

Schedule of Expenditures of Federal
Awards and Reports of Independent
Certified Public Accountants

Multnomah County, Oregon

Year ended June 30, 2002

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Report of Independent Certified Public Accountants
on the County's Compliance and Internal Control Over
Financial Reporting Based on an Audit of Basic Financial Statements
Performed in Accordance with *Government Auditing Standards*

The Board of County Commissioners
Multnomah County, Oregon

We have audited the basic financial statements of Multnomah County, Oregon as of and for the year ended June 30, 2002, and have issued our report thereon dated December 6, 2002. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether Multnomah County, Oregon's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, 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 that are required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Multnomah County, Oregon's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the basic financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting 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 misstatements 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 weakness.

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This report is intended solely for the information and use of the audit committee, management, the Board of County Commissioners and the 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.

Portland, Oregon
December 6, 2002

Glenn Thornton SSP

Report of Independent Certified Public Accountants
on the County's Compliance with Requirements Applicable to Each Major
Program and Internal Control Over Compliance in Accordance with
OMB Circular A-133

The Board of County Commissioners
Multnomah County, Oregon

Compliance

We have audited the compliance of Multnomah County, Oregon 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, 2002. Multnomah 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 Multnomah County, Oregon's management. Our responsibility is to express an opinion on Multnomah County, Oregon'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 Multnomah County, Oregon'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 on Multnomah County, Oregon's compliance with those requirements.

In our opinion, Multnomah County, Oregon 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, 2002.

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Internal Control Over Compliance

The management of Multnomah County, Oregon is responsible for establishing and maintaining effective internal control over the compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Multnomah County, Oregon'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.

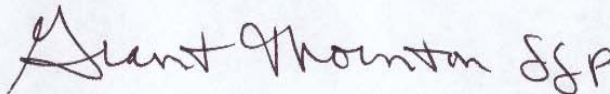
Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants 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

We have audited the basic financial statements of Multnomah County, Oregon as of and for the year ended June 30, 2002, and have issued our report thereon dated December 6, 2002. Our audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is 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 audit committee, management, the Board of County Commissioners, the Secretary of State, Division of Audits, of the State of Oregon and the 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.

Portland, Oregon
December 6, 2002

A handwritten signature in dark ink, appearing to read "Grant Thornton SGP", is written over a faint, circular official seal. The signature is fluid and cursive.

MULTNOMAH COUNTY, OREGON

Schedule of Expenditures of Federal Awards

Year ended June 30, 2002

GRANTOR AND PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	FEDERAL EXPENDITURES
<u>U.S. Department of Agriculture</u>			
Passed through State Department of Administrative Services:			
Schools and Roads: Grants to States	10.665	PL 106-393	\$ 1,001,189
Passed through State Department of Education:			
School Breakfast Program	10.553	2613007	44,980
National School Lunch Program	10.555	2613007	69,136
Summer Food Service Program for Children	10.559	3195	15,000
Passed through State Department of Human Services /Adult and Family Services Division:			
State Administrative Matching Grants for Food Stamp Program	10.561	100810/1936002309	32,372
Passed through State Department of Human Services /Health Division:			
State Administrative Matching Grants for Food Stamp Program	10.561	85087-4/85087-6	953,710
Special Supplemental Nutrition Program for Women, Infants and Children (WIC Program)	* 10.557	936002309/92598	1,997,423
Passed through State Department of Human Services / Senior & Disabled Services Division:			
Nutrition Services Incentive	10.570	85087-4	374,044
Total Department of Agriculture			<u>4,487,854</u>
<u>U.S. Department of Commerce</u>			
Direct Programs:			
Technology Opportunities	11.552		12,883
Total Department of Commerce			<u>12,883</u>
<u>U.S. Department of Housing and Urban Development</u>			
Direct Programs:			
Community Development Block Grants/Entitlement Grants	14.218		308,385
Supportive Housing Program	* 14.235		2,221,593
Passed Through City of Portland - Bureau of Community Development:			
Community Development Block Grants/Entitlement Grants	14.218	0210215	528,836
Community Development Block Grants/Entitlement Grants	14.218	33278 Exhibit D	18,269
Supportive Housing Program	* 14.235	0210215	20,140
Home Investment Partnership Program	14.239	0210215	7,792
Lead-Based Paint Hazard Control in Privately-Owned Housing	14.900	33318	48,904
Passed Through Housing Authority of Portland:			
Supportive Housing Program	* 14.235	110872	68,562
Public Housing Capital Fund (CFP)	14.872	MULTN002	99,240
Total Department of Housing and Urban Development			<u>3,321,721</u>
<u>U.S. Department of Interior</u>			
Direct Programs:			
Distribution of Receipts to State and Local Governments	15.227		1,183,360
Total Department of Interior			<u>1,183,360</u>
<u>U.S. Department of Justice</u>			
Direct Programs:			
Sex Offender Management Discretionary Grant	16.203		67,532
Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program	16.580		326,269
Local Law Enforcement Block Grants Program	16.592		466,722
Executive Office for Weed and Seed	* 16.595		237,253
Bullet Proof Vest Partnership Program	16.607		114,555
Community Prosecution and Project Safe Neighborhoods	16.609		80,727

*Indicates Major Program

MULTNOMAH COUNTY, OREGON

Schedule of Expenditures of Federal Awards

Year ended June 30, 2002

GRANTOR AND PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	FEDERAL EXPENDITURES
Passed Through State Department of Justice:			
Title V: Delinquency Prevention Program	16.548	TV2002-04/TV2002-05	\$ 103,189
Crime Victim Assistance	16.575	98-00772/99-00912	11,418
Crime Victim Assistance	16.575	00-01143/00-1410/01-1643	135,340
Passed Through State Police:			
Juvenile Accountability Incentive Block Grants (JAIBG)	16.523	00-624	907,514
Violence Against Women Formula Grants	16.588	01-759	53,619
Byrne Formula Grant Program	16.579	01-046/00-24	150,721
Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program	16.580	LAO2001-85	1,681
Passed Through City of Portland:			
Grants to Encourage Arrest Policies and Enforcement of Protection Orders	16.590	011099/02286	128,608
Passed Through City of Portland/North East Coalition of Neighborhoods:			
Executive Office for Weed and Seed	* 16.595	Multnomah County	4,359
Passed Through Portland Police Bureau:			
Local Law Enforcement Block Grants Program	16.592	46-1483	142,250
Local Law Enforcement Block Grants Program	16.592	2002-LB-BX-1959	183,578
Total Department of Justice			3,115,335
<u>Department of Labor Employment and Training Administration</u>			
Direct Programs:			
Employment Services and Job Training- Pilot and Demonstration and Research Programs	17.249		664,494
Total Department of Labor Employment and Training Administration			664,494
<u>U.S. Department of Transportation</u>			
Passed Through Oregon Sheriff's Association Inc.:			
Safety Incentives to Prevent Operation of Motor Vehicles by Intoxicated Persons	20.605	Multnomah County	30,587
Passed Through Oregon State Marine Board:			
Boating Safety Financial Assistance	20.005	1936002309001	213,970
Passed Through Atate Department of Transportation:			
Highway Planning and Construction	20.205	Multnomah County	67,068
Highway Planning and Construction	20.205	Multnomah County	920,416
National Motor Carrier Safety	20.218	936002309	139,435
Alcohol Traffic Safety and Drunk Driving Prevention Incentive Grants	20.601	936002309	73,133
Alcohol Traffic Safety and Drunk Driving Prevention Incentive Grants	20.601	J 8 01-12-32	6,997
Passed Through City of Portland:			
Highway Planning and Construction	20.205	Multnomah County	1,697
TOTAL DEPARTMENT OF TRANSPORTATION			1,453,303
<u>General Service Administration</u>			
Passed Through Oregon Department of Administrative Services:			
Donation of Federal Surplus Personal Property	39.003		442
Total General Service Administration			442
<u>National Foundation for the Arts and Humanities</u>			
Passed Through Oregon State Library:			
State Library Program	45.310	01-5-3.3	30,999
State Library Program	45.310	02-9-2.7	22,633
State Library Program	45.310	01-10-3.1	58,122
State Library Program	45.310	45.310	55,983
State Library Program	45.310	02-L-4	20,325
State Library Program	45.310	01-5-2.7A	82,177
State Library Program	45.310	01-5-2.7A	48,517
Total National Foundation for the Arts and Humanities			318,756

*Indicates Major Program

MULTNOMAH COUNTY, OREGON

Schedule of Expenditures of Federal Awards

Year ended June 30, 2002

GRANTOR AND PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	FEDERAL EXPENDITURES
<u>U.S. Department of Energy</u>			
Passed Through Oregon Housing and Community Services Division: Weatherization Assistance for Low-Income Persons	81.042	210009	\$ 348,897
Total Department of Energy			348,897
<u>U.S. Department of Emergency Management</u>			
Direct:			
Project Impact-Building Disaster Resistant Communities	83.551		155,956
Passed Through Oregon Emergency Management Emergency Management Performance Grants (EMPG)	83.552	1936002309	51,250
Passed Through United Way: Emergency Food and Shelter National Board Program	83.523	19-7080-00/20-780-00	556,994
Total Federal Emergency Management Agency			764,200
<u>U.S. Department of Education</u>			
Direct Programs:			
Twenty-First Century Community Learning Centers	84.287		99,001
Passed Through Oregon Department of Human Resources: Safe and Drug-Free Schools and Communities: State Grants	84.186	926001	260,286
Passed Through Portland Public Schools: Safe and Drug-Free Schools and Communities: National Programs	84.184	0010703	1,240,339
Safe and Drug-Free Schools and Communities: National Programs	84.184	0011029	215,545
Total Department of Education			1,815,171
<u>U.S. Department of Health & Human Services</u>			
Direct Programs:			
Health Center Grants for Homeless Populations	93.151		1,307,118
Community Health Centers	93.224		3,149,793
Consolidated Knowledge Development and Application (KD&A) Program	93.230		947,864
Drug Abuse Research Programs	93.279		738,510
Centers for Disease Control and Prevention: Investigation and Technical Assistance	93.283		175,290
Early Learning Fund	93.577		174,490
Refugee and Entrant Assistance: Discretionary Grants	93.576		106,608
HIV Emergency Relief Project Grants	93.914		4,360,525
Grants to Provide Outpatient Early Intervention Services with Respect to HIV Disease	93.918		766,861
Healthy Start Initiative	93.926		750,264
Special Projects of National Significance	93.928		425,971
Passed Through Oregon Department of Business Consumer Services:			
Centers for Medicare and Medicaid Services (CMS) Research Demonstrations and Evaluations	93.779	44199-20	14,500
Passed Through Oregon Commission on Children and Families:			
Promoting Safe and Stable Families	93.556	1936002309	134,456
Child Care and Development Block Grant (CCDF)	93.575	1936002309	340,951
Social Services Block Grant (SSBG)	93.667	1936002309	715,269
Passed Through Oregon Housing and Community Services Division:			
Temporary Assistance for Needy Families	93.558	210009	72,746
Low-Income Home Energy Assistance (LHEAP)	* 93.568	210009	4,533,325
Community Services Block Grant (CCDF)	93.569	210009	674,724
Passed Through Oregon Health Sciences University: Child Care and Development Block Grant	93.575	c-2002-0025	56,295
Passed Through State Department of Human Resources:			
Special Programs for the Aging - Title VII, Chapter 3-Programs for Prevention of Elder Abuse, Neglect and Exploitation	93.041	85087-4	11,166
Special Programs for the Aging - Title III, Part D-Disease Prevention and Health Promotion Services	93.043	85087-4	98,991

*Indicates Major Program

MULTNOMAH COUNTY, OREGON

Schedule of Expenditures of Federal Awards

Year ended June 30, 2002

GRANTOR AND PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	FEDERAL EXPENDITURES
Special Programs for the Aging - Title III, Part B-Grants for Supportive Services & Senior Centers	93.044	85087-4	\$ 806,595
Special Programs for the Aging - Title III, Part C-Nutrition Services	93.045	85087-4	879,474
National Family Care Giver Support	93.052	85087-4	125,622
Project Grants & Cooperative Agreements for Tuberculosis Control Programs	93.116	936002309	165,453
Acquired Immunodeficiency Syndrome (AIDS) Activity	93.118	936002309	839,049
Projects for Assistance in Transition From Homelessness (PATH)	93.150	926001	231,250
Community Prevention Coalitions (Partnership) Demonstration Grant	93.194	986330	57,500
Cooperative Agreements for Drug Abuse Treatment Improvements			
Projects in Target Cities (Target Cities)	93.196	926001	(4,999)
Family Planning Services	93.217	936002309	310,392
Immunization Grants	93.268	936002309	918,159
Centers for Disease Control and Prevention: Investigation and Technical Assistance	93.283	936002309	289,465
Centers for Disease Control and Prevention: Investigation and Technical Assistance	93.283	101451	13,187
Temporary Assistance for Needy Families	93.558	0101ORTANF/277038	29,649
Temporary Assistance for Needy Families	93.558	926001	326,171
Child Support Enforcement	93.563	102324	1,556,964
Refugee and Entrant Assistance - Discretionary Grants	93.566	936002309	425,790
Community - Based Family Resource and Support Grants	93.590	9801ORFRPG/277038	21,291
Social Services Block Grant	93.667	936002309	21,331
Medical Assistance Program (Medicaid; Title XIX)	* 93.778	92598	342,709
Medical Assistance Program (Medicaid; Title XIX)	* 93.778	926001	1,055,433
Medical Assistance Program (Medicaid; Title XIX)	* 93.778	85087-4/85087-6	12,799,868
Medical Assistance Program (Medicaid; Title XIX)	* 93.778	043211	404,675
Medical Assistance Program (Medicaid; Title XIX)	* 93.778	111369	447,174
HIV Care Formula Grants	93.917	936002309	121,710
Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer Early Detection Programs	93.919	936002309	219,856
Human Immunodeficiency Virus (HIV) Acquired Immunodeficiency Virus Syndrome (AIDS) Surveillance	93.944	936002309	79,570
Block Grants for Community Mental Health Services	* 93.958	926001	530,516
Block Grants for Prevention and Treatment of Substance Abuse	93.959	926001	1,629,294
Maternal and Child Health Services Block Grant to the States	93.994	936002309	623,293
Passed Through State of Oregon Judicial Department			
Alcohol Research Programs	93.273	0210273	31,894
Passed Through Oregon Research Institute:			
Alcohol Research Programs	93.273	RO1AA11510	260,056
Passed Through City of Portland:			
Community Prevention Coalitions (Partnership) Demonstration Grant	93.194	0210019	95,539
Passed Through Oregon Office of Drug Abuse Programs:			
Consolidated Knowledge Development and Applicationn (KD&A) Program	93.230	86-330	26,428
Passed Through University of Washington:			
AIDS Education and Training Centers	93.145	0210068/0210069	70,454
Total Department of Health and Human Services			<u>45,306,529</u>

Other Federal Assistance (No CFDA)

Department of Agriculture

Direct Programs:

U.S. Forest Service Patrol Contract	10.01-LE-11060600-498	32,330
U.S. Forest Service Patrol Contract	10.900847	54,545

Total Department of Agriculture	<u>86,875</u>
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U.S. Department of Energy

Direct Programs:

Youth Employment Project/Bonneville Power Administration	81.93BP99731	5,007
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Total Department of Energy	<u>5,007</u>
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*Indicates Major Program

MULTNOMAH COUNTY, OREGON

Schedule of Expenditures of Federal Awards

Year ended June 30, 2002

GRANTOR AND PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	FEDERAL EXPENDITURES
<u>Department of Veteran Affairs</u>			
Direct Programs:			
Willamette National Cemetery	64.900167		\$ 16,000
Total Department of Veteran Affairs			<u>16,000</u>
Total Other Federal Assistance			<u>107,882</u>
Total Federal Assistance			<u>\$ 62,900,827</u>

*Indicates Major Program

Multnomah County, Oregon

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

NOTE A – GENERAL

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal awards programs of Multnomah County, Oregon (the County) for the year ended June 30, 2002. The County's reporting entity is defined in Note 1 to the County's June 30, 2002 basic financial statements.

NOTE B – BASIS OF ACCOUNTING

The accompanying Schedule of Expenditures of Federal Awards is presented using a basis of accounting which is consistent with the basic financial statements, as described in Note 1 to the County's basic financial statements.

NOTE C – RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

Federal financial assistance revenues reported in the County's basic financial statements are included with operating grants and contributions.

NOTE D – NONCASH AWARDS

The accompanying Schedule of Expenditures of Federal Awards includes a noncash award from the Department of Health and Human Resources in the form of vaccines (CFDA #93.268 – Childhood Immunization Grants). The value of the Childhood Immunization Grant award was determined by the granting agency. The amount expended and advanced at June 30, 2002 is calculated on a proportionate basis.

Multnomah County, Oregon

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS - CONTINUED

NOTE E – SUBRECIPIENTS

Of the federal expenditures presented in the schedule, Multnomah County provided federal awards to subrecipients as follows:

Program Title	Federal CFDA Number	Amount Provided to Subrecipients
Community Development Block Grants/Entitlement Grants	14.218	\$ 809,654
Supportive Housing Program	14.235	2,146,277
Employment Services and Job Training Pilots Demonstration and Research Programs	17.249	627,528
Executive Office for Weed & Seed	16.595	131,507
Weatherization Assistance for Low Income Persons	81.042	965
Safe and Drug Free Schools and Communities - State Grant	84.186	229,800
Twenty-First Century Community Learning Centers	84.287	94,084
Special Programs for the Aging – Title VII, Chapter 3 – Programs for Prevention of Elder Abuse, Neglect and Exploitation	93.041	3,000
Special Programs for the Aging – Title III, Part D – Disease Prevention and Health Promotion Services	93.043	87,766
Special Programs for the Aging – Title III, Part B – Grants for Supportive Services and Senior Centers	93.044	182,039
Health Center Grants for Homeless Populations	93.151	235,379
Consolidated Knowledge Development and Application Program	93.230	201,922
Community Health Centers	93.224	2,052
Drug Abuse Research Programs	93.279	78,860
Center for Disease Control and Prevention: Investigations and Technical Assistance	93.283	81,453
Low-Income Home Energy Assistance Program	93.568	241,614
Community Services Block Grant	93.569	472,000
Child Care and Development Block Grant (Discretionary Fund of the Child Care and Development Fund)	93.575	199,299
Social Services Block Grant	93.667	321,202
Medicaid Assistance Program (Medicaid, Title XIX)	93.778	481,170
HIV Emergency Relief Project Grants	93.914	3,110,876
Grants to Provide Outpatient Early Intervention Services with Respect to HIV Disease	93.918	6,210
Healthy Start Initiative (Targeted Infant Mortality Initiative)	93.296	101,201
Special Projects of National Significance	93.928	53,764
Block Grant for Community Mental Health Services	93.958	745,645
Block Grants for Prevention and Treatment of Substance Abuse (SAPT)	93.959	3,640,144
Bonneville Power Administration	81.93BP99731	5,007
Total subrecipient pass through		<u>\$14,290,418</u>

Multnomah County, Oregon

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

SECTION I – SUMMARY OF AUDITOR’S RESULTS

Financial Statements

Type of auditor’s report issued: Unqualified

Internal control over financial reporting:

- Material weakness(es) identified? ☐ yes ☒ no
- Reportable condition(s) identified that are not considered to be material weaknesses? ☐ yes ☒ none reported

Noncompliance material to financial statements noted? ☐ yes ☒ no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? ☐ yes ☒ no
- Reportable condition(s) identified that are not considered to be material weaknesses? ☐ yes ☒ 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 Circular A-133? ☒ yes ☐ no

Identification of major programs:

CFDA Number	<u>Name of Federal Program</u>
10.557	Department of Agriculture, Special Supplemental Nutrition Program for Women, Infants and Children
14.235	Department of Housing and Urban Development Supportive Housing Program
16.595	Department of Justice, Executive Office for Weed and Seed
93.568	Department of Health and Human Services, Low-Income Home Energy Assistance
93.778	Department of Health and Human Services, Medical Assistance Program Medicaid, Title XIX
93.958	Department of Health and Human Services, Block Grant for Community Mental Health Services

Dollar threshold used to distinguish between type A and type B programs: \$1,887,025

Auditee qualified as low-risk auditee? ☒ yes ☐ no

Multnomah County, Oregon

SCHEDULE OF FINDINGS AND QUESTIONED COSTS - CONTINUED

SECTION II – FINANCIAL STATEMENT FINDINGS

There were no financial statement findings.

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

There were no federal award findings or questioned costs.

Prior year findings and corrective action plan are listed on the following pages.

Multnomah County, Oregon

SCHEDULE OF PRIOR YEAR FINDINGS AND CORRECTIVE ACTION PLAN

FINDING 01-1

Program:	CFDA #16.595 Executive Office for Weed and Seed CFDA #93.568 Low-Income Energy Assistance Program CFDA #14.235 Supportive Housing Program
Federal Agency:	Department of Justice Department of Health and Human Services Department of Housing and Urban Development
Award Year:	2000-2001
Requirement:	The office of Management and Budget issued a revised Circular A-87 on May 4, 1995. This Circular was effective for all awards or amendments, including continuation or renewal awards, made on or after September 1, 1995. The revised Circular increased the requirements related to time distributions, stating that unless a statistical time sampling system or other substitute system had been approved by the federal cognizant agency, time distributions for employees working on multiple grants must be supported by personnel activity reports. The reports must be prepared at least monthly and must coincide with one or more pay periods.
Finding:	The salary and wage distribution system was based on distribution percentages determined before the services were performed.
Questioned Cost:	None
Prevalence:	Systemic
Recommendation:	The County should base its time distributions on monthly surveys with each covering at least one pay period. All other aspects of the new Circular A-87 should be followed as appropriate.
County Response:	Billings are now based on actual grant-related activities. The Department of Health and Human Services Low Income Energy Assistance Program. Personnel charges are for personnel working solely in the weatherization program. The HUD Supportive Housing Program only bills personnel in the administrative cost charges. The actual county administrative costs for this program are approximately 9 percent. The award allows for a 5 percent administrative charge. The grant is always charged below actual cost.

Multnomah County, Oregon

SCHEDULE OF PRIOR YEAR FINDINGS AND CORRECTIVE ACTION PLAN

FINDING 01-2

Program:	CFDA #16.595, Weed and Seed Program
Federal Agency:	Department of Justice
Award Year:	2000-2001
Requirement:	The grantee agrees to require that organizations which receive grant funds certify, as part of the contract, that they have appropriate hiring policies and screening procedures for employees who will be working with youth and other residents as part of the Weed and Seed strategy.
Finding:	County contracts with organizations receiving grant funds did not contain language specifically required by grant special conditions.
Questioned Cost:	None
Prevalence:	Systemic
Recommendation:	Include required language in contracts as necessary.
County Response:	The contracts have been amended to include language regarding employment screening requirements.