



COUNTY OF BERKS, PENNSYLVANIA

Single Audit Report

December 31, 2016



County of Berks

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County of Berks

Report Distribution List

December 31, 2016

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County Controller
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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, 2016, 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, 2017. 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 an opinion 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.

Handwritten signature in black ink that reads "RKL LLP". The letters are cursive and somewhat stylized.

June 30, 2017
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 DHS Awards Required by the Uniform Guidance and DHS *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 and DHS Program

We have audited the County of Berks' compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the Pennsylvania Department of Human Services *Single Audit Supplement* (the Supplement) that could have a direct and material effect on each of the County of Berks' major Federal and Department of Human Services (DHS) programs for the year ended December 31, 2016. 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 federal statutes, regulations, and the terms and conditions of its Federal and DHS awards applicable to its Federal and DHS programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the County of Berks' major Federal and DHS 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; 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); and the Supplement. Those standards, the Uniform Guidance, 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 or DHS 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 DHS program. However, our audit does not provide a legal determination of the County of Berks' compliance.

Opinion on Each Major Federal and DHS 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 DHS programs for the year ended December 31, 2016.

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 types of requirements that could have a direct and material effect on each major Federal and DHS 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 DHS program and to test and report on internal control over compliance in accordance with the Uniform Guidance 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 or DHS 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 or DHS 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 DHS 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 the Uniform Guidance and the Supplement. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance, Schedule of DHS 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, 2016, and have issued our report thereon dated June 30, 2017, 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 Awards, Schedule of Pennsylvania Department of Human Services Expenditures, and Schedule of Workforce Investment Act Expenditures by Program Identifier and Year are presented for purposes of additional analysis as required by the Uniform Guidance, 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 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 Awards, Schedule of Pennsylvania Department of Human Services Expenditures, and 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.

RKL LLP

September 29, 2017, except for the first paragraph of Page 6 as to which the date is June 30, 2017
Wyomissing, Pennsylvania

COUNTY OF BERKS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED DECEMBER 31, 2016

Federal Grantor/Pass-Through Grantor/Program	Source Code	Federal CFDA Number	Pass-Through Grantor's Number	Accrued (Deferred) Revenue at 12/31/15	Federal Grant Receipts	Federal Grant Expenditures	Accrued (Deferred) Revenue at 12/31/16	Passed Through to Subrecipients
<u>U.S. Department of Agriculture</u>								
Passed through the Pennsylvania Department of Agriculture								
Emergency Food Assistance Program (Administrative Costs)	I	10.568	ME446609-01	17,632	17,632	-	-	-
Emergency Food Assistance Program (Food Commodities)	I	10.568	ME44165689	-	22,023	55,512	33,489	55,512
Total Emergency Food Assistance Program (Administrative Costs)				17,632	39,655	55,512	33,489	55,512
Emergency Food Assistance Program (Food Commodities)	I	10.569	8-07-06-074	(23,977)	269,901	297,155	3,277	-
Total U.S. Department of Agriculture				(6,345)	309,556	352,667	36,766	55,512
<u>U.S. Department of Housing and Urban Development</u>								
Community Development Block Grant Cluster								
Community Development Block Grants/Entitlement Grants	D	14.218	B-14-UC-42-0003, B-15-UC-42-0003 and B-16-UC-42-0003	3,377	1,868,388	1,865,105	94	1,865,105
Emergency Solutions Grant Program	D	14.231	E-15-UC-42-0003 and E-16-UC-42-0003	-	159,135	159,135	-	159,135
Home Investment Partnerships Program	D	14.239	M-14-UC-42-0206, M-15-UC-42-0206 and M-16-UC-42-0206	-	694,500	694,500	-	694,500
Total U.S. Department of Housing and Urban Development				3,377	2,722,023	2,718,740	94	2,718,740
<u>U.S. Department of Justice</u>								
State Criminal Alien Assistance Program	D	16.606	2015-AP-BX-0535 and 2016-AP-BX-0067	(29,208)	32,661	28,427	(33,442)	-
Joint Law Enforcement Operations Task Force	D	16.999	M-15-D66-0-000073 and M-16-D66-0-000054	2,468	6,110	3,642	-	-
Drug Enforcement (DEA) overtime reimb	D	16.999	21 U.S.C. 878	2,205	10,117	9,341	1,429	-
FBI Lehigh Valley Violent Gang Task Force	D	16.999	281D-PH-C88113-LVVGTF	1,190	2,517	1,327	-	-
				5,863	18,744	14,310	1,429	-
Passed Through Delaware County Treasurer Missing Children's Assistance	I	16.543	Unknown	4,125	10,511	6,386	-	-
Passed through City of Reading								
Edward Byrne Memorial Justice Assistance Grant Program	I	16.738	2014-DJ-BX-0966	3,270	5,713	5,122	2,679	-
Edward Byrne Memorial Justice Assistance Grant Program	I	16.738	2015-DJ-BX-0966	-	8,290	11,859	3,569	-

COUNTY OF BERKS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED DECEMBER 31, 2016

Federal Grantor/Pass-Through Grantor/Program	Source Code	Federal CFDA Number	Pass-Through Grantor's Number	Accrued (Deferred) Revenue at 12/31/15	Federal Grant Receipts	Federal Grant Expenditures	Accrued (Deferred) Revenue at 12/31/16	Passed Through to Subrecipients
<u>U.S. Department of Justice (continued)</u>								
Passed through Pennsylvania Commission on Crime and Delinquency Edward Byrne Memorial Justice Assistance Grant Program	I	16.738	2013-DJ-BX-0025	1,175	4,175	3,000	-	-
Total Edward Byrne Memorial Justice Assistance Grant Program				4,445	18,178	19,981	6,248	-
Passed through Pennsylvania Commission on Crime and Delinquency Edward Byrne Memorial Competitive Grant Program	I	16.751	2010-RR-BX-K071	5,825	5,825	-	-	-
Passed through Pennsylvania Commission on Crime and Delinquency Paul Coverdell Forensic Sciences Improvement Grant Program	I	16.742	2015-FS-01-26218	-	43,509	50,759	7,250	-
Passed through Safe Berks Violence Against Women Formula Grants	I	16.588	2013/2014-VA-03/01/02-23805-3	48,750	48,750	-	-	-
Violence Against Women Formula Grants	I	16.588	2015-VA-07 26294	-	16,250	64,220	47,970	-
Total Violence Against Women Formula Grants				48,750	65,000	64,220	47,970	-
Total U.S. Department of Justice				39,800	194,428	184,083	29,455	-
<u>U.S. Department of Labor</u>								
Passed through Pennsylvania Department of Labor and Industry WIA Cluster								
WIA/WIOA Adult Program	I	17.258	015-14-301-1	10,690	10,690	-	-	-
WIA/WIOA Adult Program	I	17.258	015-15-300-1	33,372	58,424	25,052	-	-
WIA/WIOA Adult Program	I	17.258	015-15-301-1	21,077	510,312	489,235	-	106,015
WIA/WIOA Adult Program	I	17.258	015-16-300-1	-	67,727	84,948	17,221	16,034
WIA/WIOA Adult Program	I	17.258	015-16-301-1	-	9,925	65,333	55,408	9,088
Total WIA/WIOA Adult Program				65,139	657,078	664,568	72,629	131,137
WIA/WIOA Youth Activities	I	17.259	015-14-330-1	922	922	-	-	-
WIA/WIOA Youth Activities	I	17.259	015-14-334-1	1,186	53,113	51,927	-	46,895
WIA/WIOA Youth Activities	I	17.259	015-15-330-1	71,361	876,174	804,813	-	594,336
WIA/WIOA Youth Activities	I	17.259	015-16-330-1	-	54,168	137,873	83,705	58,270
Total WIA/WIOA Youth Activities				73,469	984,377	994,613	83,705	699,501
WIA/WIOA Dislocated Worker Formula Grants	I	17.278	015-13-405-1	-	11,676	11,676	-	-
WIA/WIOA Dislocated Worker Formula Grants	I	17.278	015-13-415-8	5,000	19,624	14,624	-	-
WIA/WIOA Dislocated Worker Formula Grants	I	17.278	015-14-415-2	2,083	2,083	-	-	-
WIA/WIOA Dislocated Worker Formula Grants	I	17.278	015-15-400-1	87,256	87,256	-	-	-
WIA/WIOA Dislocated Worker Formula Grants	I	17.278	015-15-401-1	110,064	614,138	504,074	-	55,445
WIA/WIOA Dislocated Worker Formula Grants	I	17.278	015-13-416-1	-	12,200	12,200	-	-
WIA/WIOA Dislocated Worker Formula Grants	I	17.278	015-14-415-5	-	76,347	76,347	-	-
WIA/WIOA Dislocated Worker Formula Grants	I	17.278	015-15-415-1	-	4,863	-	(4,863)	-
WIA/WIOA Dislocated Worker Formula Grants	I	17.278	015-15-415-2	-	40,418	35,901	(4,517)	-
WIA/WIOA Dislocated Worker Formula Grants	I	17.278	015-14-413-3	-	-	9,654	9,654	-
WIA/WIOA Dislocated Worker Formula Grants	I	17.278	015-15-401-3	-	192,500	192,500	-	-

COUNTY OF BERKS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED DECEMBER 31, 2016

Federal Grantor/Pass-Through Grantor/Program	Source Code	Federal CFDA Number	Pass-Through Grantor's Number	Accrued (Deferred) Revenue at 12/31/15	Federal Grant Receipts	Federal Grant Expenditures	Accrued (Deferred) Revenue at 12/31/16	Passed Through to Subrecipients
<u>U.S. Department of Labor (continued)</u>								
Passed through Pennsylvania Department of Labor and Industry (continued)								
WIA Cluster (continued)								
WIA/WIOA Dislocated Worker Formula Grants	I	17.278	015-16-400-1	-	114,893	115,678	785	53,402
WIA/WIOA Dislocated Worker Formula Grants	I	17.278	015-16-401-1	-	8,895	121,419	112,524	14,070
Total WIA/WIOA Dislocated Worker Formula Grants				204,403	1,184,893	1,094,073	113,583	122,917
Total WIA Cluster				343,011	2,826,348	2,753,254 *	269,917	953,555
WIOA National Dislocated Workers Grants/WIA National Emergency Grants	I	17.277	015-14-720-0	16,109	160,811	144,702	-	62,360
Passed Through Lehigh Valley Workforce Development Board, Inc.								
WIOA National Dislocated Workers Grants/WIA National Emergency Grants	I	17.277	5112	-	43,726	81,373	37,647	-
Total WIOA National Dislocated Workers Grants/WIA National Emergency Grants				16,109	204,537	226,075	37,647	62,360
Passed through Central Pennsylvania Workforce Development Corp								
H-1B Job Training Grants	I	17.268	BERK03-MIIA-1405	22,239	37,065	14,826	-	-
Total U.S. Department of Labor				381,359	3,067,950	2,994,155	307,564	1,015,915
<u>U.S. Department of Transportation</u>								
Passed through Pennsylvania Department of Transportation								
Highway Planning and Construction	I	20.205	520905	122,046	328,906	206,860	-	-
Highway Planning and Construction	I	20.205	521166	-	84,188	168,861	84,673	-
Highway Planning and Construction	I	20.205	050350-B	1,321,846	5,003,300	6,773,840	3,092,386	-
Total Highway Planning and Construction				1,443,892	5,416,394	7,149,561	3,177,059	-
Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research	I	20.505	520905	73,990	95,688	21,698	-	18,169
Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research	I	20.505	521166	-	19,567	59,654	40,087	55,895
Total Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research				73,990	115,255	81,352	40,087	74,064
National Historic Covered Bridge Program	I	20.999	Unknown	35,900	99,115	85,004	21,789	-
Passed through Pennsylvania Emergency Management Agency								
Interagency Hazardous Materials Public Sector Training and Planning Grants	I	20.703	4100069034	11,432	34,825	23,393	-	-
Total U.S. Department of Transportation				1,565,214	5,665,589	7,339,310	3,238,935	74,064
<u>U.S. Department of Education</u>								
Passed through Pennsylvania Department of Human Services								
Special Education-Grants for Infants and Families	I	84.181	70170	159,812	749,440	643,605	53,977	643,605
Pass through Pennsylvania Department of Labor and Industry, Bureau of Workforce Development Partnership								
Rehabilitation Services_Vocational Rehabilitation Grants to States	I	84.126	UNKNOWN	4,201	4,201	8,778	8,778	-
Total U.S. Department of Education				164,013	753,641	652,383	62,755	643,605

COUNTY OF BERKS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED DECEMBER 31, 2016

Federal Grantor/Pass-Through Grantor/Program	Source Code	Federal CFDA Number	Pass-Through Grantor's Number	Accrued (Deferred) Revenue at 12/31/15	Federal Grant Receipts	Federal Grant Expenditures	Accrued (Deferred) Revenue at 12/31/16	Passed Through to Subrecipients
<u>U.S. Department of Health and Human Services</u>								
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	-	4,883	4,883	-	-
Special Programs for the Aging Title VII, Chapter 2								
Long Term Care Ombudsman Services for Older Individuals	I	93.042	4100057838	-	12,203	12,203	-	-
Special Programs for the Aging Title III, Part D Disease								
Prevention and Health Promotion Services	I	93.043	4100034680	10,908	32,165	21,257	-	-
National Family Caregiver Support, Title III, Part E								
	I	93.052	4100034680	-	127,536	127,536	-	-
Medicare Enrollment Assistance Program								
Medicare Enrollment Assistance Program	I	93.071	4100057838	-	9,356	9,356	-	-
	I	93.071	UNKNOWN	-	9,026	9,026	-	-
Total Medicare Enrollment Assistance Program				-	18,382	18,382	-	-
Aging Cluster								
Special Programs for the Aging Title III, Part B Grants for Supportive Services and Senior Centers								
	I	93.044	4100057838	298,164	894,493	596,329	-	-
Special Programs for the Aging Title III, Part C Nutrition Services								
	I	93.045	4100034680	184,406	553,220	368,814	-	-
Nutrition Services Incentive Program								
	I	93.053	4100057838	9,835	204,299	194,464	-	-
Total Aging Cluster				492,405	1,652,012	1,159,607	-	-
State Health Insurance Assistance Program								
	I	93.324	4100057838	14,594	74,120	59,526	-	-
Passed through County of York								
Substance Abuse and Mental Health Services Projects of Regional and National Significance								
	I	93.243	NONE	113,053	294,214	283,103	101,942	283,103
Passed through Pennsylvania Department of Human Services								
Substance Abuse and Mental Health Services Projects of Regional and National Significance								
	I	93.243	71021	-	105,812	105,812	-	105,812
Substance Abuse and Mental Health Services Projects of Regional and National Significance								
	I	93.243	UNKNOWN	-	40,000	50,682	10,682	50,682
Total Substance Abuse and Mental Health Services Projects of Regional and National Significance				113,053	440,026	439,597	112,624	439,597
Medicaid Cluster								
Medical Assistance Program								
	I	93.778	NONE	58,197	152,226	100,141	6,112	-
Medical Assistance Program								
	I	93.778	UNKNOWN	28,077	1,138,628	1,322,037	211,486	1,322,037
Medical Assistance Program								
	I	93.778	70175	189,622	547,652	402,591	44,561	402,591
Medical Assistance Program								
	I	93.778	70127	36	72	61	25	61
Medical Assistance Program								
	I	93.778	70184	9,429	28,288	9,428	(9,431)	9,428
				285,361	1,866,866	1,834,258	252,753	1,734,117

COUNTY OF BERKS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED DECEMBER 31, 2016

Federal Grantor/Pass-Through Grantor/Program	Source Code	Federal CFDA Number	Pass-Through Grantor's Number	Accrued (Deferred) Revenue at 12/31/15	Federal Grant Receipts	Federal Grant Expenditures	Accrued (Deferred) Revenue at 12/31/16	Passed Through to Subrecipients
<u>U.S. Department of Health and Human Services (continued)</u>								
Passed through Pennsylvania Department of Aging								
Medicaid Cluster								
Medical Assistance Program	I	93.778	4100058024	42,016	374,227	125,247	(206,964)	-
Passed through Pennsylvania Office of Long-Term Living								
Medicaid Cluster								
Medical Assistance Program	I	93.778	4100058024	20,693	330,588	539,465	229,570	218,106
Total Medicaid Cluster				348,070	2,571,681	2,498,970 *	275,359	1,952,223
Passed through Pennsylvania Department of Drug and Alcohol Programs								
Block Grants for Prevention and Treatment of Substance Abuse	I	93.959	4100070680	861,320	2,583,964	1,722,644 *	-	1,722,644
Passed through Pennsylvania Department of Labor and Industry								
TANF Cluster								
Temporary Assistance for Needy Families	I	93.558	4100060551	138,651	593,006	454,355	-	82,857
Temporary Assistance for Needy Families	I	93.558	4100060551	(220,691)	458,263	678,954	-	338,078
Temporary Assistance for Needy Families	I	93.558	4100060551	-	326,055	488,785	162,730	392,223
Temporary Assistance for Needy Families	I	93.558	015-15-336-1	308,827	366,413	57,586	-	6,058
Temporary Assistance for Needy Families	I	93.558	015-16-336-1	-	230,533	241,058	10,525	227,724
Temporary Assistance for Needy Families	I	93.558	015-15-336-2	-	231,360	231,360	-	217,219
				226,787	2,205,630	2,152,098	173,255	1,264,159
Passed through Pennsylvania Department of Human Services								
TANF Cluster								
Temporary Assistance for Needy Families	I	93.558	N/A	1,305,094	1,571,067	1,484,348	1,218,375	-
Total Temporary Assistance for Needy Families Cluster				1,531,881	3,776,697	3,636,446	1,391,630	1,264,159
Guardianship Assistance	I	93.090	N/A	61,748	126,654	129,894	64,988	-
Promoting Safe and Stable Families	I	93.556	4100066994	19,975	71,690	104,044	52,329	104,044
Promoting Safe and Stable Families	I	93.556	NONE	-	26,308	26,308	-	-
Total Promoting Safe and Stable Families				19,975	97,998	130,352	52,329	104,044
Child Support Enforcement	I	93.563	4100030046	2,204,477	2,204,477	-	-	-
Child Support Enforcement	I	93.563	4100070464	-	2,714,292	4,276,485	1,562,193	-
Total Child Support Enforcement				2,204,477	4,918,769	4,276,485 *	1,562,193	-
Community-Based Child Abuse Prevention Grants	I	93.590	4100067083	9,190	9,190	1,652	1,652	1,652
Stephanie Tubbs Jones Child Welfare Services Program	I	93.645	N/A	65,618	196,850	131,232	-	-
Foster Care Title IV-E	I	93.658	N/A	4,589,198	4,347,034	1,864,270	2,106,434	-
Adoption Assistance	I	93.659	N/A	1,464,786	2,981,931	3,034,168	1,517,023	-

COUNTY OF BERKS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED DECEMBER 31, 2016

Federal Grantor/Pass-Through Grantor/Program	Source Code	Federal CFDA Number	Pass-Through Grantor's Number	Accrued (Deferred) Revenue at 12/31/15	Federal Grant Receipts	Federal Grant Expenditures	Accrued (Deferred) Revenue at 12/31/16	Passed Through to Subrecipients
U.S. Department of Health and Human Services (continued)								
Passed through Pennsylvania Department of Human Services (continued)								
Social Services Block Grant	I	93.667	NONE	159,456	478,369	318,913	-	-
Social Services Block Grant	I	93.667	70177	79,195	300,404	237,583	16,374	-
Social Services Block Grant	I	93.667	70135	58,787	176,360	176,361	58,788	-
Total Social Services Block Grant				297,438	955,133	732,857	75,162	-
Chafee Foster Care Independence Program	I	93.674	N/A	41,499	195,390	132,141	(21,750)	-
Block Grants for Community Mental Health Services	I	93.958	70167	131,169	431,936	343,741	42,974	-
Total U.S. Department of Health and Human Services				12,257,329	25,554,554	20,477,843	7,180,618	5,484,319
U.S. Department of Homeland Security								
Passed through Pennsylvania Emergency Management Agency								
Emergency Management Performance Grants	I	97.042	4100070818	709	-	-	709	-
Emergency Management Performance Grants	I	97.042	4100078028	24,789	-	77,243	102,032	-
Emergency Management Performance Grants	I	97.042	UNKNOWN	-	-	25,322	25,322	-
Total Emergency Management Performance Grants				25,498	-	102,565	128,063	-
Passed through East Central PA Counter Terrorism Task Force								
Homeland Security Grant Program	I	97.067	UNKNOWN	77,888	180,700	133,999	31,187	-
Homeland Security Grant Program	I	97.067	EMW-2016-SS-00048	-	11,111	22,739	11,628	-
Total Homeland Security Grant Program				77,888	191,811	156,738	42,815	-
U.S. Department of Homeland Security Federal Emergency Management Agency								
Passed through Pennsylvania Emergency Management Agency								
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	I	97.036	FEMA-4267-DR-PA-011-99011-00	-	-	1,176	1,176	-
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	I	97.036	FEMA-4267-DR-PA-011-99011-00	-	-	4,321	4,321	-
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	I	97.036	FEMA-4267-DR-PA-011-99011-00	-	-	17,965	17,965	-
Total Disaster Grants - Public Assistance (Presidentially Declared Disasters)				-	-	23,462	23,462	-
Total U.S. Department of Homeland Security				103,386	191,811	282,765	194,340	-
Total Federal Awards				14,508,133	38,459,552	35,001,946	11,050,527	9,992,155

I - Indirect
D - Direct

* Denotes major program as defined by the Uniform Guidance.

County of Berks

Schedule of Pennsylvania Department of Human Services Expenditures
December 31, 2016

Program (As Defined in the Pennsylvania Department of Human Services Single Audit Supplement)	Combined Federal/State Expenditures for Calendar Year Ended December 31, 2016
Child Support Enforcement	\$ 5,467,850*
Children and Youth	48,492,349
Medical Assistance Transportation	2,244,056*
Human Services Block Grant Program	14,890,542*
Early Intervention	<u>3,342,965*</u>
	<u>\$ 74,437,762</u>

- * Major Pennsylvania Department of Human Services programs. The 2016 threshold for major programs under the federal definition is \$1,050,058 (the greater of 3 percent of total federal expenditures or \$750,000). The amount expended under the major Pennsylvania Department of Human Services programs for the year ended December 31, 2016 was \$25,945,413 or 35 percent of total Pennsylvania Department of Human Services financial assistance.

COUNTY OF BERKS
SCHEDULE OF WIA EXPENDITURES BY PROGRAM IDENTIFIER AND YEAR
CALENDAR YEAR 2016

Title	CFDA#	NOO Number	Agreement Period	Authorized Budget	Cumulative Expenditures	(Over) Under
WIOA Adult Program	17.258	015-16-3001	7/1/2016-6/30/2017	\$ 84,948	\$ 84,948	\$ -
WIOA Adult Program	17.258	015-16-3011	10/1/2016-6/30/2017	\$ 579,605	\$ 45,828	\$ 533,777
WIOA Youth Program	17.259	015-16-3301	4/1/2016-6/30/2017	\$ 780,558	\$ 135,147	\$ 645,411
WIOA Youth-TANF	93.558	015-16-3361	7/1/2016-6/30/2017	\$ 359,090	\$ 239,955	\$ 119,135
WIOA Dislocated Worker	17.278	015-16-4001	10/1/2016-6/30/2017	\$ 116,997	\$ 115,678	\$ 1,319
WIOA Dislocated Worker	17.278	015-16-4011	10/1/2016-6/30/2017	\$ 618,877	\$ 81,035	\$ 537,842
TOTALS PY 16				\$ 2,540,075.00	\$ 702,591.00	\$ 1,837,484.00

Title	CFDA#	NOO Number	Agreement Period	Authorized Budget	Cumulative Expenditures	(Over) Under
WIOA Adult Program	17.258	015-15-3001	7/1/2015-6/30/2017	\$ 64,995	\$ 64,995	\$ -
WIOA Adult Program	17.258	015-15-3011	10/1/2015-6/30/2017	\$ 520,206	\$ 520,206	\$ -
WIOA Youth Program	17.259	015-15-3301	4/1/2015-6/30/2017	\$ 904,912	\$ 904,912	\$ -
WIOA Youth-TANF	93.558	015-15-3361	7/1/2015-6/30/2016	\$ 366,413	\$ 366,413	\$ -
WIOA Dislocated Worker	17.278	015-15-4011	10/1/2015-6/30/2017	\$ 744,793	\$ 744,793	\$ -
WIOA Dislocated Worker	17.278	015-15-4013	10/1/2015-6/30/2017	\$ 192,500	\$ 192,500	\$ -
TANF Youth	93.558	015-15-3361	7/1/2015-6/30/2016	\$ 366,413.00	\$ 366,413.00	\$ -
TANF Youth/Summer	93.558	015-15-3362	1/1/2016-9/30/2016	\$ 231,360.00	\$ 231,360.00	\$ -
WIOA Rapid Response	17.278	015-15-4152	10/1/2015-6/30/2017	\$ 69,623.00	\$ 35,901.00	\$ 33,722.00
TOTALS PY 15				\$ 3,461,215.00	\$ 3,427,493.00	\$ 33,722.00

Title	CFDA#	NOO Number	Agreement Period	Authorized Budget	Cumulative Expenditures	(Over) Under
WIA Busn. Educ. Partn.	17.259	015-14-3341	4/28/2015-6/30/2016	\$ 100,000	\$ 100,000.00	\$ -
WIOA Transition	17.278	015-14-4152	10/14/2014-6/30/2017	\$ 36,673	\$ 36,673.00	\$ -
WIA Rapid Response	17.278	015-14-4155	7/1/2015-6/30/2017	\$ 76,347	\$ 76,347.00	\$ -
WIA Job Driven NEG	17.277	015-14-7200	7/1/2014-9/30/2016	\$ 314,758	\$ 314,758.00	\$ -
TOTALS PY 14				\$ 527,778.00	\$ 527,778.00	\$ -

GRAND TOTAL				\$ 6,529,068.00	\$ 4,657,862.00	\$ 1,871,206.00
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County of Berks

Notes to Schedule of Expenditures of Federal Awards, Schedule of Pennsylvania Department of Human Services Expenditures and Schedule of Workforce Investment Act Expenditures by Program Identifier and Year
December 31, 2016

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

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

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

Note 2 - Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards, Schedule of Pennsylvania Department of Human Services Expenditures, and Schedule of Workforce Investment Act (WIA) Expenditures by Program Identifier and Year include the federal and state grant activity of the County of Berks under programs of the federal and state governments for the year ended December 31, 2016. The information in these schedules 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) and the Pennsylvania Department of Human Services, *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 - Summary of Significant Account Policies

Expenditures reported on the Schedule of Expenditures of Federal Awards, Schedule of Pennsylvania Department of Human Services Expenditures, and Schedule of Workforce Investment Act (WIA) Expenditures by Program Identifier and Year are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

County of Berks

Notes to Schedule of Expenditures of Federal Awards, Schedule of Pennsylvania Department of Human Services Expenditures and Schedule of Workforce Investment Act Expenditures by Program Identifier and Year
December 31, 2016

Note 4 - Indirect Cost Rate

The County of Berks has elected not to use the ten percent de minimis indirect cost rate allowed under the Uniform Guidance.

Note 5 - Correction of Beginning Accrued (Deferred) Revenue

The accrued (deferred) revenue amounts presented in the December 31, 2015 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, 2015 Report</u>	<u>Beginning Balance per December 31, 2016 Report</u>	<u>Adjustment Amount</u>
Violence Against Women Formula Grants	16.588	\$ 46,287	\$ 48,750	\$ 2,463
National Historic Covered Bridge Program	20.999	-	35,900	<u>35,900</u>
				<u>\$ 38,363</u>

County of Berks

Summary Schedule of Prior Audit Findings
December 31, 2016

None.

County of Berks

Schedule of Findings and Questioned Costs

December 31, 2016

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 the Uniform Guidance _____ 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	\$ 2,753,254
93.778	Medicaid Cluster	2,498,970
93.959	Block Grants for Prevention and Treatment of Substance Abuse	1,722,644
93.563	Child Support Enforcement	4,276,485

County of Berks

Schedule of Findings and Questioned Costs (continued)

December 31, 2016

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

Dollar threshold used to distinguish between
Type A and Type B programs: \$ 1,050,058

Auditee qualified as low-risk auditee? X Yes No

County of Berks

Schedule of Findings and Questioned Costs (continued)

December 31, 2016

Section II - Financial Statement Findings

None.

County of Berks

Schedule of Findings and Questioned Costs (continued)

December 31, 2016

Section III - Federal Award Findings and Questioned Costs

None.