

**COUNTY OF CALDWELL  
NORTH CAROLINA**

**COMPLIANCE LETTERS**

**FOR THE YEAR ENDED JUNE 30, 2023**



**COUNTY OF CALDWELL  
LENOIR, NORTH CAROLINA**

**COMPLIANCE LETTERS**

**FOR THE YEAR ENDED JUNE 30, 2023**

# CALDWELL COUNTY, NORTH CAROLINA

## COMPLIANCE LETTERS FOR THE YEAR ENDED JUNE 30, 2023

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# MARTIN STARNES

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## & ASSOCIATES, CPAs, P.A.

*"A Professional Association of Certified Public Accountants and Management Consultants"*

### **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***

#### **Independent Auditor's Report**

To the Board of Commissioners  
Caldwell County  
Lenoir, North Carolina

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 (*Government Auditing Standards*), the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Caldwell County, North Carolina, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated November 6, 2023.

#### **Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Caldwell County's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purposes of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Caldwell County's internal control. Accordingly, we do not express an opinion on the effectiveness of Caldwell 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 or significant deficiencies may exist that were not identified.

## **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Caldwell 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, non-compliance with which could have a direct and material effect on the financial statements. 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 non-compliance 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.

*Martin Starnes & Associates, CPAs, P.A.*

Martin Starnes & Associates, CPAs, P.A.  
Hickory, North Carolina  
November 6, 2023

# MARTIN STARNES & ASSOCIATES, CPAs, P.A.

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## **Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal and State Awards Required by the Uniform Guidance and the State Single Audit Implementation Act**

### **Independent Auditor's Report**

To the Board of Commissioners  
Caldwell County  
Lenoir, North Carolina

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

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

We have audited Caldwell County, North Carolina's, compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* and the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that could have a direct and material effect on each of Caldwell County's major federal programs for the year ended June 30, 2023. Caldwell County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, Caldwell 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 June 30, 2023.

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

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*); the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and the State Single Audit Implementation Act. Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Caldwell County and to meet our other ethical responsibilities in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Caldwell County's compliance with the compliance requirements referred to above.

### ***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Caldwell County's federal programs.

### ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material non-compliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Caldwell County's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance, and the State Single Audit Implementation Act will always detect material non-compliance when it exists. The risk of not detecting material non-compliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Non-compliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgement made by a reasonable user of the report on compliance about Caldwell County's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance, and the State Single Audit Implementation Act, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material non-compliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Caldwell County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of Caldwell County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and the State Single Audit Implementation Act, but not for the purpose of expressing an opinion on the effectiveness of Caldwell County's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

### **Report on 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, non-compliance 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 non-compliance 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

**Report on the Schedule of Expenditures of Federal and State Awards Required by the Uniform Guidance and the State Single Audit Implementation Act**

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Caldwell County, North Carolina, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise Caldwell County's basic financial statements. We issued our report thereon dated November 6, 2023, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise Caldwell County's basic financial statements. The accompanying Schedule of Expenditures of Federal and State Awards is presented for purposes of additional analysis as required by the Uniform Guidance and the State Single Audit Implementation Act 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 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic 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 and State Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

*Martin Starnes & Associates, CPAs, P.A.*

Martin Starnes & Associates, CPAs, P.A.  
Hickory, North Carolina  
November 6, 2023

# MARTIN STARNES & ASSOCIATES, CPAs, P.A.

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## **Report on Compliance for Each Major State Program and Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal and State Awards Required by the Uniform Guidance and the State Single Audit Implementation Act**

### **Independent Auditor's Report**

To the Board of Commissioners  
Caldwell County  
Lenoir, North Carolina

### **Report on Compliance for Each Major State Program**

#### ***Opinion on Each Major State Program***

We have audited Caldwell County, North Carolina's, compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* and the *Audit Manual for Governmental Auditors* in North Carolina, issued by the Local Government Commission, that could have a direct and material effect on each of Caldwell County's major state programs for the year ended June 30, 2023. Caldwell County's major state programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, Caldwell 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 state programs for the year ended June 30, 2023.

#### ***Basis for Opinion on Each Major State Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*); the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and the State Single Audit Implementation Act. Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Caldwell County and to meet our other ethical responsibilities in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major state program. Our audit does not provide a legal determination of Caldwell County's compliance with the compliance requirements referred to above.

### ***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Caldwell County's state programs.

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*Martin Starnes & Associates, CPAs, P.A.*

Martin Starnes & Associates, CPAs, P.A.  
Hickory, North Carolina  
November 6, 2023

**CALDWELL COUNTY, NORTH CAROLINA**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2023**

**1. Summary of Auditor's Results**

**Financial Statements**

Type of report the auditor issued on whether the financial statements audited were prepared in accordance to GAAP:

Unmodified

Internal control over financial reporting:

- Material weaknesses identified? \_\_\_\_\_ Yes      X   No
- Significant deficiencies identified? \_\_\_\_\_ Yes      X   None reported

Non-compliance material to financial statements noted?

\_\_\_\_\_ Yes      X   No

**Federal Awards**

Internal control over major federal programs:

- Material weaknesses identified? \_\_\_\_\_ Yes      X   No
- Significant deficiencies identified? \_\_\_\_\_ Yes      X   None reported

Type of auditor's report issued on compliance for major federal programs:

Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?

\_\_\_\_\_ Yes      X   No

Identification of major federal programs:

<b><u>Program Name</u></b>	<b><u>Federal Assistance Listing Number</u></b>
Medicaid Cluster	93.778
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027
WIC Special Supplemental Nutrition Program for Women, Infants and Children	10.557

Dollar threshold used to distinguish between Type A and Type B Programs:

\$750,000

Auditee qualified as low-risk auditee?

  X   Yes    \_\_\_\_\_ No



**CALDWELL COUNTY, NORTH CAROLINA**

**SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2023**

**Finding:** 2022-001

**Status:** Corrected.

**CALDWELL COUNTY, NORTH CAROLINA**  
**Schedule of Expenditures of Federal and State Awards**  
**Year Ended June 30, 2023**

<u>Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal Assistance Listing Number</u>	<u>State/ Pass-through Grantor's Number</u>	<u>Federal (Direct and Pass-through) Expenditures</u>	<u>State Expenditures</u>	<u>Passed-through to Subrecipients</u>
<b>Federal Awards:</b>					
<u>U.S. Department of Agriculture</u>					
Passed through N.C. Dept. of Health and Human Services					
Division of Social Services					
<u>Supplemental Nutrition Assistance Program Cluster:</u>					
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	205NC406S2514	\$ 671,072	\$ -	\$ -
ARPA State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	205NC406S2514	151,445	-	-
Total Supplemental Nutrition Assistance Program Cluster			822,517	-	-
Division of Public Health					
		13A2 5403 (4V,GA,GB)			
		13A2 5404 (4V,GA,GB)			
		13A2 5405 (4V,GA,GB)			
WIC Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	13A2 5409 (4V,GA,GB) 13A2 570E JO	323,160	-	-
Total U.S. Department of Agriculture			1,145,677	-	-
<u>U.S. Department of Homeland Security</u>					
Passed-through N.C. Department of Public Safety					
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	PW/Project#108	88,648	-	-
Emergency Management Performance Grants	97.042	80163HD9	53,407	-	-
Total U.S. Department of Homeland Security			142,055	-	-
<u>U.S. Department of Health and Human Services</u>					
Administration of Children and Families					
Passed through N.C. Department of Health and Human Services					
Division of Social Services					
<u>Foster Care, Adoption, and Guardianship Assistance Program Cluster (note 3)</u>					
Foster Care Title IV-E	93.658	2101NCFOST	321,351	-	-
Foster Care Title IV-E	93.658	2101NCFOST	482,140	-	-
Foster Care Title IV-E	93.658	2101NCFOST	113,481	57,701	-
Adoption Assistance	93.659	2101NCADPT	43,486	-	-
Direct Benefit Payments:					
Foster Care Title IV-E	93.658	2101NCFOST	125,799	62,899	-
Foster Care Title IV-E	93.658	2101NCFOST	5,841	-	-
Foster Care Title IV-E	93.658	2101NCFOST	167,230	33,148	-
Foster Care Title IV-E	93.658	2101NCFOST	299,054	59,821	-
Foster Care Title IV-E	93.658	2101NCFOST	734	-	-
Total Foster Care, Adoption, and Guardianship Assistance Program Cluster			1,559,116	213,569	-
Child Support Services - IV-D	93.563	2101NCCES	593,130	-	-
Child Support Services - IV-D Offset Fees - ESC	93.563	2101NCCES	4	-	-
Child Support Services - IV-D Offset Fees - Federal	93.563	2101NCCES	1,633	-	-
John H. Chafee Foster Care Program for Successful Transition to Adulthood	93.674	2101NCC1LP	14,491	3,623	-
John H. Chafee Foster Care Program for Successful Transition to Adulthood - Direct Benefits Payments	93.674	2101NCC1LP	39,002	-	-
Division of Public Health					
Temporary Assistance for Needy Families	93.558	13A1 5151 T2	10,724	-	-
Division of Social Services					
Temporary Assistance for Needy Families- Work First Admin	93.558	2101NCTANF	210,624	-	-
Temporary Assistance for Needy Families- Work First Service	93.558	2101NCTANF	1,320,523	-	-
Social Services Block Grant - Other Service and Training	93.667	2101NCSOSR	268,647	-	-
Social Services Block Grant - APS Essential Services	93.667	2101NCSOSR	74,435	-	-
Social Services Block Grant- In-Home Services	93.667	2101NCSOSR	1,386	-	-
Social Services Block Grant - Adult Day Care	93.667	2101NCSOSR	5,704	-	-
Social Services Block Grant - Adult Day Care over 60	93.667	2101NCSOSR	-	5,298	-
<u>Special Children Adoption Fund Cluster (note 3)</u>					
MaryLee Allen Promoting Safe and Stable Families Program	93.556	2101NCFPSS	25,278	-	-
Stephanie Tubbs Jones Child Welfare Services Program	93.645	2101NCCWSS	47,496	-	-
Total Special Children Adoption Fund Cluster			72,774	-	-
<u>Low-Income Home Energy Assistance Program</u>					
Low-Income Home Energy Assistance - Crisis Intervention Payments	93.568	2101NCLIEA	298,947	-	-
Low-Income Home Energy Assistance - Low Income Energy Admin	93.568	2101NCLIEA	57,189	-	-
Low-Income Home Energy Assistance	93.568	2101NCLIEA	160,988	-	-
Low-Income Household Water Assistance Program-ARPA	93.568	2101NCLIEA	64,742	-	-
Low-Income Household Water Assistance Program-ARPA Admin	93.568	2101NCLIEA	13,713	-	-
Low-Income Household Water Assistance Program-Admin	93.568	2101NCLIEA	8,409	-	-
Low-Income Household Water Assistance Program-CAA	93.568	2101NCLIEA	56,409	-	-
Total Low-Income Home Energy Assistance Program			660,397	-	-

**CALDWELL COUNTY, NORTH CAROLINA**  
**Schedule of Expenditures of Federal and State Awards**  
**Year Ended June 30, 2023**

<u>Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal Assistance Listing Number</u>	<u>State/ Pass-through Grantor's Number</u>	<u>Federal (Direct and Pass-through) Expenditures</u>	<u>State Expenditures</u>	<u>Passed-through to Subrecipients</u>
<u>Subsidized Child Care Cluster (note 3)</u>					
<u>Child Care Development Fund Cluster</u>					
Child Care Mandatory and Matching Funds of the					
Child Care and Development Fund	93.596	2001NCCCDF	122,169	-	-
Total Subsidized Child Care Cluster / Child Care Development Fund Cluster			<u>122,169</u>	<u>-</u>	<u>-</u>
<u>Centers for Medicare and Medicaid Services</u>					
Passed-through the N.C. Department of Health and Human Services					
Division of Medical Assistance					
<u>Medicaid Cluster:</u>					
Administration					
Medical Assistance Program	93.778	XIX-MAP21	26,489	7,670	-
Medical Assistance Program	93.778	XIX-MAP21	59,221	-	-
Medical Assistance Program	93.778	XIX-MAP21	1,702,677	299,023	-
Medical Assistance Program	93.778	XIX-MAP21	75,275	-	-
Medical Assistance Program	93.778	XIX-MAP21	46,327	8,376	-
Total Medicaid Cluster			<u>1,909,989</u>	<u>315,069</u>	<u>-</u>
NC Health Choice					
Children's Health Insurance Program - Administration	93.767	CHIP21	44,021	3,336	-
<u>Centers for Disease Control and Prevention</u>					
Passed-through the N.C. Department of Health and Human Services					
Division of Public Health					
Public Health Emergency Preparedness	93.069	1264 2680 EN, 1264 2680 EQ	38,913	-	-
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	1460 2720 NF	249	-	-
Immunization Cooperative Agreements	93.268	1331 628B E2, 1331 629B 4Q, 1331 631B EJ, 1331 639B P7	24,992	-	-
COVID-19 Immunization Cooperative Agreements	93.268	1331 628B E2, 1331 629B 4Q, 1331 631B EJ, 1331 639B P7	2,087	-	-
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	1175 870A WT, 1175 878A HH	121,238	-	-
COVID-19 Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	1175 870A WT, 1175 878A HH	750	-	-
COVID-19 Activities to Support State, Tribal, Local and Territorial (STLT)					
Health Department Response to Public Health or Healthcare Crises	93.391	1320 310E JS	14,065	-	-
Cancer Prevention and Control Programs for State, Territorial and Tribal Organizations	93.898	1320 310D D7	32,000	-	-
Preventive Health and Health Services Block Grant	93.991	1261 5503 PH	20,086	-	-
Sexually Transmitted Diseases (STD) Prevention and Control Grants	93.977	1311 462B NB, 1311 4631 NB	42	-	-
Total Center for Disease Control and Prevention			<u>254,422</u>	<u>-</u>	<u>-</u>
<u>Health Resources and Services Administration</u>					
Passed-through the N.C. Department of Health and Human Services					
Division of Public Health					
Maternal and Child Health Services Block Grant to the States	93.994	1271 5318 AR, 1271 5745 AR, 13A1 5700 AR, 13A1 5735 AP	122,583	8,842	-
<u>Office of Assistant Secretary for Health</u>					
Passed-through the N.C. Department of Health and Human Services					
Division of Public Health					
Family Planning Services	93.217	13A1 592C FP, 13A1 592D FP	57,536	-	-
Total U.S. Department of Health and Human Services			<u>7,343,310</u>	<u>549,737</u>	<u>-</u>
<u>U.S. Department of Treasury</u>					
Direct Program:					
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	02 14	1,425,245	-	-
Total U.S. Department of Treasury			<u>1,425,245</u>	<u>-</u>	<u>-</u>
<u>U.S. Department of Justice</u>					
Passed-through N.C. Department of Public Safety					
Public Safety Partnership and Community Policing Grants	16.710	2020UMWX0120	34,588	-	-
Total U.S. Department of Justice			<u>34,588</u>	<u>-</u>	<u>-</u>
<b>Total Federal Awards</b>			<u>10,090,875</u>	<u>549,737</u>	<u>-</u>
<u>State Awards:</u>					
<u>N.C. Office of State Budget and Management</u>					
State Capital and Infrastructure Funds		10168	-	731,834	-
State Capital and Infrastructure Funds		10169	-	135,341	-
State Capital and Infrastructure Funds		10170	-	139,837	-
State Capital and Infrastructure Funds		10172	-	102,045	-
State Capital and Infrastructure Funds		43.9000.451000.4310	-	350,000	-
State Capital and Infrastructure Funds		10174	-	3,500,000	-
State Capital and Infrastructure Funds		10171	-	228,496	-
Total N.C. Office of State Budget and Management			<u>-</u>	<u>5,187,553</u>	<u>-</u>

**CALDWELL COUNTY, NORTH CAROLINA**  
**Schedule of Expenditures of Federal and State Awards**  
**Year Ended June 30, 2023**

<u>Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal Assistance Listing Number</u>	<u>State/ Pass-through Grantor's Number</u>	<u>Federal (Direct and Pass-through) Expenditures</u>	<u>State Expenditures</u>	<u>Passed-through to Subrecipients</u>
<u>N.C. Department of Cultural and Natural Resources</u>					
Division of State Library					
State Aid to Public Libraries			-	140,701	-
<u>N.C. Department of Agriculture and Consumer Services</u>					
Spay and Neuter Program			-	6,765	-
Division of Soil and Water Conservation			-	31,087	-
<u>N.C. Department of Public Safety</u>					
Sheriff's Office Grant		19PT0001035396	-	41,276	-
HMGP - Wilson's Creek Flood Warning			-	12,500	-
State AID/JCPC		014-XXXX	-	263,703	263,703
<u>N.C. Department of Health and Human Services</u>					
Division of Public Health					
Other Receipts / State Supported Expenditures					
Food and Lodging Fees			-	3,801	-
General Aid to Counties/PH Capacity Building			-	95,007	-
General Communicable Disease Control			-	10,246	-
Child Health			-	7,393	-
HIV/STD State			-	5,756	-
Healthy Community Activities			-	3,747	-
Breast and Cervical Cancer Control			-	13,500	-
School Nurse Funding Initiative			-	100,000	-
Family Planning - State			-	60,572	-
Maternal Health			-	28,995	-
Women's Health Service Fund			-	10,283	-
Tuberculosis Control			-	3,778	-
COVID-19 543 ELC Enhancing Detection Activities			-	5,584	-
Division of Social Services					
Administration					
State Child Welfare/CPS/CS LD			-	204,063	-
DCD Smart Start			-	25,014	-
Direct Benefit Payments:					
SFHF Maximization			-	125,035	-
State Foster Home			-	117,644	-
Extended FC/Max Non IV_E			-	112,105	-
FC at Risk Maximization			-	26,216	-
Division of Mental Health, Developmental Disabilities and Substance Abuse Services					
COVID-19 - Opioids & COVID: Supporting Justice Involved Individuals with SUD during COVID			-	218,428	-
<u>N.C. Department of Commerce</u>					
Tri-County Motor Speedway		MGF-004	-	89,281	-
<u>N.C. Department of Administration</u>					
Veterans Affairs Grant		NCDMVA2020	-	2,083	-
<b>Total State Awards</b>			-	<b>6,952,116</b>	<b>263,703</b>
<b>Other Financial Assistance:</b>					
<u>NC Dept. of Justice</u>					
Opioid Settlement Fund (Note 4)			-	46,324	-
<b>Total Federal and State Awards</b>			<b>\$ 10,090,875</b>	<b>\$ 7,548,177</b>	<b>\$ 263,703</b>

**Notes to the Schedule of Expenditure of Federal and State Financial Awards**

**1. Basis of Presentation**

The accompanying Schedule of Expenditures of Federal and State Awards (SEFSA) includes the federal and state grant activity of Caldwell County under the programs of the federal government and the State of North Carolina for the year ended June 30, 2023. The information in this SEFSA is presented in accordance with the requirements of Title 2 US Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards and the State Single Audit Implementation Act. Because the SEFSA presents only a selected portion of the operations of Caldwell County, it is not intended to and does not present the financial position, changes in net position or cash flows of Caldwell County.

**2. Summary of Significant Accounting Policies**

Expenditures reported in the SEFSA are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Caldwell County has elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

**3. Clustered Programs**

The following are clustered by the NC Department of Health and Human Services and are treated separately for State audit requirement purposes: Foster Care, Adoption and Guardianship Assistance Program Cluster, Subsidized Child Care Program Cluster, and Special Children Adoption Fund Cluster.

**4. Opioid Settlement Fund**

The NC Department of Justice does not consider Opioid Settlement Funds either Federal or State Financial assistance since they are from a settlement with private major drug companies. Since these funds are subject to the State Single Audit Implementation Act, they are reported as "Other Financial Assistance" on the SEFSA, and considered State Awards for State single audit requirements.