforcement Program		3,587,834	*
Homeless Assistance Programs (HAP)		1,152,819	
Human Services Development Fund (HSDF)		623,680	
Medical Assistance Transportation (MATP)		1,903,306	*
Mental Health/Mental Retardation Programs		47,960,373	*
Total Department of Public Welfare Expenditures	\$	85,931,853	

\* Denotes a major program for Pennsylvania Department of Public Welfare purposes. The amount expended under major DPW programs for the year ended December 31, 2009 totaled \$ 84,155,354 or 97.93% of total Pennsylvania Department of Public Welfare Financial Assistance.

COUNTY OF YORK, PENNSYLVANIA  
 NOTES TO SCHEDULES OF EXPENDITURES OF AWARDS  
 YEAR ENDED DECEMBER 31, 2009

NOTE 1: REPORTING ENTITY

The County of York, Pennsylvania (the "County") as the reporting entity for financial reporting purposes is defined in Note 1 to the County's financial statements. For purposes of preparing the schedules of awards, the County's reporting entity differs from that used for financial purposes, in that awards received and expended, if any, by the following entities are excluded:

- York County Solid Waste and Refuse Authority
- York County Library System
- York County Planning Commission
- York County Industrial Development Authority

Direct awards pertaining to these entities have been excluded from the accompanying schedules principally because the County is not directly involved in maintaining the accounting records or systems of internal accounting and administrative controls for these entities. Where applicable, these entities have arranged for the issuance of separate Single Audit Reports containing their audited financial statements and schedule of expenditures of federal awards and all required audit reports.

Except as indicated above, the accompanying schedules of expenditures present the activity of all federal award programs and the Pennsylvania Department of Public Welfare award programs of the County.

NOTE 2: BASIS OF ACCOUNTING

The accompanying schedules of awards are presented using the modified accrual basis of accounting, which is described in Note 1 to the County's financial statements.

NOTE 3: RISK-BASED AUDIT APPROACH

The 2009 threshold for determining Type A and Type B Programs is \$1,203,124. The following high-risk Type B Program was audited as major:

<u>CFDA</u>	<u>Program</u>
81.042	Weatherization Assistance for Low-Income Persons

The following low-risk Type A Programs were not audited as major:

<u>CFDA</u>	<u>Program</u>
14.218	Community Development Block Grant

The amount expended under programs audited as major federal programs for the year ended December 31, 2009, totaled \$43,955,812 or 65.68% of total federal awards.

COUNTY OF YORK, PENNSYLVANIA  
 NOTES TO SCHEDULES OF EXPENDITURES OF AWARDS (CONTINUED)  
 YEAR ENDED DECEMBER 31, 2009

## NOTE 4: LOANS OUTSTANDING

The County had the following loan balances outstanding at December 31, 2009. These loan balances outstanding are also included as expenditures presented in the Schedule of Expenditures of federal awards.

Program Title	Federal CFDA Number	Amount Outstanding
Community Development Block Grants/Entitlement Grants	14.218	\$13,017,997
Home Investment Partnership Programs	14.239	\$13,803,128

NOTE 5: PENNSYLVANIA DEPARTMENT OF COMMUNITY AND ECONOMIC DEVELOPMENT  
FEDERAL FUNDS RECEIVED

The following is a listing of federal funds received by the County from the Pennsylvania Department of Community and Economic Development for the year ended December 31, 2009:

Program	CFDA Number	Grant Period	State Contract Number	Amount
Emergency Shelter Grant	14.231	7/20/07-7/19/09	C000029346	\$ 61,777
Emergency Shelter Grant	14.231	7/18/08-7/17/10	C000036132	\$ 68,269
DOE Weatherization	81.042	7/1/08-6/30/09	C000036230	\$ 134,156
DOE Weatherization	81.042	7/1/09-6/30/10	C000045644	\$ 262,856
DOE Weatherization (ARRA)	81.042	7/1/09-3/31/12	C000045225	\$ 1,002,918
LIHEAP	93.568	10/1/08-9/30/09	C000036230	\$ 540,585
LIHEAP	93.568	10/1/09-9/30/10	C000045644	\$ 200,078

## NOTE 6: PENNSYLVANIA DEPARTMENT OF PUBLIC WELFARE FEDERAL FUNDS RECEIVED

The following is a listing of federal funds received by the County from the Pennsylvania Department of Public Welfare for the year ended December 31, 2009:

Program	CFDA Number	Grant Period	State Contract Number	Amount
Child Support Enforcement	93.563	10/1/05-9/30/10	4100030130	\$ 3,433,787

# Zelenkofske Axelrod LLC

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

County Commissioners  
County of York  
York, Pennsylvania

We have audited the financial statements of the governmental activities, the business type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of COUNTY OF YORK, PENNSYLVANIA, as of and for the year ended December 31, 2009, which collectively comprise the COUNTY OF YORK, PENNSYLVANIA's basic financial statements, and have issued our report thereon dated June 24, 2010. We did not audit the aggregate discretely presented component units' financial statements for the York County Solid Waste and Refuse Authority, the York County Industrial Development Authority and the York County Planning Commission which represent 98.7%, 98.6% and 90.3%, respectively, of the assets, net assets, and revenues of the aggregate discretely component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinions expressed in our report on the financial statements dated June 24, 2010, insofar as it relates to the amounts included for these aggregate discretely presented component units, is based solely upon the reports of the other auditors. 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. The financial statements of the York County Solid Waste and Refuse Authority, the York County Industrial Development Authority, and the York County Library System were not audited in accordance with *Government Auditing Standards*.

#### Internal Control Over Financial Reporting

In planning and performing our audit, we considered COUNTY OF YORK, PENNSYLVANIA'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 COUNTY OF YORK, PENNSYLVANIA's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the COUNTY OF YORK, PENNSYLVANIA's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses.

<u>Harrisburg</u>	<u>Lehigh Valley</u>	<u>Philadelphia</u>	<u>Pittsburgh</u>
830 Sir Thomas Court, Suite 100 Harrisburg, PA 17109 717.561.9200 Fax 717.561.9202	1101 West Hamilton Street Allentown, PA 18101-1043 610.871.5077 Fax 717.561.9202	2370 York Road, Suite A-5 Jamison, PA 18929 215.918.2277 Fax 215.918.2302	3800 McKnight E. Drive, Suite 3805 Pittsburgh, PA 15237 412.367.7102 Fax 412.367.7103

# Zelenkofske Axelrod LLC

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County Commissioners  
County of York

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 combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as Findings 09-1 and 09-6 to be material weaknesses.

## Compliance and Other Matters

As part of obtaining reasonable assurance about whether the COUNTY OF YORK, PENNSYLVANIA'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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and questioned costs as findings 09-2 and 09-3.

We noted certain matters that we reported to management of COUNTY OF YORK, PENNSYLVANIA, in a separate letter dated June 24, 2010.

The COUNTY OF YORK, PENNSYLVANIA's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the COUNTY OF YORK, PENNSYLVANIA's responses and, accordingly, we express no opinion on the responses.

This report is intended solely for the information and use of management, County Commissioners, others within the entity, federal awarding agencies and pass-through entities, and the Pennsylvania Department of Public Welfare and is not intended to be and should not be used by anyone other than these specified parties.

*Zelenkofske Axelrod LLC*

ZELENKOFKSKE AXELROD LLC

Harrisburg, Pennsylvania  
June 24, 2010

# Zelenkofske Axelrod LLC

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE  
WITH REQUIREMENTS APPLICABLE TO EACH MAJOR  
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE  
IN ACCORDANCE WITH OMB CIRCULAR A-133 AND THE PENNSYLVANIA  
DEPARTMENT OF PUBLIC WELFARE SINGLE AUDIT SUPPLEMENT

County Commissioners  
County of York  
York, Pennsylvania

### Compliance

We have audited the compliance of COUNTY OF YORK, PENNSYLVANIA with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* and the Pennsylvania Department of Public Welfare (DPW) *Single Audit Supplement* that are applicable to each of its major federal and DPW programs for the year ended December 31, 2009. COUNTY OF YORK, PENNSYLVANIA's major federal and Pennsylvania Department of Public Welfare programs are identified in the summary of auditors' 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 and Pennsylvania Department of Public Welfare programs is the responsibility of COUNTY OF YORK, PENNSYLVANIA's management. Our responsibility is to express an opinion on COUNTY OF YORK, PENNSYLVANIA's compliance based on our audit.

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 "Pennsylvania Department of Public Welfare *Single Audit Supplement*." Those standards, OMB Circular A-133, and the Pennsylvania Department of Public Welfare *Single Audit Supplement* 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 Pennsylvania Department of Public Welfare program occurred. An audit includes examining, on a test basis, evidence about COUNTY OF YORK, PENNSYLVANIA'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 of COUNTY OF YORK, PENNSYLVANIA's compliance with those requirements.

As described in Findings 09-4, 09-5, 09-6, and 09-7 in the accompanying Schedule of Findings and Questioned Costs, the COUNTY OF YORK, PENNSYLVANIA did not comply with the requirements regarding Special Tests and Provisions R3 Subrecipient Monitoring, Reporting, and Special Tests and Provisions R1 Separate Accountability for ARRA Funding that are applicable to its major Federal and Pennsylvania Department of Public Welfare programs listed in the respective finding. Compliance with such requirements is necessary, in our opinion, for COUNTY OF YORK, PENNSYLVANIA to comply with the requirements applicable to that program.

<u>Harrisburg</u>	<u>Lehigh Valley</u>	<u>Philadelphia</u>	<u>Pittsburgh</u>
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# Zelenkofske Axelrod LLC

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County Commissioners  
County of York

In our opinion, except for the noncompliance described in the preceding paragraph, the COUNTY OF YORK, PENNSYLVANIA, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal and Pennsylvania Department of Public Welfare programs for the year ended December 31, 2009.

## Internal Control Over Compliance

The management of COUNTY OF YORK, PENNSYLVANIA, is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal and Pennsylvania Department of Public Welfare programs. In planning and performing our audit, we considered COUNTY OF YORK, PENNSYLVANIA's internal control over compliance with the requirements that could have a direct and material effect on a major federal or Pennsylvania Department of Public Welfare program in order to determine our 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 COUNTY OF YORK, PENNSYLVANIA's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be material weaknesses.

A deficiency in internal control over compliance 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 noncompliance with a type of compliance requirement of a federal or Pennsylvania Department of Public Welfare 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 is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or Pennsylvania Department of Public Welfare program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as Findings 09-4, 09-5, 09-6, and 09-7 to be material weaknesses.

The COUNTY OF YORK, PENNSYLVANIA's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the COUNTY OF YORK, PENNSYLVANIA's responses and, accordingly, we express no opinion on the responses.

# Zelenkofske Axelrod LLC

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County Commissioners  
County of York

This report is intended solely for the information and use of management, County Commissioners, others within the entity, federal awarding agencies and pass-through entities and the Pennsylvania Department of Public Welfare, and is not intended to be and should not be used by anyone other than these specified parties.

*Zelenkofske Axelrod LLC*

ZELENKOFKSKE AXELROD LLC

Harrisburg, Pennsylvania  
June 24, 2010

# Zelenkofske Axelrod LLC

INDEPENDENT AUDITORS' REPORT ON APPLYING AGREED-UPON PROCEDURES  
TO THE FINANCIAL SCHEDULES AND EXHIBITS REQUIRED BY THE  
PENNSYLVANIA DEPARTMENT OF PUBLIC WELFARE

County Commissioners  
County of York  
York, Pennsylvania

We have performed the procedures enumerated below, which were agreed to by the Commonwealth of Pennsylvania, Department of Public Welfare (DPW) and the COUNTY OF YORK, PENNSYLVANIA, solely to assist you with respect to the financial schedules and exhibits required by the DPW Single Audit Supplement for the fiscal year ended June 30, 2009 and calendar year ended December 31, 2009. This engagement to apply agreed-upon procedures was conducted in accordance with standards established by the American Institute of Certified Public Accountants. The sufficiency of the procedures is solely the responsibility of DPW. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested, or for any other purpose.

The procedures and associated findings are as follows:

- a) We have verified by comparison of the amounts and classifications that the supplemental financial schedules listed below, which summarize amounts reported to DPW for fiscal year ended June 30, 2009, and calendar year ended December 31, 2009, for Exhibit A-1 and A-1(b), have been accurately compiled and reflect the audited books and records of the COUNTY OF YORK, PENNSYLVANIA. We have also verified by comparison to the example schedules that these schedules are presented, at a minimum, at the level of detail and in the format required by the DPW Single Audit Supplement pertaining to this period.

<u>Program Name</u>	<u>Exhibit Number</u>	<u>Referenced Schedule/Exhibit</u>
Title IV-D Child Support Enforcement	A-1	Summary of Expenditures
Title IV-D Child Support Enforcement	A-1(b)	PASCES OCSE 157 Data Reliability Validation
Medical Assistance Transportation	III	Schedule of Revenues and Expenditures

**Harrisburg**

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**Pittsburgh**

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# Zelenkofske Axelrod LLC

County Commissioners  
County of York

<u>Program Name</u>	<u>Exhibit Number</u>	<u>Referenced Schedule/Exhibit</u>
Mental Health/Mental Retardation (MH/MR)	IV(a)MH	Schedule of Revenues, Expenditures, and Carryover Funds – MH
	IV(b)MH	Report of Income and Expenditures - MH
	IV(c)MR	Schedule of Revenues, Expenditures, and Carryover Funds – MR
	IV(d)MR	Report of Income and Expenditures - MR
Early Intervention Services	V(a)EI	Schedule of Revenues, Expenditures, and Carryover Funds – EI
	V(b)EI	Report of Income and Expenditures - EI
Mental Retardation Targeted Services Management	V(e)	Cost Settlement Report
Combined Homeless Assistance Program	XIX	Schedule of Revenues and Expenditures

- b) We have inquired of management regarding adjustments to reported revenues or expenditures which were not reflected on the reports submitted to DPW for the period in question.
- c) The process detailed in paragraphs (a) and (b) above disclosed no adjustments and/or findings.

We were not engaged to, and did not perform an audit, the objective of which would be the expression of an opinion on the specified elements, accounts, or items. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the use of the Department of Public Welfare should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. However, this report is a matter of public record and its distribution is not limited.

*Zelenkofske Axelrod LLC*

ZELENKOFKSKE AXELROD LLC

Harrisburg, Pennsylvania  
June 24, 2010

COUNTY OF YORK, PENNSYLVANIA  
SUMMARY OF EXPENDITURES - TITLE IV-D CHILD SUPPORT ENFORCEMENT PROGRAM  
FOR THE YEAR ENDED DECEMBER 31, 2009

	Single Audit Expenditures					Reported Expenditures					Single Audit Over(Under) Reported				
	(A) Total	(B) Unallowable	(C) Net (A-B)	(D) FFP	(E) Amount Paid (C x D)	(A) Total	(B) Unallowable	(C) Net (A-B)	(D) FFP	(E) Amount Paid (C x D)	(A) Total	(B) Unallowable	(C) Net (A-B)	(D) FFP	(E) Amount Paid (C x D)
<b>Calendar Quarter Ended 3/31/09</b>															
Salary/Overhead (Exclude Blood Tests)	\$ 1,106,249	\$ 31,398	\$ 1,074,851	66%	\$ 709,402	\$ 1,106,249	\$ 31,398	\$ 1,074,851	66%	\$ 709,402	\$ -	\$ -	\$ -	66%	\$ -
Fees/Costs	6	-	6	66%	4	6	-	6	66%	4	-	-	-	66%	-
Interest/Program Income	49,803	1,414	48,389	66%	31,937	49,803	1,414	48,389	66%	31,937	-	-	-	66%	-
Blood Testing Fees	4,079	-	4,079	66%	2,692	4,079	-	4,079	66%	2,692	-	-	-	66%	-
Subtotal (1-2-3-4)	1,052,361	29,984	1,022,377	-	674,769	1,052,361	29,984	1,022,377	-	674,769	-	-	-	-	-
Blood Testing	10,830	-	10,830	66%	7,148	10,830	-	10,830	66%	7,148	-	-	-	66%	-
ADP	-	-	-	66%	-	-	-	-	66%	-	-	-	-	66%	-
Net Total (5+6+7)	<u>\$ 1,063,191</u>	<u>\$ 29,984</u>	<u>\$ 1,033,207</u>	-	<u>\$ 681,917</u>	<u>\$ 1,063,191</u>	<u>\$ 29,984</u>	<u>\$ 1,033,207</u>	-	<u>\$ 681,917</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
<b>Calendar Quarter Ended 6/30/09</b>															
Salary/Overhead (Exclude Blood Tests)	\$ 1,118,181	\$ 32,524	\$ 1,085,657	66%	\$ 716,534	\$ 1,118,181	\$ 32,524	\$ 1,085,657	66%	\$ 716,534	\$ -	\$ -	\$ -	66%	\$ -
Fees/Costs	8	-	8	66%	5	8	-	8	66%	5	-	-	-	66%	-
Interest/Program Income	62,535	1,824	60,711	66%	40,069	62,535	1,824	60,711	66%	40,069	-	-	-	66%	-
Blood Testing Fees	4,790	-	4,790	66%	3,161	4,790	-	4,790	66%	3,161	-	-	-	66%	-
Subtotal (1-2-3-4)	1,050,848	30,700	1,020,148	-	673,299	1,050,848	30,700	1,020,148	-	673,299	-	-	-	-	-
Blood Testing	7,830	-	7,830	66%	5,168	7,830	-	7,830	66%	5,168	-	-	-	66%	-
ADP	-	-	-	66%	-	-	-	-	66%	-	-	-	-	66%	-
Net Total (5+6+7)	<u>\$ 1,058,678</u>	<u>\$ 30,700</u>	<u>\$ 1,027,978</u>	-	<u>\$ 678,467</u>	<u>\$ 1,058,678</u>	<u>\$ 30,700</u>	<u>\$ 1,027,978</u>	-	<u>\$ 678,467</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
<b>Calendar Quarter Ended 9/30/09</b>															
Salary/Overhead (Exclude Blood Tests)	\$ 1,198,328	\$ 35,420	\$ 1,162,908	66%	\$ 767,519	\$ 1,198,328	\$ 35,420	\$ 1,162,908	66%	\$ 767,519	\$ -	\$ -	\$ -	66%	\$ -
Fees/Costs	8	-	8	66%	5	8	-	8	66%	5	-	-	-	66%	-
Interest/Program Income	59,154	1,749	57,405	66%	37,887	59,154	1,749	57,405	66%	37,887	-	-	-	66%	-
Blood Testing Fees	3,573	-	3,573	66%	2,358	3,573	-	3,573	66%	2,358	-	-	-	66%	-
Subtotal (1-2-3-4)	1,135,593	33,671	1,101,922	-	727,269	1,135,593	33,671	1,101,922	-	727,269	-	-	-	-	-
Blood Testing	8,700	-	8,700	66%	5,742	8,700	-	8,700	66%	5,742	-	-	-	66%	-
ADP	-	-	-	66%	-	-	-	-	66%	-	-	-	-	66%	-
Net Total (5+6+7)	<u>\$ 1,144,293</u>	<u>\$ 33,671</u>	<u>\$ 1,110,622</u>	-	<u>\$ 733,011</u>	<u>\$ 1,144,293</u>	<u>\$ 33,671</u>	<u>\$ 1,110,622</u>	-	<u>\$ 733,011</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
<b>Calendar Quarter Ended 12/31/09</b>															
Salary/Overhead (Exclude Blood Tests)	\$ 1,156,653	\$ 34,901	\$ 1,121,752	66%	740,356	\$ 1,156,653	\$ 34,901	\$ 1,121,752	66%	\$ 740,356	\$ -	\$ -	\$ -	66%	\$ -
Fees/Costs	6	-	6	66%	4	6	-	6	66%	4	-	-	-	66%	-
Interest/Program Income	50,743	1,530	49,213	66%	32,481	50,743	1,530	49,213	66%	32,481	-	-	-	66%	-
Blood Testing Fees	2,670	-	2,670	66%	1,762	2,670	-	2,670	66%	1,762	-	-	-	66%	-
Subtotal (1-2-3-4)	1,103,234	33,371	1,069,863	-	706,109	1,103,234	33,371	1,069,863	-	706,109	-	-	-	-	-
Blood Testing	4,596	-	4,596	66%	3,033	4,596	-	4,596	66%	3,033	-	-	-	66%	-
ADP	-	-	-	66%	-	-	-	-	66%	-	-	-	-	66%	-
Net Total (5+6+7)	<u>\$ 1,107,830</u>	<u>\$ 33,371</u>	<u>\$ 1,074,459</u>	-	<u>\$ 709,142</u>	<u>\$ 1,107,830</u>	<u>\$ 33,371</u>	<u>\$ 1,074,459</u>	-	<u>\$ 709,142</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>

COUNTY OF YORK, PENNSYLVANIA  
 CHILD SUPPORT ENFORCEMENT  
 PACSES OCSE 157 DATA RELIABILITY VALIDATION  
 FOR THE YEAR ENDED DECEMBER 31, 2009

County York County

Year Ended 2009

OCSE 157 Report Line Number	Number of Cases Reviewed	Case Problems Found
Line #1 IV-D cases open at the end of the fiscal year.	40	None
Line #2 IV-D cases open at the end of the fiscal year with support orders established.	35	None
Line #5 Children in IV-D cases open at the end of the fiscal year that were born out of wedlock.	26	None
Line #6 Children in IV-D cases open at the end of the fiscal year who were born out of wedlock with paternity resolved	26	None
Line #21 Cases opened at end of year in which medical support is ordered.	31	None
Line #23 Cases opened at end of year in which health insurance is provided as ordered.	24	None
Line #24 Total amount of current support due for the fiscal year for IV-D cases, excluding emancipated children.	35	None
Line #25 Total amount of support disbursed as current support during the fiscal year for IV-D cases, excluding emancipated children.	35	None
Line #28 Cases with arrears due during the fiscal year (01/01/09-12/31/09)	30	None
Line #29 Cases with Disbursements on arrears during the fiscal year (01/01/09-12/31/09)	21	None

COUNTY OF YORK, PENNSYLVANIA  
 SCHEDULE OF REVENUES AND EXPENDITURES  
 MEDICAL ASSISTANCE TRANSPORTATION PROGRAM  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	<u>Reported</u>	<u>Actual</u>
<u>Service Data:</u>		
Expenditures		
Group I Clients	\$ 1,797,084	\$ 1,797,084
Group II Clients	98,207	98,207
Total Expenditures	\$ 1,895,291	\$ 1,895,291
 <u>Allocation Data:</u>		
Revenues		
Department of Public Welfare	\$ 1,890,179	\$ 1,890,179
Interest Income	5,112	5,112
Total Revenues	1,895,291	1,895,291
Funds Expended		
Operating Costs	1,726,720	1,726,720
Administrative Costs	168,571	168,571
Total Funds Expended	1,895,291	1,895,291
Excess of Revenues Over Expenditures	\$ -	\$ -

COUNTY OF YORK, PENNSYLVANIA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CARRYOVER FUNDS - MENTAL HEALTH SERVICES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

Sources of DPW Funds	DPW Funds Available			Cost Eligible for DPW Participation (4)	Balance of Funds (5)	Grant Fund Adjustments (6A)	CSR State Grant Fund Adjustments (6B)	CSR-Promise Adjustments (6C)	Total Fund Balance (7)
	Carryover Funds (1)	Allotment (2)	Total Allocation (3)						
A. MH Services	\$ 23,048	\$ 15,332,011	\$ 15,355,059	\$ 15,350,074	\$ 4,985	\$ 1,194	\$ -	\$ -	\$ 6,179
B. OTHER STATE FUNDS									
2. BH Services Initiative	-	256,633	256,633	256,633	-	-	-	-	-
3. BH Services Initiative IGT	-	47,759	47,759	47,759	-	-	-	-	-
4. New Directions	-	80,620	80,620	65,831	14,789	-	-	-	14,789
6. County Assistance Offices	-	70,875	70,875	70,875	-	-	-	-	-
7. Total Other State	-	455,887	455,887	441,098	14,789	-	-	-	14,789
C. SSBG	-	68,432	68,432	68,432	-	-	-	-	-
D. CMHSBG	-	299,582	299,582	299,582	-	-	-	-	-
E. OTHER FEDERAL FUNDS									
1. Max. Part. Project	-	55,626	55,626	55,626	-	-	-	-	-
2. PATH Homeless	-	70,835	70,835	70,835	-	-	-	-	-
3. Capitalization of POMS	-	15,000	15,000	15,000	-	-	-	-	-
6. Terrorism Related Disaster Relief	15,837	-	15,837	-	15,837	-	-	-	15,837
7. Bioterrorism Hosp. Prep.	9,054	-	9,054	9,054	-	-	-	-	-
10. Youth Suicide Prevention	-	385,071	385,071	224,376	160,695	-	-	-	160,695
11. Total Other Federal	24,891	526,532	551,423	374,891	176,532	-	-	-	176,532
F. TOTAL	\$ 47,939	\$ 16,682,444	\$ 16,730,383	\$ 16,534,077	\$ 196,306	\$ 1,194	\$ -	\$ -	\$ 197,500

EXHIBIT IV(b)MH

COUNTY OF YORK, PENNSYLVANIA  
 REPORT OF INCOME AND EXPENDITURES - MENTAL HEALTH PROGRAM  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2009

I.	TOTAL ALLOCATION	<u>\$ 16,730,383</u>
II.	TOTAL EXPENDITURES	<u>\$ 20,070,847</u>
III.	COSTS OVER ALLOCATION	
	A. County Funded - Eligible	\$ -
	B. County Funded - Ineligible	-
	C. Other Eligible	-
	D. Other Ineligible	-
	E. Total Costs Over Allocation	<u>-</u>
IV.	REVENUES	
	A. Program Service Fees	16,514
	B. Private Insurance Fees	2,978
	C. Medical Assistance	2,411,962
	D. Medical Assistance - Administration Claims	8,589
	E. Room and Board	87,359
	F. Earned Interest	108,043
	G. Other	476,083
	H. Total Revenue	<u>3,111,528</u>
V.	DPW REIMBURSEMENT	
	A. Base Allocation 90%	3,827,174
	B. Base Allocation 100%	313,497
	C. DPW Categorical Funding 90%	-
	D. DPW Categorical Funding 100%	12,025,392
	E. SSBG	
	90% Adult	-
	90% Child	-
	100% Adult	68,432
	100% Child	-
	F. CMHSBG	
	90%	-
	100%	299,582
VI.	10% COUNTY MATCH	<u>425,242</u>
VII.	TOTAL DPW REIMBURSEMENT AND COUNTY MATCH	<u>16,959,319</u>
VIII.	TOTAL CARRYOVER	<u>\$ 196,306</u>

COUNTY OF YORK, PENNSYLVANIA  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CARRYOVER FUNDS - MENTAL RETARDATION SERVICES  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2009

Sources of DPW Funds	DPW Funds Available			Cost Eligible for DPW Participation (4)	Balance of Funds (5)	Grant Fund Adjustments (6A)	CSR State Grant Fund Adjustments (6B)	CSR-Promise Adjustments (6C)	Total Fund Balance (7)
	Carryover (1)	Allotment (2)	Total Allocation (3)						
A. MR Services									
1. Community (NR/Res)	\$ 410,066	\$ 4,819,525	\$ 5,229,591	\$ 5,075,007	\$ 154,584	\$ -	\$ -	\$ -	\$ 154,584
2. SSBG	-	104,256	104,256	104,256	-	-	-	-	-
4. Subtotal MR Services	410,066	4,923,781	5,333,847	5,179,263	154,584	-	-	-	154,584
B. Waiver									
1. Consolidated Waiver Services	1,788,249	36,176,363	37,964,612	36,050,534	1,914,078	13,962	-	-	1,928,040
2. Waiver Administration	-	371,510	371,510	371,510	-	-	-	-	-
3. P/FDS Waiver Services	770,749	2,507,468	3,278,217	1,889,538	1,388,679	18,639	-	-	1,407,318
5. Subtotal Waiver	2,558,998	39,055,341	41,614,339	38,311,582	3,302,757	32,601	-	-	3,335,358
C. Other									
1. Elwyn	-	-	-	-	-	-	-	-	-
2. Pennhurst Dispersal	-	44,547	44,547	44,547	-	-	-	-	-
3. Pennhurst Waiver Services	-	-	-	-	-	-	-	-	-
Subtotal Other	-	44,547	44,547	44,547	-	-	-	-	-
E. Total	\$ 2,969,064	\$ 44,023,669	\$ 46,992,733	\$ 43,535,392	\$ 3,457,341	\$ 32,601	\$ -	\$ -	\$ 3,489,942

COUNTY OF YORK, PENNSYLVANIA  
 REPORT OF INCOME AND EXPENDITURES - MENTAL RETARDATION PROGRAM  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2009

I.	TOTAL ALLOCATION	<u>\$ 46,992,733</u>
II.	TOTAL EXPENDITURES	<u>\$ 47,277,812</u>
III.	COSTS OVER ALLOCATION	
	A. County Funded Eligible	\$ -
	B. County Funded Ineligible	-
	C. Other Eligible	-
	D. Other Ineligible	-
	E. Total Costs Over Allocation	<u>-</u>
IV.	REVENUES	
	A. Program Service Fees	-
	B. Private Insurance Fees	-
	C. Medical Assistance	1,445,726
	D. Medical Assistance - Administration	-
	E. Room and Board	1,848,229
	F. Earned Interest	94,537
	G. Other	84,281
	H. Total Revenue	<u>3,472,773</u>
V.	DPW Reimbursement	
	A. Base Allocation 90%	1,833,075
	B. Base Allocation 100%	2,475,046
	C. DPW Cat. Funding 90%	567,323
	D. DPW Cat. Funding 100%	38,555,692
	E. SSBG	
	90% Adult	26,402
	90% Child	-
	100% Adult	77,854
	100% Child	-
VI.	10 % COUNTY MATCH	<u>269,647</u>
VII.	TOTAL DPW REIMBURSEMENT AND COUNTY MATCH	<u>43,805,039</u>
VIII.	TOTAL CARRYOVER	<u>\$ 3,457,341</u>

COUNTY OF YORK, PENNSYLVANIA  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CARRYOVER FUNDS - EARLY INTERVENTION SERVICES  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2009

Sources of DPW Funds	DPW Funds Available			Cost Eligible for DPW Participation (4)	Balance of Funds (5)	Grant Fund Adjustments (6)	Total Fund Balance (7)
	Carryover (1)	Allotment (2)	Total Allocation (3)				
A. Early Intervention							
1. State Early Intervention	\$ 571,354	\$ 2,665,098	\$ 3,236,452	\$ 3,078,933	\$ 157,519	\$ -	\$ 157,519
2. State Early Intervention- Training	-	9,685	9,685	9,685	-	-	-
3. EI Administration	-	130,532	130,532	130,532	-	-	-
4. Infants & Toddlers w/Disabilities Part C	-	655,862	655,862	655,862	-	-	-
5. ITF Waiver Services	147,110	949,240	1,096,350	617,653	478,697	-	478,697
6. ITF Waiver Administration	-	37,904	37,904	37,904	-	-	-
7. Reserved	-	-	-	-	-	-	-
8. Total Early Intervention	<u>\$ 718,464</u>	<u>\$ 4,448,321</u>	<u>\$ 5,166,785</u>	<u>\$ 4,530,569</u>	<u>\$ 636,216</u>	<u>\$ -</u>	<u>\$ 636,216</u>

COUNTY OF YORK, PENNSYLVANIA  
 REPORT OF INCOME AND EXPENDITURES - EARLY INTERVENTION PROGRAM  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2009

I.	TOTAL ALLOCATION	<u>\$ 5,166,785</u>
II.	TOTAL EXPENDITURES	<u>\$ 6,547,381</u>
III.	COSTS OVER ALLOCATION	
	A. County Funded Eligible	\$ -
	B. County Funded Ineligible	-
	C. Other Eligible	-
	D. Other Ineligible	-
	E. Total Costs Over Allocation	<u>-</u>
IV.	REVENUES	
	A. Program Service Fees	-
	B. Private Insurance Fees	-
	C. Medical Assistance - MA EI	1,572,750
	D. Medical Assistance - Admin.	-
	E. Earned Interest	13,505
	F. Other	-
	G. Total Revenue	<u>1,586,255</u>
V.	DPW Reimbursement	
	A. Base Allocation 90%	-
	B. Base Allocation 100%	-
	C. DPW Cat. Funding 90%	3,875,012
	D. DPW Cat. Funding 100%	655,557
	E. SSBG 90% Child	-
VI.	10 % COUNTY MATCH	<u>430,557</u>
VII.	TOTAL DPW REIMBURSEMENT AND COUNTY MATCH	<u>4,961,126</u>
VIII.	TOTAL CARRYOVER	<u>\$ 636,216</u>

COUNTY OF YORK, PENNSYLVANIA  
COST SETTLEMENT REPORT (CSR)  
MENTAL RETARDATION - TARGETED SERVICES MANAGEMENT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

Targeted Service Management (TSM)/Service Coordination (SC)/CASE MANAGEMENT (CM)

**COST SETTLEMENT REPORT**

County/Joiner/Administrative Entity:		York/Adams MH-MR Program	MPI #:	100006769
Provider Name:		Same	Scvs Loc (SL):	0004
<b>TOTAL EXPENDITURES:</b>	\$	1,962,486	<b>Lower of Allocation of Reported Costs:</b>	
<b>TOTAL ALLOCATION:</b>		1,961,788	\$	1,961,788.00
Waiver (Consolidated & P/FDS) (W7210)		962,190		
TSM (T1017)		490,890		
Base (Case Management)		508,708		
<b>1. Service Delivery Analysis</b>				
		<b>Actual paid units</b>	<b>Budgeted units</b>	<b>Approved Rate</b>
<b>MA Eligible Units</b>				<b>Revised Approved Rate</b>
a. SC/Consolidated and PFDS (W7210)		39,702	40,008	\$0.00
b. TSM/TSM (T1017)		21,618	20,411	\$0.00
Sub Total		61,320	60,419	
<b>Non-MA Units</b>				
c. Base/Case Management		20,280	21,152	\$0.00
<b>Combined Units</b>		<b>81,600</b>	<b>81,571</b>	
<b>2. Expenditures</b>				
		<b>Expenditures</b>	<b>Allocation</b>	<b>Lower Alloc/Expend</b>
Total Program Expenditures		\$1,962,485	\$1,961,788	\$1,961,788
Waiver- Cons & P/FDS (W7210)		954,836	962,190	954,836
TSM (T1017)		519,914	490,890	490,890
Base (CM)		487,735	508,708	487,735
<b>3. Revenues</b>				
		<b>Revenues</b>	<b>Lower Alloc/Expend</b>	<b>Underpayment/(Overpayment)</b>
a. PROMISE Revenue				
Waiver- Cons & P/FDS (W7210)		\$954,839.00	\$954,836.00	(\$3)
TSM (T1017)		\$519,913.00	\$490,890.00	(\$29,023)
b. Revenues supporting Non-MA units				
Base/Case Management		\$487,734	\$487,735	\$1
<b>Total Program Revenues</b>		<b>\$1,962,486</b>		
<b>4. Lower of Allocation or Expenditures minus Revenues</b>				
		<b>MA Funding</b>	<b>NonMA Funding</b>	
		(\$29,026)	\$1	
<b>5. Reconciliation Recap</b>				
		<b>Amount</b>		
<b>Overpayment</b>				
a. PROMISE Repayment Repayment		(\$29,026)		
<b>Underpayment</b>				
b. PROMISE Gross Adjustment request to initiate payment		\$0		
c. No PROMISE Gross Adjustment requested		\$0		
<b>Base Case Management Adjustment</b>		\$1		
<b>CSR Summary</b>				
A. Total Program Expenditures			\$1,962,486	
B. Reported PROMISE Revenue			\$1,474,752	
C. PROMISE Gross Adjustment requested			(29,026)	
D. Total adjusted MA revenue			\$1,445,726	

## EXHIBIT XIX

COUNTY OF YORK, PENNSYLVANIA  
 SCHEDULE OF REVENUES AND EXPENDITURES  
 COMBINED HOMELESS ASSISTANCE PROGRAM  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2009

Sources of Funding

DPW Allocation (Must Equal Total County HAP Allocation)	A	\$ 1,215,493
Client Contributions	B	32,685
Other	C	-
Interest Earned	D	<u>5,953</u>
		Total HAP Funding (A + B + C + D = E)
	E	<u>\$ 1,254,131</u>

Expenses

	<u>Bridge Housing</u>	<u>Case Management</u>	<u>Rental Assistance</u>	<u>Emergency Shelter</u>	<u>Total Available Funds</u>
On Behalf of Clients	\$ 59,381	\$ -	\$ 488,600	\$ 49,707	F \$ 597,688
Personnel	212,341	126,785	84,451	-	G 423,577
Operating	46,265	26,705	24,671	-	H 97,641
Fixed Assets/Equipment	<u>27,103</u>	<u>-</u>	<u>6,250</u>	<u>-</u>	I <u>33,353</u>
Subtotal	<u>\$ 345,090</u>	<u>\$ 153,490</u>	<u>\$ 603,972</u>	<u>\$ 49,707</u>	J 1,152,259
					County Administration (Max 10% Total HAP Funding)
					K <u>101,872</u>
					Total HAP Expenses (J + K = L)
					L <u>1,254,131</u>
					Total Unexpended Funds (E - L)
					<u>\$ -</u>

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

COUNTY OF YORK, PENNSYLVANIA  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 FOR THE YEAR ENDED DECEMBER 31, 2009

Section I - Summary of Auditors' Results

*Financial Statements*

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

Material weakness(es) identified?  yes  no

Significant deficiency(ies) identified that are not considered to be material weaknesses?  
 yes  none reported

Noncompliance material to financial statements noted?  yes  no

*Federal Awards*

Internal control over major programs:

Material weakness(es) identified?  yes  no

Significant deficiency(ies) identified that are not considered to be material weaknesses?  
 yes  none reported

Type of auditors' report issued on compliance for major programs: Qualified

Any audit findings disclosed that are required to be reported in accordance with Section .510(a) of Circular A-133  yes  no

Identification of major programs

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
14.239	HOME Investment Partnership Program
81.042	Weatherization Assistance for Low-Income Persons
93.563	Child Support Enforcement
93.558	Temporary Assistance For Needy Families
93.658	Foster Care Title IV-E
93.659	Adoption Assistance
93.778	Medical Assistance Program

Name of DPW Programs

Medical Assistance Transportation Program  
 Child Support Enforcement  
 Children & Youth Program  
 Mental Health/Mental Retardation Program

Dollar threshold used to distinguish between Type A and Type B programs: \$1,203,124

Auditee qualified as low-risk auditee?  yes  no

COUNTY OF YORK, PENNSYLVANIA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
FOR THE YEAR ENDED DECEMBER 31, 2009

Section II - Financial Statement Findings

Finding 09-1

Accounting Records

Criteria: The accounts of the County should include all significant transactions in the period of benefit.

Condition: During the audit, certain audit adjustments were required to record additional payables/expenditures and receivables/revenues after the County's year-end close of the accounting records.

Cause: Transactions were not recorded in the period of benefit.

Effect: The financial records did not reflect the correct financial activity of a period which would result in a material misstatement of the financial statements.

Questioned Costs: None noted.

Recommendation: The County should ensure that internal control procedures over financial reporting are sufficient to identify and record all material adjustments.

Management's Response: The County is in the process of reviewing the internal control procedures over financial reporting in the areas where adjustments were noted and will revise them as necessary to ensure that the internal control procedures over financial reporting are sufficient to identify and record all material adjustments.

COUNTY OF YORK, PENNSYLVANIA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
FOR THE YEAR ENDED DECEMBER 31, 2009

Section II - Financial Statement Findings (Continued)

<u>Finding 09-2</u>	<u>Payment of Annual Required Contribution to Pension Plan</u>
Criteria:	Under PA County Pension Law Act of 1971, P.L. 398, No. 96 Section 11, the County is required appropriate funds to make a required annual contribution to the retirement plan.
Condition:	The December 31, 2008 actuarial valuation required the County to contribute \$9,332,399 during 2009 to the County's Retirement Plan. The County contributed only \$6,640,000 of the required contribution to the retirement plan during 2009.
Cause:	The County elected not to contribute \$2,692,399 of their 2009 annual required contribution to the retirement plan.
Effect:	The County is not in compliance with the PA County Pension Law Act of 1971, P.L. 398, No. 96 Section 11.
Questioned Costs:	None.
Recommendation:	The County should make their annual required contribution to the pension plan.
Management's Response:	The decision to pay short on the ARC in 2009 was made in order to balance the County's 2009 budget and avoid significant cuts in the County workforce. Payment of the full recommended ARC would have resulted in a tax increase which the Board of Commissioners was unwilling to approve during a time when unemployment in York County is on the rise, homes are being foreclosed in record numbers and the economy of the region remains in a severe recession.

COUNTY OF YORK, PENNSYLVANIA  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
 FOR THE YEAR ENDED DECEMBER 31, 2009

Section II - Financial Statement Findings (Continued)

<u>Finding 09-3</u>	<u>Pension Plan</u>
Criteria:	PA County Pension Law Act of 1971, P.L. 398, No. 96 states the County is required to enroll part time employees working over a 1,000 hours in their retirement plan.
Condition:	As a result of our testing, we noted that 1 of 10 part time employees who worked over a 1,000 hours was not enrolled as a member of the County's retirement plan.
Cause:	The County did not enroll the employee in the County's retirement plan.
Effect:	The County is not in compliance with the PA County Pension Law Act of 1971, P.L. 398, No. 96. In addition, the internal control over this requirement is not operating as designed.
Questioned Costs:	None.
Recommendation:	The County should implement procedures to ensure all part-time employees working over a 1,000 hours are enrolled as members of the County's retirement plan.
Management's Response:	It is the responsibility of the County department head to emphasize to each part-time employee hired that the individual must work less than 1,000 hours per year. Each department is to monitor the employee's hours worked every week and if they notice their hours have exceeded nineteen (19) hours per week, they are to decrease their weekly hours. If ever they are made aware that the individual will exceed their 1,000 hours, it is their responsibility to notify the County's Payroll department so that the individual may be enrolled in the County's retirement plan. This isolated incident has been addressed and the department has assured the County that procedures will be implemented to ensure all part-time employees are complying with the PA County Pension Law Act of 1971, P.L.
 <u>Finding 09-6</u>	 <u>Reporting</u> Pennsylvania Department of Public Welfare Medical Assistance Transportation Program See Section III-Federal and Pennsylvania Department of Public Welfare Awards' and Questioned Costs for more detail.

COUNTY OF YORK, PENNSYLVANIA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
FOR THE YEAR ENDED DECEMBER 31, 2009

Section III - Federal and Pennsylvania Department of Public Welfare Awards' Findings and Questioned Costs

<u>Finding 09-4</u>	<u>Special Tests and Provisions R3 Subrecipient Monitoring</u> CFDA # 93.658 ARRA
Criteria:	Pursuant to Office of Management and Budget Circular A-133, the County is required at the time of award to 1) separately identify to each subrecipient, and document at the time of the subaward and disbursement of funds, the Federal award number, CFDA number, and the amount of ARRA funds; and (2) require their subrecipients to provide similar identification in their SEFA and the data collection form.
Condition:	The Children and Youth Program did not inform its subrecipients of the amount of ARRA funding disbursed to them.
Cause:	The County has not implemented adequate subrecipient monitoring procedures to ensure subrecipient are notified of the amount of ARRA funding disbursed to them.
Effect:	The County is not in compliance with the requirements of Special Tests and Provisions R3 Subrecipient Monitoring. In addition, the internal control over this requirement is not designed effectively.
Questioned Costs:	The amount of questioned costs, if any, is undeterminable.
Recommendation:	The County should implement procedures to ensure the Program's subrecipients are notified of the amount of ARRA funds they received.
Management's Response:	The York County Children & Youth Program was not notified by the state in a timely manner that the funds they received were ARRA funds. Therefore, the program could not notify their subrecipients. Children & Youth will begin notifying sub-recipients of ARRA funding and create a procedure to monitor notifications.

COUNTY OF YORK, PENNSYLVANIA  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
 FOR THE YEAR ENDED DECEMBER 31, 2009

Section III - Federal and Pennsylvania Department of Public Welfare Awards' Findings and Questioned Costs (Continued)

<u>Finding 09-5</u>	<u>Special Tests and Provisions R3 Subrecipient Monitoring</u> CFDA # 93.778 ARRA
Criteria:	Pursuant to Office of Management and Budget Circular A-133, the County is required at the time of award to 1) separately identify to each subrecipient, and document at the time of the subaward and disbursement of funds, the Federal award number, CFDA number, and the amount of ARRA funds; and (2) require their subrecipients to provide similar identification in their SEFA and the data collection form.
Condition:	The Mental Health Mental Retardation Program did not inform its subrecipients of the amount of ARRA funding disbursed to them.
Cause:	The State did not inform the Program in a timely fashion that they had received ARRA funding that was in turn is passed through to the Program's subrecipients.
Effect:	The County is not in compliance with the requirements of Special Tests and Provisions R3 Subrecipient Monitoring. In addition, the internal control over this requirement is not designed effectively.
Questioned Costs:	The amount of questioned costs, if any, is undeterminable.
Recommendation:	The County should implement procedures to ensure the Program's subrecipients are notified of the amount of ARRA funds they received.
Management's Response:	The State did not inform the program in a timely fashion that we received ARRA funding. On April 13, 2010, ten months after SFY ended June 30, 2009, the State issued a letter informing Counties of the Department of Public Welfare's internal ARRA adjustments made to said allocations. Immediately upon receipt of this notice, the Mental Health Mental Retardation Program identified, revised and communicated the ARRA adjustment through disbursement of funds made to the applicable sub-recipient. The Mental Health Mental Retardation Program shall continue to ensure at the time of award that any/all amount of ARRA funding is identified to the sub-recipient. Likewise, a categorical revenue account is/shall be established for all ARRA awards.

COUNTY OF YORK, PENNSYLVANIA  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
 FOR THE YEAR ENDED DECEMBER 31, 2009

Section III - Federal and Pennsylvania Department of Public Welfare Awards' Findings and Questioned Costs (Continued)

<u>Finding 09-6</u>	<u>Reporting</u> Pennsylvania Department of Public Welfare Medical Assistance Transportation Program
Criteria:	The Pennsylvania Department of Public Welfare ("DPW") requires that the Medical Assistance Transportation Program ("Program") prepare quarterly reports that contain accurate trip data.
Condition:	As a result of our testing, we noted that the trip data on the final fiscal year 2008-2009 quarterly expenditure report filed with DPW did not agree to the trip data detailed on the quarterly reports from the subrecipient.
Cause:	The trip data on the final expenditure report was not reconciled to the quarterly reports from the subrecipient.
Effect:	The Program is not in compliance with the DPW reporting requirements as the number of trips reported on the final expenditure report was understated by 666 trips. In addition, the internal control over this requirement is not operating as designed.
Questioned Costs:	The amount of questioned costs, if any, is undeterminable.
Recommendation:	The Program should establish procedures to reconcile the trip data on the quarterly expenditure reports to the trip data on the quarterly reports from the subrecipient.
Management's Response:	The York County Human Services Department will ensure that all trip data is reconciled each quarter to the trip data on the monthly invoices from the subrecipient. The trip data error was the result of incorrect data entry into an excel spreadsheet for the month of June. The error in trip reporting has no cost associated with it. Mileage reimbursement is based on the number of miles reported, not the number of trips. Paratransit reimbursement is based on the zone traveled to, not the number of trips. All costs were accurately reported.

COUNTY OF YORK, PENNSYLVANIA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
FOR THE YEAR ENDED DECEMBER 31, 2009

Section III - Federal and Pennsylvania Department of Public Welfare Awards' Findings and Questioned Costs (Continued)

<u>Finding 09-7</u>	<u>Special Tests and Provisions R1 Separate Accountability for ARRA Funding</u> CFDA #93.778 ARRA CFDA #93.658 ARRA
Criteria:	Pursuant to Office of Management and Budget Circular A-133 in 2 CFR section 176.210, the County must agree to maintain records that adequately identified the source and application of ARRA awards.
Condition:	During our audit testing, we noted the ARRA revenues and expenditures were not separately identified on the County's general ledger.
Cause:	The State did not inform the HM/MR program that they had received ARRA funding and that the revenues and expenditures had to be separately identified in the General Ledger. The Children and Youth program was not aware that ARRA revenues and expenditures had to be separately identified and tracked in the General Ledger.
Effect:	The County is not in compliance with the requirements of Special Tests and Provisions R1 Separate Accountability for ARRA Funding. In addition, the internal control over this requirement is not designed effectively.
Questioned Costs:	The amount of questioned costs, if any, is undeterminable.
Recommendation:	The County should implement procedures to separately identify and track ARRA revenues and expenditures separately on the County's general ledger.
Management's Response:	The York County Children & Youth and MH/MR Programs were not aware that ARRA revenues and expenditures had to be separately identified. Children & Youth will begin identifying ARRA revenues and expenditures separately by writing it into their fiscal program. Additionally, internal controls will be established to ensure that ARRA revenues and expenditures are separately identified and reported. For the MH/MR Program, a categorical revenue account is/shall be established for all ARRA awards.

YORK COUNTY, PENNSYLVANIA  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
DECEMBER 31, 2009

The summary which follows indicates the current year status of findings identified in the prior year Single Audit Report.

<u>County Program</u>	<u>Prior Year Finding</u>	<u>Brief Description of Finding</u>	<u>Current Year Status</u>
Various	08-1	Accounting Records	See Current Year Finding 09-1
Various	08-2	Procurement	Resolved
HOME Investment Partnership Program	08-3	Procurement, Suspension, Debarment	Resolved
Pennsylvania Department of Public Welfare MH/MR Program	08-4	Drug-Free Workplace Act	Resolved
Pennsylvania Department of Public Welfare Children & Youth Program	08-5	Subrecipient Monitoring	Resolved