

**COUNTY OF SAN DIEGO, CALIFORNIA**

Single Audit Reports

For the Year Ended June 30, 2004

**COUNTY OF SAN DIEGO, CALIFORNIA**

Single Audit Reports

For the Year Ended June 30, 2004

*Table of Contents*

	<i>Page(s)</i>
Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Basic Financial Statements Performed in Accordance with <i>Government Auditing Standards</i> .....	1-2
Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Program, Internal Control over Compliance, the Schedule of Expenditures of Federal Awards, and the Supplementary Schedule of Expenditures of the Office of Emergency Services Grant Programs in Accordance with OMB Circular A-133.....	3-4
Schedule of Expenditures of Federal Awards.....	5-10
Supplementary Schedule of Expenditures of the Office of Emergency Services Grant Programs.....	11
Notes to Schedule of Expenditures of Federal Awards and Supplementary Schedule.....	12
Schedule of Findings and Questioned Costs.....	13-15
Summary Schedule of Prior Audit Findings.....	16



## MACIAS GINI & COMPANY<sub>LLP</sub>

515 S. Figueroa Street, Ste. 325  
Los Angeles, California 90071

213.612.0200 PHONE  
213.286.6426 FAX

Board of Supervisors  
County of San Diego, California

### **INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF BASIC FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and aggregate remaining fund information of the County of San Diego, California (County), as of and for the year ended June 30, 2004, which collectively comprise the County's basic financial statements and have issued our report thereon dated December 23, 2004. We did not audit the financial statements of the San Diego First Five Commission (Commission), the discretely presented component unit. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amount included for the Commission, is based on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

#### *Internal Control Over Financial Reporting*

In planning and performing our audit, we considered the County's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that we have reported to management of the County in a separate letter dated December 23, 2004.

*Compliance and Other Matters*

As part of obtaining reasonable assurance about whether the County's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants 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*.

This report is intended solely for the information of the Board of Supervisors, the County's Audit Committee, County management and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

*Mauw, Jini & Company LLP*

Certified Public Accountants

Los Angeles, California  
December 23, 2004



**MACIAS GINI & COMPANY<sub>LLP</sub>**

515 S. Figueroa Street, Ste. 325  
Los Angeles, California 90071

213.612.0200 PHONE  
213.286.6426 FAX

Board of Supervisors  
County of San Diego, California

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS  
APPLICABLE TO EACH MAJOR PROGRAM, INTERNAL CONTROL OVER COMPLIANCE,  
THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, AND THE  
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF THE OFFICE OF EMERGENCY  
SERVICES GRANT PROGRAMS IN ACCORDANCE WITH OMB CIRCULAR A-133**

*Compliance*

We have audited the compliance of the County of San Diego, California (County), with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2004. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 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 occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the County's compliance with those requirements.

In our opinion, the County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2004.

*Internal Control Over Compliance*

The management of the County is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

*Schedule of Expenditures of Federal Awards and Supplementary Schedule of the Office of Emergency Services Grant Programs*

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the County of San Diego, California (County), as of and for the year ended June 30, 2004, and have issued our report thereon dated December 23, 2004. We did not audit the financial statements of the San Diego First Five Commission (Commission), the discretely presented component unit. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Commission, is based on the report of the other auditors. Our audit was performed for the purpose of forming an opinion on the financial statements that collectively comprise the County's basic financial statements. The accompanying schedule of expenditures of federal awards and supplementary schedule of expenditures of the Office of Emergency Services (OES) grant programs are presented for purposes of additional analysis as required by OMB Circular A-133 and OES respectively, and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the Board of Supervisors, the County's Audit Committee, County management and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

*Mauar, Jiri & Company LLP*

Certified Public Accountants

Los Angeles, California

March 18, 2005, except for the report on the Schedule of Expenditures of Federal Awards and Supplementary Schedule of Expenditures of the Office of Emergency Services Grant Programs, as to which the date is December 23, 2004

**COUNTY OF SAN DIEGO, CALIFORNIA**

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2004

Federal Grantor County Program Name	Direct(D) Indirect(I)	Catalog of Federal Domestic		Entity's Identifying Number	Federal Expenditures	Pass-thru Awards to Subrecipients
		Assistance Number				
<b><u>DEPARTMENT OF AGRICULTURE</u></b>						
National School Breakfast Nutrition	I	10.553		37-34371-9003328-01	\$ 393,088	\$ -
National School Lunch Nutrition	I	10.555		FF-0203-23	608,243	-
Subtotal 10.553 & 10.555 (Child Nutrition Cluster)					1,001,331	-
Food Stamps	I	10.551			76,298,737	-
CALWIN	I	10.561		3764901.000	7,926,129	-
F.S. Employment and Training Program	I	10.561		53-3198-2-64	421,121	-
Non Assistance Food Stamps Administration	I	10.561		Subvention	9,507,364	-
Subtotal 10.551& 10.561(Food Stamp Cluster)					94,153,351	-
Food Distribution	I	10.570		FF-0304-24	846,868	846,868
Trail Easement Acquisition	I	10.670		N/A	15,044	-
Volcan Mountain Restoration (KA9021)	D	10.914		116-8-J185	17,000	-
<b>SUBTOTAL - DEPARTMENT OF AGRICULTURE</b>					<b>96,033,594</b>	<b>846,868</b>
<b><u>DEPARTMENT OF COMMERCE</u></b>						
Enrico Fermi Road (1C0000)	D	11.300		EDA07-01-03923	850,600	-
National Oceanic Atmospheric Adm. Coastal Impact Grant	D	11.419		NA170Z2069	37,534	-
<b>SUBTOTAL - DEPARTMENT OF COMMERCE</b>					<b>888,134</b>	<b>-</b>
<b><u>DEPARTMENT OF EDUCATION</u></b>						
Safe & Drug Free Schools and Communities Grant 2003	D	84.186		SDF03-22	60,531	55,238
Safe & Drug Free Schools and Communities Grant 2004	D	84.186		SDF03-22	95,958	90,960
Subtotal 84.186					156,489	146,198
Fund for the Improvement of Education	D	84.215		N/A	223,538	-
Family TIES	D	84.255		Q255A030010	193,090	-
<b>SUBTOTAL - DEPARTMENT OF EDUCATION</b>					<b>573,117</b>	<b>146,198</b>
<b><u>DEPARTMENT OF HEALTH AND HUMAN SERVICES</u></b>						
Adult Protective Services (APS)	I	93.041		N/A	2,663,942	-
TITLE VII-B Elder Abuse Prevention	I	93.041		FF-0203-24	29,316	-
Subtotal 93.041					2,693,258	-
TITLE VII-A Ombudsman	I	93.042		FF-0203-24	101,920	-
TITLE III-Part D Preventive Health	I	93.043		FF-0204-24	138,064	-
TITLE III-B Senior Social Services	I	93.044		FF-0203-24	2,546,168	1,398,986
TITLE III-C Senior Nutrition Program	I	93.045		FF-0203-24	3,862,011	3,489,399
Subtotal 93.044, 93.045 (Aging Cluster)					6,408,179	4,888,385
TITLE III-CAREGIVER 02-05	I	93.052		FC-0204-24	1,642,421	1,390,833
Kids Oral Healthcare Access	I	93.110		H47MC00004-04-02	55,336	54,491
TB Control Cooperative 82/00	I	93.116		U52/CCU900452-18 TO 22	2,317,421	513,100
Office of Minority Health SD County TB Prog	I	93.137		D52MP02109-01-0	97,268	-
Project for Assistance in Transition for the Homeless	I	93.150		N/A	391,963	-
Childhood Lead & Poisoning Prevention	I	93.197		U57/CCU918462-01	45,020	45,020
San Diego Dependency Court Recovery Proj enhanced	I	93.243		6H79TI1433-02	30,537	30,537
San Diego Dependency Court Recovery Proj enhanced	I	93.243		5H79TI1433-01	247,026	247,026
Subtotal 93.243					277,563	277,563
Pediatric Immunization Program	I	93.268		03-75146	1,548,887	-
Integration of Viral Hepatitis Prevention Services	I	93.283		U50/CCU919053	222,521	-
Prevention of Viral Hepatitis among High Risk Youth	I	93.283		U50/CCU922281	127,762	-
Public Health Preparedness & Response to Bioterrorism	I	93.283		N/A	3,166,572	-
Subtotal 93.283					3,516,855	-

See accompanying Notes to Schedule of Expenditures of Federal Awards and Supplementary Schedule.

**COUNTY OF SAN DIEGO, CALIFORNIA**

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2004

Federal Grantor County Program Name	Catalog of Federal Domestic		Entity's Identifying Number	Federal Expenditures	Pass-thru Awards to Subrecipients
	Direct(D) Indirect(I)	Assistance Number			
Promote Safe Stable Family	I	93.556	N/A	\$ 3,866,286	\$ -
Child Care CalWORKS Stage1	I	93.558	N/A	20,765,643	-
Kin-GAP (Admin)	I	93.558	N/A	228,060	-
Kin-GAP	I	93.558	N/A	2,273,637	-
TANF AID PAYMENTS(FG/U)	I	93.558	Subvention	125,943,582	-
TANF CAL Learn	I	93.558	Subvention	772,293	-
TANF CALWORKS Administration	I	93.558	Subvention	13,944,851	-
TANF Emergency Assistance-Foster Care(PLACEMENT COST)	I	93.558	N/A	2,651,558	-
TANF Performance Incentives	I	93.558	N/A	3,352,647	-
TANF Welfare to Work	I	93.558	N/A	22,941,725	-
TANF(PROBATION)	I	93.558	N/A	11,578,594	-
TANF Emergency Assistance(ADMIN)	I	93.558	Subvention	19,642,008	-
Subtotal 93.558				<u>224,094,598</u>	-
Education and Training Vouchers	I	93.559	N/A	3,003	-
Title IV-D Administrative Claim	I	93.563	VW99190370	1,501,649	-
Title IV-D Administrative Claim	I	93.563	VW99190370	38,015,848	-
Subtotal 93.563				<u>39,517,497</u>	-
Refugee Cash Assistance	I	93.566	N/A	17,144	-
Community Services Block Grant	I	93.569	03F-4337	1,898,189	-
Community Services Block Grant	I	93.569	N/A	199,794	-
Community Services Block Grant	I	93.569	04F-4462	1,276,077	-
CSBG Firestorm Assistance-Emergency Relief	I	93.569	04F-4408	128,560	-
Subtotal 93.569				<u>3,502,620</u>	-
Elderly Discretionary	I	93.576	TARL0208	7,769	-
Targeted Assistance (TA)	I	93.576	TARL0308	49,141	-
Subtotal 93.576				<u>56,910</u>	-
Targeted Assistance 2001	I	93.584	TAFO 0104	1,220	-
Targeted Assistance 2002	I	93.584	TAFO 0204	530,152	-
Targeted Assistance 2003	I	93.584	TAFO 0304	475,481	-
Subtotal 93.584				<u>1,006,853</u>	-
Child Care & Development Block Grant	I	93.596	FAPP-3052	3,377,679	-
Child Care and Dev. Block Grant Exp.(CALWORKS 2 FED)	I	93.596	F2AP-3051	10,361,350	-
Child Care and Dev. Block Grant Exp.(CALWORKS 3 FED)	I	93.596	F3TO-3053	4,078,087	-
Subtotal 93.596 (CCDF Cluster)				<u>17,817,116</u>	-
Child Abuse and Neglect	I	93.643	SU01020370	169,444	-
CWS Title IV-B	I	93.645	Subvention	2,915,469	-
Foster Home Licensing	I	93.658	N/A	583,195	-
Foster Parent Training/Recruitment	I	93.658	N/A	86,727	-
Group Home Monthly Visit	I	93.658	N/A	141,647	-
Options for Recovery	I	93.658	N/A	192,784	-
Title IV-E Foster Care(ADMIN)	I	93.658	N/A	2,811,518	-
Title IV-E Foster Care(AID PMTS)	I	93.658	Subvention	26,133,904	-
Title IV-E Foster Care(CWS)	I	93.658	Subvention	32,680,015	-
Title IV-E Foster Care(FPP)	I	93.658	Subvention	1,116,781	-
Title IV-E Foster Care(PROBATION ADMIN)	I	93.658	N/A	11,333,785	-
Title IV-E Foster Care(Probation-Placement Cost)	I	93.658	N/A	1,834,038	-
Subtotal 93.658				<u>76,914,394</u>	-
Adoption Assistance	I	93.659	Subvention	18,356,930	-
Adoption Assistance IVE	I	93.659	Subvention	3,027,462	-
Subtotal 93.659				<u>21,384,392</u>	-
Independent Living Skill Program	I	93.674	Subvention	1,131,585	-
In-Home Supportive Services (IHHS Admin)	I	93.778	N/A	6,087,213	-
In-Home Supportive Services (Independent Providers)	I	93.778	N/A	5,354,227	5,354,227
Lead Poisoning Case Management	I	93.778	02-25069	147,904	-
MEDI-CAL Program	I	93.778	N/A	36,666,300	-
Multi-purpose Senior Service Prog.	I	93.778	MS-0203-08	2,535,744	714,212
Public Authority	I	93.778	N/A	2,421,129	-

See accompanying Notes to Schedule of Expenditures of Federal Awards and Supplementary Schedule.



**COUNTY OF SAN DIEGO, CALIFORNIA**

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2004

Federal Grantor County Program Name	Direct(D) Indirect(I)	Catalog of Federal Domestic		Federal Expenditures	Pass-thru Awards to Subrecipients
		Assistance Number	Entity's Identifying Number		
State and Federal Block Grant-Alcohol & Drug Services	I	93.778	N/A	\$ 761,569	\$ 761,569
Title XIX - Targeted Case Management	I	93.778	N/A	1,009,245	-
Subtotal 93.778 ( Medicaid Cluster)				54,983,331	6,830,008
Health Insurance Counseling Advocacy Prog. (HICAP)	I	93.779	CB-0304-24	22,615	22,615
Hansen's Disease Program '04	I	93.846	HSH258200430011C	45,458	-
HIV Emergency Relief Project Grants	I	93.914	2H89HA00001-11,12,13	11,205,298	9,096,512
AIDS Medi-Cal Waiver Program	I	93.918	N/A	449,411	116,455
Special Proj. for National Importance	I	93.928	1H97HA00188	150,000	-
TB Epidemiologic and Operational Research	I	93.947	U52/CCU919279-02-1	177,881	-
SAMHSA Block Grant	I	93.958	N/A	3,229,632	-
State and Federal Block Grant-Alcohol & Drug Services	I	93.959	N/A	17,879,863	15,567,102
Health Incentive Program 314(d) '02/03	I	93.991	FED 314 (d)	2,552	-
Health Incentive Program 314(d) '03/04	I	93.991	FED 314 (d)	7,446	-
Subtotal 93.991				9,998	-
<b>SUBTOTAL - DEPT. HEALTH &amp; HUMAN SERVICES AGENCY</b>				<b>499,784,953</b>	<b>38,802,084</b>
<b><u>CORPORATION FOR NATIONAL AND COMMUNITY SERVICE</u></b>					
Retired Senior Volunteer Program	I	94.002	02SSRPCA118	122,777	-
<b>SUBTOTAL - CORPORATION FOR NATIONAL AND COMMUNITY SERVICE</b>				<b>122,777</b>	<b>-</b>
<b><u>DEPARTMENT OF HOMELAND SECURITY</u></b>					
State Domestic Preparedness Eqpt Grant	I	97.004	2003-167 OES#073-0000	502,361	-
State Domestic Preparedness Eqpt Grant	I	97.004	2002-088 OES#073-0000	694,098	-
State Domestic Preparedness Eqpt Grant	I	97.004	2002-133 OES#073-0000	1,122,134	-
Subtotal 97.004				2,318,593	-
Public Assistance Grants	I	97.036	FEMA-1498-DR-CA	5,339,610	-
Emergency Management-Civil Defense	I	97.042	EMF-6-0045-82-15	428,431	-
FEMA Supplemental Apprprtn for Emergency Oprtn Planning	I	97.051	2003-313 OES#073-0000	480,116	-
Community Emergency Response Team/Citizen Corps-FY02	D	83.564/97.053	CCOA#37	81,463	-
<b>SUB-TOTAL DEPARTMENT OF HOMELAND SECURITY</b>				<b>8,648,213</b>	<b>-</b>
<b><u>DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u></b>					
Community Dev.Block Grant (CDBG Cluster)	D	14.218	B75 to B03-UC-06-0501	7,579,093	4,095,885
Emergency Shelter Grant	D	14.231	S-03-UC-06-0501	95,774	-
Emergency Shelter Grant	D	14.231	S-02-UC-0501	114,660	-
Subtotal 14.231				210,434	-
Supportive Housing Program	D	14.235	CA16B210004-VARIOUS	1,235,361	-
Supportive Housing Program	D	14.235	CA16B110001-VARIOUS	976,376	-
Supportive Housing Program	D	14.235	CA16B110011-VARIOUS	597,192	-
Supportive Housing Program	D	14.235	CA16B910006-910007	93,634	-
Subtotal 14.235				2,902,563	-
Shelter Plus Care Grant	D	14.238	CA16C210009	158,369	-
Shelter Plus Care Grant	D	14.238	CA16C910002	265,015	-
Subtotal 14.238				423,384	-
Home Investment Partnership Act.	D	14.239	M92 to M03DC060534	2,924,482	-

See accompanying Notes to Schedule of Expenditures of Federal Awards and Supplementary Schedule.

**COUNTY OF SAN DIEGO, CALIFORNIA**

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2004

Federal Grantor County Program Name	Catalog of Federal Domestic		Entity's Identifying Number	Federal Expenditures	Pass-thru Awards to Subrecipients
	Direct(D) Indirect(I)	Assistance Number			
Housing Opport. for Persons w/ AIDS (City)	D	14.241	CA16H99F008-VARIOUS	\$ 2,413,210	\$ -
Housing Opport. for Persons w/ AIDS(County)	D	14.241	CAH010014	65,976	-
Subtotal 14.241				2,479,186	-
Economic Development Initiative Special Project	D	14.246	B01SPCA0099	12,198	-
Performance Funding Syst. Oper. Subsidy	D	14.850	CA108-001-04J	160,566	-
Section 8 Moderate Rehabilitation Prog (Project#3)	D	14.856	CA108MR0003	176,371	-
Section 8 Moderate Rehabilitation Prog (Project#4)	D	14.856	CA108MR0004	860,096	-
Subtotal 14.856 (Section 8 Project Based Cluster)				1,036,467	-
Resident Opport & Self Sufficiency	D	14.870	CA02RSE108P0104	39,360	-
Section 8 Voucher	D	14.871	CA108V0	91,474,447	-
Section 8 Voucher Mainstream	D	14.871	CA108DV0001	7,473	-
Subtotal 14.871				91,481,920	-
Capital Fund Program 07/02-06/06	D	14.872	CA16P108501-02	111,950	-
Capital Fund Program 09/03-09/07	D	14.872	CA16P108501-03	16,932	-
Public Housing Dev.(Towncenter)	D	14.872	CA16P108002	138,312	-
Subtotal 14.872				267,194	-
Lead Base Paint Hazard Control Program	D	14.900	CALHB012999	386,390	-
<b>SUBTOTAL - DEPT. OF HOUSING &amp; URBAN DEVELOPMENT</b>				<b>109,903,237</b>	<b>4,095,885</b>
<b><u>DEPARTMENT OF INTERIOR</u></b>					
Planning of Natural Communities ConservationProgram #7	D	15.615	1148-11430-97-J192	114,205	-
Planning of Natural Communities ConservationProgram #8	D	15.615	1148-11430-97-J192	104,273	-
Subtotal 15.615				218,478	-
Dos Picos Picnic Area Improvement KN1954	D	15.916	06-01412	40,953	-
Fallbrook Community Center Playground (KN1533)	D	15.916	06-01410	91,710	-
Otay Lakes Phase II Dev't (KN7022)	D	15.916	06-01-407	101,900	-
Subtotal 15.916				234,563	-
<b>SUBTOTAL - DEPARTMENT OF INTERIOR</b>				<b>453,041</b>	<b>-</b>
<b><u>DEPARTMENT OF JUSTICE</u></b>					
HIDTA Grant (Sheriff) '03	I	16.001	I3PSCP575	639,402	-
HIDTA Grant (Sheriff) '04	I	16.001	I4PSCP575	590,610	-
HIDTA Grant(D.A/SDPD) '02	I	16.001	I2PSCP575	481,976	-
Subtotal 16.000				1,711,988	-
Juvenile Accountability Incentive Block Grant 03-04	I	16.523	IP02010370	917,944	-
Elder Abuse Advocacy Outreach Prog.	I	16.575	EA98010370	62,300	-
Elder Abuse Advocacy Outreach Prog.	I	16.575	EA03060370	104,239	-
Victim-Witness Assistance Project	I	16.575	VW99190370	562,322	-
Subtotal 16.575				728,861	-
Marijuana Eradication Prog.	I	16.579	2004-31	16,634	-
Marijuana Eradication Prog.	I	16.579	2003-28	102,830	-
S.D. County Reg. Drug Enf. Prog.(JUDGE)DA	I	16.579	DC012150370	1,756,778	-
Subtotal 16.579				1,876,242	-
Domestic Violence Stalking	I	16.588	VV00030370	138,812	-
Drug Endangered Children	I	16.597	EN033Q0370	51,977	-
FY 2003 Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program	I	16.590	2003-WE-BX-0056	4,635	-
Community Sex Offender Management Planning	D	16.203	137-98	33,436	-
Local Law Enforcement Block Grant 2001LBVX2883	D	16.592	2001-LB-BX-2883	19,045	-
Local Law Enforcement Block Grant 2002LBVX1948	D	16.592	2002-LB-BX-1948	227,834	-
Local Law Enforcement Block Grant 2003LBVX2691	D	16.592	2003-LB-BX-2691	74,286	-
Subtotal 16.592				321,165	-

See accompanying Notes to Schedule of Expenditures of Federal Awards and Supplementary Schedule.

**COUNTY OF SAN DIEGO, CALIFORNIA**

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2004

Federal Grantor County Program Name	Catalog of Federal Domestic		Entity's Identifying Number	Federal Expenditures	Pass-thru Awards to Subrecipients
	Direct(D) Indirect(I)	Assistance Number			
State Criminal Alien Assistance Program	D	16.606		\$ 795,416	\$ -
COPS 2003 Technology	D	16.710	2003CKWX0019	117,978	-
COPS Ahead & COPS Universal	D	16.710	95-CC-WX-0478	996,000	-
COPS More 2001	D	16.710	2001CLWX0019	22,003	-
COPS Universal Supplemental Grant	D	16.710	2001ULWX0018	126,000	-
Subtotal 16.710				1,261,981	-
<b>SUBTOTAL - DEPARTMENT OF JUSTICE</b>				<b>7,842,457</b>	<b>-</b>
<b><u>DEPARTMENT OF LABOR</u></b>					
TITLE V Community Services Employment Project	I	17.235	TV-0304-23	424,987	422,890
Welfare to Work Matching Fund	I	17.253	N/A	5,071,212	-
<b>SUBTOTAL - DEPARTMENT OF LABOR</b>				<b>5,496,199</b>	<b>422,890</b>
<b><u>DEPARTMENT OF TRANSPORTATION</u></b>					
Borrego Valley Airport - (Holding General Apron Design)	D	20.106	AIP 3-06-0027-09	150,000	-
Borrego Valley Airport - (SIGNAGE)	D	20.106	AIP 3-06-0027-08	150,000	-
Fallbrook Community Airport (Master Plan)	D	20.106	AIP 3-06-0078-01	103,277	-
Gillespie Airport (Rehab 27R)	D	20.106	AIP 3-06-0212-08	1,200,000	-
Gillespie Field ( Rehab. R/W27R.)	D	20.106	AIP 3-06-0212-07	1,938,600	-
Gillespie Field (AWOS/Runway Rehab.)	D	20.106	AIP 3-06-0212-06	532,890	-
Gillespie Field (Master Plan)	D	20.106	AIP 3-06-0212-05	135,000	-
McClellan-Palomar Airport(TWA)	D	20.106	02-06X280-188-A	319,706	-
McClellan-Palomar Airport(TWA)	D	20.106	AIP 3-06-0036-15	1,193,063	-
McClellan-Palomar Airport(TWA)	D	20.106	AIP 3-06-0036-18	1,898,552	-
McClellan-Palomar Airport-Noise Study	D	20.106	AIP 3-06-0036-14	200,000	-
Ramona Airport Site Preparation Phase 2	D	20.106	AIP 3-06-0192-08	150,000	-
Subtotal 20.106				7,971,088	-
Blk. Canyon Rd. 2C4002	I	20.205	BRL-5957(019)	24,010	-
Bradley Ave. Interchanges 1C1005	I	20.205	STPL-5957(054)	85,194	-
Collier Way Over Harbison Cyn Creek (1C2000)	I	20.205	BRLO-5957(056)	62,925	-
Escondido Creek Acquisition KA0551	I	20.205	STPLER-5957(048)	1,553,794	-
Gird Rd. Bridges 2C8005	I	20.205	BRLS-5957(034)	57,055	-
Lawson Valley Road (2C3000)	I	20.205	BRLO-5957(057)	57,674	-
Maple View/Vine Street (1C1010)	I	20.205	STPLHSR-5957(055)	43,298	-
Old Hwy 80 from Cattle Guard 2 to MP34(5C1000)	I	20.205	STPL-5957(041)	1,301,307	-
Valley Center Rd. Bridges 2C5001	I	20.205	BRL-5957(020)	71,812	-
Viejas Bridge Over Sweetwater 1C8397	I	20.205	BRLS-5957(039)	58,661	-
Willows Rd over Sweetwater Bridge (1C3008)	I	20.205	BHLSCR-5957(062)	17,643	-
Subtotal 20.205 (Highway Planning and Construction Cluster)				3,333,371	-
<b>SUBTOTAL - DEPARTMENT OF TRANSPORTATION</b>				<b>11,304,459</b>	<b>-</b>
<b><u>DEPARTMENT OF TREASURY</u></b>					
Federal Equitable Sharing Program	D	21.000	CA037013G	41,861	-
<b>SUBTOTAL - DEPARTMENT OF TREASURY</b>				<b>41,861</b>	<b>-</b>
<b><u>ENVIRONMENTAL PROTECTION AGENCY</u></b>					
USEPA Border Activities Grant	D	66.000	68-R9-02-06	55,943	-
Air Pollution Control Prog-EPA	D	66.001	A-009059-04-0	1,143,929	-
Air Pollution Control Prog-EPA	D	66.001	A-009059-03-0	361,583	-
Subtotal 66.001				1,505,512	-
CAA Sect. 103-Special Monitoring	D	66.034	BW-97964501	130,090	-
USEPA Wetlands Protection Development	D	66.461	CD-97918801-0	59,967	-
Project Gilligan	D	66.472	02-26035	7,646	-
Air 10.3-PM 2.5 Monitoring Network	D	66.606	PM-97951201-0	222,893	-
Air 10.3-PM 2.5 Monitoring Network	D	66.606	PM-97951201-2	27,027	-
CAA Sect. 103-Special Monitoring	D	66.606	BW-97964501-0	143,386	-
Subtotal 66.606				393,306	-

See accompanying Notes to Schedule of Expenditures of Federal Awards and Supplementary Schedule.

**COUNTY OF SAN DIEGO, CALIFORNIA**

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2004

Federal Grantor County Program Name	Catalog of Federal Domestic		Entity's Identifying Number	Federal Expenditures	Pass-thru Awards to Subrecipients
	Direct(D) Indirect(I)	Assistance Number			
State Toxic Substance	D	66.701	03-T2672	\$ 57,684	\$ -
Local Oversight Program (LOP)	D	66.805	03-019-250-0	1,871,099	-
<b>SUBTOTAL - ENVIRONMENTAL PROTECTION AGENCY</b>				<b>4,081,247</b>	<b>-</b>
<b><u>INSTITUTE OF MUSEUM AND LIBRARY SERVICES</u></b>					
Public Library Staff Education	I	45.310	LSTA E-44#40-5929	9,010	-
Public Library Staff Education	I	45.310	LSTA E-55#40-5711	2,323	-
Reach Out and Read (ROR) - Filed Grants	I	45.310	LSTA R-14#40-5445	4,142	-
<b>SUBTOTAL - INSTITUTE OF MUSEUM &amp; LIBRARY SERVICES</b>				<b>15,475</b>	<b>-</b>
<b>GRAND TOTAL</b>				<b>\$ 745,188,764</b>	<b>\$ 44,313,925</b>

See accompanying Notes to Schedule of Expenditures of Federal Awards and Supplementary Schedule.

**COUNTY OF SAN DIEGO, CALIFORNIA**

Supplementary Schedule of Expenditures of the Office of Emergency Services Grant Programs

For the Year Ended June 30, 2004

<b>GRANTOR/PASS-THROUGH GRANTOR OR CLUSTER TITLE</b>	<b>ASSISTANCE NUMBER</b>	<b>TERM OF ASSISTANCE</b>	<b>PERSONAL SERVICES</b>	<b>OPERATING EXPENSES</b>	<b>EQUIP- MENT</b>	<b>TOTAL ACTUAL EXPEND</b>
<b>STATE OCJP/OES FINANCIAL ASSISTANCE</b>						
High Tech Identity Theft Program	HD01010370	01/01/02-09/30/04	\$ 201,952	\$ 426,251	\$ 6,540	\$ 634,743 (a)
High Tech Identity Theft Program	HD03030370	10/01/03-09/30/04	191,801	43,058	20,980	255,839 (b)
High Tech Theft and Prosecution	HT00010370	06/15/01-03/31/04	742,548	553,028	101,093	1,396,669 (c)
High Tech Theft and Prosecution	HT03030370	10/01/03-09/30/04	940,546	502,362	30,459	1,473,367 (d)
Vertical Prosecution Block Program	VB03010370	07/01/03-06/30/04	367,440	-	-	367,440
Cold Hit Program	CG00010370	10/01/00-01/30/05	84,817	3,100	-	87,917
Local Forensic Lab. Improvement Program	LF01010370	11/01/01-04/30/04	-	2,349,298	81,132	2,430,430
Regional Law Enforcement Training Center	RG01010370	04/01/02-03/31/04	-	909,383	-	909,383
<b>TOTAL STATE OCJP/OES FINANCIAL ASSISTANCE</b>			<b>\$ 2,529,104</b>	<b>\$ 4,786,480</b>	<b>\$ 240,204</b>	<b>\$ 7,555,788</b>
<b>FEDERAL OCJP/OES FINANCIAL ASSISTANCE</b>						
Victim/Witness Assistance Program	VW03220370	07/01/03-09/30/03	\$ 308,598	\$ 268	\$ -	\$ 308,866 (e)
Victim/Witness Assistance Program	VW033Q0370	10/01/03-06/30/04	886,982	12,669	-	899,651 (f)
Drug Endangered Children	EN033Q0370	06/30/03-06/30/04	49,289	2,688	-	51,977
Violence Against Women Vertical Prosecution Program	VV03050370	07/01/03-09/30/03	45,518	-	-	45,518 (g)
Violence Against Women Vertical Prosecution Program	VV033Q0370	07/01/03-06/30/04	139,564	-	-	139,564 (h)
Elder Abuse Advocacy Outreach Program	EA98010370	07/01/03-09/30/03	43,213	19,087	-	62,300
Elder Abuse Advocacy Outreach Program	EA03060370	10/01/03-09/30/04	102,665	1,574	-	104,239
Juvenile Accountability Incentive Block Grant	IP02010370	07/01/03-06/30/04	1,019,938	-	-	1,019,938 (i)
San Diego County Regional Drug Enf. Program	DC03160370	07/01/03-06/30/04	1,250,624	506,154	-	1,756,778
<b>TOTAL FEDERAL OCJP/OES FINANCIAL ASSISTANCE</b>			<b>\$ 2,601,522</b>	<b>\$ 526,815</b>	<b>\$ -</b>	<b>\$ 3,128,337</b>

- (a) Includes \$126,949 of County matching funds
- (b) Includes \$ 51,167 of County matching funds
- (c) Includes \$279,335 of County matching funds
- (d) Includes \$294,674 of County matching funds
- (e) Includes \$250,842 of State matching funds
- (f) Includes \$395,353 of State matching funds
- (g) Includes \$ 11,379 of County matching funds
- (h) Includes \$ 34,891 of County matching funds
- (i) Includes \$101,994 of County matching funds

## **COUNTY OF SAN DIEGO, CALIFORNIA**

### Notes to Schedule of Expenditures of Federal Awards and Supplementary Schedule

For the Year Ended June 30, 2004

#### **1. GENERAL**

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal awards programs of the County of San Diego, California (County). Federal awards received directly from federal agencies as well as federal awards passed through other nonfederal agencies, primarily the State of California, are included on the schedule. The County's reporting entity is defined in Note 1 to the County's basic financial statements.

#### **2. BASIS OF ACCOUNTING**

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting except for programs recorded in the County's enterprise funds, which are presented using the accrual basis of accounting, which is described in Note 1 to the County's basic financial statements.

#### **3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS**

Federal award expenditures agree or can be reconciled with the amounts reported in the County's basic financial statements.

#### **4. RELATIONSHIP TO FEDERAL FINANCIAL REPORTS**

Amounts reported in the accompanying Schedule of Expenditures of Federal Awards are in material agreement with the amounts reported in the related federal financial reports for the federal award programs.

#### **5. OFFICE OF EMERGENCY SERVICES GRANT PROGRAMS**

At the request of the State of California Office of Emergency Services, the schedule of expenditures is also included as a supplementary schedule on page 11.

#### **6. PASS-THROUGH AWARDS TO SUBRECIPIENTS**

Included in the Schedule of Expenditures of Federal Awards are the amounts passed through to subrecipients.

**COUNTY OF SAN DIEGO, CALIFORNIA**

Schedule of Findings and Questioned Costs

For the Year Ended June 30, 2004

---



---

**Section I      Summary of Auditor's Results**

---



---

**FINANCIAL STATEMENTS**

Type of auditor's report issued on the basic financial statements of the County:	Unqualified
Internal control over financial reporting:	
◆ Material weakness(es) identified?	No
◆ Reportable condition(s) identified that are not considered to be material weaknesses?	None reported
Noncompliance material to the financial statements noted?	No

**FEDERAL AWARDS**

Internal control over major programs:	
◆ Material weakness(es) identified?	No
◆ Reportable condition(s) identified that are not considered to be material weaknesses?	None reported
Type of auditor's report issued on compliance for major programs:	Unqualified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A-133?	Yes
Identification of major programs:	

<u>CFDA number(s)</u>	<u>Name of Federal Program</u>
14.218	Community Development Block Grant Cluster
93.044 & 93.045	Aging Cluster
93.283	Centers for Disease Control and Prevention - Investigations and Technical Assistance
93.556	Promote Safe and Stable Families
93.596	Child Care and Development Cluster
93.658	Foster Care Title IV-E
93.914	HIV Emergency Relief Project Grants
93.778	Medical Assistance Program
97.036	Public Assistance Grants

# COUNTY OF SAN DIEGO, CALIFORNIA

## Schedule of Findings and Questioned Costs (Continued)

For the Year Ended June 30, 2004

### Section I Summary of Auditor's Results (Continued)

---

Dollar threshold used to distinguish between type A and type B programs:	\$3,000,000
Auditee qualified as a low-risk auditee?	Yes

---

### Section II Financial Statement Findings

---

No matters were reported.

---

### Section III Federal Award Findings and Questioned Costs

---

<b>Finding 04-01:</b>	Noncompliance with deadline reporting requirements established under the grant
Federal Agency:	Department of Health and Human Services-Centers for Disease Control
Program Name:	Centers for Disease Control and Prevention-Investigations and Technical Assistance
CFDA # and Program Expenditures	#93.283\$3,516,855
Award Year	June 30, 2004

**Condition:** As of March 14, 2005, the County has not submitted an annual expenditure cost reconciliation report to California Department of Health Services Agency. According to a letter dated December 14, 2004 from California Department of Health Services Agency, it indicates that the County has not submitted the annual expenditure cost reconciliation report. The County has provided us with an expenditure report based on estimated Federal expenditures instead of actual expenditures.

**Criteria:** The grant agreement requires the County to submit expenditure reports on a semiannual basis. An annual cost reconciliation report is due at the close of the federal budget period. Based on the grant agreement, the annual expenditure cost reconciliation report was due on 9/6/2004. The reports must be certified by the County Controller as to their accuracy and supporting documentation, identify costs incurred by Focus Area, certified by the chairperson of the County Board and must be reconciled to actual expenditures, allowable costs and their budgeted items by Focus Area annually.

**Cause:** Lack of Administrative staff to complete the required forms timely.

**Effect:** Noncompliance with deadline reporting requirements established under the grant.

**Recommendation:** The County needs to implement and enforce a more stringent policy on submission of reports in a timely manner.

**Management Response and Corrective Action Plan:** The Health and Human Services Agency concurs



## COUNTY OF SAN DIEGO, CALIFORNIA

### Schedule of Findings and Questioned Costs (Continued)

For the Year Ended June 30, 2004

with the single audit finding regarding the late Expenditure Report. We have identified the problems that caused the Expenditure and Budget Reports to be late and have added administrative staff to bring these current. In addition, we plan to develop a written process to include the identification of agency responsibility for the timely, accurate, and efficient submission of required cost and other reports to funders. Bioterrorism Preparedness staff has been in regular contact with the staff of the California Department of Health Services Emergency Preparedness Office throughout the term of this grant to comply with their reporting requirements

**Finding 04-02:** The unspent federal amounts were not remitted back to the State Pass-Through Agency.  
Federal Agency: Department of Health and Human Services-Centers for Disease Control  
Program Name: Centers for Disease Control and Prevention-Investigations and Technical Assistance  
CFDA # and Program Expenditures #93.283\$3,516,855  
Award Year: June 30, 2004

**Condition:** The County has carry over amounts for the unspent/unobligated FY 03-04 funds. The County has not submitted a request to carry over unspent/unobligated Fiscal Year 03-04 funds. As of March 2005, the estimated amount of the carry over funds is \$1,037,345.

**Criteria:** Per the grant agreement the County shall return unexpected funds from FY 2003-2004 unless carry over of such funds is approved by the California Department of Health Services and allowed by the Center for Disease Control and Prevention.

**Cause:** Lack of Administrative staff to complete the required forms timely and monitor the compliance with the grant agreement.

**Effect:** Noncompliance with clauses set forth in the grant agreement.

**Recommendation:** The County needs to implement and enforce a more stringent policy on submission of required forms in a timely manner. Thus, this will ensure carry over amounts from unspent/unobligated funds is accurate and returned to the California Department of Health Services in a timely manner.

**Management Response and Corrective Action Plan:** The Health and Human services Agency concurs with the finding regarding the Carryover Request Budget for the Local Bioterrorism Preparedness Funding Plan and Budget. We have identified the problems that caused the oversight of the carry over of unspent funding. We plan to develop a written process to include the identification of agency responsibility for the timely, accurate, and efficient submission of required cost and other reports including the carry over of unspent funding. Bioterrorism Preparedness staff has been in regular contact with the California Department of Health Services Emergency Preparedness Office throughout the term of this grant to comply with the requirements set forth in the grant agreement.

**COUNTY OF SAN DIEGO, CALIFORNIA**

Summary Schedule of Prior Audit Findings

For the Year Ended June 30, 2004

---

**Section VI Summary Schedule of Prior Audit Findings**

---

**Finding 03-01 Lack of Controls over the Preparation of the Schedule of Expenditures of Federal Awards (SEFA)**

Corrective action has been taken. The County will continue to make improvements in the process.

**Finding 03-02 Inaccurate monitoring of subrecipients (Aging Cluster)**

Corrective action has been taken.

**Finding 03-03 Inaccurate monitoring of the earmarking requirements (Aging Cluster)**

This finding was erroneous. The County of San Diego exceeded the requirement in fiscal year 02/03 and has met the requirement for fiscal year 03/04.