



# FULTON COUNTY, GEORGIA



## SINGLE AUDIT REPORT

FISCAL YEAR ENDED DECEMBER 31, 2012  
*Prepared Under Auditor's Report Thereon*

**FULTON COUNTY, GEORGIA**

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

**December 31, 2012**

FULTON COUNTY, GEORGIA

SINGLE AUDIT – OMB A-133 COMPLIANCE REPORTS

DECEMBER 31, 2012

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Fulton County, Georgia

Employer Identification Number (EIN): 58-6001729

Dun & Bradstreet Number (DUNS): 133894167

**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 Board of Commissioners  
Fulton County, Georgia:

We have audited, in accordance with the 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, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Fulton County, Georgia (“the County”), as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated June 24, 2013. 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 of the financial statements, we considered the County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County’s internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity’s financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*PJC Group, LLC*

Atlanta, Georgia  
June 24, 2013

**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, 2012

<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	93.914	H89HA00007-22-02	9,529,286
HIV	93.914	H89HA00007-21-06	12,092,737
			<u>21,622,023</u>
Passed through the Georgia Department of Public Health:			
Comprehensive STD Program	93.977	FY2013	46,580
Comprehensive STD Program	93.977	FY2012	58,291
			<u>104,871</u>
EPSDT	93.778	FY2013	96,573
EPSDT	93.778	FY 2012	120,524
			<u>217,097</u>
Tobacco Use Prevention Support Program (ARRA)	93.723	FY2012	<u>50,000</u>
Infants and Toddlers with Disabilities	93.994	FY2013	111,292
Third Grade Level Reading Initiative	93.994	FY2012	1,988
Children Medical	93.994	FY2013	223,552
Children Medical	93.994	FY2012	275,612
			<u>612,444</u>
Therapeutic Summer Program	93.558	42700-040-0000006953	670
Children's 1st - 2	93.558	FY2013	118,529
Children's 1st - 2	93.558	FY2012	164,483
Children 1st Initiative	93.558	FY 2013	77,727
Children 1st Initiative	93.558	FY 2012	15,222
Family Planning Enhancement	93.558	FY2012	254,429
Family Planning	93.558	FY2013	176,795
Family Planning	93.558	FY2012	173,565
Teen Initiative	93.558	FY2012	30,456
Youth Development	93.558	FY2013	22,307
Youth Development	93.558	FY2012	32,713
			<u>1,066,895</u>
Immunization	93.268	FY2013	51,825
Immunization	93.268	FY2012	114,997
			<u>166,822</u>
BP1-5 Cities Readiness Initiative (CRI)	93.069	FY2013	162,495
PH Emergency Preparedness Program	93.069	FY2012	229,029
			<u>391,524</u>
Hospital Preparedness Program	93.889	FY2013	45,467
Hospital Preparedness Program	93.889	FY2012	36,705
			<u>82,172</u>
Passed through the Department of Behavioral Health and Developmental Disabilities (DBHDD):			
Mental Health, Developmental Disabilities, and Addictive Diseases	93.958	427-93-737053	29,902
Mental Health, Developmental Disabilities, and Addictive Diseases	93.958	427-93-737053	15,736
Mental Health, Developmental Disabilities, and Addictive Diseases	93.958	427-93-737053	3,964
Mental Health, Developmental Disabilities, and Addictive Diseases	93.958	427-93-737053	16,177
Mental Health, Developmental Disabilities, and Addictive Diseases	93.958	441-93-1333053	1,660
Mental Health, Developmental Disabilities, and Addictive Diseases	93.958	441-93-1233056	12,465
			<u>79,904</u>
MH/DD/AD-MR Community Services	93.667	441-93-1133052	1,291
MH/DD/AD-MR Community Services	93.667	441-93-1233056	40,710
			<u>42,001</u>

FULTON COUNTY, GEORGIA

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

YEAR ENDED DECEMBER 31, 2012

<u>Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Grant Number</u>	<u>Grant Expenditures</u>
Clubhouse and Youth Community and Substance Abuse Treatment	93.959	441-93-1233056	177,681
Clubhouse and Youth Community and Substance Abuse Treatment	93.959	441-93-1333053	163,162
MH/DD/AD-Community Substance Abuse Services-Adult	93.959	441-93-1333053	116,495
MH/DD/AD-Community Substance Abuse Services-Adult	93.959	441-93-1233056	97,442
			<u>554,779</u>
Passed through the Georgia Department of Public Health:			
HIV Early Intervention	93.959	441-93-1233055	201,861
HIV Early Intervention	93.959	441-93-1333059	124,691
			<u>326,552</u>
Passed through the Georgia Department of Human Services:			
Child Support Enforcement	93.563	42700-401-12707	41,530
Child Support Enforcement	93.563	42700-401-8514	31,927
Child Support Enforcement	93.563	42700-401-12693	23,800
Child Support Enforcement	93.563	42700-401-8515	25,317
			<u>122,575</u>
Passed through the Department of Human Services and Atlanta Regional Commission:			
Older Americans Act-ARRA	93.045	AG0940	41,705
Older Americans Act	93.045	AG1306	1,948,038
Older Americans Act	93.045	AG1209	1,895,858
			<u>3,885,601</u>
Passed through the Department of Public Health:			
Reduction of Tobacco Use	93.283	FY2012	15,000
Breastest and More	93.283	FY2013	25,036
Breastest and More	93.283	FY2012	43,852
			<u>83,889</u>
Passed through the Centers for Disease Control and Prevention:			
Morehouse School of Medicine-SUCCEED Project	93.283	5-U58-DP-984	32,161
Passed through National Assoc. of County and City Health Officials:			
Diabetes Grant	93.283	2011-090810	995
Passed through the Department of Public Health:			
HIV Prevention Initiative	93.940 *	FY2013	31,974
HIV Prevention Initiative	93.940 *	FY2012	43,687
			<u>75,661</u>
Passed through the Center for Disease Control and Prevention:			
HIV Prevention	93.940 *	IU62PS003679-01	1,820,982
Total U.S. Department of Health and Human Services			<u>31,338,950</u>

FULTON COUNTY, GEORGIA

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

YEAR ENDED DECEMBER 31, 2012

<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:			
Homelessness Prevention and Rapid Re-Housing Program	14.257	S09-UY-13-0010	<u>39,221</u>
CDBG Cluster Programs:			
ARRA-Community Development Block Grant	14.253	* B-09-UY-13-0003	<u>20,983</u>
HERA-Neighborhood Stabilization Program (NSP1)	14.218	* B-08-UN-13-0004	2,193,862
HERA-Neighborhood Stabilization Program (NSP3)	14.218	* B-11-UN-13-0004	969,491
Community Development Block Grant	14.218	* B01UC130003	5,938
Community Development Block Grant	14.218	* B03UC130003	4,294
Community Development Block Grant	14.218	* B05UC130003	10,000
Community Development Block Grant	14.218	* B06UC130003	36,383
Community Development Block Grant	14.218	* B07UC130003	134,840
Community Development Block Grant	14.218	* B08UC130003	67,013
Community Development Block Grant	14.218	* B09UC130003	242,772
Community Development Block Grant	14.218	* B10UC130003	264,374
Community Development Block Grant	14.218	* B11UC130003	1,290,246
Community Development Block Grant	14.218	* B12UC130003	<u>729,434</u>
			<u>5,948,649</u>
Total CDBG Cluster Programs			<u>5,969,632</u>
Housing Cluster Programs:			
Permanent Housing Program	14.235	* GA0173B4B001000	289,791
Homeless Management Information System (HMIS)	14.235	* GA0001B4B001002	207,837
Homeless Management Information System (HMIS)	14.235	* GA0001B1B001103	5,620
Transitional Housing-Administration	14.235	* GA0020B4B001003	17,763
Transitional Housing-Supportive Services	14.235	* GA0020B4B001003	370,261
Transitional Housing-Operating Services	14.235	* GA0020B4B001003	277,925
Transitional Housing-Supportive Services	14.235	* GA0020B4B001104	185,879
Transitional Housing-Operating Services	14.235	* GA0020B4B001104	146,751
Supportive Housing-Administration	14.235	* GA0019B4B001003	3,469
Supportive Housing	14.235	* GA0019B4B001104	198,982
Supportive Housing	14.235	* GA0019B4B001003	<u>684,288</u>
			<u>2,388,566</u>
HOME Cluster Programs:			
Direct Assistance:			
HOME 06	14.239	M-06-DC-13-0202	215,255
HOME 07	14.239	M-07-DC-13-0202	56,850
HOME 08	14.239	M-08-DC-13-0202	3,518
HOME 09	14.239	M-09-DC-13-0202	10,245
HOME 10	14.239	M-10-DC-13-0202	456,231
HOME 11	14.239	M-11-DC-13-0202	175,775
HOME 12	14.239	M-12-DC-13-0202	<u>81,233</u>
Total HOME Cluster Programs			<u>999,107</u>
Emergency Shelter Cluster Programs:			
Direct Assistance:			
Emergency Shelter 2011	14.231	E-11-UC-13-0010	<u>102,895</u>
			<u>102,895</u>
Passed through Department of Community Affairs:			
Emergency Shelter	14.231	2011-11EE011C087	<u>25,000</u>
Total Emergency Shelter Cluster Programs			<u>127,895</u>
HERA-Neighborhood Stabilization Program (NSP1)	14.228	08-NS-5051	<u>251,986</u>
Total U.S. Department of Housing and Urban Development			<u>9,776,407</u>

FULTON COUNTY, GEORGIA

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

YEAR ENDED DECEMBER 31, 2012

<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	64,373
			<u>64,373</u>
Child Sexual Predator Grant	16.710	2011-CS-WX-0009	155,541
ARRA-COPS Hiring Recovery Program	16.710	2009-RK-WX-0280	390,586
			<u>546,127</u>
Justice Assistance Grant	16.738	2011-DJ-BX-3432	25,991
Justice Assistance Grant	16.738	2009-DJ-BX-0422	13,701
Justice Assistance Grant	16.738	2010-DJ-BX-1643	213,199
			<u>252,891</u>
Paul Coverdell Forensic Science Improvement Grant	16.742	2011-CD-BX-0082	22,975
Paul Coverdell Forensic Science Improvement Grant	16.742	2010-CD-BX-0067	21,969
			<u>44,944</u>
Gang Interdiction Task Force	16.753	2010-DD-BX-0590	24,761
			<u>24,761</u>
Juvenile Delinquency Prevention - Drug Court	16.585	2009-DC-BX-0105	254,686
			<u>254,686</u>
Second Chance Act Initiative	16.812	2010-CZ-BX-0104	362,588
Second Chance Act Initiative	16.812	2011-CZ-BX-0052	217,587
			<u>580,174</u>
State Criminal Alien Assistance Program (SCAAP)	16.606	2011-H3222-GA-AP	7,376
			<u>7,376</u>
Bullet Proof Vest Program	16.607	2009BOBX09046518	523
			<u>523</u>
Equitable Sharing Program	16.922	GA0600000	92,293
			<u>92,293</u>
Passed through the Georgia Criminal Justice Coordinating Council:			
ARRA-2009 JAG Grant-Burglary Task Force	16.803	B82-8-247	22,616
			<u>22,616</u>
Victim Witness Assistance	16.575	C12-8-061	52,696
Victim Witness Assistance	16.575	C11-7-059	155,169
			<u>207,866</u>
Passed through the Governor's Office for Children and Families:			
GED Preparatory Program	16.523	JB-09FM-0006	15,969
Juvenile Offenders Program	16.523	JB-09ST-0004	8,850
			<u>24,819</u>
Total U.S. Department of Justice			<u>2,123,450</u>
U.S. Department of Agriculture			
Passed through the Georgia Department of Public Health:			
WIC	10.557	FY2013	1,212,154
WIC	10.557	FY2012	1,274,882
Total U.S. Department of Agriculture			<u>2,487,036</u>
U.S. Department of Education			
Passed through the Georgia Department of Public Health:			
Infants and Toddlers with Disabilities	84.181	FY2012	182,485
Total Department of Education			<u>182,485</u>

FULTON COUNTY, GEORGIA

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

YEAR ENDED DECEMBER 31, 2012

<u>Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Grant Number</u>	<u>Grant Expenditures</u>
U.S. Department of Transportation			
Passed through the State of Georgia Department of Transportation			
South Fulton Comprehensive Transportation Plan (CTP)	20.205	T251	<u>40,002</u>
Total Department of Transportation			<u>40,002</u>
U.S. Environmental Protection Agency			
Direct Assistance:			
Congressionally Mandated Projects	66.202	XP-96441405-1	<u>32,506</u>
Total Environmental Protection Agency			<u>32,506</u>
U.S. Department of Labor			
Passed through the State of Georgia Department of Labor and			
Governor's Office of Workforce Development:			
WIA Cluster Programs:			
Workforce Investment Act-Adult PY 2010	17.258 *	10-10-11-03-006	107
Workforce Investment Act-Adult FY 2011	17.258 *	11-11-11-03-006	95,056
Workforce Investment Act-Adult PY 2011	17.258 *	10-11-11-03-006	47,601
Workforce Investment Act-Adult FY 2012	17.258 *	11-12-11-03-006	<u>716,028</u>
			<u>858,792</u>
Workforce Investment Act-Youth PY 2010	17.259 *	15-10-11-03-006	46,150
Workforce Investment Act-Youth PY 2011	17.259 *	15-11-11-03-006	820,587
Workforce Investment Act-Youth PY 2012	17.259 *	15-12-11-03-006	<u>207,774</u>
			<u>1,074,511</u>
Workforce Investment Act-Dislocated Worker PY 2010	17.260 *	30-10-11-03-006	<u>301</u>
Workforce Investment Act-Dislocated Worker FY 2011	17.278 *	31-11-11-03-006	31,842
Workforce Investment Act-Dislocated Worker PY 2011	17.278 *	30-11-11-03-006	8,856
Workforce Investment Act-Dislocated Worker FY 2012	17.278 *	31-12-11-03-006	1,151,325
Workforce Investment Act-Dislocated Worker PY 2012	17.278 *	31-12-12-03-006	203,460
Workforce Investment Act-Dislocated Worker FY 2013	17.278 *	31-12-13-03-006	<u>46,240</u>
			<u>1,441,723</u>
Total Department of Labor-WIA Cluster			<u>3,375,327</u>
National Endowment for the Humanities			
Direct Assistance:			
America's Music Program	45.164	LB-50007-12	1,313
Louisa May Alcott Outreach Program	45.164	LA-50002-11	<u>1,383</u>
Total National Endowment for the Humanities			<u>2,696</u>
National Endowment for the Arts			
Direct Assistance:			
Big Read Program	45.024	FY13-149459	<u>6,493</u>
Total National Endowment for the Arts			<u>6,493</u>
Institute of Museum and Library Services			
Passed through the Georgia Office of Public Library Services			
Prime Time Reading Program	45.310	61000-98122-753107	<u>16,687</u>
Total Institute of Museum and Library Services			<u>16,687</u>

FULTON COUNTY, GEORGIA

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

YEAR ENDED DECEMBER 31, 2012

<u>Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Grant Number</u>	<u>Grant Expenditures</u>
Department of Homeland Security			
Direct Assistance:			
Staffing For Adequate Fire and Emergency Response (SAFER)	97.083	* EMW-2012-FH-00963	15,331
Staffing For Adequate Fire and Emergency Response (SAFER)	97.083	* EMW-2009-FH-01178	<u>1,178,397</u>
			<u>1,193,728</u>
Passed through United Way of Metropolitan Atlanta:			
Emergency Food and Shelter Program	97.024	174000-069-Phase 29	<u>11,250</u>
Passed through the Georgia Emergency Management Agency:			
Homeland Security-Explosive Device Response Operations	97.067	2009-SS-T9-0047	34,358
Homeland Security Enhancements	97.067	2010-SS-TO-0034	79,842
GBI Biometric Fingerprint Identification (RapidID) System	97.067	2010-SS-TO-0034	1,310
Urban Area Security Initiative	97.067	2007-GE-T7-0054	<u>85,223</u>
			<u>200,733</u>
Total Department of Homeland Security			<u>1,405,712</u>
Department of Energy			
Direct Assistance:			
ARRA-Energy Efficiency and Conservation Block Grant Program	81.128	DE-SC0002562	<u>129,614</u>
Total Department of Energy			<u>129,614</u>
National Archives and Records Administration			
Direct Assistance:			
Digitizing Historic African American Education	89.009	NAR10-RD-10037-10	<u>16,893</u>
Total National Archives and Records Administration			<u>16,893</u>
Total Federal Expenditures			<u>50,934,257</u>
State of Georgia			
Department of Public Health:			
Public Health	-	FY 2013	11,950,928
Public Health	-	FY 2012	12,204,885
EPI Capacity	-	FY 2013	486
EPI Capacity	-	FY 2012	32,092
STD Data Entry	-	FY 2012	2,823
District Cadre	-	FY 2013	188,285
District Cadre	-	FY 2012	191,872
Infant Vitality	-	FY 2013	269,668
Infant Vitality	-	FY 2012	242,532
Teen Pregnancy Prevention	-	FY 2013	166,109
Teen Pregnancy Prevention	-	FY 2012	169,359
Early Intervention	-	FY2012	193,041
Early Intervention	-	FY2013	211,111
Directly Observed Therapy	-	FY 2013	36,971
Directly Observed Therapy	-	FY 2012	40,770
Breast/Cervical Cancer	-	FY 2013	9,703
Breast/Cervical Cancer	-	FY 2012	51,861
Dental Supplies	-	FY 2013	2,000
Dental Supplies	-	FY 2012	2,000
Chronic Disease Prevention	-	FY 2013	27,878
Chronic Disease Prevention	-	FY 2012	141,833
Hearing Screening Equipment	-	FY 2013	1,595
Hearing Screening Equipment	-	FY 2012	22,338
State Cervical Cancer	-	FY 2013	7,920
State Cervical Cancer	-	FY 2012	28,335

FULTON COUNTY, GEORGIA

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

YEAR ENDED DECEMBER 31, 2012

<u>Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Grant Number</u>	<u>Grant Expenditures</u>
Children First Care Support	-	FY 2013	5,238
Children First Care Support	-	FY 2012	29,118
Outpatient UNHSI/Audiology Support	-	FY 2013	25,333
Outpatient UNHSI/Audiology Support	-	FY 2012	21,206
TB Treatment and Control	-	FY 2012	9,105
TB Treatment and Control	-	FY 2012	1,200
HIV Enhancement - County Support	-	FY 2012	199,994
Community Health Awareness	-	FY 2013	18,422
Georgia Cardiovascular Health Initiative	-	FY 2012	20,000
Minority Aids Initiative	-	FY 2013	285
Minority Aids Initiative	-	FY 2012	285
Teen Pregnancy Prevention Program	-	FY 2013	35,917
Teen Pregnancy Prevention Program	-	FY 2012	98
Lead Hazard Control	-	FY 2012	1,045
Community Substance Abuse	-	441-93-1233057	43,100
Community Substance Abuse	-	441-93-1333046	31,283
			<u>26,638,019</u>
Department of Behavioral Health and Developmental Disabilities: System of Care Supplemental Grant	-	44100-026-0000-15440	<u>17,571</u>
Department of Transportation: State LAR Resurfacing	-	SO13619-LAR	417,504
State LAR Resurfacing	-	-	4,000
State LAR Resurfacing	-	LAR-S012630	142,324
			<u>563,828</u>
Office of Planning and Budget: Pass through the Georgia Council for the Arts: Organizational Program	-	FY12-41-3431	<u>18,851</u>
Department of Technical and Adult Education: Library-GED Testing	-	GED-34869	<u>40,727</u>
Passed through the Georgia Criminal Justice Coordinating Council: Adult Drug Court	-	J12-8-052	19,859
Adult Drug Court	-	J12-8-094	12,657
			<u>32,516</u>
Office of Public Library Services Board of Regents - Library Renovations	-	GPL-57	119,964
Operational Support	-	-	1,061,285
			<u>1,181,249</u>
Miscellaneous Grants: Atlanta-Fulton County Emergency Management Agency (2009 Flood)	-	1858	83,956
Georgia Council of Superior Court Judges	-	-	2,431
Judicial Council of Georgia-Drug Court Implementation	-	J12-8-051	8,150
Judicial Council of Georgia-Family Drug Court Operatons	-	J12-8-050	2,757
Judicial Council of Georgia-Family Drug Court Operatons	-	-	11,245
Judicial Council of Georgia-Drug Court Operatons-FY2012	-	-	10,830
Judicial Council of Georgia-Drug Court Operatons-FY2013	-	J12-8-049	2,901
Judicial Council of Georgia-Drug Court Operatons-FY2013	-	A12-8-070	2,837
Administrative Office of the Courts-Drug Court Enhancement	-	J12-8-052	38,237
Administrative Office of the Courts-Juvenile Court Judges	-	-	252,442
Administrative Office of the Courts-Superior Court Judges	-	-	746,690
			<u>1,162,475</u>
Total State Expenditures			<u>29,655,235</u>

FULTON COUNTY, GEORGIA

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

YEAR ENDED DECEMBER 31, 2012

<u>Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Grant Number</u>	<u>Grant Expenditures</u>
Other Local Grants			
Auburn Avenue Research Preservation Grant	-	-	2,667
American Cancer Society-Health Equity Commission Grant	-	2012-19-GA	4,600
ALA - Constitution & Civil War Exhibit	-	-	500
State Bar of Georgia - Business Court	-	-	7,004
National Recreation and Parks Association - Burdette Park	-	-	12,782
Susan G. Komen - Saving One Life	-	-	37,287
Susan G. Komen - Saving One Life	-	-	37,673
National Arts Program	-	-	3,167
Friends of Benson, Inc.	-	-	2,629
FBI-Joint Terrace Task Force	-	315-M-AT-C83995	6,829
FBI-Joint Terrace Task Force-Sheriff	-	-	4,549
U.S. Marshall-Fugitive Task Force-Sheriff	-	FATF-12-0019	70,531
U.S. Marshall-Fugitive Task Force-Police	-	JLEO12-0011	6,438
U.S. Marshall-Fugitive Task Force-Marshall	-	FATF-10-0153	15,102
GBI-High Intensity Drug Area Task Force-Sheriff	-	-	8,493
GBI-High Intensity Drug Area Task Force-Police	-	-	11,090
Atlanta-Fulton Library Foundation	-	-	18,812
Total Other Local Grants			<u>250,152</u>
Total Federal, State, and Other Local Grant Expenditures			<u>80,839,645</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, 2012

**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 2012 transactions have not been presented herein. The majority of these programs have completed their program activities but may not have been officially closed out. Grant revenues and expenditures incurred prior to 2012 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 FUND PROGRAM**

The Economic Development Agency's Revolving Loan Fund (RLF) Program provided loans to promote the development and expansion of small businesses in Fulton County, Georgia. There were no additional loans made during 2012. Subsequent to December 31, 2012, Fulton County's Board of Commissioners approved a resolution to terminate the RLF program for convenience pursuant to the terms and conditions of the agreement with the United States Department of Commerce.

FULTON COUNTY, GEORGIA

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

DECEMBER 31, 2012

**NOTE 4 - SUBRECIPIENTS**

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

<b>Program</b>	<b>Amount</b>
<b>Community Development Block Grant - CFDA # 14.218</b>	
City of Alpharetta	\$ 10,000
City of College Park	84,976
City of East Point	360
City of Fairburn	92,160
City of Hapeville	69,330
City of Mountain Park	123,668
City of Palmetto	101,054
City of Roswell	492,681
Union City	53,657
Africa's Children Fund	13,000
Atlanta Center for Self Sufficiency (Previously Atlanta Enterprise Center)	12,000
Atlanta Legal Aid	10,000
Andrew & Walter Young Family YMCA	16,332
Families First	10,000
Fulton County Parks and Recreation	41,993
Fulton County Workforce Development	25,633
Fulton County Superior Court	14,861
Fulton County Library	16,396
Hope Through Divine Intervention	10,000
Housing Initiatives	11,531
Marcus Jewish Center	10,000
Metro Fair Housing	34,303
North Fulton Charities	10,000
Progressive Redevelopment	1,939
Partnership Against Domestic Violence	31,309
Resources for Residents & Communities of GA, Inc.	5,693
Quality Living Services	69,665
Teens at Work	10,000
Traveler's Aid of Metropolitan Atlanta	25,000
Young Adult Guidance Center (YAGC)	12,000
Young Men Christian Association (YMCA) Ed Isakson	20,000
Total Community Development Block Grant - CFDA #14.218	<u>1,439,541</u>

FULTON COUNTY, GEORGIA

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

DECEMBER 31, 2012

**NOTE 4 - SUBRECIPIENTS (continued)**

<b>Program</b>	<b>Amount</b>
<b>Neighborhood Stabilization Program - CFDA # 14.218 and 14.228</b>	
APD Solutions, LLC	1,081,060
Atlanta Neighborhood Development Partnership, Inc.	1,802,411
City of Roswell	179,918
Total Neighborhood Stabilization Program - CFDA #14.218 and 14.228	<u>\$ 3,063,389</u>
<b>HIV- Ryan White Program - CFDA # 93.914</b>	
Grady Hospital	7,786,594
DeKalb County Board of Health	1,070,584
Fulton County Health Department	2,861,906
Crawford Long-Ryan White Care	741,762
AID Atlanta	2,211,111
Project Open Hand	1,116,874
Integrated Life Center	57,274
Positive Impact, Inc.	884,434
St. Joseph's Mercy Care	429,947
Atlanta Legal Aid	98,150
Clayton County Board of Health	236,112
Cobb County Board of Health	814,823
AID Gwinnett	859,951
Grady ADAP	799,380
Emory Quality Management	190,239
Clarke County Board of Health	111,507
Aniz, Inc.	242,252
Our Common Welfare (Here's to Life, Inc.)	155,642
Total Ryan White Program - CFDA #93.914	<u>\$ 20,668,542</u>
<b>HIV Prevention Program - CFDA # 93.940</b>	
DeKalb County Board of Health	550,000
Total HIV Prevention Program - CFDA # 93.940	<u>\$ 550,000</u>

FULTON COUNTY, GEORGIA

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

DECEMBER 31, 2012

**NOTE 4 - SUBRECIPIENTS (continued)**

<b>Program</b>	<b>Amount</b>
<b>Older Americans - CFDA # 93.045</b>	
South Fulton Senior Services	182,874
Senior Services North Fulton	80,000
Senior Connections	129,684
Senior Citizens Services of Metro Atlanta	50,000
Visions Adult Day Health, Inc	100,497
Fulton County Senior Collaborative	197,039
Project Open Hand/Atlanta, Inc.	365,612
Addus Health Care	79,731
Help at Home	80,000
MV Contract Transportation, Inc	1,055,922
Rescare	54,093
V-Ryan	119,122
Total Older Americans Program - CFDA #93.045	<u>\$ 2,494,574</u>

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR  
FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER  
COMPLIANCE; AND REPORT ON SCHEDULE OF EXPENDITURES OF  
FEDERAL AWARDS REQUIRED BY OMB CIRCULAR A-133**

**Report on Compliance For Each Major Federal Program; Report on Internal Control  
Over Compliance; and Report on Schedule of Expenditures of Federal Awards  
Required by OMB Circular A-133**

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

**Report on Compliance for Each Major Federal Program**

We have audited Fulton County, Georgia's ("the County") compliance with the types of compliance requirements described in the *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, 2012. 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.

**Management's Responsibility**

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of the County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. 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 on compliance for each major federal program. However, our audit does not provide a legal determination of the County's compliance.

### **Opinion on Each Major Federal Program**

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2012.

### **Other Matters**

The results of our auditing procedures disclosed instances of noncompliance, 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 items *2012-1, 2012-2, and 2012-3*. Our opinion on each major federal program is not modified with respect to these matters.

The County's response to the noncompliance findings identified in our audit are described in the accompanying corrective action plan. The County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

### **Report on Internal Control Over Compliance**

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on a major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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 reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over

compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified certain deficiencies in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as items 2012-1, 2012-2, and 2012-3, that we consider to be significant deficiencies.

The County's response to the internal control over compliance findings identified in our audit are described in the accompanying corrective action plan. The County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

#### **Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133**

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, 2012, and have issued our report thereon dated June 24, 2013, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. We have not performed any additional procedures with respect to the audited financial statements subsequent to June 24, 2013.

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 is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying

accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards 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 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*

Atlanta, Georgia

July 18, 2013, except as to the paragraph relating to the  
Schedule of Expenditures of Federal Awards, which is  
as of June 24, 2013

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**FULTON COUNTY, GEORGIA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED DECEMBER 31, 2012**

**I. SUMMARY OF AUDITOR'S RESULTS**

**Financial Statements**

Type of auditor's 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?	No
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

Identification of major programs:

- 14.218 – Community Development Block Grant and Neighborhood Stabilization Program Cluster
- 14.253 – ARRA-Community Development Block Grant
- 14.235 – Transitional Housing/Supportive Housing Cluster
- 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)
- 17.278 – Workforce Investment Act (Cluster – Dislocated Worker Program)
- 93.940 – HIV Prevention Initiative
- 97.083 – Staffing For Adequate Fire and Emergency Response (SAFER)

Dollar threshold used to distinguish between type A and type B programs:	\$1,522,087
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Auditee qualified as low-risk auditee?	Yes
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**II. FINANCIAL STATEMENT FINDINGS**

No Financial Statement findings noted.

**FULTON COUNTY, GEORGIA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED DECEMBER 31, 2012**

**III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

*Finding No. 2012-1*

**Reporting**

U.S. Department of Homeland Security

Staffing For Adequate Fire and Emergency Response (SAFER) – CFDA #97.083

**Criterion:**

Quarterly performance reports are due within 30 days following the end of each quarter.

**Condition:**

During our review of the quarterly performance reports, we noted that the 1st, 2nd and 3rd quarter performance reports were not submitted timely.

**Cause:**

The County lacks a systematic internal control process to ensure that performance reports are submitted timely.

**Questioned Cost:**

None.

**Recommendation:**

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

**Management Response:**

Management concurs with audit finding.

**FULTON COUNTY, GEORGIA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED DECEMBER 31, 2012**

***Finding No. 2012-2***

**Reporting**

U.S. Department of Housing and Urban Development

Community Development Block Grant (CDBG) and Neighborhood Stabilization Program (NSP)  
Cluster – CFDA #14.218

**Criterion:**

Federal Funding Accountability and Transparency Act (FFATA) sub-award reporting requirements apply to federal grants awarded as of October 1, 2010. Recipients of grants or cooperative agreements who make first-tier sub-awards of \$25,000 or more in federal funds are required to file a FFATA report by the end of the month following the month in which the sub-award is obligated or amended.

**Condition:**

During our review of the FFATA reporting, we noted that reports were not filed timely. Based on the sub-award obligation dates of July 31, 2012 and August 31, 2012, reports were due by August 31, 2012 and September 30, 2012. One report was submitted for all sub-awards on December 27, 2012.

**Cause:**

The County does not have a systematic process for communicating the obligation of sub-awards, to ensure that the FFATA reports are submitted timely.

**Questioned Cost:**

None.

**Recommendation:**

We recommend that the County strengthen its procedures for communicating the obligation of sub-awards to ensure that the FFATA reports are submitted timely.

**Management Response:**

Management concurs with audit finding

**FULTON COUNTY, GEORGIA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED DECEMBER 31, 2012**

***Finding No. 2012-3***

**Allowable Costs and Activities**

U.S. Department of Housing and Urban Development

Community Development Block Grant (CDBG) and Neighborhood Stabilization Program (NSP)  
Cluster – CFDA #14.218

**Criterion:**

Salaries and wages of staff engaged in program administration and related activities associated with carrying out the objectives of the CDBG and NSP programs are allowable expenses of the program.

**Condition:**

During our review of timesheets for 17 employees, we noted one employee was incorrectly charged to the NSP Program.

**Cause:**

The Fulton County Housing and Human Services Department requested an employee be transferred from the NSP program to another division, however, there was no verification that the transfer had been made. As a result, the employee was paid from the incorrect program.

**Questioned Cost:**

The questioned costs are \$21,082.

**Recommendation:**

We recommend that the Fulton County Housing and Human Services Department strengthen its procedures for reviewing and approving timesheets, as well as reviewing budgets to ensure that employees are being paid from the appropriate grant.

**Management Response:**

Management concurs with audit finding.