



COUNTY OF BERKS, PENNSYLVANIA

Single Audit Report

December 31, 2013



REINSEL KUNTZ LESHER
certified public accountants & consultants

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County of Berks

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County of Berks

Report Distribution List

December 31, 2013

Board of County Commissioners
County Controller
County of Berks
Berks County Services Center
633 Court Street
Reading, PA 19601

Single Audit Clearinghouse
1201 E. 10th Street
Jeffersonville, IN 47132

Commonwealth of Pennsylvania
Office of the Budget
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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, 2013, 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 30, 2014. 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.

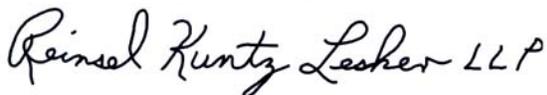
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not 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.



June 30, 2014
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 U. S. Office of Management and Budget (*OMB Circular A-133 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, 2013. 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, 2013.

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 each 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, 2013, and have issued our report thereon dated June 30, 2014, 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. 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 financial statements or 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 Schedules 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 Lesher LLP

September 29, 2014, except for the first paragraph of
Page 6 as to which the date is June 30, 2014
Wyomissing, Pennsylvania

COUNTY OF BERKS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED DECEMBER 31, 2013

Federal Grantor/Pass-Through Grantor/Program	Source Code	Federal CFDA Number	Pass-Through Grantor's Number	Accrued (Deferred) Revenue at 12/31/12	Federal Grant Receipts	Federal Grant Expenditures	Accrued (Deferred) Revenue at 12/31/13
<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	3,558	15,161	12,361	758
National School Lunch Program	I	10.555	300-06-101-0	10,200	38,769	29,902	1,333
Total Nutrition Cluster				13,758	53,930	42,263	2,091
Passed through the Pennsylvania Department of Labor and Industry							
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	I	10.561	4100060551	15,348	41,202	30,067	4,213
Passed through the Pennsylvania Department of Public Welfare							
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	I	10.561	N/A	-	22,195	22,195	-
Passed through the Pennsylvania Department of Agriculture							
Emergency Food Assistance Program (Administrative Costs)	I	10.568	N/A	12,338	5,143	5,143	12,338
Emergency Food Assistance Program (Food Commodities)	I	10.569	8-07-06-074	(26,802)	203,379	219,389	(10,792)
Farm and Ranch Lands Protection Program	D	10.913	N/A	129,195	597,882	712,956	244,269
Total U.S. Department of Agriculture				143,837	923,731	1,032,013	252,119
<u>U.S. Department of Housing and Urban Development</u>							
Community Development Block Grants/Entitlement Grants	D	14.218	N/A	-	1,839,166	1,855,948	16,782
Emergency Shelter Grants Program	D	14.231	N/A	43,682	263,036	219,438	84
Home Investment Partnerships Program	D	14.239	N/A	-	113,752	115,219	1,467
Total U.S. Department of Housing and Urban Development				43,682	2,215,954	2,190,605	18,333
<u>U.S. Department of Justice</u>							
Drug Court Discretionary Grant Program	D	16.585	N/A	7,761	31,651	23,890	-
State Criminal Alien Assistance Program	D	16.606	2012-AP-BX-0540 2013-AP-BX-0583	(39,242) -	- 28,232	39,242 -	- (28,232)
Drug Enforcement	D	16.999	M-13-A34-001605 M-13-D66-0-000156 M-14-D66-0-000089 21 U.S.C. 878	- 8,595 1,789 3,094	7,979 9,144 5,856 16,573	7,979 549 3,232 19,082	- - (835) 5,603
Passed through City of Reading							
Juvenile Accountability Block Grant	I	16.523	2012-DJ-BX-0092	-	-	8,650	8,650
Edward Byrne Memorial Justice Assistance Grant Program	I	16.738	2012-DJ-BX-0092	10,906	10,958	152	100
Passed through Berks Women in Crisis							
Violence Against Women Formula Grants	I	16.588	VA-60-20514 23805	37,586 -	37,586 55,787	- 73,750	- 17,963
Passed through Pennsylvania Commission on Crime and Delinquency							
Juvenile Accountability Block Grant	I	16.523	22782 22793 23985 24008	3,761 - - -	3,761 3,192 9,007 9,576	- 3,192 11,620 9,576	- - 2,613 -
Edward Byrne Memorial Justice Assistance Grant Program	I	16.738	23509	-	42,125	42,125	-
Paul Coverdell Forensic Sciences Improvement Grant Program	I	16.742	23538	58,754	77,998	19,244	-
Meagan's Law Registration Support	I	16.803	23891	4,760	4,760	-	-
Passed through Delaware County Treasurer							
Internet Crimes Against Children Task Force	I	16.543	Unknown	-	1,101	1,101	-
Total U.S. Department of Justice				97,764	355,286	263,384	5,862

COUNTY OF BERKS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)

YEAR ENDED DECEMBER 31, 2013

Federal Grantor/Pass-Through Grantor/Program	Source Code	Federal CFDA Number	Pass-Through Grantor's Number	Accrued (Deferred) Revenue at 12/31/12	Federal Grant Receipts	Federal Grant Expenditures	Accrued (Deferred) Revenue at 12/31/13
<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	94	94	-	*
WIA Adult 2nd Increment	I	17.258	015123011	83,247	645,839	562,592	*
WIA Adult 1st Increment	I	17.258	015133001	-	20,996	20,996	*
WIA Adult 2nd Increment	I	17.258	015133011	-	21,988	76,185	*
WIA Youth Activities	I	17.259	015113301	26,515	113,727	87,212	*
WIA Youth Activities	I	17.259	015123301	39,946	665,080	625,134	*
WIA Youth Activities	I	17.259	015133301	-	170,446	221,979	*
WIA Dislocated Worker	I	17.278	015127011	3,430	33,458	30,028	*
WIA Dislocated Worker-ARRA	I	17.278	015134001	-	104,058	104,058	*
WIA Dislocated Worker 2nd Increment	I	17.278	015134011	-	190,221	299,823	*
WIA Rapid Response Career Opportunity	I	17.278	015114051	-	30,671	30,671	*
WIA Rapid Response Career Opportunity	I	17.278	015124151	-	50,000	50,000	*
Incumbent Worker Training-AMDM	I	17.278	015124052	-	5,605	5,605	*
WIA Rapid Response ARRA	I	17.278	015114153	5,610	146,489	140,879	*
WIA Dislocated Worker	I	17.278	015124011	107,451	700,002	592,551	*
Total WIA Cluster				266,293	2,898,674	2,847,713	215,332
Total U.S. Department of Labor				266,293	2,898,674	2,847,713	215,332
<u>U.S. Department of Transportation</u>							
Passed through Pennsylvania Department of Transportation							
Highway Planning and Construction	I	20.205	520905	57,731	276,356	284,523	65,898
			050350-B	212,844	489,056	672,826	396,614
Metropolitan Transportation Planning	I	20.505	520905	22,149	47,027	54,098	29,220
Interagency Hazardous Materials Public Sector Training and Planning Grant	I	20.703	4100064146	-	29,109	29,109	-
Total U.S. Department of Transportation				292,724	841,548	1,040,556	491,732
<u>U.S. Election Assistance Commission</u>							
Passed through Pennsylvania Department of General Services							
Help America Vote Act Requirements Payments	I	90.401	4100032019	173,447	67,993	2,656	108,110
Total U.S. Election Assistance Commission				173,447	67,993	2,656	108,110
<u>U.S. Department of Education</u>							
Passed through Pennsylvania Department of Welfare							
Special Education-Grants for Infants and Families	I	84.181	70170	-	319,624	319,624	-
Total U.S. Department of Education				-	319,624	319,624	-
<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	10,505	-	-	10,505
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	4,181	4,181	-	-
Special Programs for the Aging - Title VII, Chapter 2-Long-Term Care Ombudsman Services for Older Individuals	I	93.042	4100057838	482	15,763	15,281	-
Special Programs for the Aging -Title III, Part D- Disease Prevention and Health Promotion Services	I	93.043	4100034680	-	17,185	17,185	-
Affordable Care Act-Medicare Improvements for Patients and Providers	I	93.518	4100057838	-	4,803	4,803	-
<u>Aging Cluster</u>							
Special Programs for the Aging -Title III, Part B-Grants for Supportive Services and Senior Centers	I	93.044	4100057838	-	596,329	596,329	-
Special Programs for the Aging -Title III, Part C- Nutrition Services	I	93.045	4100034680	-	368,815	368,815	-
Nutrition Services Incentive Program	I	93.053	4100057838	26,246	213,270	187,024	-
Total Aging Cluster				26,246	1,178,414	1,152,168	-
CMS Research, Demonstrations, and Evaluations	I	93.779	4100034680	7,500	45,825	38,325	-

COUNTY OF BERKS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)

YEAR ENDED DECEMBER 31, 2013

Federal Grantor/Pass-Through Grantor/Program	Source Code	Federal CFDA Number	Pass-Through Grantor's Number	Accrued (Deferred) Revenue at 12/31/12	Federal Grant Receipts	Federal Grant Expenditures	Accrued (Deferred) Revenue at 12/31/13
<u>U.S. Department of Health and Human Services (continued)</u>							
Passed through Pennsylvania Department of Welfare							
<u>Medicaid Cluster</u>							
Medical Assistance Program-RMTS	I	93.778	N/A	13,971	23,684	22,077 *	12,364
Medical Assistance Program-Medically Fragile	I	93.778	N/A	44,143	161,680	156,502 *	38,965
Medical Assistance Program-MATP	I	93.778	ME6300220206	-	877,700	886,107 *	8,407
Medical Assistance Program-DD	I	93.778	70175	-	381,110	381,110 *	-
Medical Assistance Program-EI/MH	I	93.778	70184	-	18,858	18,858 *	-
Medical Assistance Program-EI/MH	I	93.778	70127	-	295	295 *	-
				58,114	1,463,327	1,464,949	59,736
Passed through Pennsylvania Department of Aging							
<u>Medicaid Cluster</u>							
Medical Assistance Program	I	93.778	4100058024	43,298	427,387	406,132 *	22,043
Total Medicaid Cluster				101,412	1,890,714	1,871,081	81,779
Passed through Pennsylvania Department of Health							
Block Grants for Prevention and Treatment of Substance Abuse	I	93.959	4100053160	-	1,802,855	1,802,855 *	-
Passed through Pennsylvania Department of Labor and Industry							
<u>TANF Cluster</u>							
Temporary Assistance for Needy Families	I	93.558	015133361	-	301,595	311,401	9,806
Temporary Assistance for Needy Families			015123361	12,562	97,082	84,520	-
Temporary Assistance for Needy Families			4100060551	372,628	1,030,106	870,354	212,876
				385,190	1,428,783	1,266,275	222,682
Passed through Pennsylvania Department of Welfare							
<u>TANF Cluster</u>							
Temporary Assistance for Needy Families	I	93.558	N/A	1,571,067	1,770,857	1,553,644	1,353,854
Total TANF Cluster				1,956,257	3,199,640	2,819,919	1,576,536
Guardianship Assistance-Title IV-E	I	93.090	N/A	14,234	69,542	80,743	25,435
Promoting Safe and Stable Families	I	93.556	ME980021600	45,800	112,968	79,918	12,750
Child Support Enforcement	I	93.563	4100030046	1,455,614	4,454,526	4,657,720 *	1,658,808
<u>Child Care Cluster</u>							
Child Care and Development Block Grant	I	93.575	N/A	-	4,090,814	4,090,814	-
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	I	93.596	N/A	-	993,392	993,392	-
Total Child Care Cluster				-	5,084,206	5,084,206	-
Child Welfare Services-State Grants	I	93.645	N/A	-	171,375	171,375	-
Foster Care-Title IV-E	I	93.658	N/A	2,777,972	6,323,832	6,193,690	2,647,830
Adoption Assistance	I	93.659	N/A	1,120,177	1,956,363	2,245,611	1,409,425
Social Services Block Grant-Title XX	I	93.667	N/A	-	318,913	318,913	-
Social Services Block Grant			N/A	-	592,188	592,188	-
Social Services Block Grant-DD			70177	-	158,338	158,338	-
Social Services Block Grant-MH			70135	-	117,575	117,575	-
Chafee Foster Care Independence Program	I	93.674	N/A	35,000	152,713	150,879	33,166
Block Grants for Community Mental Health Services	I	93.958	70167	-	210,336	210,336	-
Total U.S. Department of Health and Human Services				7,555,380	27,882,255	27,783,109	7,456,234
<u>Corporation for National and Community Service</u>							
Foster Grandparent Program	D	94.011	N/A	-	240,792	303,222	62,430
Total Corporation for National and Community Service				-	240,792	303,222	62,430

COUNTY OF BERKS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)

YEAR ENDED DECEMBER 31, 2013

Federal Grantor/Pass-Through Grantor/Program	Source Code	Federal CFDA Number	Pass-Through Grantor's Number	Accrued (Deferred) Revenue at 12/31/12	Federal Grant Receipts	Federal Grant Expenditures	Accrued (Deferred) Revenue at 12/31/13
<u>Department of Homeland Security</u>							
Passed through Pennsylvania Emergency Management Agency							
Disaster Grants-Public Assistance (Presidentially Declared Disasters)							
	I	97.036	4030-DR-PA	128,827	128,827	-	-
Hazard Mitigation Grant							
	I	97.039	DR-PA-1898	22,223	44,448	22,225	-
Emergency Management Performance Grants							
	I	97.042	41000057186	24,925	100,130	99,882	24,677
Homeland Security Grant Program							
	I	97.067	N/A	10,835	229,246	229,148	10,736
Total Department of Homeland Security				186,810	502,651	351,255	35,413
Total Federal Awards				8,759,937	36,248,508	36,134,137	8,645,566

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, 2013

Program (As Defined in the Pennsylvania Department of Public Welfare Single Audit Supplement)	Combined Federal/State Expenditures for Calendar Year Ended December 31, 2013
Child Support Enforcement	\$ 5,258,624*
Children and Youth	46,124,259*
Medical Assistance Transportation	1,803,833*
Human Services Block Grant Program	15,743,152*
Early Intervention	2,929,180*
Child Care Information Services for Subsidized Child Care	<u>15,650,739*</u>
	<u>\$ 87,509,787</u>

* Major Pennsylvania Department of Public Welfare programs. The 2013 threshold for major programs under the federal definition is \$1,079,060 (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, 2013 was \$87,509,787 or 100 percent of total Pennsylvania Department of Public Welfare financial assistance.

**COUNTY OF BERKS
SCHEDULE OF WIA EXPENDITURES BY PROGRAM IDENTIFIER AND YEAR
CALENDAR YEAR 2013**

Title	NOO Number	Agreement Period	Authorized Budget	Cumulative Expenditures	(Over) Under
WIA Adult Program	015-13-3001	07/01/13-06/30/14	\$ 20,996.00	\$ 20,996.00	\$ -
WIA Adult Program	015-13-3011	10/01/13-06/30/15	\$ 760,669.00	\$ 73,871.00	\$ 686,798.00
WIA Youth Program	015-13-3301	04/01/13-06/30/15	\$ 905,884.00	\$ 221,292.00	\$ 684,592.00
WIA Youth-TANF	015-13-3361	07/01/13-06/30/14	\$ 395,168.00	\$ 311,315.00	\$ 83,853.00
WIA Dislocated Worker	015-13-4001	07/01/13-06/30/15	\$ 104,058.00	\$ 104,058.00	\$ -
WIA Dislocated Worker	015-13-4011	10/01/13-06/30/15	\$ 897,434.00	\$ 293,361.00	\$ 604,073.00
WIA Rapid Response	015-13-4154	10/01/13-06/30/15	\$ 46,720.00	\$ -	\$ 46,720.00
TOTALS PY 13			\$ 3,130,929.00	\$ 1,024,893.00	\$ 2,106,036.00

Title	NOO Number	Agreement Period	Authorized Budget	Cumulative Expenditures	(Over) Under
WIA Adult Program	015-12-3011	10/01/12-06/30/14	\$ 704,126.00	\$ 704,126.00	\$ -
WIA Youth Program	015-12-3301	04/01/12-06/30/14	\$ 881,392.00	\$ 881,392.00	\$ -
WIA Youth-TANF	015-12-3361	07/01/12-06/30/13	\$ 450,000.00	\$ 406,436.00	\$ 43,564.00
WIA Dislocated Worker	015-12-4011	10/01/12-06/30/14	\$ 782,083.00	\$ 782,083.00	\$ -
WIA Rapid Response	015-12-4151	10/01/12-06/30/14	\$ 50,000.00	\$ 50,000.00	\$ -
WIA Rapid Response	015-12-4152	10/01/12-06/30/14	\$ 30,671.00	\$ 30,671.00	\$ -
WIA NEG	015-12-7011	06/29/12-06/30/14	\$ 80,004.00	\$ 42,256.00	\$ 37,748.00
WIA Rapid Response	015-12-4052	07/01/12-06/30/14	\$ 6,074.00	\$ 5,605.00	\$ 469.00
TOTALS PY 12			\$ 2,984,350.00	\$ 2,902,569.00	\$ 81,781.00

Title	NOO Number	Agreement Period	Authorized Budget	Cumulative Expenditures	(Over) Under
WIA Youth Program	015-11-3301	04/01/11-06/30/13	\$ 897,206.00	\$ 897,206.00	\$ -
WIA Rapid Response	015-11-4153	10/01/11-06/30/14	\$ 153,932.00	\$ 153,932.00	\$ -
TOTALS PY 11			\$ 1,051,138.00	\$ 1,051,138.00	\$ -

GRAND TOTAL			\$ 7,166,417.00	\$ 4,978,600.00	\$ 2,187,817.00
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County of Berks

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, 2013

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.

County of Berks

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, 2013

Note 3 - Correction of Beginning Accrued (Deferred) Revenue

The accrued (deferred) revenue amounts presented in the December 31, 2012 Schedule of Expenditures of Federal Awards were corrected to adjust to actual amounts. Original amounts presented previously were based on estimates. The adjustments were as follows:

<u>Program</u>	<u>CFDA</u>	<u>Ending Balance per December 31, 2012 Report</u>	<u>Beginning Balance per December 31, 2013 Report</u>	<u>Adjustment Amount</u>
Emergency Food Assistance Program	10.568	\$ 33,029	\$ 12,338	\$ (20,691)
Drug Enforcement	16.999	11,690	13,477	1,787
Grants to States	45.310	155	-	(155)
Substance Abuse and Mental Health Services - Project of Region and National Significance	93.243	20,755	10,505	(10,250)
Special Programs for the Aging - Title VII, Chapter 3 - Programs for Prevention of Elder Abuse, Neglect and Exploitation	93.041	10,144	4,181	(5,963)
National Family Caregiver Support, Title III, Part E	93.052	65,513	-	(65,513)
Medical Assistance Program	93.778	126,433	43,298	(83,135)
Grants to States for Access and Visitation Programs	93.597	1,935	-	(1,935)
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	129,347	128,827	(520)
				<u>\$ (186,375)</u>

County of Berks

Summary Schedule of Prior Audit Findings
December 31, 2013

None.

County of Berks

Schedule of Findings and Questioned Costs

December 31, 2013

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>
17.258, 17.259 and 17.278	WIA Cluster	\$ 2,847,713
93.563	Child Support Enforcement	4,657,720
93.778	Medical Assistance Program	1,871,081
93.959	Block Grants for Prevention and Treatment of Substance Abuse	1,802,855

County of Berks

Schedule of Findings and Questioned Costs (continued)
December 31, 2013

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

Dollar threshold used to distinguish between
Type A and Type B programs: \$ 1,084,024

Auditee qualified as low-risk auditee? Yes X No

County of Berks

Schedule of Findings and Questioned Costs (continued)
December 31, 2013

Section II - Financial Statement Findings

None.

County of Berks

Schedule of Findings and Questioned Costs (continued)
December 31, 2013

Section III - Federal Award Findings and Questioned Costs

None.