

SEDGWICK COUNTY, KANSAS

OMB *CIRCULAR A-133*, SINGLE AUDIT REPORT

YEAR ENDED DECEMBER 31, 2010

WITH

INDEPENDENT AUDITORS' REPORT

SEDGWICK COUNTY, KANSAS
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SEDGWICK COUNTY, KANSAS

OMB *CIRCULAR A-133*, SINGLE AUDIT REPORT

Year Ended 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*

Board of County Commissioners
Sedgwick County, Kansas

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Sedgwick County, Kansas (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 March 28, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting as a basis for designing our auditing procedures 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 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 entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of the 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. However, we identified a certain deficiency in internal control over financial reporting, described in the accompanying schedule of findings and questioned costs as item 2010-1 that we consider to be a significant deficiency in internal control over financial reporting. 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.

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*.

The County's response to the finding 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 it.

This report is intended solely for the information and use of management, the Board of County Commissioners, others within the entity, 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.

Allen, Gibbs & Houlik, L.C.
CERTIFIED PUBLIC ACCOUNTANTS

March 28, 2011
Wichita, Kansas

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* AND REPORT
ON SUPPLEMENTARY INFORMATION - SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS

Board of County Commissioners
Sedgwick County, Kansas

Compliance

We have audited Sedgwick County, Kansas' (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, 2010. The County's major federal programs are identified in the summary of auditors' 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.

As described in item 2010-3 in the accompanying schedule of findings and questioned costs, the County did not comply with requirements regarding suspension and debarment that are applicable to its Small Business Administration major program, CFDA #59.000. Compliance with such requirements is necessary in our opinion, for the County to comply with the requirements applicable to that program.

In our opinion, except for the noncompliance described in the preceding paragraph, the County complied, in all material respects, with the 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, 2010. The results of our auditing procedures also disclosed other 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 items 2010-2, 2010-4, 2010-5, 2010-6 and 2010-7.

Internal Control Over Compliance

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.

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 significant deficiencies or material weaknesses, therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be material weaknesses and other deficiencies that we consider to be significant deficiencies.

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 presented, or detected and corrected, on a timely basis. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2010-3 to be a material weakness.

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. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2010-2, 2010-4, 2010-5, 2010-6 and 2010-7 to be significant deficiencies.

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

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the County as of and for the year ended December 31, 2010, and have issued our report thereon dated March 28, 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 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 management, the Board of County Commissioners, others within the entity, 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.

Allen, Gibbs & Houlik, L.C.
CERTIFIED PUBLIC ACCOUNTANTS

April 27, 2011, except for the Schedule of Expenditures
of Federal Awards as to which the date is March 28, 2011
Wichita, Kansas

SEDGWICK COUNTY, KANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year Ended December 31, 2010

SECTION I – SUMMARY OF AUDITORS' RESULTS

FINANCIAL STATEMENTS

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

- Material weaknesses identified? _____ Yes X No
- Significant deficiencies identified that are not considered to be material weaknesses? X Yes _____ none reported
- Noncompliance material to financial statements noted? _____ Yes X No

FEDERAL AWARDS

Internal control over major programs:

- Material weaknesses identified? X Yes _____ No
- Significant deficiencies identified that are not considered to be material weaknesses? X Yes _____ none reported

Type of auditors' report issued on compliance for major programs:

14.228 Neighborhood Stabilization Program	Unqualified
16.800 Internet Crimes Against Children / ARRA Grants	Unqualified
16.803 Edward Byrne Memorial Justice Assistance Grant/ARRA	Unqualified
16.804 Edward Byrne Memorial Justice Assistance Grant/ARRA	Unqualified
16.808 Byrne Competitive Grant Toxicologist / ARRA Grants	Unqualified
20.205 Highway Planning and Construction / ARRA Grants	Unqualified
59.000 Small Business Administration Grants	Qualified
81.128 Energy Efficiency & Conservation Block / ARRA Grants	Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A-133? X Yes _____ No

SEDGWICK COUNTY, KANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year ended December 31, 2010

SECTION I – SUMMARY OF AUDITORS' RESULTS
(Continued)

Identification of major programs:

<u>CFDA NUMBER</u>	<u>NAME OF FEDERAL PROGRAM</u>
14.228	<i>Neighborhood Stabilization Program</i>
16.800	<i>Internet Crimes Against Children / ARRA Grants</i>
16.803	<i>Edward Byrne Memorial Justice Assistance Grant/ARRA</i>
16.804	<i>Edward Byrne Memorial Justice Assistance Grant/ARRA</i>
16.808	<i>Byrne Competitive Grant Toxicologist / ARRA Grants</i>
20.205	<i>Highway Planning and Construction / ARRA Grants</i>
59.000	<i>Small Business Administration Grants</i>
81.128	<i>Energy Efficiency & Conservation Block / ARRA Grants</i>

Dollar threshold used to distinguish
between type A and type B programs:

\$ 637,233

Auditee qualified as low-risk auditee?

X Yes No

SEDGWICK COUNTY, KANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year ended December 31, 2010

SECTION II – FINANCIAL STATEMENT FINDINGS

Finding 2010-1 (Significant Deficiency):

Condition: During the audit of the financial statements, we encountered difficulties in obtaining a report from Manatron (the new tax system) that would have included accurate amounts of the outstanding special assessment receivable. In response to this, estimates were calculated based on two different reports from Manatron and using a report from the old tax system. The receivable recorded on the financial statement was within these estimates; however, the receivable recorded could not be verified directly by Manatron.

Criteria: Internal controls should be designed to provide adequate control over the preparation of reliable financial statements.

Effect: Lack of controls and procedures could result in a misstatement to the financial statements.

Recommendations: We recommend that the County work with Manatron to develop a report that would provide accurate information on special assessments outstanding.

Management Response (unaudited): Management continues to work with Manatron to get an accurate Special Assessment report.

SEDGWICK COUNTY, KANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year ended December 31, 2010

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

Finding 2010-2 (Significant Deficiency):

CFDA # 16.804; Edward Byrne Memorial Justice Assistance Grant Program / Grants to Units of Local Government, U.S. Department of Justice

CFDA # 16.800; Internet Crimes Against Children Task Force Programs, U.S. Department of Justice

Conditions: The County does not have procedures in place to identify to each subrecipient the Federal Award number, CFDA number and the amount of American Recovery and Reinvestment Act (ARRA) funds at the time of disbursement of the funds. In addition, for CFDA #16.800: the County did not check that a subrecipient had a current Central Contractor Registration (CCR) before the subaward agreement was entered into.

Criteria: 2 CFR Section 176.210 requires programs with expenditures of ARRA funds to separately identify to each subrecipient, and document at the time of the award and disbursement of funds, the Federal Award number, CFDA number and the amount of ARRA funds. 2 CFR Section 176.50 (c) requires the pass-through entity to determine that subrecipients have current CCR registrations prior to making subawards and perform periodic checks to ensure that subrecipients are updating information as necessary.

Questioned Costs: None noted.

Context: CFDA #16.804: Payments of \$287,278 to one out of four subrecipients were tested. Total payments to all four subrecipients totaled \$348,143 for the year. CFDA #16.800: Payments of \$3,740 to one out of seven subrecipients were tested. Total payments to all seven subrecipients totaled \$16,956 for the year. All subrecipients are given a copy of the County's award when agreements are entered into. The award contains the Federal Award number, the CFDA number and the amount of ARRA funds.

Effect: Subrecipients may not be aware that payments received are for these grant programs, or come from ARRA funding.

Cause: Unknown.

Recommendations: We recommend that the County develop procedures and controls to ensure ARRA disbursements to subrecipients include the required disclosures and that the County retain documentation that a subrecipient has a current CCR prior to approving the subaward.

Management Response (unaudited): Procedures are now in place to include grant award and CFDA # information on all payments to subrecipients of ARRA grant funding. The additional information will be included with the check or ACH payment for all ARRA funds. All subrecipients of ARRA funding have been required to provide their DUNS# in the past. We will now require verification of current CCR status of all ARRA subrecipients.

SEDGWICK COUNTY, KANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year ended December 31, 2010

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

Finding 2010-3 (Material Weakness):

CFDA # 59.000, Small Business Administration

Conditions: The County could not provide documentation that they performed verification procedures to ensure vendors were not suspended or debarred from receiving Federal funds.

Criteria: Guidance contained in 2 CFR Section 180 provides that non-federal entities are prohibited from contracting with or making awards under covered transactions to parties that are suspended or debarred or whose principals are suspended or debarred. Therefore, the County must perform a verification check for covered transactions by checking the EPLS (Excluded Parties List System), collecting a certification from the vendor, or adding a clause or condition to the covered transaction with the vendor.

Questioned Costs: None noted.

Context: There were 9 vendors / contractors tested having expenditures totaling \$699,538, which was approximately 70% of the total covered transactions subject to the requirements of 2 CFR Section 180. A subsequent investigation indicated the covered transactions did not occur with suspended or debarred parties.

Effect: A lack of procedures could result in federal expenditures being made to potentially ineligible vendors.

Cause: Unknown.

Recommendations: We recommend the County implement procedures for their purchasing department to verify that vendors / contractors are not suspended or debarred by performing an EPLS search for each vendor / contractor as purchase orders are written, requesting a written vendor confirmation or adding a clause or condition to the contract with the vendor / contractor.

Management Response (unaudited): A new procedure was implemented last year, approximately April 1, 2010, in which Purchasing Department checks the EPLS website on all vendors prior to issuing the Purchase Order to the vendor. We will continue to review and improve this procedure to assure all vendors are checked and documentation is secured from the EPLS website. Additionally we will add a clause or condition to the bid package and the general contract provisions of all contracts issued by the County.

SEDGWICK COUNTY, KANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year ended December 31, 2010

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

Finding 2010-4 (Significant Deficiency):

CFDA # 59.000, Small Business Administration

Conditions: The County did not prepare the required quarterly reports until December 21, 2010 when all three quarterly reports were completed at the same time.

Criteria: The U.S. Small Business Administration Notice of Award, Section II, J, states that the recipient must submit quarterly Performance Progress Reports no later than 30 calendar days after the end of each quarter.

Questioned Costs: None noted.

Context: All three quarterly reports were not filed timely; however, all costs had occurred as grants were on reimbursement basis.

Effect: Noncompliance with the requirements of the Notice of Award could result in a possible loss of future funding.

Cause: The County's Revenue Manager was not aware that these quarterly reports needed to be filed quarterly.

Recommendations: We recommend a system be implemented to remind the grant report preparer when the quarterly reports are due and that the reports should be prepared / submitted on a timely basis.

Management Response (unaudited): This grant was included in a project internal order that included bond funded costs. Specific items were included in the SBA grant budget; therefore, internal order reports did not readily identify if grant expenses had occurred. In December 2010, it was determined, through the help of Project Services staff, that grant expenses had occurred during the quarters ending 6/30/2010, 9/30/2010 and 12/31/2010. The quarterly reports for all three quarters were initially submitted in late December with budget revisions and revised quarterly reports submitted to SBA on January 21, 2011. Therefore the quarterly report for 12/31/10 was timely. This grant has been added to the grant report tickler list and the final quarterly report will be submitted by April 30, 2011 for the quarter ending 3/31/11.

SEDGWICK COUNTY, KANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year ended December 31, 2010

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

Finding 2010-5 (Significant Deficiency):

CFDA # 16.800; Internet Crimes Against Children Task Force Programs, U.S. Department of Justice

Conditions: The County awarded money to one subrecipient based on the subrecipient's grant application to purchase training for their officers. The application and budgeted expenditures for the subrecipient were approved by the County. However, the County did not perform subrecipient monitoring during the award to ensure that the subrecipient used the funds in accordance with the application and budgeted expenditures.

Criteria: According to the OMB Circular A-133 Subpart D § ____.400 (d)(3), pass through entities shall monitor the activities of subrecipients as necessary to ensure that Federal awards are used for authorized purposes in compliance with laws, regulations, and the provision of contracts or grant agreements and that performance goals are achieved.

Questioned Costs: None noted.

Context: The County pre-approved the subrecipients' expenditures via approval of the applications, which included the planned expenditures. The County also ensures that subrecipients required to have an audit under OMB Circular A-133 have done so. However, certain entities may not be required to have an audit under OMB Circular A-133, and for those subrecipients, there was no documentation available to verify that the County monitored the subrecipient to ensure the funds were expended in accordance with the pre-approved plan. Payments were made to seven subrecipients totaling \$16,956 or approximately 16% of the total grant award expenditures for the year.

Effect: The lack of procedures to monitor the expenditure of funds could result in the pre-approved budget amounts being expended for unallowable activities or costs.

Cause: Unknown.

Recommendations: We recommend the County perform and document subrecipient monitoring by reviewing financial reports or documentation supporting the expenditures incurred by the subrecipient.

Management Response (unaudited): The County, through the EMCU ICAC staff, will obtain copies of receipts from subrecipients in the future. This documentation will be filed in the grant folder that is maintained in the Accounting Department.

SEDGWICK COUNTY, KANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year ended December 31, 2010

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

Finding 2010-6 (Significant Deficiency):

CFDA # 16.800; Internet Crimes Against Children Task Force Programs, U.S. Department of Justice

Conditions: The County recorded depreciation on a piece of equipment purchased with grant money as a grant expenditure for the first three quarter of 2010. This expenditure is not an allowable cost for the grant program.

Criteria: OMB Circular A-87 section 11 paragraph c(2) excludes any portion of the cost of equipment borne by or donated by the Federal Government irrespective of where title was originally vested or where it presently resides from depreciation calculation.

Questioned Costs: \$4,501.

Context: Depreciation is an unallowable cost.

Effect: Unallowable costs were charged as expenditures to the grant program.

Cause: Unknown.

Recommendations: We recommend the County review grant expenditures for items that are unallowable costs.

Management Response (unaudited): The County will review expenditure report documentation to verify that no depreciation expenses are included in the reports prior to submission.

SEDGWICK COUNTY, KANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year ended December 31, 2010

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

Finding 2010-7 (Significant Deficiency):

CFDA # 16.804; Edward Byrne Memorial Justice Assistance Grant Program / Grants to Units of Local Government, U.S. Department of Justice

Conditions: The County could not provide documentation that they performed verification procedures to ensure vendors were not suspended or debarred from receiving Federal funds.

Criteria: Guidance contained in 2 CFR Section 180 provides that non-federal entities are prohibited from contracting with or making awards under covered transactions to parties that are suspended or debarred or whose principals are suspended or debarred. Therefore, the County must perform a verification check for covered transactions by checking the EPLS (Excluded Parties List System), collecting a certification from the vendor, or adding a clause or condition to the covered transaction with the vendor.

Questioned Costs: None noted.

Context: There was one vendor tested with expenditures of \$30,002 or approximately 16% of the items tested. All covered transactions subject to 2 CFR Section 180 were tested. A subsequent investigation indicated the covered transactions did not occur with suspended or debarred parties.

Effect: A lack of procedures could result in federal expenditures being made to potentially ineligible vendors.

Cause: Unknown.

Recommendations: We recommend the County implement procedures for their purchasing department to verify that vendors / contractors are not suspended or debarred by performing an EPLS search for each vendor / contractor as purchase orders are written, requesting a written vendor confirmation or adding a clause or condition to the contract with the vendor / contractor.

Management Response (unaudited): A new procedure was implemented last year, approximately April 1, 2010, in which Purchasing Department checks the EPLS website on all vendors prior to issuing the Purchase Order to the vendor. We will continue to review and improve this procedure to assure all vendors are checked and documentation is secured from the EPLS website. Additionally we will add a clause or condition to the bid package and the general contract provisions of all contracts issued by the County.

SEDGWICK COUNTY, KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year ended December 31, 2010

Agency/Program	ARRA	Clusters	CFDA #	Contract Number	12/31/2010
U.S. Department of Agriculture:					
Pass-Through Program From:					
Kansas Department on Aging TEFAP Commodity Distribution			10.550		\$ 58,856
Kansas Department of Education School Breakfast Program		1	10.553		79,031
National School Lunch Program		1	10.555		140,870
Kansas Department of Health & Environment Special Supplemental Nutrition for Women, Infants, & Children FY09			10.557		1,515,550
Special Supplemental Nutrition for Women, Infants, & Children FY10			10.557		454,166
Subtotal Indirect Programs					<u>2,248,473</u>
Total U.S. Department of Agriculture					<u>2,248,473</u>
U.S. Department of Housing & Urban Development:					
Supportive Housing Program			14.235	KS01B702003	150,748
Supportive Housing Program			14.235		108,601
Supportive Housing Program - Enhancement			14.235	KS01B402002	37,988
Economic Development Initiative '06 (Jabara)			14.251	B-06-SP-KS-0368	89,600
Section 8 Choice Vouchers			14.871	KS16V169004010	1,419,115
Subtotal Direct Programs					<u>1,806,052</u>
Pass-Through Program From:					
Kansas Department of Commerce - CDBG -- Neighborhood Stabilization Program '09			14.228	09-NSP-018	4,123,138
United Methodist CM - Supportive Housing Program Services			14.235		4,700
Supportive Housing Program Services			14.235		11,118
Kansas Housing Resources Corporation - HOME Investment Partnerships Program, '06 Homeowner Rehabilitation			14.239	HR06-0110	104,205
City of Wichita - Resident Opportunity and Supportive Services (ROSS)			14.870	COW Contract	63,517
Subtotal Indirect Programs					<u>4,306,678</u>
Total U.S. Department of Housing & Urban Development:					<u>6,112,730</u>
U.S. Department of Justice:					
Missing Children's Assistance - Internet Crimes Against Children			16.543	2007-MC-CX-K009	72,142
Missing Children's Assistance - Internet Crimes Against Children			16.543	2010-MC-CX-K029	148,582
Byrne Memorial Enforcement Assistance Discretionary Grant, Sheriff's MVR			16.580	2008-DD-BX-0223	21,470
Byrne Memorial Enforcement Assistance Discretionary Grant, D.A. Records			16.580	2008-DD-BX-0222	61,792
State Criminal Alien Assistance Program (FFY10)			16.606	2010-AP-BX-0511	111,387
Bulletproof Vest Partnership Program '10			16.607		3,034
Project Safe Neighborhoods, ATF Gun Taskforce			16.609	MOU	2,957
Edward Byrne Memorial Justic Assistance Grant Program '07 (JAG)			16.738	2007-DJ-BX-0541	12,948
Edward Byrne Memorial Justic Assistance Grant Program '08 (JAG)			16.738	2008-DJ-BX-0419	7,211
Edward Byrne Memorial Justic Assistance Grant Program '09 (JAG)			16.738	2009-DJ-BX-0517	134,990
Edward Byrne Memorial Justic Assistance Grant Program '10 (JAG)			16.738	2009-DJ-BX-0517	43,565
Recovery Act - Internet Crimes against Children Task Force Program '09	ARRA		16.800	2009-SN-B9-K053	108,556
Recovery Act - Edward Byrne Memorial Justic Assistance Grant (JAG) '09	ARRA		16.804	2009-SB-B9-1903	1,055,760
Recovery Act - Edward Byrne Memorial Competitive Grant - Toxicologist '09	ARRA		16.808	2009-SC-B9-0133	57,035
Asset Forfeiture Program			16.xxx		136,842
Subtotal Direct Programs					<u>1,978,271</u>
Pass-Through Program From:					
Kansas Juvenile Justice Authority					
Juvenile Accountability Block Grant '10			16.523	JABG-2009-18-09	16,654
Juvenile Accountability Block Grant '11			16.523	JABG-2011-18-12	15,621
Juvenile Accountability Block Grant '11			16.523	JABG-2011-18Y-01	13,632
Title V_Delinquency Prevention Program, MHA Girl Empowerment			16.548	OJJ-2010V-18-01	21,193
Title V_Delinquency Prevention Program, ESS ART			16.548	OJJ-2011V-33-01	12,161
Title V_Delinquency Prevention Program, Project S.T.A.R.			16.548	S.T.A.R.-2008-18-01	67,800
Recovery Act - Edward Byrne Memorial Justic Assistance Grant (JAG)	ARRA		16.803	RA JAG	213,003
Recovery Act - Edward Byrne Memorial Justic Assistance Grant (JAG)	ARRA		16.803	RA JAG	297,832
Kansas Dept. of Corrections					
Recovery Act - Edward Byrne Memorial Justic Assistance Grant (JAG)	ARRA		16.803	RA JAG	644,007
Recovery Act - Edward Byrne Memorial Justic Assistance Grant (JAG)	ARRA		16.803	RA JAG	795,007
Kansas Governor Federal Grants Program					
Violence Against Women Formula Grants (CY10)			16.588	10-VAWA-13	29,321
Violence Against Women Formula Grants (CY10)			16.588	10-VAWA-14	32,703
Paul Coverdell Forensic Sciences Improvement Grant Program (NFSIA)			16.742	10-NFSIA-02	11,551
Recovery Act - Edward Byrne Memorial Justic Assistance Grant (JAG)	ARRA		16.803	RA-JAG-18	31,348
Edward Byrne Memorial Justice Assistance Grant Program			16.738	11-JAG-10	46,763
Kansas Attorney General					
Project Safe Neighborhoods, ATF Gun Taskforce MOU '09			16.609	2009-PG-BX-0095	81,241

The notes to this schedule are an integral
part of this schedule.

SEDGWICK COUNTY, KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year ended December 31, 2010

Agency/Program	ARRA	Clusters	CFDA #	Contract Number	12/31/2010
City of Wichita					
Criminal and Juvenile Justice and Mental Health Collaboration Program			16.745	2008-MO-BX-0022	53,847
Subtotal Indirect Programs					<u>2,383,684</u>
Total U.S. Department of Justice					<u>4,361,955</u>
U.S. Department of Transportation:					
Pass-Through Program From:					
Kansas Department of Transportation					
Formula Grants for Other Than Urbanized Areas, Section 5311 - FY10			20.509	PT-0799-28	134,060
Formula Grants for Other Than Urbanized Areas, Section 5311 - FY11			20.509	PT-0799-28	123,272
Job Access _Reverse Commute		4	20.516		10,207
New Freedom Program		4	20.521		56,897
State and Community Highway Safety - Click Step			20.600	OP -0995-10	15,668
State and Community Highway Safety - Click Step			20.600	OP -0995-11	-
State and Community Highway Safety - Sobriety Checkpoints			20.600	AL-9093-10	3,577
State and Community Highway Safety - Sobriety Checkpoints			20.600	AL-9093-11	-
State and Community Highway Safety - DUI Trailer			20.600	AL-9421-10	-
FHWA - Highway Planning and Construction, 295th St. W.	ARRA		20.205	KDOT 87-C-4584-01	7,326
FHWA - Highway Planning and Construction, Rock Rd ICT to Derby	ARRA		20.205	KDOT 87-C-4581.04	21,595
FHWA - Highway Planning and Construction			20.205	KDOT (B-444)	19,493
FHWA - Highway Planning and Construction			20.205	KDOT (R-267)	1,422
FHWA - Highway Planning and Construction			20.205	KDOT (R-282)	46,044
FHWA - Highway Planning and Construction			20.205	KDOT (R-302)	2,053
FHWA - Highway Planning and Construction			20.205	KDOT (B-442)	120,117
FHWA - Highway Planning and Construction			20.205	KDOT (R-303)	59,598
City of Derby					
FHWA - Highway Planning and Construction, Inspection Madison St.	ARRA		20.205	KDOT 87 N-0499-01	11,062
City of Wichita					
Federal Transit_Formula Grants, Section 5307 Urbanized Transportation			20.507		120,000
Subtotal Indirect Programs					<u>752,391</u>
Total U.S. Department of Transportation					<u>752,391</u>
Small Business Administration					
Jabara Tech & Training Center (A)			59.000	SBAHQ-08-I-0047	896,041
Jabara Tech & Training Center (B)			59.000	SBAHQ-09-I-0084	442,302
Total Small Business Administration					<u>1,338,343</u>
U.S. Environmental Protection Agency					
Water Quality Cooperative Agreements - Stormwater Runoff Study			66.463	CP-98769401-1	10,061
Total U.S. Environmental Protection Agency					<u>10,061</u>
U.S. Department of Energy					
Energy Efficiency and Conservation Block Grant Program '09	ARRA		81.128	DE-SC0001830	122,051
Total U.S. Department of Energy					<u>122,051</u>
U.S. Department of Health & Human Services:					
Specially Selected Health Projects - Healthy Babies Program FFY09			93.888	1 H1 SMC 16441-01-00	43,657
Healthy Start Initiative FFY09			93.926	5 H49 MC 00096-09-00	15,865
Healthy Start Initiative FFY10			93.926	4 H49MC 11254-02-01	260,282
Healthy Start Initiative FFY11			93.926	4 H49MC 11254-03-00	299,035
Cooperative Agreements for Safe Motherhood/Infant Health Initiative Prog.			93.946	1 H75 DP 002295-01	66,790
Subtotal Direct Programs					<u>685,629</u>
Pass-Through Program From:					
Administration On Aging:					
Kansas Department On Aging					
Title III, Part D - Disease Prevention & Health Promotion - FY10			93.043	10-02-1D	20,378
Title III, Part D - Disease Prevention & Health Promotion - FY11			93.043	11-02-1D	13,861
Title III, Part B - Supportive Services and Senior Centers - FY10		2	93.044	10-02-1B	329,651
Title III, Part B - Supportive Services and Senior Centers - FY11		2	93.044	11-02-1B	102,098
Title III, Part C(1) - Nutrition Services - Administration - FY10		2	93.045	10-02-1A	75,180
Title III, Part C(1) - Nutrition Services - Administration - FY11		2	93.045	11-02-1A	26,044
Title III, Part C(1) - Nutrition Services - Congregate Meals - FY10		2	93.045	10-02-1C(1)	408,992
Title III, Part C(1) - Nutrition Services - Congregate Meals - FY11		2	93.045	11-02-1C(1)	121,078
Title III, Part C (2) - Nutrition Services - Home Delivered Meals - FY10		2	93.045	10-02-1C(2)	158,952
Title III, Part C (2) - Nutrition Services - Home Delivered Meals - FY10		2	93.045	10-02-1C(2)	284,315
Title III, Part E - Natl Family Caregover Support - Administration-FY11		2	93.052	11-02-1A	(216)
Title III, Part E - National Family Caregiver Support			93.052	10-02-1E	166,967
Title III, Part E - National Family Caregiver Support			93.052	11-02-1E	73,049
Nutrition Services Incentive Prog-Home Delivered/Congregate Meals '10		2	93.053	NSIP	278,393
Nutrition Services Incentive Prog-Home Delivered/Congregate Meals '11		2	93.053	NSIP	45,908
Aging Nutrition Services for Native Americans - Administration - FY10	ARRA	2	93.707		8,391

The notes to this schedule are an integral part of this schedule.

SEDGWICK COUNTY, KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year ended December 31, 2010

Agency/Program	ARRA	Clusters	CFDA #	Contract Number	12/31/2010
Kansas Department Of Social & Rehabilitation Services					
Projects for Assistance in Transition from Homelessness - FY10			93.150	PATH 10-022	56,477
Projects for Assistance in Transition from Homelessness - FY11			93.150	PATH 11-022	41,000
Block Grants fro Community Mental Health Services - FY10			93.958	MHCG-10-022	156,209
Block Grants fro Community Mental Health Services - FY11			93.958	MHCG-11-022	156,209
Block Grants for Prevention/Treatment of Substance Abuse - SFY10			93.959	ADT-10-01-04	176,826
Block Grants for Prevention/Treatment of Substance Abuse - SFY11			93.959	ADT-11-01-04	219,173
Mental Health Association of South Central Kansas					
Substance Abuse / Mental Health Services_Mid KS Senior Outreach			93.243		14,574
Substance Abuse / Mental Health Services_Mid KS Senior Outreach			93.243		40,687
Substance Abuse / Mental Health Services_Mid KS Senior Outreach			93.243		13,779
Kansas Department of Health & Environment					
PH Emergency - Bioterrorism Preparedness & Response '10			93.069		194,782
PH Emergency - Bioterrorism Preparedness & Response '11			93.069		87,013
PH Emergency - Butler County Health Dept./Cities Readiness Initiative			93.069		3,055
Public Health Emergency Response (PHER) '10 Phase 1			93.069		195,863
Public Health Emergency Response (PHER) '10 Phase 3			93.069		644,983
Project Grants/Cooperative Agreements for TB Control Programs '10			93.116		66,848
Acquired Immunodeficiency Syndrome - Testing/Counseling Grant '10			93.118		27,358
Acquired Immunodeficiency Syndrome - Testing/Counseling Grant '11			93.118		14,059
Family Planning_Services '10			93.217		124,400
Family Planning_Services '11			93.217		78,536
Family Planning_Services - Lab '10			93.217		4,988
Family Planning_Services - Lab '11			93.217		6,196
Immunization Grants - WIC Immunization Action Plan '10			93.268		19,340
Immunization Grants - WIC Immunization Action Plan '11			93.268		33,086
Immunization Grants - IAP FY10			93.268		13,791
Immunization Grants - IAP FY11			93.268		4,339
CDC Prevention_Investigations - Cancer - Early Detection Works '10			93.283		108,885
Epidemiologic Reserch Studies of AIDS - Testing/Counseling Grant '10			93.943		27,357
Epidemiologic Reserch Studies of AIDS - Testing/Counseling Grant '11			93.943		14,059
Preventive Health Services_Sexually Transmitted Diseases Grant '10			93.977		22,230
Preventive Health Services_Sexually Transmitted Diseases Grant '11			93.977		26,795
Preventive Health Services_STD - General Clinic Grant '10			93.977		46,125
Preventive Health Services_STD - General Clinic Grant '11			93.977		41,900
Maternal and Child Health Services Block Grant to the States - '10			93.994		119,605
Maternal and Child Health Services Block Grant to the States - '11			93.994		114,010
Subtotal Indirect Programs					<u>5,027,578</u>
Total U.S. Department of Health & Human Services					<u>5,713,207</u>
Corporation For National And Community Service:					
Retired and Senior Volunteer Program:					
Retired and Senior Volunteer Program			94.002	07SRWKS002	58,918
Total Corporation For National And Community Service					<u>58,918</u>
U.S. Department of Homeland Security					
Pass-Through Program From:					
Kansas Adjutant General - Division of Emergency Management					
Hazard Mitigation Grant FY08			97.039	DR-1675-KS-0092	34,160
Emergency Management Performance Grants-Salary Reimbursement			97.042	N/A	33,654
Emergency Mgmt Performance Grants-Homeland Security Planner '07			97.042		1,155
Emergency Mgmt Performance Grants-Homeland Security Planner '08			97.042		60,000
Emergency Mgmt Performance Grants-Homeland Security Planner '09			97.042		5,131
Citizen Corps - '08		3	97.053		3,685
Citizen Corps - '09		3	97.053		3,772
Kansas Highway Patrol					
Metropolitan Medical Response System '08		3	97.071		26,477
Metropolitan Medical Response System '09		3	97.071		4,009
Metropolitan Medical Response System '11		3	97.071		160,458
Buffer Zone Protection Plan (BZPP)			97.078	FY07 BZPP	190,456
Subtotal Indirect Programs					<u>522,957</u>
Total Department of Homeland Security					<u>522,957</u>
Total Expenditures of Federal Awards					<u>\$ 21,241,086</u>

Clusters:

- 1 - Child Nutrition Cluster. Cluster total = \$219,901
- 2 - Aging Cluster. Cluster total = \$1,851,860
- 3 - Homeland Security Cluster. Cluster total = \$198,401
- 4 - Transit Services Program Cluster = \$41,207

The notes to this schedule are an integral
part of this schedule.

SEDGWICK COUNTY, KANSAS
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year ended December 31, 2010

Note 1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the Federal grant activity of Sedgwick County (County) and is presented on the modified accrual basis of accounting. 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*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Note 2. Subrecipients

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

Program Title	Federal CFDA Number	Amount Provided to Subrecipients
Internet Crimes Against Children (Title IV, JJDP) ARRA	16.800	\$ 16,956
Internet Crimes Against Children (Title IV, JJDP)	16.543	86,355
Justice Assistance Grants (JAG)	16.738	120,323
Justice Assistance Grants (JAG) - ARRA	16.804	348,143
Delinquency Prevention Programs (Title V)	16.548	33,354
KDOT 5311 - Nonurbanized Transportation	20.509	217,539
Title III, Part B – Support Services	93.044	91,069
Title III, Part C(1) – Congregate Meals	93.045	530,070
Title III, Part C(2) – Home Delivered Meals	93.045	443,268
Title III, Part E–National Family Caregivers	93.052	58,096
NSIP	93.053	157,569