



# **COUNTY OF BERKS, PENNSYLVANIA**

## **Single Audit Report**

**December 31, 2012**



REINSEL KUNTZ LESHER  
certified public accountants & consultants

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## County of Berks

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## **County of Berks**

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Report Distribution List  
December 31, 2012

Board of County Commissioners  
County Controller  
County of Berks  
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Reading, PA 19601

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

## **Independent Auditor's Report**

To the Board of County Commissioners  
and County Controller  
County of Berks  
Reading, Pennsylvania

### **Report on the Financial Statements**

We have audited, in accordance with auditing standards generally accepted in the United States of America and except for the discretely presented component unit, the Berks County Solid Waste Authority, the standards applicable to the 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 Berks, as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the County of Berks' basic financial statements, and have issued our report thereon dated June 28, 2013. Our report includes a reference to other auditors who audited the financial statements of the Reading Regional Airport Authority and the Reading Area Community College, as described in our report on the County of Berks' 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 other auditors.

### **Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the County of Berks' 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 of Berks' internal control. Accordingly, we do not express an opinion on the effectiveness of the County of Berks' internal control.

## **Internal Control over Financial Reporting (continued)**

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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the County of Berks' 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*.

## **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.



September 26, 2013  
Wyomissing, Pennsylvania



# **Report on Compliance for Each Major Federal Program; Report on Internal Control over Compliance; and Report on the Schedule of Expenditures of Federal Awards and DPW Awards Required by OMB Circular A-133 and DPW *Single Audit Supplement***

## **Independent Auditor's Report**

To the Board of County Commissioners  
and County Controller  
County of Berks  
Reading, Pennsylvania

### **Report on Compliance for Each Major Federal Program**

We have audited the County of Berks' compliance with the types of compliance requirements described in the *OMB Circular A-13 Compliance Supplement* and the Pennsylvania Department of Public Welfare, *Single Audit Supplement* (the Supplement), that could have a direct and material effect on each of the County of Berks' major federal programs and the Department of Public Welfare (DPW) programs for the year ended December 31, 2012. The County of Berks' major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

### **Management's Responsibility**

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

### **Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of the County of Berks' major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and the Supplement. Those standards, OMB Circular A-133 and the Supplement require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program or DPW program occurred. An audit includes examining, on a test basis, evidence about the County of Berks' compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

## **Auditor's Responsibility (continued)**

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

## **Opinion on Each Major Federal Program and DPW Program**

In our opinion, the County of Berks complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and DPW programs for the year ended December 31, 2012.

## **Report on Internal Control over Compliance**

Management of the County of Berks is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County of Berks' internal control over compliance with the type of requirements that could have a direct and material effect on a major federal and DPW program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and DPW program and to test and report on internal control over compliance in accordance with OMB Circular A-133 and the Supplement, 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 of Berks' 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 type of compliance requirement of a federal program will not be prevented, or detected and corrected on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or DPW 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. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

**Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133, Schedule of DPW Awards and Schedule of Workforce Investment Act Expenditures by Program Identifier and Year**

We have audited the financial statements of the County of Berks as of and for year ended December 31, 2012, and have issued our report thereon dated June 28, 2013, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying Schedule of Expenditures of Federal and DPW Awards and the Schedule of Workforce Investment Act Expenditures by Program Identifier and Year are presented for purposes of additional analysis as required by the OMB Circular A-133, the Supplement and the Pennsylvania Department of Labor and Industry and are not a required part of the 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 financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal and DPW Awards and the Schedule of Workforce Investment Act Expenditures by Program Identifier and Year are fairly stated, in all material respects, in relation to the financial statements as a whole.

*Reinsel Kuntz Lesker LLP*

September 26, 2013, except for the first paragraph  
of Page 6 as to which the date is June 28, 2013  
Wyomissing, Pennsylvania

COUNTY OF BERKS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED DECEMBER 31, 2012

Federal Grantor/Pass-Through Grantor/Program	Source Code	Federal CFDA Number	Pass-Through Grantor's Number	Accrued (Deferred) Revenue at 12/31/11	Federal Grant Receipts	Federal Grant Expenditures	Accrued (Deferred) Revenue at 12/31/12
<u>U.S. Department of Agriculture</u>							
Passed through Pennsylvania Department of Education							
<u>Child Nutrition Cluster</u>							
School Breakfast Program	I	10.553	300-06-101-0	4,234	23,696	23,020	3,558
National School Lunch Program	I	10.555	300-06-101-0	9,211	51,740	52,729	10,200
Total Nutrition Cluster				13,445	75,436	75,749	13,758
Passed through the Pennsylvania Department of Labor and Industry							
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	I	10.561	015118111 4100060551	5,339 -	22,528 611	17,189 15,959	- 15,348
Passed through the Pennsylvania Department of Public Welfare							
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	I	10.561	N/A	-	421,712	421,712	-
				5,339	444,851	454,860	15,348
Passed through the Pennsylvania Department of Agriculture							
Emergency Food Assistance Program (Administrative Costs)	I	10.568	N/A	27,145	37,694	43,578	33,029
Emergency Food Assistance Program (Food Commodities)	I	10.569	8-07-06-074	(78,049)	263,644	314,891	(26,802)
Farm and Ranch Lands Protection Program	D	10.913	N/A	-	110,544	239,739	129,195
Total U.S. Department of Agriculture				(32,120)	932,169	1,128,817	164,528
<u>U.S. Department of Housing and Urban Development</u>							
Community Development Block Grants/Entitlement Grants	D	14.218	N/A	158,157	2,042,177	1,884,020	-
Emergency Solutions Grants Program	D	14.231	N/A	144	144,275	187,813	43,682
Home Investment Partnerships Program	D	14.239	N/A	25,473	870,549	845,076	-
Homelessness Prevention and Rapid Re-Housing Program (HPRP) (Recovery Act Funded)	D	14.257	N/A	(1,607)	313,714	315,321 *	-
Passed through Pennsylvania Department of Community and Economic Development							
ARRA - Homelessness Prevention and Rapid Re-Housing Program (HPRP)	I	14.257	S-09-UY-42-0002	785	44,519	43,734 *	-
				(822)	358,233	359,055	-
Total U.S. Department of Housing and Urban Development				182,952	3,415,234	3,275,964	43,682
<u>U.S. Department of Justice</u>							
Drug Court Discretionary Grant Program	D	16.585	N/A	7,783	24,460	24,438	7,761
Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program	D	16.590	N/A	43,463	173,848	130,385	-
State Criminal Alien Assistance Program	D	16.606	N/A	(37,642)	39,242	37,642	(39,242)
Public Safety Partnership and Community Policing Grants	D	16.710	N/A	36,250	128,501	92,251	-
Drug Enforcement	D	16.999	N/A	2,666	25,931	34,955	11,690
Passed through City of Reading							
Juvenile Accountability Block Grant	I	16.523	2012-DJ-BX-0092	-	12,054	12,054	-
Passed through Berks Women in Crisis							
Violence Against Women Formula Grants	I	16.588	VA-60-20514	129,904	94,882	2,564	37,586

COUNTY OF BERKS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED DECEMBER 31, 2012

Federal Grantor/Pass-Through Grantor/Program	Source Code	Federal CFDA Number	Pass-Through Grantor's Number	Accrued (Deferred) Revenue at 12/31/11	Federal Grant Receipts	Federal Grant Expenditures	Accrued (Deferred) Revenue at 12/31/12
<u>U.S. Department of Justice (continued)</u>							
Passed through Pennsylvania Commission on Crime and Delinquency							
Juvenile Accountability Block Grant	I	16.523	22124	-	10,939	10,939	-
			22136	5,470	10,940	5,470	-
			22782	-	7,521	11,282	3,761
			22793	-	7,521	7,521	-
Edward Byrne Memorial Justice Assistance Grant Program	I	16.738	2012-DJ-BX-0092	11,145	18,613	18,374	10,906
Berks County Forensic Services Efficiency Program	I	16.742	23538	-	-	58,754	58,754
ARRA - Edward Bryn Memorial Justice Assistance Grant (JAG) Program / Grants to States and Territories (Recovery Act Funded)	I	16.803	23891	-	-	4,795	4,795
ARRA - Edward Bryn Memorial Justice Assistance Grant (JAG) Program / Grants to States and Territories	I	16.803	20612	25,744	35,040	9,296	-
				25,744	35,040	14,091	4,795
Total U.S. Department of Justice				224,783	589,492	460,720	96,011
<u>U.S. Department of Labor</u>							
Passed through Pennsylvania Department of Labor and Industry							
<u>WIA Cluster</u>							
WIA Adult 2nd Increment	I	17.258	015113011	49,076	688,681	639,699 *	94
WIA Adult 1st Increment	I	17.258	015123001	-	58,160	58,160 *	-
WIA Adult 2nd Increment	I	17.258	015123011	-	58,287	141,534 *	83,247
WIA Youth Activities	I	17.259	015113301	57,618	615,485	584,382 *	26,515
WIA Youth Activities	I	17.259	015123301	-	216,312	256,258 *	39,946
WIA Rapid Response	I	17.260	015094156	1,169	57,632	56,463 *	-
WIA Neg-OJT	I	17.260	015097011	2,412	32,393	29,981 *	-
Workforce Investment Act (WIA) National Emergency Grants	I	17.277	015127011	-	8,798	12,228 *	3,430
WIA Dislocated Worker Grants	I	17.278	015114011	97,731	969,225	871,494 *	-
WIA Rapid Response Career Opportunity	I	17.278	015114051	-	87,796	87,796 *	-
Industry Partnership-AMDM	I	17.278	015114151	(539)	6,878	7,417 *	-
ARRA - WIA Rapid Response	I	17.278	015114153	-	7,443	13,053 *	5,610
WIA Dislocated Worker 1st Increment	I	17.278	015124001	-	134,729	134,729 *	-
WIA Dislocated Worker	I	17.278	015124011	-	82,081	189,532 *	107,451
Total WIA Cluster				207,467	3,023,900	3,082,726	266,293
Total U.S. Department of Labor				207,467	3,023,900	3,082,726	266,293
<u>U.S. Department of Transportation</u>							
Passed through Pennsylvania Department of Transportation							
Highway Planning and Construction	I	20.205	520905	69,032	271,340	260,039	57,731
			050350-B	39,992	314,572	487,424	212,844
Metropolitan Transportation Planning	I	20.505	520905	56,766	79,019	44,402	22,149
Total U.S. Department of Transportation				165,790	664,931	791,865	292,724
<u>U.S. Election Assistance Commission</u>							
Passed through Pennsylvania Department of General Services							
Help America Vote Act Requirements Payments	I	90.401	4100032019	110,140	-	63,306	173,446
Total U.S. Election Assistance Commission				110,140	-	63,306	173,446
<u>Institute of Museum and Library Services</u>							
Passed through Pennsylvania Department of Education							
Grants to States	I	45.310	110026	-	5,000	5,155	155
			110065	(2,745)	800	3,545	-
Total Institute of Museum and Library Services				(2,745)	5,800	8,700	155

COUNTY OF BERKS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED DECEMBER 31, 2012

Federal Grantor/Pass-Through Grantor/Program	Source Code	Federal CFDA Number	Pass-Through Grantor's Number	Accrued (Deferred) Revenue at 12/31/11	Federal Grant Receipts	Federal Grant Expenditures	Accrued (Deferred) Revenue at 12/31/12
<u>U.S. Department of Education</u>							
Passed through Pennsylvania Department of Welfare Special Education-Grants for Infants and Families	I	84.181	70170	(72,120)	231,932	304,052	-
Total U.S. Department of Education				(72,120)	231,932	304,052	-
<u>U.S. Department of Health and Human Services</u>							
Substance Abuse and Mental Health Services - Projects of Regional and National Significance	D	93.243	N/A	17,883	76,316	79,188	20,755
Passed through Pennsylvania Department of Health Substance Abuse and Mental Health Services-Projects of Regional and National Significance	I	93.243	4100053160	8,994	62,962	53,968	-
				26,877	139,278	133,156	20,754
Passed through Pennsylvania Department of Aging Special Programs for the Aging- Title VII, Chapter 3-Programs for Prevention of Elder Abuse, Neglect, and Exploitation	I	93.041	4100057838	-	3,138	13,252	10,114
Special Programs for the Aging- Title VII, Chapter 2- Long Term Care Ombudsman Services for Older Individuals	I	93.042	4100057838	-	8,824	9,306	482
Special Programs for the Aging-Title III, Part D- Disease Prevention and Health Promotion Services	I	93.043	4100057838	-	25,165	25,165	-
Affordable Care Act-Medicare Improvements for Patients and Providers	I	93.518	4100057838	-	25,358	25,358	-
Money Follows the Person Rebalancing Demonstration	I	93.791	4100058024	-	12,777	12,777	-
<u>Aging Cluster</u>							
Special Programs for the Aging-Title III, Part B-Grants for Supportive Services and Senior Centers	I	93.044	4100057838	-	745,411	745,411	*
Special Programs for the Aging-Title III, Part C- Nutrition Services	I	93.045	4100057838	-	461,016	461,016	*
Nutrition Services Incentive Program	I	93.053	4100057838	-	146,541	172,787	*
Total Aging Cluster				-	1,352,968	1,379,214	26,246
National Family Caregiver Support, Title III, Part E	I	93.052	4100057838	-	168,571	234,084	65,513
CMS Research, Demonstrations, and Evaluations	I	93.779	4100034680	-	53,600	61,100	7,500
			4100057838	-	10,387	10,387	-
Passed through Pennsylvania Department of Welfare							
<u>Medicaid Cluster</u>							
Medical Assistance Program-RMTS	I	93.778	N/A	-	22,660	36,631	13,971
Medical Assistance Program-Medically Fragile	I	93.778	N/A	47,053	197,949	195,039	44,143
Medical Assistance Program-MATP	I	93.778	ME6300220206	-	1,004,236	1,004,236	-
Medical Assistance Program-DD	I	93.778	70175	57,633	389,444	331,811	-
Medical Assistance Program-EI/MH	I	93.778	70127	(4,715)	14,254	18,969	-
				99,971	1,628,543	1,586,686	58,114
<u>Medicaid Cluster</u>							
Medical Assistance Program	I	93.778	4100058024	131,979	1,170,629	1,165,083	126,433
Total Medicaid Cluster				231,950	2,799,172	2,751,769	184,547
Passed through Pennsylvania Department of Health							
Block Grants for Prevention and Treatment of Substance Abuse	I	93.959	4100053160	162,864	2,046,291	1,883,427	-

COUNTY OF BERKS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED DECEMBER 31, 2012

Federal Grantor/Pass-Through Grantor/Program	Source Code	Federal CFDA Number	Pass-Through Grantor's Number	Accrued (Deferred) Revenue at 12/31/11	Federal Grant Receipts	Federal Grant Expenditures	Accrued (Deferred) Revenue at 12/31/12
<u>U.S. Department of Health and Human Services (continued)</u>							
Passed through Pennsylvania Department of Labor and Industry							
<u>TANF Cluster</u>							
Temporary Assistance for Needy Families	I	93.558	015113361	11,062	103,344	92,282 *	-
Temporary Assistance for Needy Families			015118141	109,719	461,751	352,032 *	-
Temporary Assistance for Needy Families			015118231	5,256	21,471	16,215 *	-
Temporary Assistance for Needy Families			015118241	8,396	76,549	68,153 *	-
Temporary Assistance for Needy Families			015118251	722	2,952	2,230 *	-
Temporary Assistance for Needy Families			015118261	-	1,139	1,139 *	-
Temporary Assistance for Needy Families			015118301	759	23,188	22,429 *	-
Temporary Assistance for Needy Families			01523361	-	309,354	321,916 *	12,562
Temporary Assistance for Needy Families			4100060551	-	14,804	387,432 *	372,628
				135,914	1,014,552	1,263,828	385,190
Passed through Pennsylvania Department of Welfare							
<u>TANF Cluster</u>							
Temporary Assistance for Needy Families	I	93.558	N/A	1,571,067	2,191,327	2,191,327 *	1,571,067
Total TANF Cluster				1,706,981	3,205,879	3,455,155	1,956,257
Guardianship Assistance-Title IV-E	I	93.090	N/A	10,037	41,202	45,398	14,233
ARRA - Guardianship Assistance-Title IV-E	I	93.090	N/A	8	8	-	-
				10,045	41,210	45,398	14,233
Promoting Safe and Stable Families	I	93.556	ME980021600	30,896	70,387	85,291	45,800
Child Support Enforcement	I	93.563	4100030046	631,017	3,566,807	4,391,404	1,455,614
<u>Child Care Cluster</u>							
Child Care and Development Block Grant	I	93.575	N/A	-	6,677,540	6,677,540 *	-
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	I	93.596	N/A	-	1,479,763	1,479,763 *	-
Total Child Care Cluster				-	8,157,303	8,157,303	-
Grants to States for Access and Visitation Programs	I	93.597	4100046257	2,718	8,404	7,620	1,935
Child Welfare Services-State Grants	I	93.645	N/A	-	176,517	176,517	-
Foster Care-Title IV-E	I	93.658	N/A	2,527,758	4,965,196	5,215,410 *	2,777,972
ARRA - Foster Care-Title IV-E	I	93.658	N/A	2,105	5,046	2,941 *	-
				2,529,863	4,970,242	5,218,351	2,777,972
Adoption Assistance	I	93.659	N/A	637,840	2,350,609	2,832,946	1,120,177
Social Services Block Grant-Title XX	I	93.667	N/A	-	318,913	318,913 *	-
Social Services Block Grant			N/A	-	716,045	716,045 *	-
Social Services Block Grant-DD			70177	-	142,046	142,046 *	-
Social Services Block Grant-MH			70135	(29,394)	88,179	117,573 *	-
Chafee Foster Care Independence Program	I	93.674	N/A	-	89,460	124,460	35,000
Block Grants for Community Mental Health Services	I	93.958	70167	(91,196)	274,423	365,619	-
Total U.S. Department of Health and Human Services				5,850,461	30,821,953	32,693,636	7,722,144
<u>Corporation for National and Community Service</u>							
Foster Grandparent Program	D	94.011	N/A	-	315,792	315,792	-
Total Corporation for National and Community Service				-	315,792	315,792	-

**COUNTY OF BERKS**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

YEAR ENDED DECEMBER 31, 2012

Federal Grantor/Pass-Through Grantor/Program	Source Code	Federal CFDA Number	Pass-Through Grantor's Number	Accrued (Deferred) Revenue at 12/31/11	Federal Grant Receipts	Federal Grant Expenditures	Accrued (Deferred) Revenue at 12/31/12
<u>Department of Homeland Security</u>							
Passed through Pennsylvania Emergency Management Agency							
Disaster Grants-Public Assistance (Presidentially Declared)	I	97.036	4030-DR-PA	150,404	21,183	126	129,347
Hazard Mitigation Grant	I	97.039	DR-PA-1898	526	526	22,223	22,223
Emergency Management Performance Grants	I	97.042	41000057186	23,886	95,698	96,737	24,925
Homeland Security Grant Program	I	97.067	N/A	10,887	59,507	59,455	10,835
Total Department of Homeland Security				<u>185,703</u>	<u>176,914</u>	<u>178,541</u>	<u>187,330</u>
Total Federal Awards				<u>6,820,311</u>	<u>40,178,117</u>	<u>42,304,119</u>	<u>8,946,313</u>

I = Indirect  
D = Direct

\* Denotes major program as defined by OMB Circular A-133

## County of Berks

### Schedule of Pennsylvania Department of Public Welfare Expenditures

December 31, 2012

<b>Program (As Defined in the Pennsylvania Department of Public Welfare Single Audit Supplement)</b>	<b>Combined Federal/State Expenditures for Calendar Year Ended December 31, 2012</b>
Child Support Enforcement	\$ 5,119,025*
Children and Youth	48,046,073*
Medical Assistance Transportation	1,913,680*
Mental Health/Intellectual Developmental Disabilities	17,601,126*
Child Care Information Services for Subsidized Child Care	17,953,665*
Homeless Assistance Programs	342,063
Human Services Development Fund	<u>554,502</u>
	<u>\$ 91,530,134</u>

\* Major Pennsylvania Department of Public Welfare programs. The 2012 threshold for major programs under the federal definition is \$1,268,247 (the greater of 3 percent of total federal expenditures or \$300,000). The amount expended under the major Pennsylvania Department of Public Welfare programs for the year ended December 31, 2012 was \$90,633,569 or 99 percent of total Pennsylvania Department of Public Welfare financial assistance.

COUNTY OF BERKS

SCHEDULE OF WIA EXPENDITURES  
BY PROGRAM IDENTIFIER AND YEAR  
CALENDER YEAR 2012

Title	NOO Number	Agreement Period	Authorized Budget	Cumulative Expenditures	(Over) Under
WIA Adult Program	015-12-3001	07/01/12-06/30/13	\$ 58,160.00	\$ -	\$ 58,160.00
WIA Adult Program	015-12-3011	10/01/12-06/30/13	\$ 704,126.00	\$ 141,534.00	\$ 562,592.00
WIA Youth Program	015-12-3301	04/01/12-06/30/13	\$ 881,392.00	\$ 256,258.00	\$ 625,134.00
WIA Youth-TANF	015-12-3361	07/01/12-06/30/13	\$ 450,000.00	\$ 321,916.00	\$ 128,084.00
WIA Dislocated Worker	015-12-4001	07/01/12-06/30/13	\$ 134,729.00	\$ -	\$ 134,729.00
WIA Dislocated Worker	015-12-4011	10/01/12-06/30/13	\$ 782,083.00	\$ 189,532.00	\$ 592,551.00
WIA Rapid Response	015-12-4151	10/01/12-06/30/13	\$ 50,000.00	\$ -	\$ 50,000.00
WIA NEG	015-12-7011	06/29/12-06/30/13	\$ 100,004.00	\$ 12,228.00	\$ 87,776.00
WIA Rapid Response	015-12-4052	07/01/12-06/30/13	\$ 6,074.00	\$ -	\$ 6,074.00
<b>Grand Totals</b>			\$ 3,166,568.00	\$ 921,468.00	\$ 2,245,100.00

Title	NOO Number	Agreement Period	Authorized Budget	Cumulative Expenditures	(Over) Under
WIA Adult Program	015-11-3011	10/01/11-06/30/13	\$ 723,210.00	\$ 723,210.00	\$ -
WIA Youth Program	015-11-3301	04/01/11-06/30/13	\$ 897,206.00	\$ 809,994.00	\$ 87,212.00
WIA Youth-TANF	015-11-3361	07/01/11-06/30/12	\$ 463,163.00	\$ 457,906.00	\$ 5,257.00
WIA Dislocated Worker	015-11-4011	10/01/05-06/30/13	\$ 1,039,091.00	\$ 1,039,091.00	\$ -
WIA Rapid Response	015-11-4051	07/01/11-06/30/13	\$ 87,796.00	\$ 87,796.00	\$ -
WIA Rapid Response	015-11-4151	10/01/11-06/30/12	\$ 10,000.00	\$ 7,184.00	\$ 2,816.00
WIA Rapid Response	015-11-4153	10/01/11-06/30/12	\$ 153,932.00	\$ 13,053.00	\$ 140,879.00
EARN-SNAP	015-11-8111	07/01/11-06/30/12	\$ 47,027.00	\$ 44,309.00	\$ 2,718.00
EARN-TANF	015-11-8141	07/01/11-06/30/12	\$ 963,963.00	\$ 908,206.00	\$ 55,757.00
EARN-TANF	015-11-8231	07/01/11-06/30/12	\$ 94,009.00	\$ 31,320.00	\$ 62,689.00
EARN-TANF	015-11-8241	07/01/11-06/30/12	\$ 141,014.00	\$ 114,159.00	\$ 26,855.00
EARN-TANF	015-11-8251	07/01/11-06/30/12	\$ 14,101.00	\$ 4,155.00	\$ 9,946.00
EARN-TANF	015-11-8261	07/01/11-06/30/12	\$ 1,529.00	\$ 1,139.00	\$ 390.00
EARN-TANF	015-11-8301	07/01/11-06/30/12	\$ 42,138.00	\$ 31,947.00	\$ 10,191.00
<b>Grand Totals</b>			\$ 4,678,179.00	\$ 4,273,469.00	\$ 404,710.00

Title	NOO Number	Agreement Period	Authorized Budget	Cumulative Expenditures	(Over) Under
WIA Rapid Response	015-09-4156	10/01/09-06/30/12	\$ 75,000.00	\$ 75,000.00	\$ -
WIA NEG	015-09-7011	09/01/10-09/30/12	\$ 113,827.00	\$ 113,827.00	\$ -
<b>Grand Totals</b>			\$ 188,827.00	\$ 188,827.00	\$ -

## **County of Berks**

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Notes to the Schedule of Expenditures of Federal Awards, the Schedule of Pennsylvania Department of Public Welfare Expenditures and the Schedule of Workforce Investment Act (WIA) Expenditures by Program Identifier and Year  
December 31, 2012

### **Note 1 - Reporting Entity**

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

- Reading Area Community College
- Reading Regional Airport Authority
- Berks County Solid Waste Authority
- Redevelopment Authority of Berks County

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

Except as indicated above, the accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal award programs and the Pennsylvania Department of Public Welfare award programs of the County.

### **Note 2 - Basis of Presentation**

The accompanying Schedule of Expenditures of Federal Awards, the Schedule of Pennsylvania Department of Public Welfare Expenditures and the Schedule of Workforce Investment Act (WIA) Expenditures by Program Identifier and Year includes the federal and state grant activity of the County of Berks and are presented on the accrual basis of accounting. The information in these schedules is presented in accordance with the requirement of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the Pennsylvania Department of Public Welfare, *Single Audit Supplement*. Therefore, some amounts presented in these schedules may differ from amounts presented in, or used in, the preparation of the financial statements.

### **Note 3 - Correction of Beginning Accrued (Deferred) Revenue**

The accrued (deferred) revenue amounts presented in the December 31, 2011 Schedule of Expenditures of Federal Awards were corrected to adjust to actual amounts. Original amounts presented previously were based on estimates. The programs and amounts are the Energy Efficiency and Conservation Block Grant Program, CFDA 81.128, \$8,565 in 2012 and \$-0- in 2011 and ARRA Foster Care - Title IV-E, CFDA 93.658, \$22,755 in 2012 and \$2,105 in 2011 for a total adjustment of \$29,215.

**County of Berks**

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Summary Schedule of Prior Audit Findings  
December 31, 2012

**None.**

## County of Berks

### Schedule of Findings and Questioned Costs

December 31, 2012

#### Section I - Summary of Auditor's Results

##### Financial Statements:

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified? \_\_\_\_\_ Yes     X  No

Significant deficiency(ies) identified that are not considered to be (a) material weakness(es)? \_\_\_\_\_ Yes     X  None reported

Noncompliance material to financial statements noted? \_\_\_\_\_ Yes     X  No

##### Federal Awards:

Internal control over major programs:

Material weakness(es) identified? \_\_\_\_\_ Yes     X  No

Significant deficiency(ies) identified that are not considered to be (a) material weakness(es)? \_\_\_\_\_ Yes     X  None reported

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

Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section .510(a)? \_\_\_\_\_ Yes     X  No

##### Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program</u>	<u>Amount Expended</u>
14.257	ARRA - Homelessness Prevention and Rapid Re-Housing Program	\$ 359,055
17.258, 17.259, 17.260, 17.277, 17.278 and 17.278 ARRA	WIA Cluster	3,082,726
93.044, 93.045 and 93.053	Aging Cluster	1,379,214

**County of Berks**

Schedule of Findings and Questioned Costs (continued)  
December 31, 2012

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**Section I - Summary of Auditor's Results (continued)**

Federal Awards (continued):

Identification of major programs (continued):

<u>CFDA Number</u>	<u>Name of Federal Program</u>	<u>Amount Expended</u>
93.558	Temporary Assistance for Needy Families	\$ 3,455,155
93.575 and 93.596	Child Care Cluster	8,157,303
93.658	Foster Care - Title IV - E	5,218,351
93.667	Social Services Block Grant	1,294,577

Dollar threshold used to distinguish between  
Type A and Type B programs: \$ 1,269,123

Auditee qualified as low-risk auditee?        Yes   X   No

**County of Berks**

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Schedule of Findings and Questioned Costs (continued)  
December 31, 2012

**Section II - Financial Statement Findings**

**None.**

**County of Berks**

Schedule of Findings and Questioned Costs (continued)  
December 31, 2012

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**Section III - Federal Award Findings and Questioned Costs**

**None.**