



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

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

TABLE OF CONTENTS

	<i>Page</i>
Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i>	1
Independent Auditor’s Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance; and Report on Supplementary Schedule of Grant Expenditures for Grants Provided by the California Health and Human Services Agency, Department of Aging.....	3
Schedule of Expenditures of Federal Awards.....	6
Supplementary Schedule of Grant Expenditures for Grants Provided by the California Health and Human Services Agency, Department of Aging	13
Notes to the Schedule of Expenditures of Federal Awards and the Supplementary Schedule of Grant Expenditures for Grants Provided by the California Health and Human Services Agency, Department of Aging.....	14
Schedule of Findings and Questioned Costs:	
I. Summary of Auditor’s Results.....	15
II. Financial Statement Findings.....	16
III. Federal Award Findings and Questioned Costs	17
Summary Schedule of Prior Audit Findings.....	22



Independent Auditor’s Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

Board of Supervisors
County of Orange, California

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, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County of Orange, California (County), as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the County’s basic financial statements, and have issued our report thereon dated December 16, 2019. Our report includes a reference to other auditors who audited the financial statements of the Orange County Health Authority, a Public Agency/dba Orange Prevention and Treatment Integrated Medical Assistance (CalOptima), as described in our report on the County’s financial statements. This report does not include the results of the other auditor’s testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County’s internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County’s internal control. Accordingly, we do not express an opinion on the effectiveness of the County’s internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity’s financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify a deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2019-001 that we consider to be a significant deficiency.

Compliance and Other Matters

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

County’s Response to Finding

The County’s response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs and separate corrective action plan. The County’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 results of that testing, and not to provide an opinion on the effectiveness of the entity’s internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity’s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Laguna Hills, California
December 16, 2019



Independent Auditor’s Report on Compliance for Each Major Federal Program; Report on Internal Control over Compliance; Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance; and Report on Supplementary Schedule of Grant Expenditures for Grants Provided by the California Health and Human Services Agency, Department of Aging

Board of Supervisors
County of Orange, California

Report on Compliance for Each Major Federal Program

We have audited the County of Orange, California’s (County) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the County’s major federal programs for the year ended June 30, 2019. The County’s major federal programs are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

The County’s basic financial statements include the operations of the Children and Families Commission of Orange County (CFCOC) and the Orange County Health Authority, a Public Agency/dba Orange Prevention and Treatment Integrated Medical Assistance (CalOptima) (discretely presented component units), which expended \$106,827 and \$1,949,675, respectively, in federal awards, which are not included in the accompanying schedule of expenditures of federal awards for the year ended June 30, 2019. Our audit, described below, did not include the operations of the CFCOC and CalOptima. CalOptima engaged other auditors to perform an audit in accordance with Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). The CFCOC did not issue a report in accordance with the Uniform Guidance because it did not meet the reporting threshold under the Uniform Guidance.

Management’s Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor’s Responsibility

Our responsibility is to express an opinion on compliance for each of the County’s major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County’s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the County’s compliance.

Opinion on Each Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2019.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as items 2019-002 through 2019-004. Our opinion on each major federal program is not modified with respect to these matters.

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

Report on Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a compliance requirement will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses and significant deficiencies may exist that have not been identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified certain deficiencies in internal control over compliance, described in the accompanying schedule of findings and questioned costs as items 2019-002 through 2019-004 that we consider to be significant deficiencies.

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

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

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance and Report on Supplementary Schedule of Grant Expenditures for Grants Provided by the California Health and Human Services Agency, Department of Aging

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the County as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated December 16, 2019, which contained unmodified opinions on those financial statements. Our report included a reference to other auditors who audited the financial statements of CalOptima, as described in our report on the County's financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards and the supplementary schedule of grant expenditures for grants provided by the California Health and Human Services Agency, Department of Aging, are presented for purposes of additional analysis as required by the Uniform Guidance and the California Health and Human Services Agency, Department of Aging, respectively, 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 the supplementary schedule of grant expenditures for grants provided by the California Health and Human Services Agency, Department of Aging, are fairly stated in all material respects in relation to the basic financial statements as a whole.



Laguna Hills, California
March 27, 2020

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

Federal Grantor/ County Program Name (Direct or Indirect) (1)	Catalog of Federal Domestic Assistance (CFDA) Number	Pass-Through Entity's Identifying Number (2)	Pass-Through Entity's Name	Federal Disbursements/ Expenditures	Amount Provided to Subrecipient	County Department
U.S. Department of Agriculture						
Plant and Animal Disease, Pest Control, and Animal Care						
Light Brown Apple Moth -Regulatory (Indirect)	10.025	18-0299-034-SF	CA Dept. of Food & Agriculture	\$ 99,229	\$ -	OC Public Works
Phytophthora Ramorum Program (Indirect)	10.025	18-0295-008-SF	CA Dept. of Food & Agriculture	5,135	-	OC Public Works
Pierce's Disease Control (GWSS) Program (Indirect)	10.025	17-0453-043-SF	CA Dept. of Food & Agriculture	497,668	-	OC Public Works
Subtotal 10.025				602,032	-	
School Breakfast Program (Indirect)	10.553	02039-SN-30-R	CA Dept. of Education	47,613	-	Social Services Agency
School Breakfast Program (Indirect)	10.553	30-34306-9003500-1	CA Dept. of Education	179,493	-	Probation
National School Lunch Program (Indirect)	10.555	02039-SN-30-R	CA Dept. of Education	72,099	-	Social Services Agency
National School Lunch Program (Indirect)	10.555	30-34306-9003500-1	CA Dept. of Education	279,563	-	Probation
Subtotal 10.553 and 10.555 (Child Nutrition Cluster)				578,768	-	
WIC Special Supplemental Nutrition Program for Women, Infants, and Children						
Women, Infants, and Children (WIC) (Indirect)	10.557	15-10073	CA Dept. of Public Health	4,651,285	-	Health Care Agency
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program						
Non-Assisted Benefits (Indirect)	10.561	68-0287677	CA Dept. of Social Services	37,123,895	-	Social Services Agency
Non-Assisted Benefits-CA Work Opportunity and Responsibility to						
Kids Information Network (CalWIN) (Indirect)	10.561	68-0287677	CA Dept. of Social Services	1,552,116	-	Social Services Agency
Nutrition Education and Obesity Prevention Program (Indirect)	10.561	16-10144	CA Dept. of Public Health	3,150,702	1,548,738	Health Care Agency
Nutrition Education and Obesity Prevention Program - CDC SPAN (Indirect)	10.561	18-10561	CA Dept. of Public Health	12,217	-	Health Care Agency
Subtotal 10.561 (SNAP Cluster)				41,838,930	1,548,738	
Senior Farmers Market Nutrition Program						
Value of Senior Farmer's Market Coupons (Indirect)	10.576		CA Dept. of Food & Agriculture	35,000	-	OC Community Resources
Schools and Roads - Grants to States						
Federal Forest Reserve Fund (Indirect)	10.665	12-5955	CA Dept. of Transportation	28,093	-	OC Public Works
Subtotal 10.665 (Forest Service Schools and Roads Cluster)				28,093	-	
Subtotal - U.S. Department of Agriculture				47,734,108	1,548,738	
U.S. Department of Health and Human Services						
Special Programs for the Aging, Title VII, Chapter 3, Programs for Prevention of Elder Abuse, Neglect, and Exploitation						
Title VII-B: Elder Abuse Prevention (Indirect)	93.041	AP-1819-22	CA Dept. of Aging	37,571	37,571	OC Community Resources
Special Programs for the Aging, Title VII, Chapter 2, Long Term Care Ombudsman Services for Older Individuals						
Title VII-A: Ombudsman (Indirect)	93.042	AP-1819-22	CA Dept. of Aging	89,464	89,464	OC Community Resources
Special Programs for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services						
Title III-D: Preventive Health (Indirect)	93.043	AP-1819-22	CA Dept. of Aging	235,898	40,000	OC Community Resources
Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers						
Title III-B: Senior Supportive Services (Indirect)	93.044	AP-1819-22	CA Dept. of Aging	3,019,886	2,213,473	OC Community Resources
Special Programs for the Aging, Title III, Part C, Nutrition Services						
Title III-C1: Congregate Meals for Seniors (Indirect)	93.045	AP-1819-22	CA Dept. of Aging	2,814,757	2,479,422	OC Community Resources
Title III-C2: Home Delivered Meals for Seniors (Indirect)	93.045	AP-1819-22	CA Dept. of Aging	3,082,707	2,817,202	OC Community Resources
National Family Caregiver Support, Title III, Part E						
Title III-E: National Family Caregiver Support Program (Indirect)	93.052	AP-1819-22	CA Dept. of Aging	1,459,940	1,086,313	OC Community Resources
Nutrition Services Incentive Program						
Title III-C1: Nutrition Services Incentive Program (NSIP) (Indirect)	93.053	AP-1819-22	CA Dept. of Aging	265,487	265,487	OC Community Resources
Title III-C2: Nutrition Services Incentive Program (NSIP) (Indirect)	93.053	AP-1819-22	CA Dept. of Aging	799,074	799,074	OC Community Resources
Subtotal 93.041, 93.042, 93.043, 93.044, 93.045, 93.052, and 93.053 (Aging Cluster)				11,804,784	9,828,006	
Medicare Enrollment Assistance Program						
Medicare Improvements for Patients and Provider Act (MIPPA) (Indirect)	93.071	MI-1819-22	CA Dept. of Aging	113,757	94,245	OC Community Resources
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements						
Hospital Preparedness Program (HPP) (Indirect)	93.074	17-10179	CA Dept. of Public Health	654,507	-	Health Care Agency
Public Health Emergency Preparedness (PHEP) (Indirect)	93.074	17-10179	CA Dept. of Public Health	2,896,433	-	Health Care Agency
Subtotal 93.074				3,550,940	-	

See accompanying Notes to the Schedule of Expenditures of Federal Awards and the Supplementary Schedule of Grant Expenditures for Grants Provided by the California Health and Human Services Agency, Department of Aging.

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

Federal Grantor/ County Program Name (Direct or Indirect) (1)	Catalog of Federal Domestic Assistance (CFDA) Number	Pass-Through Entity's Identifying Number (2)	Pass-Through Entity's Name	Federal Disbursements/ Expenditures	Amount Provided to Subrecipient	County Department
Guardianship Assistance						
FEDGAP Assistance (Indirect)	93.090	68-0287677	CA Dept. of Social Services	\$ 794,996	\$ -	Social Services Agency
Guardianship Assistance (Indirect)	93.090	68-0287677	CA Dept. of Social Services	119,032	-	Social Services Agency
Subtotal 93.090				914,028	-	
Project Grants and Cooperative Agreements for Tuberculosis Control Programs						
TB Local Assistance (Base Award) (Indirect)	93.116	SNU52PS004656	CA Dept. of Public Health	677,082	-	Health Care Agency
Projects for Assistance in Transition from Homelessness (PATH)						
Projects for Assistance in Transition from Homelessness (PATH) Grant (Indirect)	93.150	68-0317191	CA Dept. of Health Care Services	547,321	547,321	Health Care Agency
Childhood Lead Poisoning Prevention Projects, State and Local Childhood Lead Poisoning Prevention and Surveillance of Blood Lead Levels in Children						
Childhood Lead Poisoning Prevention Program (CLPPP) (Indirect)	93.197	17-10252	CA Dept. of Public Health	195,785	-	Health Care Agency
Immunization Cooperative Agreements						
Pediatric Immunization - Immunization Assistance Program (IAP) (Indirect)	93.268	17-10336	CA Dept. of Public Health	674,331	-	Health Care Agency
Epidemiology and Laboratory Capacity for Infectious Disease (ELC)						
Enhanced Gonorrhea Isolate Surveillance Project (eGISP) (Indirect)	93.323	NU50CK000410	Public Health Foundation Enterprises, Inc.	42,637	-	Health Care Agency
State Health Insurance Assistance Program						
Health Insurance Counseling and Advocacy Program (Indirect)	93.324	HI-1718-22	CA Dept. of Aging	196,324	174,550	OC Community Resources
Cancer Detection and Diagnosis Research						
Every Woman Counts (EWC) (Indirect)	93.394	16-93230	CA Dept. of Public Health	25,000	-	Health Care Agency
Promoting Safe and Stable Families						
Family Preservation (Indirect)	93.556	68-0287677	CA Dept. of Social Services	2,106,109	-	Social Services Agency
Temporary Assistance for Needy Families						
CalWORKs (Indirect)	93.558	68-0287677	CA Dept. of Social Services	16,748,982	-	Social Services Agency
CalWORKs Admin (Indirect)	93.558	68-0287677	CA Dept. of Social Services	95,160,291	-	Social Services Agency
CalWORKs-CalWIN (Indirect)	93.558	68-0287677	CA Dept. of Social Services	579,216	-	Social Services Agency
Subtotal 93.558 (TANF Cluster)				112,488,489	-	
Child Support Enforcement						
Child Support Enforcement Program (Indirect)	93.563	06-059	CA Dept. of Child Support Services	35,009,651	-	Child Support Services
Support Enforcement Incentive Fund (Indirect)	93.563	06-059	CA Dept. of Child Support Services	3,132,203	-	Child Support Services
Subtotal 93.563				38,141,854	-	
Refugee and Entrant Assistance State/Replacement Designee Administered Programs						
Refugee Cash Assistance (Indirect)	93.566	68-0287677	CA Dept. of Social Services	92,981	-	Social Services Agency
Refugee Employment Social Services (Indirect)	93.566	ORSA1703, RESS1604, RESS1703, REFS1803, RESS1804	CA Dept. of Social Services	322,471	-	Social Services Agency
Welfare Aid to Refugees (Indirect)	93.566	68-0287677	CA Dept. of Social Services	67,584	-	Social Services Agency
Welfare Aid to Refugees - CalWIN (Indirect)	93.566	68-0287677	CA Dept. of Social Services	1,176	-	Social Services Agency
Subtotal 93.566				484,212	-	
Child Care and Development Block Grant						
California State Preschool Program (Indirect)	93.575	CSPP8340	CA Dept. of Education	2,597	-	Social Services Agency
Child Care Mandatory and Matching Funds of the Child Care and Development Fund						
California State Preschool Program (Indirect)	93.596	CSPP8340	CA Dept. of Education	5,194	-	Social Services Agency
Subtotal 93.575 and 93.596 (CCDF Cluster)				7,791	-	

See accompanying Notes to the Schedule of Expenditures of Federal Awards and the Supplementary Schedule of Grant Expenditures for Grants Provided by the California Health and Human Services Agency, Department of Aging.

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

Federal Grantor/ County Program Name (Direct or Indirect) (1)	Catalog of Federal Domestic Assistance (CFDA) Number	Pass-Through Entity's Identifying Number (2)	Pass-Through Entity's Name	Federal Disbursements/ Expenditures	Amount Provided to Subrecipient	County Department
Refugee and Entrant Assistance Targeted Assistance Grants						
Targeted Assistance Grant (Indirect)	93.584	TAFO 1603, TAFO 1703	CA Dept. of Social Services	\$ 43,584	\$ -	Social Services Agency
Community-Based Child Abuse Prevention Grants						
Community Based Child Abuse Prevention (Indirect)	93.590	68-0287677	CA Dept. of Social Services	90,679	-	Social Services Agency
Adoption and Legal Guardianship Incentive Payments						
Adoption Incentive (Indirect)	93.603	68-0287677	CA Dept. of Social Services	205,000	-	Social Services Agency
Affordable Care Act State Health Insurance Assistance Program (SHIP) and Aging and Disability Resource Center (ADRC) Options Counseling for Medicare-Medicaid Individuals in States with Approved Financial Alignment						
SHIP Options Counseling for Medicare/Medicaid-Financial Alignment (Indirect)	93.626	FA-1718-22	CA Dept. of Aging	60,055	56,717	OC Community Resources
Stephanie Tubbs Jones Child Welfare Services Program						
Child Welfare System Title IV-B (Indirect)	93.645	68-0287677	CA Dept. of Social Services	2,008,031	-	Social Services Agency
Foster Care Title IV-E						
Children Welfare System Title IV-E (Indirect)	93.658	1946001347 A7	CA Dept. of Social Services	1,602,693	-	Probation
Children Welfare System Title IV-E (Indirect)	93.658	68-0287677	CA Dept. of Social Services	31,457,247	-	Social Services Agency
Welfare Aid to Children in Boarding Homes (Indirect)	93.658	68-0287677	CA Dept. of Social Services	12,011,792	6,368,027	Social Services Agency
Subtotal 93.658				45,071,732	6,368,027	
Adoption Assistance						
Adoption Assistance (Indirect)	93.659	68-0287677	CA Dept. of Social Services	22,543,329	-	Social Services Agency
Adoptions (Indirect)	93.659	68-0287677	CA Dept. of Social Services	1,786,374	-	Social Services Agency
Subtotal 93.659				24,329,703	-	
Social Services Block Grant (Indirect)	93.667	68-0287677	CA Dept. of Social Services	10,756,593	-	Social Services Agency
John H. Chafee Foster Care Program for successful Transition to Adulthood						
Independent Living Skills (Indirect)	93.674	68-0287677	CA Dept. of Social Services	462,856	-	Social Services Agency
Children's Health Insurance Program						
CA Children Services (CCS) Optional Targeted Low Income Children Program (Indirect)	93.767		CA Dept. of Health Care Services	1,508,317	-	Health Care Agency
Medical Assistance Program						
CA Children Services (CCS) Medi-Cal (Indirect)	93.778		CA Dept. of Health Care Services	4,500,546	-	Health Care Agency
Child Health and Disability Prevention (CHDP) Program Title XIX (Indirect)	93.778	201830	CA Dept. of Health Care Services	880,109	-	Health Care Agency
Child Welfare Services-Health (Indirect)	93.778	68-0287677	CA Dept. of Social Services	2,941,819	-	Social Services Agency
Children in Foster Care Title XIX-Administrative Expenses (Indirect)	93.778	201830	CA Dept. of Health Care Services	138,629	-	Health Care Agency
Children in Foster Care Title XIX-Health Care Program for Children in Foster Care (HCPCFC) (Indirect)	93.778	201830	CA Dept. of Health Care Services	651,680	-	Health Care Agency
Children in Foster Care Title XIX-Health Care Program for Children in Foster Care (HCPCFC)						
Caseload Relief (Indirect)	93.778	201830	CA Dept. of Health Care Services	263,171	-	Health Care Agency
County Services Block Grant and Adult Protective Services-Health (Indirect)	93.778	68-0287677	CA Dept. of Social Services	3,496,770	-	Social Services Agency
HCPCFC Psychotropic Medication Monitoring and Oversight (PMM&O) (Indirect)	93.778	201830	CA Dept. of Health Care Services	97,652	-	Health Care Agency
Medi-Cal (Indirect)	93.778	MCAC 2017-18-01R	CA Dept. of Health Care Services	113,915,866	-	Social Services Agency
Medi-Cal CalWIN (Indirect)	93.778	68-0287677	CA Dept. of Social Services	4,967,385	-	Social Services Agency
Medi-Cal In-Home Supportive Services (Indirect)	93.778	68-0287677	CA Dept. of Social Services	12,591,236	-	Social Services Agency
Medi-Cal In-Home Supportive Services Admin (Indirect)	93.778	68-0287677	CA Dept. of Social Services	10,468,132	-	Social Services Agency
Subtotal 93.778 (Medicaid Cluster)				154,912,995	-	
HIV Emergency Relief Project Grants						
Minority AIDS Initiative (MAI) (Direct)	93.914			400,430	339,469	Health Care Agency
Ryan White Part A (Direct)	93.914			5,618,398	2,256,355	Health Care Agency
Subtotal 93.914				6,018,828	2,595,824	
HIV Care Formula Grants						
Care Services (Indirect)	93.917	15-11067 A01, 18-10880	CA Dept. of Public Health, Office of AIDS	2,390,003	614,207	Health Care Agency
HIV Care Program X08 (Indirect)	93.917	17-10774	CA Dept. of Public Health, Office of AIDS	95,675	-	Health Care Agency
Subtotal 93.917				2,485,678	614,207	

See accompanying Notes to the Schedule of Expenditures of Federal Awards and the Supplementary Schedule of Grant Expenditures for Grants Provided by the California Health and Human Services Agency, Department of Aging.

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

Federal Grantor/ County Program Name (Direct or Indirect) (1)	Catalog of Federal Domestic Assistance (CFDA) Number	Pass-Through Entity's Identifying Number (2)	Pass-Through Entity's Name	Federal Disbursements/ Expenditures	Amount Provided to Subrecipient	County Department
Grants to Provide Outpatient Early Intervention Services with Respect to HIV Disease						
Ryan White Part C (HIV Primary Care) (Direct)	93.918			\$ 706,394	\$ -	Health Care Agency
HIV Prevention Activities Health Department Based Prevention, Testing and Partner Services (Indirect)	93.940	18-10764	CA Dept. of Public Health, Office of AIDS	1,019,856	124,224	Health Care Agency
Block Grants for Community Mental Health Services Substance Abuse and Mental Health Services Administration (SAMHSA), Community Mental Health Services Block Grant (MHBG) (Indirect)	93.958	68-0317191	CA Dept. of Health Care Services	3,096,426	1,411,761	Health Care Agency
Block Grants for Prevention and Treatment of Substance Abuse Alcohol and Drug Program (Indirect)	93.959	17-94147	CA Dept. of Health Care Services	13,364,509	4,997,691	Health Care Agency
Sexually Transmitted Diseases (STD) Prevention and Control Grants Chlamydia Screening Project (CLASP) (Indirect)	93.977	15-10259	CA Dept. of Public Health	10,534	-	Health Care Agency
Gonorrhea Isolate Surveillance Project (GISP) (Indirect)	93.977	15-10259	CA Dept. of Public Health	2,000	-	Health Care Agency
STD/HIV Service Integration (Indirect)	93.977	15-10259	CA Dept. of Public Health	57,655	-	Health Care Agency
Subtotal 93.977				<u>70,189</u>	<u>-</u>	
Maternal and Child Health Services Block Grant to the States Maternal, Child Health, and Adolescent Health (MCAH) (Indirect)	93.994	201830	CA Dept. of Public Health	1,430,514	25,803	Health Care Agency
Subtotal - U.S. Department of Health and Human Services				<u>439,612,383</u>	<u>26,838,376</u>	
U.S. Department of Homeland Security						
Disaster Grants-Public Assistance (Presidentially Declared Disasters)						
FEMA Public Assistance Grant - Disaster DR-4305 CA Severe Winter Storms, Flooding, and Mudslides (Indirect)	97.036	FEMA-4305-DR-CA, Cal OES ID: 059-00000	CA Governor's Office of Emergency Services	36,022	-	OC Public Works
FEMA Public Assistance Grant - Disaster DR-4344 CA California Wildfires (Indirect)	97.036	FEMA-4344-DR-CA, Cal OES ID: 059-00000	CA Governor's Office of Emergency Services	956,204	-	OC Public Works
Subtotal 97.036				<u>992,226</u>	<u>-</u>	
Emergency Management Performance Grants						
2017 Emergency Management Performance Grant (EMPG) (Indirect)	97.042	2017-0007	California Office of Emergency Services	324,572	324,572	Sheriff-Coroner
2018 Emergency Management Performance Grant (EMPG) (Indirect)	97.042	2018-0008	CA Office of Emergency Services	463,786	-	Sheriff-Coroner
Subtotal 97.042				<u>788,358</u>	<u>324,572</u>	
Homeland Security Grant Program						
2016 Homeland Security Grant Program (HSGP) (Indirect)	97.067	2016-0102	California Office of Emergency Services	622,551	-	Sheriff-Coroner
2016 Homeland Security Program (UASI) (Indirect)	97.067	2016-SS-0102	City of Anaheim Police Department	2,208	-	Sheriff-Coroner
2016 Operation Stonegarden Supplemental Grant (Indirect)	97.067	2016-0102	San Diego County Sheriff's Department	2,622	-	Sheriff-Coroner
2017 Homeland Security Grant Program (HSGP) (Indirect)	97.067	2017-0083	California Office of Emergency Services	2,212,653	-	Sheriff-Coroner
2017 Operation Stonegarden Supplemental Grant (Indirect)	97.067	2017-0083	San Diego County Sheriff's Department	137,574	-	Sheriff-Coroner
Homeland Security Grant Program (HSGP) (Indirect)	97.067	2017-0083	California Office of Emergency Services	212,757	-	Health Care Agency
Subtotal 97.067				<u>3,190,365</u>	<u>-</u>	
TSA: National Explosives Detection Canine Team Program (Direct)	97.U01			151,500	-	John Wayne Airport
Subtotal - U.S. Department of Homeland Security				<u>5,122,449</u>	<u>324,572</u>	
U.S. Department of Housing and Urban Development						
Community Development Block Grants/Entitlement Grants						
Community Development Block Grant (Direct)	14.218			4,049,616	3,507,276	OC Community Resources
Subtotal 14.218 (CDBG - Entitlement Grants Cluster)				<u>4,049,616</u>	<u>3,507,276</u>	
Emergency Solutions Grant Program						
Emergency Shelter Grant Program (Direct)	14.231			275,699	245,863	OC Community Resources
Emergency Solutions Grant Program (Indirect)	14.231	17-ESG-11847	CA Department of Housing and Community Development	673,612	656,608	OC Community Resources
Subtotal 14.231				<u>949,311</u>	<u>902,471</u>	

See accompanying Notes to the Schedule of Expenditures of Federal Awards and the Supplementary Schedule of Grant Expenditures for Grants Provided by the California Health and Human Services Agency, Department of Aging.

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

Federal Grantor/ County Program Name (Direct or Indirect) (1)	Catalog of Federal Domestic Assistance (CFDA) Number	Pass-Through Entity's Identifying Number (2)	Pass-Through Entity's Name	Federal Disbursements/ Expenditures	Amount Provided to Subrecipient	County Department
HOME Investment Partnerships Program (Direct)	14.239			\$ 1,941,059	\$ -	OC Community Resources
Housing Opportunities for Persons with AIDS (HOPWA) (Indirect)	14.241	9580.C	City of Anaheim	894,321	836,084	Health Care Agency
Continuum of Care Program						
Continuum of Care (CoC) - Planning Grant (Direct)	14.267			545,968	347,993	OC Community Resources
Continuum of Care (CoC) - Rental Assistance Grant (Direct)	14.267			8,730,805	-	OC Community Resources
Coordinated Entry System (CES) Grant (Direct)	14.267			823,978	584,791	OC Community Resources
Subtotal 14.267				10,100,751	932,784	
Section 8 Housing Choice Vouchers						
Family Self Sufficiency Program Evaluation (Indirect)	14.871	GS-10F-0245N	MDRC	1,876	-	OC Community Resources
Section 8 Housing Choice Vouchers (Direct)	14.871			145,566,950	-	OC Community Resources
Mainstream Voucher Program						
Mainstream Vouchers (Direct)	14.879			1,446	-	OC Community Resources
Subtotal 14.871 and 14.879 (Housing Voucher Cluster)				145,570,272	-	
Family Self-Sufficiency Program						
Family Self Sufficiency Program Coordinator (Direct)	14.896			283,596	-	OC Community Resources
Subtotal - U.S. Department of Housing and Urban Development				163,788,926	6,178,615	
U.S. Department of the Interior						
Payments in Lieu of Taxes (PILT) (Direct)	15.226			90,556	-	Auditor-Controller
Subtotal - U.S. Department of the Interior				90,556	-	
U.S. Department of Justice						
Services for Trafficking Victims						
Orange County Human Trafficking Task Force (Indirect)	16.320	2017-VT-BX-K027	City of Anaheim	24,779	-	District Attorney
Crime Victim Assistance						
Child Abuse Treatment Services (Indirect)	16.575	AT17030300, AT18040300	California Office of Emergency Services	231,743	231,743	Social Services Agency
County Victim Services (XC) Program (Indirect)	16.575	XC16010300	California Governor's Office of Emergency Services	1,228,566	1,228,566	County Executive Office
Human Trafficking Advocacy Program (Indirect)	16.575	HA17040300, HA18010300	California Office of Emergency Services	146,619	146,619	District Attorney
Unserviced/Underserved Victim Advocacy and Outreach Program (Indirect)	16.575	UV16020300; UV18030300	California Office of Emergency Services	143,880	143,880	County Executive Office
Victim Witness Assistance Program (Indirect)	16.575	VW17360300; VW18370300	California Office of Emergency Services	1,780,157	1,780,157	County Executive Office
Subtotal 16.575				3,530,965	3,530,965	
State Criminal Alien Assistance Program (SCAAP) (Direct)	16.606			2,494,258	-	Sheriff-Coroner
Edward Byrne Memorial Justice Assistance Grant Program						
2015 Edward Byrne Memorial Justice Assistance Grant (JAG) (Direct)	16.738			3,193	-	Sheriff-Coroner
2016 Edward Byrne Memorial Justice Assistance Grant (JAG) (Direct)	16.738			41,557	27,002	Sheriff-Coroner
Subtotal 16.738				44,750	27,002	
DNA Backlog Reduction Program						
2016 DNA Backlog Reduction Grant (Direct)	16.741			209,472	-	Sheriff-Coroner
2017 DNA Backlog Reduction Grant (Direct)	16.741			264,358	-	Sheriff-Coroner
2018 DNA Backlog Reduction Grant (Direct)	16.741			216,295	-	Sheriff-Coroner
Subtotal 16.741				690,125	-	
Paul Coverdell Forensic Sciences Improvement Grant Program						
2017 Coverdell National Forensic Science Improvement Grant (Indirect)	16.742	CQ17130300	California Office of Emergency Services	65,654	-	Sheriff-Coroner
2018 Coverdell National Forensic Science Improvement Grant (Indirect)	16.742	CQ18140300	CA Office of Emergency Services	26,176	-	Sheriff-Coroner
Subtotal 16.742				91,830	-	
Postconviction Testing of DNA Evidence						
Post-Conviction Testing of DNA Evidence to Exonerate the Innocent (Direct)	16.820			805	-	District Attorney
Post-Conviction Testing of DNA Evidence to Exonerate the Innocent (Direct)	16.820			46,225	-	Public Defender
Subtotal 16.820				47,030	-	
National Sexual Assault Kit Initiative						
Orange County District Attorney Sexual Assault Kit Initiative (Direct)	16.833			505,339	58,155	District Attorney

See accompanying Notes to the Schedule of Expenditures of Federal Awards and the Supplementary Schedule of Grant Expenditures for Grants Provided by the California Health and Human Services Agency, Department of Aging.

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

Federal Grantor/ County Program Name (Direct or Indirect) (1)	Catalog of Federal Domestic Assistance (CFDA) Number	Pass-Through Entity's Identifying Number (2)	Pass-Through Entity's Name	Federal Disbursements/ Expenditures	Amount Provided to Subrecipient	County Department
Equitable Sharing Program						
Department of Justice Forfeiture Program (Direct)	16.922			\$ 109,951	\$ -	District Attorney
MethLab/PROACT Asset Forfeitures (Direct)	16.922			30,371	-	Sheriff-Coroner
Regional Narcotics Suppression Program (RNSP) Forfeitures (Direct)	16.922			13,378,095	-	Sheriff-Coroner
Sheriff's Narcotic Program (SNP) Forfeitures (Direct)	16.922			424,666	-	Sheriff-Coroner
Subtotal 16.922				13,943,083	-	
OC Regional Computer Forensics Laboratory (OCRCLF) (Direct)	16.U01			58,107	-	District Attorney
Orange County Drug Enforcement Task Force (Direct)	16.U02			18,344	-	District Attorney
Regional Fugitive Task Force (Direct)	16.U03			19,483	-	District Attorney
Subtotal - U.S. Department of Justice				21,468,093	3,616,122	
U.S. Department of Labor						
Senior Community Service Employment Program						
Title V - Senior Community Services Employment Program (Indirect)	17.235	TV-1819-22	CA Dept. of Aging	731,022	675,757	OC Community Resources
WIOA Adult Program						
Workforce Investment Act Title I Adult (2016) (Indirect)	17.258	K7102052	CA Employment Development Dept.	475,986	177,754	OC Community Resources
Workforce Investment Act Title I Adult (2017) (Indirect)	17.258	K8106652	CA Employment Development Dept.	1,565,395	846,879	OC Community Resources
Workforce Investment Act Title I Adult (2018) (Indirect)	17.258	K9110040	CA Employment Development Dept.	1,444,652	646,335	OC Community Resources
WIOA Youth Activities						
Workforce Investment Act Title I Youth (2017) (Indirect)	17.259	K8106652	CA Employment Development Dept.	2,013,005	1,741,366	OC Community Resources
Workforce Investment Act Title I Youth (2018) (Indirect)	17.259	K9110040	CA Employment Development Dept.	1,256,906	721,609	OC Community Resources
WIOA Dislocated Worker Formula Grants						
Workforce Investment Act Title I Dislocated Worker (2017) (Indirect)	17.278	K8106652	CA Employment Development Dept.	1,441,580	982,222	OC Community Resources
Workforce Investment Act Title I Dislocated Worker (2018) (Indirect)	17.278	K9110040	CA Employment Development Dept.	2,515,133	1,158,552	OC Community Resources
Subtotal 17.258, 17.259, and 17.278 (WIOA Cluster)				10,712,657	6,274,717	
Reentry Employment Opportunities						
Linking to Employment Activities Pre-release Specialized American Job Center 2 (Direct)	17.270			111,298	90,110	OC Community Resources
WIOA National Dislocated Worker Grants/WIA National Emergency Grants						
WIOA-National Emergency Grant (Indirect)	17.277	K8106652	CA Employment Development Dept.	596,182	-	OC Community Resources
Subtotal - U.S. Department of Labor				12,151,159	7,040,584	
U.S. Department of Transportation						
Airport Improvement Program						
FAA: Airport Improvement Programs Grant 45 & 46 (Direct)	20.106			1,423,606	-	John Wayne Airport
Highway Planning and Construction						
Highway Bridge Program (HBP) BR. No. 55C-0172 (Modjeska Canyon Road) (Indirect)	20.205	5955(094)	CA Dept. of Transportation	64,374	-	OC Public Works
Highway Bridge Program (HBP) BR. No. 55C-0174 (Silverado Canyon Road 1.6 miles east of Santiago Canyon Road) (Indirect)	20.205	5955(095)	CA Dept. of Transportation	60,483	-	OC Public Works
Highway Bridge Program (HBP) BR. No. 55C-0175 (Silverado Canyon) (Indirect)	20.205	5955(087)	CA Dept. of Transportation	61,381	-	OC Public Works
Highway Bridge Program (HBP) BR. No. 55C-0177 (Silverado Canyon Road 4.4 miles east of Santiago Canyon Road) (Indirect)	20.205	5955(096)	CA Dept. of Transportation	47,416	-	OC Public Works
Highway Bridge Program (HBP) BR. No. 55C-0400 (Edinger Avenue/Sunset Way over Bolsa Chica Channel) (Indirect)	20.205	5955(078)	CA Dept. of Transportation	6,331,796	-	OC Public Works
Highway Safety Improvement Program (Live Oak Canyon Road from El Toro/Santiago Canyon Road to O'Neil Regional Park) (Indirect)	20.205	5955(093)	CA Dept. of Transportation	1,345,244	-	OC Public Works
Highway Safety Improvement Program (Santiago Canyon Road from Live Oak Canyon to SR241/SR261) (Indirect)	20.205	5955(101)	CA Dept. of Transportation	62,657	-	OC Public Works
Highway Safety Improvement Program (Trabuco Canyon Road) (Indirect)	20.205	5955(089)	CA Dept. of Transportation	897,896	-	OC Public Works
Subtotal 20.205 (Highway Planning and Construction Cluster)				8,871,247	-	
State and Community Highway Safety						
2017 OTS- STEP (Selective Traffic Enforcement Program) (Indirect)	20.600	PT18106	CA Office of Traffic Safety	17,771	-	Sheriff-Coroner
2018 OTS- STEP (Selective Traffic Enforcement Program) (Indirect)	20.600	PT19082	CA Office of Traffic Safety	117,842	-	Sheriff-Coroner
National Priority Safety Programs						
Alcohol and Drug Impaired Driver Vertical Prosecution Program (Indirect)	20.616	DI18019, DI19012	CA Office of Traffic Safety	519,504	-	District Attorney
California Traffic Safety Resource Prosecutor Training Network (Indirect)	20.616	DI18033, DI19011	CA Office of Traffic Safety	606,977	-	District Attorney
Cannabinoind and Other Drug Prevalence in DUI Drivers (Indirect)	20.616	DI18020	CA Office of Traffic Safety	67,803	-	Sheriff-Coroner
Drug Prevalence in DUI Drivers (Indirect)	20.616	DI19013	CA Office of Traffic Safety	172,226	-	Sheriff-Coroner
Subtotal 20.600 and 20.616 (Highway Safety Cluster)				1,502,123	-	

See accompanying Notes to the Schedule of Expenditures of Federal Awards and the Supplementary Schedule of Grant Expenditures for Grants Provided by the California Health and Human Services Agency, Department of Aging.

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

Federal Grantor/ County Program Name (Direct or Indirect) (1)	Catalog of Federal Domestic Assistance (CFDA) Number	Pass-Through Entity's Identifying Number (2)	Pass-Through Entity's Name	Federal Disbursements/ Expenditures	Amount Provided to Subrecipient	County Department
Minimum Penalties for Repeat Offenders for Driving While Intoxicated						
2017 OTS- STEP (Selective Traffic Enforcement Program) (Indirect)	20.608	PT18106	CA Office of Traffic Safety	\$ 83,092	\$ -	Sheriff-Coroner
2018 OTS- STEP (Selective Traffic Enforcement Program) (Indirect)	20.608	PT19082	CA Office of Traffic Safety	147,347	-	Sheriff-Coroner
Subtotal 20.608				230,439	-	
Subtotal - U.S. Department of Transportation				12,027,415	-	
U.S. Department of the Treasury						
Equitable Sharing						
Department of Treasury Forfeiture Program (Direct)	21.016			64,953	-	District Attorney
Regional Narcotics Suppression Program (RNSP) Forfeitures (Direct)	21.016			290,695	-	Sheriff-Coroner
Sheriff's Narcotics Program (SNP) Forfeitures (Direct)	21.016			465,957	-	Sheriff-Coroner
Subtotal - U.S. Department of the Treasury				821,605	-	
Election Assistance Commission						
Help America Vote Act Requirements Payments						
Help America Vote Act (HAVA) Polling Place Accessibility Training Program (Indirect)	90.401	17G26129	Secretary of State	21,685	-	Registrar of Voters
Subtotal - Election Assistance Commission				21,685	-	
Executive Office of the President						
High Intensity Drug Trafficking Areas Program						
High Intensity Drug Trafficking Area VIPER (HIDTA) 2017 (Direct)	95.001			12,263	-	Sheriff-Coroner
High Intensity Drug Trafficking Area (HIDTA) 2017 (Direct)	95.001			332,749	-	Sheriff-Coroner
High Intensity Drug Trafficking Area (HIDTA) 2018 (Direct)	95.001			599,198	-	Sheriff-Coroner
High Intensity Drug Trafficking Area OCCLEAN (HIDTA) 2019 (Direct)	95.001			6,960	-	Sheriff-Coroner
Regional Methamphetamine Task Force (RMTF) 2018 (Indirect)	95.001	G18LA0006A	City of Monrovia	86,214	-	Sheriff-Coroner
Subtotal - Executive Office of the President				1,037,384	-	
National Foundation on the Arts and the Humanities						
Grants to State						
Maximizing Learning Spaces or How to Macgyver Your Library Project (Indirect)	45.310	40-8757	Southern California Library Cooperative	5,000	-	OC Community Resources
Adult 101: Life Skills Bootcamp for Teens (Indirect)	45.310	40-8908		2,700	-	OC Community Resources
Eat, Move, Grow: Healthy Living (Indirect)	45.310	40-8859	Southern California Library Cooperative	32,000	-	OC Community Resources
Subtotal - National Foundation on the Arts and the Humanities				39,700	-	
Grand Total Schedule of Expenditures of Federal Awards				\$ 703,915,463	\$ 45,547,007	

LEGEND:

- (1) Indirect refers to Federal monies passed through various non-federal agencies, primarily State of CA agencies.
- (2) The State of CA does not assign a pass-through identification number for certain programs passed to the County. Accordingly, a pass-through identification number is not listed for certain indirect programs.

See accompanying Notes to the Schedule of Expenditures of Federal Awards and the Supplementary Schedule of Grant Expenditures for Grants Provided by the California Health and Human Services Agency, Department of Aging.

County of Orange, California
Supplementary Schedule of Grant Expenditures
For Grants Provided by the California Health and Human Services Agency, Department of Aging (1)
For the Year Ended June 30, 2019

Federal or State Grantor/Pass-through Entity/County Program Name/Direct or Indirect	Catalog of Federal Domestic Assistance Number (CFDA #) (3)	Pass-Through Entity's Identifying Number (2)	Grant Award			Expenditures		
			Federal	State	Total	Federal	State	Total
U.S. Department of Health and Human Services								
Pass-through the CA Department of Aging:								
Special Programs for the Aging Title VII, Chapter 3, Programs for Prevention of Elder Abuse, Neglect, and Exploitation								
Title VII-B: Elder Abuse Prevention (Indirect)	93.041	AP-1819-22	\$ 37,571	\$ -	\$ 37,571	\$ 37,571	\$ -	\$ 37,571
Special Programs for the Aging Title VII, Chapter 2, Long Term Care Ombudsman Services for Older Individuals								
Title VII-A: Ombudsman (Indirect)	93.042	AP-1819-22	100,959	-	100,959	89,464	-	89,464
Special Programs for the Aging Title III, Part D, Disease Prevention and Health Promotion Services								
Title III-D: Preventive Health (Indirect)	93.043	AP-1819-22	235,898	-	235,898	235,898	-	235,898
Special Programs for the Aging Title III, Part B, Grants for Supportive Services and Senior Centers								
Title III-B: Senior Supportive Services (Indirect)	93.044	AP-1819-22	3,120,595	189,692	3,310,287	3,019,886	189,692	3,209,578
Special Programs for the Aging Title III, Part C, Nutrition Services								
Title III-C1: Congregate Meals for Seniors (Indirect)	93.045	AP-1819-22	2,814,757	266,385	3,081,142	2,814,757	266,385	3,081,142
Title III-C2: Home Delivered Meals for Seniors (Indirect)	93.045	AP-1819-22	3,082,807	314,130	3,396,937	3,082,707	314,130	3,396,837
National Family Caregiver Support, Title III, Part E								
Title III-E: National Family Caregiver Support Program (Indirect)	93.052	AP-1819-22	1,573,283	-	1,573,283	1,459,940	-	1,459,940
Nutrition Services Incentive Program								
Title III-C1: Nutrition Services Incentive Program (NSIP) (Indirect)	93.053	AP-1819-22	265,487	-	265,487	265,487	-	265,487
Title III-C2: Nutrition Services Incentive Program (NSIP) (Indirect)	93.053	AP-1819-22	799,074	-	799,074	799,074	-	799,074
Subtotal 93.041, 93.042, 93.043, 93.044, 93.045, 93.052, and 93.053 (Aging Cluster)			12,030,431	770,207	12,800,638	11,804,784	770,207	12,574,991
Medicare Enrollment Assistance Program								
Medicare Improvements for Patients and Provider Act (MIPPA) (Indirect)	93.071	MI-1819-22	156,250	-	156,250	113,757	-	113,757
State Health Insurance Assistance Program								
Health Insurance Counseling and Advocacy Program (HICAP) (Indirect)	93.324	HI-1718-22	217,747	398,535	616,282	196,324	398,535	594,859
Affordable Care Act State Health Insurance Assistance Program (SHIP) and Aging and Disability Resource Center (ADRC) Options Counseling for Medicare-Medicaid Individuals in States with Approved Financial Alignment Models								
SHIP Options Counseling for Medicare/Medicaid-Financial Alignment (Indirect)	93.626	FA-1718-22	63,019	-	63,019	60,055	-	60,055
Total U.S. Department of Health and Human Services			12,467,447	1,168,742	13,636,189	12,174,920	1,168,742	13,343,662
U.S. Department of Labor								
Pass-through the CA Department of Aging:								
Senior Community Service Employment Program								
Title V - Senior Community Services Employment Program (Indirect)	17.235	TV-1819-22	731,022	-	731,022	731,022	-	731,022
Total U.S. Department of Labor			731,022	-	731,022	731,022	-	731,022
CA Health and Human Services Agency								
Pass-through the CA Department of Aging:								
Long Term Care Ombudsman Program								
Special Deposit Fund (SDF) - State Health Facilities Citation Penalties Account			-	71,759	71,759	-	69,362	69,362
Skilled Nursing Facility Quality & Accountability Fund (SNFQAF)			-	181,216	181,216	-	181,167	181,167
Public Health L&C Program Fund			-	38,151	38,151	-	30,994	30,994
Total CA Health and Human Services Agency			-	291,126	291,126	-	281,523	281,523
Total			\$ 13,198,469	\$ 1,459,868	\$ 14,658,337	\$ 12,905,942	\$ 1,450,265	\$ 14,356,207

(1) All federal and state grants provided to the County of Orange, CA by the CA Health and Human Services Agency, Department of Aging.
(2) The State of CA does not assign a pass-through identification number for certain programs passed to the County. Accordingly, a pass-through identification number is not listed for certain indirect programs.
(3) State only funded programs do not have a federal CFDA number.

See accompanying Notes to the Schedule of Expenditures of Federal Awards and the Supplementary Schedule of Grant Expenditures for Grants Provided by the California Health and Human Services Agency, Department of Aging.

County of Orange, California

Notes to the Schedule of Expenditures of Federal Awards and the Supplementary Schedule of Grant Expenditures for Grants Provided by the California Health and Human Services Agency, Department of Aging
For the Year Ended June 30, 2019

NOTE 1 – GENERAL

The accompanying Schedule of Expenditures of Federal Awards (SEFA) presents the activity of all federal award programs of the County of Orange, California (County), except as noted herein. The County's reporting entity is defined in Note 1 of the County's basic financial statements. These financial statements include the operations of the Children and Families Commission of Orange County (CFCOC) and the Orange County Health Authority, a Public Agency/dba Orange Prevention and Treatment Integrated Medical Assistance (CalOptima) (discretely presented component units), which expended \$106,827 and \$1,949,675, respectively, in federal awards, which are not included in the SEFA. Federal awards received directly from federal agencies as well as federal awards passed through other government agencies, primarily the State of California, are included on the schedule.

NOTE 2 – BASIS OF ACCOUNTING

The accompanying SEFA and Supplementary Schedule of Grant Expenditures for Grants Provided by the California Health and Human Services Agency, Department of Aging (DOA), are presented using the modified accrual basis of accounting except for programs recorded in the County's enterprise funds, which are presented using the accrual basis of accounting, which are described in Note 1 of the County's basic financial statements. The information in the SEFA is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

The County has elected not to use the 10 percent de minimis indirect cost rate as allowed under Title 2 U.S. *Code of Federal Regulations*, section 200.414 Indirect (F&A) costs.

NOTE 3 – RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

Federal award expenditures and the supplementary schedule of grant expenditures for grants provided by the DOA, agree or can be reconciled with the amounts reported in the County's basic financial statements.

NOTE 4 – CALIFORNIA HEALTH AND HUMAN SERVICES AGENCY, DEPARTMENT OF AGING

The DOA considers other closely-related pass through programs by the State to be included with the Aging Cluster, in accordance with 2 *CFR* 200.12. At the request of the DOA, the schedule of grant expenditures for their grant programs is included as a supplementary schedule on page 13.

NOTE 5 – NONCASH ASSISTANCE

Senior Farmers Market Coupons valued at \$35,000 was provided by the Senior Farmers Market Nutrition Program, CFDA No. 10.576 to purchase food. Funding for Design and Furnishings valued at \$5,000 was provided by Maximizing Learning Spaces, or How to Macgyver Your Library Program, CFDA No. 45.310 to help libraries evaluate, reimagine, and furnish underutilized library spaces. These amounts are included on the SEFA.

County of Orange, California
 Schedule of Findings and Questioned Costs
 For the Year Ended June 30, 2019

I. SUMMARY OF AUDITOR'S RESULTS

FINANCIAL STATEMENTS

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	Yes
Noncompliance material to financial statements noted?	No

FEDERAL AWARDS

Internal control over major federal programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	Yes
Type of auditors' report issued on compliance for major federal programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR Section 200.516(a)?	Yes

Identification of major federal programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
10.557	Special Supplemental Nutrition Program for Women Infants, and Children (WIC)
10.561	SNAP Cluster
93.563	Child Support Enforcement
93.658	Foster Care Title IV-E
93.667	Social Services Block Grant
93.778	Medicaid Cluster
93.914	HIV Emergency Relief Project Grants
93.958	Block Grants for Community Mental Health Services
97.067	Homeland Security Grant Program (HSGP)
17.258/17.259/17.278	Workforce Innovation and Opportunity Act (WIOA) Cluster

Dollar threshold used to distinguish between Type A and Type B programs:	\$3,000,000
Auditee qualified as low-risk auditee?	No

County of Orange, California
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2019

II. FINANCIAL STATEMENT FINDINGS

Finding 2019-001

INFORMATION TECHNOLOGY GENERAL CONTROLS (ITGC)

Type of Finding: Significant Deficiency

Criteria:

Governing bodies and executive management establish the goals and objectives of an entity to operate effectively, efficiently, and economically; safeguard resources; comply with laws and regulations, and ensure accurate, complete, and timely financial and non-financial reports to the County's creditors, managers, and other stakeholders. This is accomplished when the entity:

1. Deploys control activities through policies that establish what is expected and procedures that put policies into action.
2. Selects and develops general control activities over technology to support the achievement of objectives.

Condition:

The County was in the process of developing, but had not fully deployed, certain entity-wide information technology policies and procedures. Policies reflect management's statement of what should be done to effect control, specifically over IT Security practices. Policies and procedures specifically relate to those control activities that contribute to the mitigation of risks and achievement to bring objectives to acceptable levels. Policy statements and related procedures should be documented and disseminated. The Usage and IT Security Policies have not been updated since 2009.

Cause:

This item was part of a prior year finding (2017-001 and 2018-001) and management was in the process of approving and deploying the written policies and procedures during the fiscal year.

Effect:

Missing or out-of-date policies and procedures increase the risk that the County and its resources, including its personally identifiable and confidential (business) information may be subject to exploits that access, disclose, or alter information.

Recommendation:

We recommend that the County implement the Usage and IT Security Policies to ensure the risk of inaccurate information is minimized and the integrity of the data is maintained.

Views of Responsible Officials and Planned Corrective Action:

Management agrees. See separately issued Corrective Action Plan.

County of Orange, California
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2019

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

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

Finding 2019-002

Program: Supplemental Nutrition Assistance Program (SNAP) Cluster

CFDA No.: 10.561

Federal Grantor: U.S. Department of Agriculture

Passed-through: California Department of Social Services

Award No. and Year: FY 2018-19

Compliance Requirements: Special Tests and Provision – ADP System for SNAP

Type of Finding: Significant Deficiency in Internal Control and Instance of Non-Compliance

Criteria:

The Uniform Guidance Compliance Supplement requires that the County (1) accurately and completely process and store all case file information for eligibility determination and benefit calculation; (2) provide an automatic cut-off of households at the end of their certification period unless recertified; and (3) generate data necessary to meet federal issuance and reconciliation reporting requirements.

Condition:

In establishing a new case, the client is certified to receive benefits for a one-year period (certification period). No benefits are to be issued after the certification period end date. The client must go through a recertification process in order to continue receiving benefits. The intake and certification process require that information on the CF-37 and SAWS 2 be obtained to determine eligibility. During the mid-year review, the client must submit the SAR 7 form in order to continue benefits. Further prior to case worker approval of benefits, the Income Eligibility Verification System (IEVS) is required to be processed in certain circumstances. As a result of our participant case files testing, we noted the following:

- For five of 40 case files, the benefits were continued without proper supporting documents as described below:
 - One case - SAR 7 was not on file, and system was not properly updated in order to discontinue or update benefits.
 - One case - no evidence retained to support benefit continuation such as CF-37, SAWS 2, or SAR 7, and system was not properly updated in order to discontinue or update benefits. The case file did not have the proper documentation in CalWIN to evidence that eligibility determinations and redeterminations were performed accurately and completely processed. Further, the IEVS report was not processed or reviewed in the case file.
 - One case - income verification was not properly performed, and system was not updated to “flag” case in order to cease benefits.
 - One case – no evidence retained to support benefit continuation such as CF-37, SAWS 2, or SAR 7.
 - One case – family size was not updated based on results of SAR 7, resulting in overstatement of benefits.
- For four of 40 case files, the IEVS report was not processed or reviewed in the case file, when required.

County of Orange, California
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2019

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS (Continued)

Questioned Costs:

Benefits issued by the California Department of Social Services as a result of the County's eligibility determinations were \$22,179.

Context/Sampling:

A non statistical sample of 40 participants out of 60,397 participants were selected for eligibility testing. As a result of testwork of specific requirements related to special test and provisions, it was noted that five of 40 SNAP program's case files tested were not properly maintained in accordance with OMB 2 CFR part 200 compliance requirements during fiscal year 2018-2019, which is an error rate of 12.5 percent. Further four of 40 case files did not follow County procedures related to IEVS prior to the eligibility determination, which is an error rate of 10 percent.

Repeat Finding from Prior Year:

No.

Effect:

Case data may not be current or accurate in the case file or the system, which could lead to initial and continued eligibility errors, inaccurate benefit calculations, and benefit overpayments.

Cause:

The condition is primarily caused by the County's Social Service Agency not following policies and procedures in place to ensure the eligibility case files contain documentation to support eligibility and recertifications.

Recommendation:

We recommend that the County strengthen its established policies and procedures with regard to initial and ongoing eligibility determination, required documentation and verifications, maintenance of participant files, and ensure that policies and procedures are strictly adhered to by County personnel.

Views of Responsible Officials and Planned Corrective Actions:

Management agrees. See separately issued Corrective Action Plan.

County of Orange, California
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2019

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS (Continued)

Finding 2019-003

Program: Workforce Innovation and Opportunity Act (WIOA Cluster)

CFDA No.: 17.258/17.259/17.278

Federal Grantor: U.S. Department of Labor

Passed-through: California Employment Development Department

Award No. and Year: various

Compliance Requirements: Subrecipient Monitoring

Type of Finding: Significant Deficiency in Internal Control and Instance of Non-Compliance

Criteria:

2 CFR section 200.331(b), Requirements for Pass-Through Entities, states that all pass-through entities must evaluate each subrecipient's risk of noncompliance with Federal statutes, regulations and the terms and conditions of the subaward for purpose of determining the appropriate subrecipient monitoring.

Condition:

During our testing of the Orange County Community Resources (OCCR) Department provisions for evaluating subrecipient's risk of noncompliance with Federal statutes, regulations and the terms and conditions of the subaward, we noted two of the two subawards selected for testing had instances of where evaluation of the subrecipient's risk of noncompliance was not documented.

Questioned Costs:

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

Context/Sampling:

A nonstatistical sample of 2 subrecipients out of 6 total subrecipients were selected for testing. The condition noted above was identified during our procedures over OCCR's subrecipient monitoring provisions.

Repeat Finding from Prior Year:

No.

Effect:

There is an increased risk that the monitoring procedures performed may not address the subrecipient's risk of noncompliance.

Cause:

OCCR did not adhere to established policies and procedures relating to risk assessment when a subrecipient contract is awarded.

County of Orange, California
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2019

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS (Continued)

Recommendation:

We recommend that OCCR follow the implemented policies and procedures to ensure that the required evaluation of the subrecipient's risk of noncompliance be documented in accordance with 2 *CFR section 200.331(b)*.

Views of Responsible Officials and Planned Corrective Actions:

Management agrees. See separately issued Corrective Action Plan.

Finding 2019-004

Program: Block Grants for Community Mental Health Services

CFDA No.: 93.958

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

Passed-through: California Department of Health Care Services

Award No. and Year: 68-0317191 (2019)

Program: HIV Emergency Relief Project Grants (Ryan White Part A)

CFDA No.: 93.914

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

Passed-through: N/A

Award No. and Year: N/A

Compliance Requirements: Subrecipient Monitoring

Type of Finding: Significant Deficiency in Internal Control and Instance of Non-Compliance

Criteria:

2 *CFR Part 200.331(a), Requirements for Pass-Through Entities*, states that all pass-through entities must ensure that every subaward is clearly identified to the subrecipient as a subaward and includes certain information as well as all the requirements imposed by the pass-through entity on the subrecipient so that the Federal award is used in accordance with Federal statutes, regulations, and the terms and conditions of the award.

Condition:

The following information was not provided at the time of subaward for two of the two subawards selected for testing from the Block Grants for Community Mental Health Services:

- Federal award identification number
- Federal award date
- CFDA number and name
- Identification of whether the award is research and development
- Indirect cost rate for the Federal award

The following information was not provided at the time of subaward for three of the three subawards selected for testing from the HIV Emergency Relief Project Grants:

- Federal award identification number
- Indirect cost rate for the Federal award

County of Orange, California
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2019

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS (Continued)

Questioned Costs:

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

Context/Sampling:

A nonstatistical sample of 2 subrecipients out of 7 total subrecipients were selected for testing for the Block Grants for Community Mental Health Services. A nonstatistical sample of 3 subrecipients out of 7 total subrecipients were selected for testing for the HIV Emergency Relief Project Grants. The condition noted above was identified during our procedures over the Health Care Agency's subrecipient monitoring provisions.

Repeat Finding from Prior Year:

No.

Effect:

The Health Care Agency did not identify the required elements of the subaward to the subrecipients at the time of subaward, increasing the risk of noncompliance.

Cause:

The Health Care Agency's procedures did not consistently ensure that the required award information and applicable requirements were communicated to subrecipients.

Recommendation:

We recommend that the Health Care Agency modify and strengthen its current policies and procedures to ensure that all required award information and applicable requirements are communicated to subrecipients at the time of subaward in accordance with *2 CFR section 200.331(a)*.

Views of Responsible Officials and Planned Corrective Actions:

Management agrees. See separately issued Corrective Action Plan.

County of Orange, California
Summary Schedule of Prior Audit Findings
For the Year Ended June 30, 2019

Financial Statement Findings

Finding No.	Category	Status of Corrective Action
2017-001, 2018-001	Information Technology General Controls (ITGC)	In progress. See current year finding 2019-001

Federal Awards Findings

Finding No.	Program	CFDA No.	Compliance Requirements	Status of Corrective Action
2015-001	Medical Assistance Program	93.778	Subrecipient Monitoring	Implemented
2016-001	SNAP Cluster	10.561	Subrecipient Monitoring	Implemented
	HIV Emergency Relief Project Grants	93.914		
	Block Grants for Community Mental Health Services	93.958		
	Workforce Innovation and Opportunity Act (WIOA Cluster)	17.258/17.259/17.278	Procurement and Suspension and Debarment	Implemented
2017-002, 2018-002				
2018-003	Block Grants for Prevention and Treatment of Substance Abuse	93.959	Subrecipient Monitoring	In progress. A County-wide policy was established in August 2019 and approved on February 6, 2020. The new policy will be applied prospectively to new contracts.
	Crime Victim Assistance	16.575		
2018-004	Aging Cluster	93.041/93.042/93.043/93.044/93.045/93.052/93.053	Subrecipient Monitoring	In progress. Orange County Community Resources (OCCR) included a Federal Award Identification paragraph that includes the required Federal Award information that was implemented in July 2019. Health Care Agency (HCA) Contract Services developed an agreement template with the required Federal Award information that was implemented in December 2019. OCCR and HCA will apply these changes prospectively to new contracts.
	Block Grants for Prention and Treatment of Substance Abuse	93.959		
2018-005	Community Development Block Grants (CDBG)	14.218	Procurement and Suspension and Debarment	In progress. A County-wide policy was established in August 2019 and approved on February 6, 2020. The new policy will be applied prospectively to new contracts.
	Aging Cluster	93.041/93.042/93.043/93.044/93.045/93.052/93.053		
	Crime Victim Assistance	16.575		
2018-006	Equitable Sharing	16.922	Equipment and Real Property Management	Implemented
2018-007	Housing Voucher Cluster	14.871	Eligibility	Implemented
2018-008	Block Grants for Prevention and Treatment of Substance Abuse	93.959	Subrecipient Monitoring	In progress. A County-wide policy was established in August 2019 and approved on February 6, 2020. The new policy will be applied prospectively to new contracts.
	Crime Victim Assistance	16.575		

**AUDITOR-CONTROLLER
COUNTY OF ORANGE**

1770 N. BROADWAY
POST OFFICE BOX 567
SANTA ANA, CALIFORNIA 92706

(714) 834-2450 FAX: (714) 834-2569

www.ac.ocgov.com



**COUNTY EXECUTIVE OFFICE
COUNTY OF ORANGE**

ROBERT E. THOMAS HALL OF
ADMINISTRATION
333 W. SANTA ANA BLVD.
SANTA ANA, CALIFORNIA 92701

(714) 834-2345 FAX: (714) 834-3018

www.ocgov.com

March 27, 2020

**SUBJECT: CORRECTIVE ACTION PLAN FOR COUNTY OF ORANGE, CALIFORNIA
FY 2018-19 SINGLE AUDIT**

Under the provisions of Uniform Administrative Requirement, Cost Principles, and Audit Requirements for Federal Awards at 2 CFR 200 (Uniform Guidance), the auditee is responsible for follow-up and corrective action plans on all single audit findings. As part of this responsibility, the County of Orange has prepared a corrective action plan for current year audit finding (Attachment No. 1) and a summary schedule of prior audit findings (Attachment No. 2).

Attachments

cc: Frank Kim, County Executive Officer
Michelle Aguirre, County Finance Officer
Frank Davies, Auditor-Controller
Salvador Lopez, Chief Deputy Auditor-Controller
JC Squires, A/C Director, Central Accounting Operations
Megan Vu, A/C Accounting and Reporting Manager
Rafael Linares, Chief Information Security Officer
Laurence McCabe, A/C Interim Director Information Technology
Selina Chan-Wychgel, CEO Fiscal Services Manger
Kenneth Brockbank, DA Fiscal Services Manger
Cindy Wong, HCA Accounting Manager
Bill Malohn, OCCR Accounting Manager
Greg White, SSA Accounting Manager

County of Orange, California
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2019

II. FINANCIAL STATEMENT FINDINGS

Finding 2019-001

INFORMATION TECHNOLOGY GENERAL CONTROLS (ITGC)

Type of Finding: Significant Deficiency

Criteria:

Governing bodies and executive management establish the goals and objectives of an entity to operate effectively, efficiently, and economically; safeguard resources; comply with laws and regulations, and ensure accurate, complete, and timely financial and non-financial reports to the County's creditors, managers, and other stakeholders. This is accomplished when the entity:

1. Deploys control activities through policies that establish what is expected and procedures that put policies into action.
2. Selects and develops general control activities over technology to support the achievement of objectives.

Condition:

The County was in the process of developing, but had not fully deployed, certain entity-wide information technology policies and procedures. Policies reflect management's statement of what should be done to effect control, specifically over IT Security practices. Policies and procedures specifically relate to those control activities that contribute to the mitigation of risks and achievement to bring objectives to acceptable levels. Policy statements and related procedures should be documented and disseminated. The Usage and IT Security Policies have not been updated since 2009.

Cause:

This item was part of a prior year finding (2017-001 and 2018-001) and management was in the process of approving and deploying the written policies and procedures during the fiscal year.

Effect:

Missing or out-of-date policies and procedures increase the risk that the County and its resources, including its personally identifiable and confidential (business) information may be subject to exploits that access, disclose, or alter information.

Recommendation:

We recommend that the County implement the Usage and IT Security Policies to ensure the risk of inaccurate information is minimized and the integrity of the data is maintained.

County of Orange, California
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2019

II. FINANCIAL STATEMENT FINDINGS (Continued)

Management Response and Planned Corrective Action

1. Person Responsible: Rafael Linares, CISO
2. Corrective Action Plan:
The County Cybersecurity Policy which outlines IT password controls, was voted on officially and approved by the Cyber Security Joint Task Force (CSJTF) in August 2019. The policy was subsequently approved by the IT Executive Council and signed by our CIO and CEO for its full execution on February 25, 2020.
3. Anticipated Implementation Date: February 25, 2020

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

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

Finding 2019-002

Program: Supplemental Nutrition Assistance Program (SNAP) Cluster

CFDA No.: 10.561

Federal Grantor: U.S. Department of Agriculture

Passed-through: California Department of Social Services

Award No. and Year: FY 2018-19

Compliance Requirements: Special Tests and Provision – ADP System for SNAP

Type of Finding: Significant Deficiency in Internal Control and Instance of Non-Compliance

Criteria:

The Uniform Guidance Compliance Supplement requires that the County (1) accurately and completely process and store all case file information for eligibility determination and benefit calculation; (2) provide an automatic cut-off of households at the end of their certification period unless recertified; and (3) generate data necessary to meet federal issuance and reconciliation reporting requirements.

Condition:

In establishing a new case, the client is certified to receive benefits for a one-year period (certification period). No benefits are to be issued after the certification period end date. The client must go through a recertification process in order to continue receiving benefits. The intake and certification process require that information on the CF-37 and SAWS 2 be obtained to determine eligibility. During the mid-year review, the client must submit the SAR 7 form in order to continue benefits. Further prior to case worker approval of benefits, the Income Eligibility Verification System (IEVS) is required to be processed in certain circumstances. As a result of our participant case files testing, we noted the following:

County of Orange, California
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2019

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS (Continued)

- For five of 40 case files, the benefits were continued without proper supporting documents as described below:
 - One case - SAR 7 was not on file, and system was not properly updated in order to discontinue or update benefits.
 - One case - no evidence retained to support benefit continuation such as CF-37, SAWS 2, or SAR 7, and system was not properly updated in order to discontinue or update benefits. The case file did not have the proper documentation in CalWIN to evidence that eligibility determinations and redeterminations were performed accurately and completely processed. Further, the IEVS report was not processed or reviewed in the case file.
 - One case - income verification was not properly performed, and system was not updated to “flag” case in order to cease benefits.
 - One case – no evidence retained to support benefit continuation such as CF-37, SAWS 2, or SAR 7.
 - One case – family size was not updated based on results of SAR 7, resulting in overstatement of benefits.
- For four of 40 case files, the IEVS report was not processed or reviewed in the case file, when required.

Questioned Costs:

Benefits issued by the California Department of Social Services as a result of the County’s eligibility determinations were \$22,179.

Context/Sampling:

A non-statistical sample of 40 participants out of 60,397 participants were selected for eligibility testing. As a result of testwork of specific requirements related to special test and provisions, it was noted that five of 40 SNAP program’s case files tested were not properly maintained in accordance with OMB 2 CFR part 200 compliance requirements during fiscal year 2018-2019, which is an error rate of 12.5 percent. Further four of 40 case files did not follow County procedures related to IEVS prior to the eligibility determination, which is an error rate of 10 percent.

Repeat Finding from Prior Year:

No.

Effect:

Case data may not be current or accurate in the case file or the system, which could lead to initial and continued eligibility errors, inaccurate benefit calculations, and benefit overpayments.

Cause:

The condition is primarily caused by the County’s Social Service Agency not following policies and procedures in place to ensure the eligibility case files contain documentation to support eligibility and recertifications.

County of Orange, California
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2019

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS (Continued)

Recommendation:

We recommend that the County strengthen its established policies and procedures with regard to initial and ongoing eligibility determination, required documentation and verifications, maintenance of participant files, and ensure that policies and procedures are strictly adhered to by County personnel.

Management Response and Corrective Action

1. Person Responsible: Cristina De La Rosa, Administrative Manager, Assistance Programs Operations and Policy
2. Corrective Action Plan:
Department will provide Single Audit findings in a mandatory Program Summary meeting that all staff will attend. At the meeting, department will address the findings in detail and remind staff who administer CalFresh to:
 - Ensure they are accurately collecting and recording income information
 - Review the budget wrap-up screen thoroughly for every case
 - Ensure case documentation such as: SAR 7, CF 37, SAWS 1 or SAWS 2 are imaged
 - Ensure case verifications are imaged and documented in case comments to support case action
 - Process IEVS reports timely and accurately

The department will also continue to have the Quality Assurance unit complete case reviews to ensure eligibility workers are following policies and procedures and completing accurate eligibility determinations.

In addition, to ensure timely processing of SAR 7s, the department will continue to utilize the SAR 7 Processing Report which identifies SAR 7s that have been received, have an assigned task in our Task Management System (TMS) and identifies whether the SAR 7 was marked processed in TMS but not processed in CalWIN.

In an effort to ensure SAR 7 are processed timely, accurately, and consistently, in early March 2020 the department completed SAR 7 Refresher Training for eligibility staff.

3. Anticipated Implementation Date: April 2020

Finding 2019-003

Program: Workforce Innovation and Opportunity Act (WIOA Cluster)

CFDA No.: 17.258/17.259/17.278

Federal Grantor: U.S. Department of Labor

Passed-through: California Employment Development Department

Award No. and Year: Various

Compliance Requirements: Subrecipient Monitoring

Type of Finding: Significant Deficiency in Internal Control and Instances of Non-Compliance

County of Orange, California
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2019

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS (Continued)

Criteria:

2 CFR section 200.331(b), Requirements for Pass-Through Entities, states that all pass-through entities must evaluate each subrecipient's risk of noncompliance with Federal statutes, regulations and the terms and conditions of the subaward for purpose of determining the appropriate subrecipient monitoring.

Condition:

During our testing of the Orange County Community Resources (OCCR) Department provisions for evaluating subrecipient's risk of noncompliance with Federal statutes, regulations and the terms and conditions of the subaward, we noted two of the two subawards selected for testing had instances of where evaluation of the subrecipient's risk of noncompliance was not documented.

Questioned Costs:

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

Context/Sampling:

A nonstatistical sample of 2 subrecipients out of 6 total subrecipients were selected for testing. The condition noted above was identified during our procedures over OCCR's subrecipient monitoring provisions.

Repeat Finding from Prior Year:

No.

Effect:

There is an increased risk that the monitoring procedures performed may not address the subrecipient's risk of noncompliance.

Cause:

OCCR did not adhere to established policies and procedures relating to risk assessment when a subrecipient contract is awarded.

Recommendation:

We recommend that OCCR follow the implemented policies and procedures to ensure that the required evaluation of the subrecipient's risk of noncompliance be documented in accordance with *2 CFR section 200.331(b)*.

County of Orange, California
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2019

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS (Continued)

Management Response and Corrective Action

1. Person Responsible: Elsa Rivera, Contract Administrator, Contract Development and Management (CDM)
2. Corrective Action Plan:
OCCR added Risk Assessments to the Contract Compliance Checklist. CDM will collaborate with Program Management to ensure all required tasks are completed and documented timely.
3. Anticipated Implementation Date: March 2020

Finding 2019-004

Program: Block Grants for Community Mental Health Services

CFDA No.: 93.958

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

Passed-through: California Department of Health Care Services

Award No. and Year: 68-0317191 (2019)

Program: HIV Emergency Relief Project Grants (Ryan White Part A)

CFDA No.: 93.914

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

Passed-through: N/A

Award No. and Year: N/A

Compliance Requirements: Subrecipient Monitoring

Type of Finding: Subrecipient Deficiency in Internal Control and Instance of Non-Compliance

Criteria:

2 CFR Part 200.331(a), Requirements for Pass-Through Entities, states that all pass-through entities must ensure that every subaward is clearly identified to the subrecipient as a subaward and includes certain information as well as all the requirements imposed by the pass-through entity on the subrecipient so that the Federal award is used in accordance with Federal statutes, regulations, and the terms and conditions of the award.

Condition:

The following information was not provided at the time of subaward for two of the two subawards selected for testing from the Block Grants for Community Mental Health Services:

- Federal award identification number
- Federal award date
- CFDA number and name
- Identification of whether the award is research and development
- Indirect cost rate for the Federal award

County of Orange, California
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2019

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS (Continued)

The following information was not provided at the time of subaward for three of the three subawards selected for testing from the HIV Emergency Relief Project Grants:

- Federal award identification number
- Indirect cost rate for the Federal award

Questioned Costs:

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

Context/Sampling:

A nonstatistical sample of 2 subrecipients out of 7 total subrecipients were selected for testing for the Block Grants for Community Mental Health Services. A nonstatistical sample of 3 subrecipients out of 7 total subrecipients were selected for testing for the HIV Emergency Relief Project Grants. The condition noted above was identified during our procedures over the Health Care Agency's subrecipient monitoring provisions.

Repeat Finding from Prior Year:

No.

Effect:

The Health Care Agency did not identify the required elements of the subaward to the subrecipients at the time of subaward, increasing the risk of noncompliance.

Cause:

The Health Care Agency's procedures did not consistently ensure that the required award information and applicable requirements were communicated to subrecipients.

Recommendation:

We recommend that the Health Care Agency modify and strengthen its current policies and procedures to ensure that all required award information and applicable requirements are communicated to subrecipients at the time of subaward in accordance with 2 *CFR section 200.331(a)*.

Management Response and Corrective Action

1. Person Responsible: Maria Pirona, HCA Contract Services Division Manager
2. Corrective Action Plan:
The HCA Contract Services Division has developed an agreement template with the required Federal Award information and it was implemented in December 2019. These changes are applied prospectively to new contracts.
3. Anticipated Implementation Date: December 2019

Attachment No. 2 – Summary Schedule of Prior Audit Findings

COUNTY OF ORANGE, CALIFORNIA
 Schedule of Prior Audit Findings
 For the Year Ended June 30, 2019

Prior Year Financial Statement Finding				
Finding No.	Finding Description	Status of Corrective Action	Reason for Findings Recurrence	Contact Info
2017-001, 2018-001	Information Technology General Controls (ITGC)	In progress. See current year finding 2019-001.	The County Cybersecurity Policy was voted on and approved by the Cyber Security Joint Task Force in August 2019. It was approved by the IT Executive Council and signed by our CIO and CEO on February 25, 2020.	Rafael Linares - Chief Information Security Officer

Prior Year Federal Award Findings						
Finding No.	Federal Program Name	CFDA No.	Compliance Requirements	Status of Corrective Action	Reason for Findings Recurrence	Contact Info
2015-001	Aging Cluster Medical Assistance Program	93.044; 93.045; 93.053; 93.778	Subrecipient Monitoring	Implemented	N/A	N/A
2016-001	SNAP Cluster; HIV Emergency Relief Project Grants; Block Grants for Community Mental Health Services	10.561; 93.914; 93.958	Subrecipient Monitoring	Implemented	N/A	N/A
2017-002, 2018-002	Workforce Innovation and Opportunity Act (WIOA) Cluster	17.258; 17.259; 17.278	Procurement and Suspension and Debarment	Implemented	N/A	N/A
2018-003	Block Grants for Prevention and Treatment of Substance Abuse Crime Victim Assistance	93.959; 16.575	Subrecipient Monitoring	In progress. A County-wide policy was established in August 2019 and approved on February 6, 2020. The new policy will be applied prospectively to new contracts.	Implementation of policies carried forward into fiscal year 2019.	Maria Pirona, HCA Contract Services Manager Selina Chan- Wychgel, CEO Fiscal Services Manager Kenneth Brockbank, District Attorney Fiscal Services Manager
2018-004	Aging Cluster Block Grants for Prevention and Treatment of Substance Abuse	93.041; 93.042; 93.043; 93.044; 93.045; 93.052; 93.053; 93.959	Subrecipient Monitoring	In progress. Orange County Community Resources (OCCR) included a Federal Award Identification paragraph that includes the required Federal Award information that was implemented in July 2019. Health Care Agency (HCA) Contract Services developed an agreement template with the required Federal Award information that was implemented in December 2019. OCCR and HCA will apply these changes prospectively to new contracts.	Implementation of changes carried forward into fiscal year 2019.	Lydia Garcia, OCCR Contract Development & Management Manager Maria Pirona, HCA Contract Services Manager

Attachment No. 2 – Summary Schedule of Prior Audit Findings

COUNTY OF ORANGE, CALIFORNIA
 Schedule of Prior Audit Findings
 For the Year Ended June 30, 2019

Prior Year Federal Award Findings (Continued)						
Finding No.	Federal Program Name	CFDA No.	Compliance Requirements	Status of Corrective Action	Reason for Findings Recurrence	Contact Info
2018-005	Community Development Block Grants (CDBG) Aging Cluster Crime Victim Assistance	14.218; 93.041; 93.042; 93.043; 93.044; 93.045; 93.052; 93.053 16.575	Procurement and Suspension and Debarment	In progress. A County-wide policy was established in August 2019 and approved on February 6, 2020. The new policy will be applied prospectively to new contracts.	Implementation of policies carried forward into fiscal year 2019.	Maria Pirona, HCA Contract Services Manager Selina Chan-Wychgel, CEO Fiscal Services Manager Kenneth Brockbank, District Attorney Fiscal Services Manager
2018-006	Equitable Sharing	16.922	Equipment and Real Property Management	Implemented	N/A	N/A
2018-007	Housing Voucher Cluster	14.871	Eligibility	Implemented	N/A	N/A
2018-008	Block Grants for Prevention and Treatment of Substance Abuse Crime Victim Assistance	93.959 16.575	Subrecipient Monitoring	In progress. A County-wide policy was established in August 2019 and approved on February 6, 2020. The new policy will be applied prospectively to new contracts.	Implementation of policies carried forward into fiscal year 2019.	Maria Pirona, HCA Contract Services Manager Selina Chan-Wychgel, CEO Fiscal Services Manager Kenneth Brockbank, District Attorney Fiscal Services Manager