

FULTON COUNTY, GEORGIA



SINGLE AUDIT REPORT

DECEMBER 31, 2010

(Prepared under Auditor's Thereon)

FULTON COUNTY, GEORGIA

**Single Audit – OMB Circular A-133 Compliance Reports
(With Independent Auditors' Report Thereon)**

December 31, 2010

FULTON COUNTY, GEORGIA

SINGLE AUDIT – OMB A-133 COMPLIANCE REPORTS

DECEMBER 31, 2010

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**INDEPENDENT AUDITORS' 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***

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*

To the Members of the Board of Commissioners
Fulton County, Georgia:

We have audited 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 Fulton County, Georgia (“the County”) as of and for the year ended December 31, 2010, which collectively comprise the County’s basic financial statements and have issued our report thereon dated June 30, 2011. Our report includes a reference to 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. Other auditors audited the financial statements of the Fulton-Dekalb Hospital Authority, as described in our report on the County’s basic financial statements. This report does not include the results of the other auditors’ testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County’s internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County’s internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County’s internal control over financial reporting.

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 combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the County’s financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting 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 financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of 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*.

This report is intended solely for the information and use of management, the Board of Commissioners, others within the County, and federal and state awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

PJC Group, LLC

June 30, 2011

**SCHEDULE OF EXPENDITURES OF FEDERAL, STATE AND OTHER LOCAL
GRANT AWARDS**

FULTON COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL, STATE AND OTHER LOCAL GRANT AWARDS

YEAR ENDED DECEMBER 31, 2010

<u>Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Grant Number</u>	<u>Grant Expenditures</u>
U.S. Department of Health and Human Services			
Direct Assistance:			
HIV-Minority AIDS Initiative	93 914	H89HA00007-20-02	12,612
HIV	93 914	H89HA00007-20-02	8,968,017
HIV-Minority AIDS Initiative	93 914	5H3MHA08420-03-00	1,357,833
HIV	93 914	6H89HA00007-19-01	9,170,762
			<u>19,509,224</u>
Passed through the Department of Human Resources:			
Children 1st Initiative	93.778	FY 2010	120,532
Children 1st Initiative	93.778	FY 2011	90,597
EPSDT	93.778	FY2010	81,376
EPSDT	93.778	427-93-09090060-88	91,269
			<u>383,774</u>
H1N1 Phase I Focus Area 1 - Planning and Preparation (ARRA)	93.069	FY2010	42,150
H1N1 Phase III - Mass Vaccine implementation	93.069	FY2010	336,133
H1N1 Phase I Focus Area 1 - Epidemiology (ARRA)	93.069	FY2010	9,985
H1N1 Phase I Focus Area 1 - Planning and Preparation (ARRA)	93.069	FY2010	12,130
			<u>400,398</u>
TB Incentives & Enablers	93.116	FY2010	5,633
			<u>5,633</u>
Children Medical	93.994	FY2010	288,364
Children Medical	93.994	FY2011	247,567
			<u>535,931</u>
Therapeutic Summer Program	93.558	42700-040-0000004086	63,068
Mental Health, Developmental Disabilities, and Addictive Diseases-TANF	93.558	427-93-933062	5,082
Mental Health, Developmental Disabilities, and Addictive Diseases-TANF	93.558	441-93-1033069	18,401
Family Planning Enhancement	93.558	FY2010	220,718
Family Planning Enhancement	93.558	FY2011	204,282
Family Planning	93.558	FY2010	271,507
Family Planning	93.558	FY2011	244,060
Teen Initiative	93.558	FY2010	121,512
Teen Initiative	93.558	FY2011	147,365
Youth Development	93.558	FY2010	32,456
Youth Development	93.558	FY2011	35,646
Teen Pregnancy Prevention	93.558	FY2010	192,684
Teen Pregnancy Prevention	93.558	FY2011	175,718
			<u>1,732,499</u>
Immunization	93.268	FY2010	81,433
Immunization	93.268	FY2011	68,532
			<u>149,965</u>
Comprehensive HIV/STD	93.940	FY2010	200,531
Comprehensive HIV/STD	93.940	FY2011	174,263
HIV Prevention Initiative	93.940	FY2010	97,294
HIV Prevention Initiative	93.940	FY2011	60,487
			<u>532,575</u>

FULTON COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL, STATE AND OTHER LOCAL GRANT AWARDS

YEAR ENDED DECEMBER 31, 2010

<u>Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Grant Number</u>	<u>Grant Expenditures</u>
Mental Health, Developmental Disabilities, and Addictive Diseases	93.958	427-93-737053	32,525
Mental Health, Developmental Disabilities, and Addictive Diseases	93.958	441-93-1033068	6,881
			<u>39,406</u>
Clubhouse and Youth Community and Substance Abuse Treatment	93.959	441-93-1033068	59,015
Clubhouse and Youth Community and Substance Abuse Treatment	93.959	441-93-1133053	100,598
MH/DD/AD-Community Substance Abuse Services-Adult	93.959	441-93-1133053	108,131
MH/DD/AD-Community Substance Abuse Services-Adult	93.959	441-93-1033068	99,781
HIV Early Intervention	93.959	441-93-1033063	140,699
HIV Early Intervention	93.959	441-93-1133052	156,984
			<u>665,208</u>
Child Support Recovery	93.563	42700-401-3000	127,948
Child Support Recovery	93.563	42700-401-4829	111,077
Child Support Enforcement	93.563	42700-401-4835	49,117
Child Support Enforcement	93.563	42700-401-3036	43,037
Child Support Enforcement	93.563	42700-401-4796	4,351
Child Support Enforcement	93.563	42700-401-3208	40,272
			<u>375,802</u>
MH/DD/AD-MR Community Services	93.667	427-93-933058	8,579
MH/DD/AD-MR Community Services	93.667	441-93-1033068	23,898
			<u>32,477</u>
Passed through the Department of Human Resources and Atlanta Regional Commission:			
Older Americans Act-ARRA	93.045 *	AG0940	198,415
Older Americans Act	93.045 *	AG1116	521,398
Older Americans Act	93.045 *	AG1009	1,760,503
			<u>2,480,316</u>
Passed through the Department of Human Resources:			
BT Emergency Preparedness	93.283	FY2010	260,950
BT Emergency Preparedness	93.283	427-93-09090060-88	110,683
Bioterrorism Preparedness Response	93.283	FY2010	33,000
Bioterrorism Preparedness Response	93.283	427-93-09090060-88	12,646
Breastest and More	93.283	FY2010	52,291
Breastest and More	93.283	427-93-09090060-88	14,967
			<u>484,537</u>
Passed through the Centers for Disease Control and Prevention:			
Morehouse School of Medicine-SUCCEED Project	93.283	1-U58-DP-000984-02	897
Morehouse School of Medicine-SUCCEED Project	93.283		47,875
			<u>48,772</u>
			<u>533,309</u>
Passed through the Georgia Department of Labor:			
ARRA-TANF Summer Youth Program	93.714	20-10-TY-03-136	766,446
Passed through the Georgia Administrative Office of the Courts:			
Committee on Justice for Children - Deprivation Mediation Program	93.586	18206	48,811
Total U.S. Department of Health and Human Services			<u>28,191,774</u>

FULTON COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL, STATE AND OTHER LOCAL GRANT AWARDS

YEAR ENDED DECEMBER 31, 2010

<u>Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Grant Number</u>	<u>Grant Expenditures</u>
U.S. Department of Housing and Urban Development			
Direct Assistance:			
CDBG Cluster Programs:			
ARRA-Community Development Block Grant	14.253 *	B-09-UY-13-0003	<u>442,478</u>
HERA-Neighborhood Stabilization Program (NSP1)	14.218 *	B-08-UN-13-0004	8,374,783
Community Development Block Grant	14.218 *	B03UC130003	51,453
Community Development Block Grant	14.218 *	B04UC130003	53,757
Community Development Block Grant	14.218 *	B05UC130003	24,488
Community Development Block Grant	14.218 *	B06UC130003	279,447
Community Development Block Grant	14.218 *	B07UC130003	323,007
Community Development Block Grant	14.218 *	B08UC130003	693,878
Community Development Block Grant	14.218 *	B09UC130003	1,069,135
Community Development Block Grant	14.218 *	B10UC130003	1,325,616
Community Development Block Grant	14.218 *	N/A	<u>104,769</u>
			<u>12,300,333</u>
Total CDBG Cluster Programs			<u>12,742,811</u>
Homeless Management Information System (HMIS)	14.235 *	GA001B4B000800	149,369
Transitional Housing-Administration	14.235 *	GA0020B4B000801	6,196
Transitional Housing-Supportive Services	14.235 *	GA0020B4B000801	352,601
Transitional Housing-Operating Services	14.235 *	GA0020B4B000801	257,439
Transitional Housing-Administration	14.235 *	GA0020B4B000802	45
Transitional Housing-Supportive Services	14.235 *	GA0020B4B000802	175,687
Transitional Housing-Operating Services	14.235 *	GA0020B4B000802	55,368
Supportive Housing-Administration	14.235 *	GA0019B4B000802	9
Supportive Housing	14.235 *	GA0019B4B000802	163,882
Supportive Housing-Administration	14.235 *	GA0019B4B000801	3,467
Supportive Housing	14.235 *	GA0019B4B000801	<u>611,963</u>
			<u>1,776,026</u>
HOME 03	14.239	M-03-DC-13-0202	40,034
HOME 04	14.239	M-04-DC-13-0202	415,189
HOME 05	14.239	M-05-DC-13-0202	26,799
HOME 06	14.239	M-06-DC-13-0202	19,552
HOME 07	14.239	M-07-DC-13-0202	170,400
HOME 08 -Program Income	14.239	M-08-DC-13-0202	32,728
HOME 10	14.239	M-10-DC-13-0202	<u>48,328</u>
			<u>753,030</u>
Emergency Shelter Cluster Programs:			
Direct Assistance:			
ARRA-Homelessness Prevention and Rapid Re-Housing Program	14.257	S-09-UY-13-0010	<u>266,380</u>
Passed through Department of Community Affairs:			
Emergency Shelter	14.231	2009-09E-E0-09C303	28,860
Emergency Shelter	14.231	S-09-UC-13-0010	<u>36,950</u>
			<u>65,810</u>
Total Emergency Shelter Cluster Programs			<u>332,190</u>
Passed through Department of Community Affairs:			
HERA-Neighborhood Stabilization Program (NSP1)	14.228	08-NS-5051	<u>490,280</u>
Total U.S. Department of Housing and Urban Development			<u>16,094,337</u>

FULTON COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL, STATE AND OTHER LOCAL GRANT AWARDS

YEAR ENDED DECEMBER 31, 2010

<u>Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Grant Number</u>	<u>Grant Expenditures</u>
U.S. Department of Justice			
Direct Assistance:			
ARRA- FY 2009 Recovery Act JAG-Backlog Elimination Program	16.804	2009-SB-B9-1100	901,823
ARRA- FY 2009 Recovery Act JAG -Information Network System	16.804	2009-SB-B9-1100	6,534
			<u>908,357</u>
ARRA-COPS Hiring Recovery Program	16.710	2009-RK-WX-0280	<u>226,493</u>
Justice Assistance Grant	16.738	2007-DJ-BX-0307	105,848
Justice Assistance Grant	16.738	2008-DJ-BX-0363	68,258
Justice Assistance Grant	16.738	2009-DJ-BX-0422	95,615
			<u>269,721</u>
Juvenile Delinquency Prevention - Drug Court	16.585	2009-DC-BX-0105	<u>40,742</u>
Bullet Proof Vest Program	16.607	2009BOBX09046518	<u>50,936</u>
Passed through the Georgia Criminal Justice Coordinating Council:			
ARRA-2009 JAG Grant-Electronic Warrants System	16.803	B82-8-249	51,500
ARRA-2009 JAG Grant-Burglary Task Force	16.803	B82-8-247	105,530
			<u>157,030</u>
Victim Witness Assistance	16.575	C10-8-082	29,902
Victim Witness Assistance	16.575	C09-8-065	142,560
			<u>172,462</u>
ARRA -Violence Against Women	16.588	W82-8-023	<u>73,271</u>
Project Safe Neighborhood	16.579	P07-8-004	<u>3,045</u>
Passed through the Governor's Office for Children and Families:			
GED Preparatory Program	16.523	JB-07FM-005	10,341
Disproportionate Minority Contact	16.523	JB-07CM-0006	24,583
Disproportionate Minority Contact	16.523	JB-08CM-001	92,292
Juvenile Offenders Program	16.523	07B-ST-0001	7,500
			<u>134,716</u>
Total U.S. Department of Justice			<u>2,036,773</u>
U.S. Department of Agriculture			
Passed through the Georgia Department of Human Resources:			
WIC	10.557	FY2010	1,583,744
WIC	10.557	FY2011	1,367,121
Total U.S. Department of Agriculture			<u>2,950,865</u>
U.S. Department of Education			
Passed through the Georgia Department of Human Resources:			
Early Intervention Coordinator	84.181	FY2010	191,755
Early Intervention Coordinator	84.181	427-93-09090060-88	80,915
Early Intervention Family Support	84.181	FY2010	328,139
Early Intervention Family Support	84.181	427-93-09090060-88	408,054
Early Intervention Case Management	84.181	FY2010	363,232

FULTON COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL, STATE AND OTHER LOCAL GRANT AWARDS

YEAR ENDED DECEMBER 31, 2010

<u>Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Grant Number</u>	<u>Grant Expenditures</u>
Early Intervention Case Management	84.181	427-93-09090060-88	330,837
Early Intervention Evaluation and Assessment	84.181	FY2010	90,318
Early Intervention Evaluation and Assessment	84.181	427-93-09090060-88	146,210
			<u>1,939,460</u>
Babies Can't Wait (ARRA)	84.939	FY2011	<u>29,453</u>
Total Department of Education			<u>1,968,913</u>
U.S. Department of Transportation			
Direct Assistance:			
Rehab Taxiways	20.106	3-13-0007-022	255,243
Runway Rehab 8-26 Phase I	20.106	3-13-0007-021	94,613
			<u>349,856</u>
Passed through the State of Georgia Department of Transportation			
State LAR Resurfacing	20.205	LAR06-S008-00 (932)	274
State LAR Resurfacing	20.205	SO12154-LAR	124,339
Birmingham Highway Sidewalks	20.205	RW-STP00-00BK (051)	15,042
Will Lee Road	20.205	STP-0000-00 (189)	824,553
			<u>964,208</u>
Total Department of Transportation			<u>1,314,064</u>
U.S. Environmental Protection Agency			
Direct Assistance:			
Congressionally Mandated Projects	66.202	XP-96441405-1	75,346
Total Environmental Protection Agency			<u>75,346</u>
U.S. Department of Labor			
Direct Assistance:			
WIA Cluster Programs:			
ARRA-Workforce Investment Act-Adult FY 2009	17.258 *	32-09-11-03-006	179,354
Workforce Investment Act-Adult PY 2009	17.258 *	10-09-11-03-006	10,189
Workforce Investment Act-Adult FY 2010	17.258 *	11-10-11-03-006	245,041
Workforce Investment Act-Adult PY 2010	17.258 *	10-10-11-03-006	76,242
			<u>510,826</u>
ARRA-Workforce Investment Act-Youth FY 2009	17.259 *	33-09-11-03-006	117,022
Workforce Investment Act-Youth PY 2008	17.259 *	15-08-11-03-006	6,630
Workforce Investment Act-Youth PY 2009	17.259 *	15-09-11-03-006	340,900
Workforce Investment Act-Youth PY 2010	17.259 *	15-10-11-03-006	174,239
			<u>638,791</u>
ARRA-Workforce Investment Act-Dislocated Worker FY 2009	17.260 *	34-09-11-03-006	1,104,124
ARRA- Rapid Response Program-Dislocated Worker FY 2010	17.260 *	35-10-09-03-006	106,369
Workforce Investment Act-Dislocated Worker FY 2009	17.260 *	31-09-11-03-006	2,390
Workforce Investment Act-Dislocated Worker PY 2009	17.260 *	30-09-11-03-006	120,908
Workforce Investment Act-Dislocated Worker FY 2010	17.260 *	31-10-11-03-006	598,773
Workforce Investment Act-Dislocated Worker PY 2010	17.260 *	30-10-11-03-006	351,671
Workforce Investment Act-Dislocated Worker FY 2011	17.260 *	31-11-11-03-006	34,370
			<u>2,318,605</u>
Total WIA Cluster Programs			<u>3,468,222</u>
Total Department of Labor			<u>3,468,222</u>

FULTON COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL, STATE AND OTHER LOCAL GRANT AWARDS

YEAR ENDED DECEMBER 31, 2010

<u>Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Grant Number</u>	<u>Grant Expenditures</u>
National Endowment for the Humanities			
Direct Assistance:			
Margaret Mitchell Collection	45.149	PG-50454-09	<u>205</u>
Total National Endowment for the Humanities			<u>205</u>
National Endowment for the Arts			
Direct Assistance:			
ARRA - Preservation of Jobs in the Arts	45.024	09-6288-7040	<u>246,600</u>
Total National Endowment for the Arts			<u>246,600</u>
Institute of Museum and Library Services			
Passed through the Georgia Office of Public Library Services			
ARRA-Prime Time Reading Program	45.310	13100-61000-120-753107	6,799
LSTA Mini-Grant ALSC National Institute	45.310	13100-61000-120-753107	1,000
Summer Vacation Reading Program	45.310	13100-61000-120-753107	<u>16,499</u>
Total Institute of Museum and Library Services			<u>24,298</u>
Department of Homeland Security			
Direct Assistance:			
ARRA-Fire and Emergency Response Hiring Program (SAFER)	97.083	EMW-2009-FH-01178	<u>460,448</u>
Emergency Food and Shelter Program	97.024	174000-069	<u>22,499</u>
Passed through the Georgia Emergency Management Agency:			
Law Enforcement Terrorism Prevention Program	97.067 *	2007-GE-T7-0054	869
Urban Area Security Initiative	97.067 *	2007-GE-T7-0054	1,008,897
Urban Area Security Initiative	97.067 *	2006-GE-T6-0066	<u>2,207,118</u>
Total Department of Homeland Security			<u>3,699,831</u>
Department of Energy			
Direct Assistance:			
ARRA-Energy Efficiency and Conservation Block Grant Program	81.128	DE-SC0002562	<u>317,070</u>
Total Department of Energy			<u>317,070</u>
National Archives and Records Administration			
Direct Assistance:			
Digitizing Historic African American Education	89.009	NAR10-RD-10037-10	<u>6,417</u>
Total National Archives and Records Administration			<u>6,417</u>
Total Federal Expenditures			<u>60,394,715</u>
State of Georgia			
Department of Human Resources:			
Public Health	-	FY 2010	12,515,015
Public Health	-	FY 2011	14,170,467
EPI Capacity	-	FY 2010	49,325
EPI Capacity	-	FY 2011	29,226
STD Data Entry	-	FY 2010	4,962
STD Data Entry	-	FY 2011	5,624
High-Risk Maternal	-	FY 2010	18,760
District Cadre	-	FY 2010	171,480
District Cadre	-	FY 2011	190,798
Infant Vitality	-	FY 2010	296,174

FULTON COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL, STATE AND OTHER LOCAL GRANT AWARDS

YEAR ENDED DECEMBER 31, 2010

<u>Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Grant Number</u>	<u>Grant Expenditures</u>
Infant Vitality	-	FY 2011	311,368
Directly Observed Therapy	-	FY 2010	32,904
Directly Observed Therapy	-	FY 2011	30,965
TB Case Management	-	FY 2010	88,345
TB Case Management	-	FY 2011	46,944
Children's 1st-Develop	-	FY 2010	16,141
Children's 1st-Develop	-	FY 2011	24,870
Breast/Cervical Cancer	-	FY 2010	36,380
Breast/Cervical Cancer	-	FY 2011	70
Dental Supplies	-	FY 2010	6,076
Chronic Disease Prevention	-	FY 2010	143,621
Chronic Disease Prevention	-	FY 2011	14,529
Hearing Screening Equipment	-	FY 2010	5,222
Hearing Screening Equipment	-	FY 2011	893
State Cervical Cancer	-	FY 2010	47,068
State Cervical Cancer	-	FY 2011	2,321
Children First Care Support	-	FY 2010	27,969
Children First Care Support	-	FY 2011	52,393
TB Fulton Co Outbreak Response	-	FY 2010	81,938
FC House Ballroom Community	-	FY 2010	4,435
Komen-Breast Cancer	-	FY 2010	9,995
Komen-Breast Cancer	-	FY 2011	5,918
Community Substance Abuse	-	427-93-933070	43,090
			<u>28,485,286</u>
Georgia Board of Public Safety:			
Public Safety Training Center	-	-	<u>199,072</u>
Office of Planning and Budget:			
Pass through the Georgia Council for the Arts:			
Grassroots Art Program	-	FY09-41-2434	17,539
Organizational Program	-	FY10-41-2583	<u>47,208</u>
			<u>64,747</u>
Department of Technical and Adult Education:			
Library-GED Testing	-	GED23687	1,154
Library-GED Testing	-	GED26526	18,364
Library-GED Testing	-	GED29349	<u>11,145</u>
			<u>30,663</u>
Office of Public Library Services			
Operational Support	NA	-	<u>1,018,799</u>
Department of Transportation			
Airport Engineering Assistance	-	AP100-9134-25 (121)	<u>78,720</u>
Miscellaneous Grants:			
Atlanta-Fulton County Emergency Management Agency (2009 Flood)	-	NA	1,003,890
Georgia Council of Superior Court Judges	-	N/A	13,844
Judicial Council of Georgia-Drug Court Implementation	-	N/A	19,870
Judicial Council of Georgia-Family Drug Court Operatons	-	24305	7,868
Judicial Council of Georgia-Drug Court Operatons	-	N/A	3,792
Administrative Office of the Courts-Drug Court Enhancement	-	N/A	1,507
Administrative Office of the Courts-Adult Felony Enhancement Grant	-	N/A	54,189
Administrative Office of the Courts-Juvenile Court Judges	-	N/A	189,332
Administrative Office of the Courts-Superior Court Judges	-	N/A	813,519

FULTON COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL, STATE AND OTHER LOCAL GRANT AWARDS

YEAR ENDED DECEMBER 31, 2010

<u>Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Grant Number</u>	<u>Grant Expenditures</u>
Office of the Secretary of State - Help America Vote Program	-	2008-03	1,488
State Justice Institute	-	SJI-10-T-151	55,000
State Justice Institute	-	N/A	45,000
			<u>2,209,299</u>
Total State Expenditures			<u>32,086,586</u>
Other Local Grants			
Friends of Benson, Inc.	-	N/A	3,337
FBI-Joint Terrace Task Force	-	315MAT-C83995	14,525
U.S. Marshall-Fugitive Task Force-Police	-	FATF-10-0011	8,739
U.S. Marshall-Fugitive Task Force-Marshall	-	N/A	47,881
U.S. Marshall-Fugitive Task Force-Marshall	-	FATF-10-0153	11,051
U.S. Marshall-Fugitive Task Force-Marshall	-	FATF-10-0153	3,888
GBI-High Intensity Drug Area Task Force	-	N/A	17,904
Atlanta-Fulton Library Foundation	-	N/A	22,047
American Cancer Society	-	N/A	504
Factory Mutual Insurance Company	-	N/A	2,474
Criminal History Reports	-	N/A	11,664
U.S. Marshal MOU	-	N/A	7,856
Mayor's Office Weed and Seed	-	N/A	31,847
Total Other Local Grants			<u>183,717</u>
Total Federal, State, and Other Local Grant Expenditures			<u>92,665,018</u>

* Denotes major program.

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL, STATE AND
OTHER LOCAL GRANT AWARDS**

FULTON COUNTY, GEORGIA

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL, STATE AND OTHER
LOCAL GRANT AWARDS**

DECEMBER 31, 2010

NOTE 1 - BASIS OF PRESENTATION AND ACCOUNTING

The accompanying schedule of expenditures of federal, state and other local grant awards includes the federal and state grant activity of Fulton County, Georgia (the "County") and is presented on the cash basis of accounting and is not intended to present the results of grant activity in conformity with accounting principles generally accepted in the United States of America. Under the cash basis of accounting, revenues are recognized when received and expenditures are recorded when paid. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Federal awards received directly from federal agencies and federal assistance passed through other government agencies are included on the schedule. However, federal financial assistance received by component units who engaged other auditors to perform an audit in accordance with the Single Audit Act are not included on the schedule.

In instances where the grant agreement requires the County to match grant awards with County funds, such matching funds are included in the Schedule of Expenditures.

Grant programs, which did not have 2010 transactions have not been presented herein. The majority of these programs has completed their program activities but may not have been officially closed out. Grant revenues and expenditures incurred prior to 2010 under these grants remain subject to audit by either the grantor agency or its representatives within the limitations of the Single Audit Act of 1996.

Federal grant programs that are administered through State agencies (pass-through awards) have been included in this report. These programs are operated according to Federal regulations promulgated by the Federal agency providing the funding.

NOTE 2 - STATE OF GEORGIA DEPARTMENT OF HUMAN RESOURCES GRANTS

Several Federal Health grant funds received by the County are pass-through awards from the State of Georgia. Grant revenue received from the State is a combination of both Federal and State Mental Health grant funds. The State is not always able to distinguish the portion of Federal and State funding related to these receipts; however, in some instances, estimates of the allocation between Federal and State funds have been provided to the County. Because the information may not be exact, the Schedule of Expenditures reflects the combination of both Federal and State revenues related to Mental Health, Developmental Disabilities, and Addictive Diseases grants.

NOTE 3 - ECONOMIC DEVELOPMENT AGENCY REVOLVING LOAN PROGRAM

Economic Development Agency ("EDA") Program provides loans to promote the development and expansion of small businesses in Fulton County, Georgia. There were no disbursements of loans during 2010. The outstanding balance of these revolving loans at December 31, 2010 was \$472,732.

FULTON COUNTY, GEORGIA

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL, STATE AND OTHER
LOCAL GRANT AWARDS

DECEMBER 31, 2010

NOTE 4 - SUBRECIPIENTS

The total amount provided to subrecipients by the County is as follows:

<u>Program</u>	<u>Amount</u>
Community Development Block Grant - CFDA # 14.218	
City of Alpharetta	\$ 105,936
City of College Park	20,000
City of East Point	110,968
City of Fairburn	170,000
City of Hapeville	137,360
City of Mountain Park	21,498
City of Palmetto	75,000
City of Roswell	979,903
City of Union City	64,400
Africa's Children Fund	20,000
Atlanta Legal Aid	80,000
Atlanta Self Sufficiency Center	18,300
Child Development Association	30,000
Council on Aging	20,000
Drake House	65,000
Economic Development Corp of Fulton County	271,556
Families First	15,000
Find A Way Home (aka AHMEN Housing)	34,832
Fulton County Library	19,302
Fulton County Parks and Recreation	99,658
Fulton county Rehabilitation	387,224
Hope Through Divine Intervention	10,000
Housing Initiatives	84,309
Marcus Jewish Center	15,366
Metro Fair Housing	98,863
North Fulton Charities	75,000
North Fulton Child Development Center	30,000
North Fulton Community Charities	25,000
Partnership Against Domestic Violence	20,000
Quality Living Services	8,539
Senior Services North Fulton	10,000
Tapestry Youth Ministry	23,400
Teens at Work	18,300
Traveler's Aid	66,000

FULTON COUNTY, GEORGIA

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL, STATE AND OTHER
LOCAL GRANT AWARDS

DECEMBER 31, 2010

NOTE 4 - SUBRECIPIENTS (continued)

<u>Program</u>	<u>Amount</u>
Young Adult Guidance Center (YAGC)	10,744
Young Men Christian Association (YMCA)	<u>30,000</u>
Total Community Development Block Grant - CFDA #14.218	<u>\$ 3,271,458</u>

HIV- Ryan White Program - CFDA # 93.914

Grady Hospital	8,152,160
DeKalb Board of Health	824,952
Fulton County Health Department	2,289,793
Crawford Long-Ryan White Care	601,958
AID Atlanta	2,251,141
Project Open Hand	1,104,681
Positive Impact, Inc.	802,914
St. Joseph's Mercy Care	703,010
Atlanta Legal Aid	83,322
Cobb Board of Health	461,310
AID Gwinnett	603,120
Southern Crescent HIV Center	104,644
Emory Quality Management	325,029
Clarke County Board of Health	49,489
Aids Alliance for Faith and Health, Inc.	65,729
HOPE through divine Intervention	65,037
Integrated Life Center	93,141
Aniz, Inc.	81,875
Our common Welfare (Here's to Life, Inc.)	44,091
Total Ryan White Program - CFDA #93.914	<u>\$ 18,707,396</u>

Older Americans - CFDA # 93.045

South Fulton Senior Services	\$ 472,911
Senior Services North Fulton	416,940
State of Georgia Department of Human Resources	546,946
Senior Citizens Services of Metro Atlanta	78,742
Visions Adult Day Health, Inc.	153,547
Fulton County Senior Collaborative	657,327
Project Open Hand/Atlanta, Inc.	1,028,082
Alpha Nursing Services	<u>375,352</u>
	<u>\$ 3,729,847</u>

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH
REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT
ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

**Report on Compliance with Requirements That Could Have a Direct and Material Effect
on Each Major Program and on Internal Control Over
Compliance in Accordance With OMB Circular A-133**

To the Members of the Board of Commissioners
Fulton County, Georgia:

Compliance

We have audited Fulton County, Georgia's ("the County") compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended December 31, 2010. 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 December 31, 2010. However, the results of our auditing procedures disclosed instances of noncompliance with

those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as item 2010-01.

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 the 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, 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's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

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 deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in the internal control over compliance that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies as described in the accompanying schedule of findings and questioned costs as item 2010-01. A significant deficiency in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal 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.

Schedule of Expenditures of Federal, State and Other Local Grant Awards

We have audited 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 as of and for the year ended December 31, 2010, and have issued our report thereon dated June 30, 2011. Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise the County's basic financial statements.

The accompanying schedule of expenditures of federal, state and other local grant 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.

The County's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit the County's response, and accordingly, we express no opinion on the responses.

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

PJC Group, LLC

June 30, 2011

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FULTON COUNTY, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2010

I. SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

- Material weakness (es) identified? No
- Significant deficiency(ies) identified that are not considered to be material weaknesses? None reported

Noncompliance material to financial statements noted? No

Federal Awards

Internal control over major programs:

- Material weakness (es) identified? No
- Significant deficiency(ies) identified that are not considered to be material weaknesses? Yes

Type of auditors' 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

Identification of major programs:

- 14.253 – ARRA-Community Development Block Grant
- 14.218 – Community Development Block Grant/Neighborhood Stabilization Program I
- 14.235 – Transitional Housing/Supportive Housing
- 17.258 – Workforce Investment Act (Cluster - Adult Program)
- 17.259 – Workforce Investment Act (Cluster - Youth Program)
- 17.260 – Workforce Investment Act (Cluster - Dislocated Worker Program)
- 93.045 – Special Programs for the Aging – Older Americans Act
- 97.067 – Department of Homeland Security (Urban Area Security Initiative)

Dollar threshold used to distinguish between type A and type B programs: \$1,811,841

Auditee qualified as low-risk auditee? Yes

II. FINANCIAL STATEMENT FINDINGS

No Financial Statement findings noted.

FULTON COUNTY, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2010

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

Finding No. 2010-1

Reporting

WIA Adult Program Grant – CFDA 17.258
WIA Youth Activities Grant – CFDA 17.259
WIA Dislocated Workers Grant – CFDA 17.260

Criterion:

Financial Status Reports (FSR) for the WIA program are due by the 20th of each month.

Condition:

Two out of five monthly Financial Status Reports examined were not submitted timely.

Cause:

Finance-Grant Division did not ensure that the data needed from the Housing and Human Services Department was received in order to submit reports timely.

Questioned Cost:

None.

Recommendation:

We recommend that the County strengthen its procedures for monitoring the submission of the Financial Status Reports to ensure that the reports are submitted timely.

Management Response:

Management concurs with audit finding.