

**COUNTY OF LIVINGSTON, NEW YORK**

**Single Audit Reports  
For the Year Ended December 31, 2017**

**Bonadio & Co., LLP**  
Certified Public Accountants

**COUNTY OF LIVINGSTON, NEW YORK**

**SINGLE AUDIT REPORTS  
FOR THE YEAR ENDED DECEMBER 31, 2017**

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**INDEPENDENT AUDITOR'S 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**

July 23, 2018

To the Board of Supervisors of the  
County of Livingston, New York:

We have audited, in accordance with the auditing standards generally accepted in the United States 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 units, each major fund, and the aggregate remaining fund information of the County of Livingston, New York (the County) as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated July 23, 2018. The financial statements of the Livingston County Center for Nursing and Rehabilitation were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or instances of reportable noncompliance associated with Livingston County Center for Nursing and Rehabilitation.

**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.

(Continued)

**INDEPENDENT AUDITOR'S 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***

(Continued)

**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.

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY UNIFORM GUIDANCE**

July 27, 2018 (Except for the Schedule of Expenditures of Federal Awards, as to which the date is July 23, 2018)

To the Board of Supervisors of the  
County of Livingston, New York:

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

We have audited the County of Livingston, New York's (the County's) compliance with the types of compliance requirements described in the *OMB 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, 2017. 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 federal statutes, regulations, and the terms and conditions of its federal awards 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 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). Those standards and the Uniform Guidance 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 of the Major Federal Programs**

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, 2017.

(Continued)

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY UNIFORM GUIDANCE**

(Continued)

**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 the major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for the major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

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

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.

(Continued)

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY UNIFORM GUIDANCE**

(Continued)

**Report on Schedule of Expenditures of Federal Awards Required by Uniform Guidance**

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, 2017, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated July 23, 2018 which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Uniform Guidance 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 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 awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

(Continued)

COUNTY OF LIVINGSTON, NEW YORK

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED DECEMBER 31, 2017

Federal Grantor/ Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Federal Expenditures	Expenditures to Subrecipients
U.S. Department of Agriculture:				
Rural Business Development Grant	10.351	37-026-161136853	\$ 60,184	\$ -
Passed through the NYS Department of Temporary Disability and Assistance SNAP Cluster - State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	N/A	<u>833,018</u>	<u>-</u>
<i>Subtotal- SNAP Cluster</i>			833,018	-
Passed through the NYS Department of Health - Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	C3450000	<u>643,309</u>	<u>-</u>
Total - U.S. Department of Agriculture			<u>1,536,511</u>	<u>-</u>
U.S. Department of Housing and Urban Development:				
Passed through Housing Trust Fund Corporation Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii	14.228	658SB19-14	75,000	-
Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii	14.228	658ME118-6	<u>117,177</u>	<u>-</u>
Total - U.S. Department of Housing and Urban Development			<u>192,177</u>	<u>-</u>
U.S. Department of Justice:				
Crime Victim Assistance	16.575	C100437	69,385	-
Violence Against Women Formula Grants	16.588	C652068	35,600	11,261
Bulletproof Vest Partnership Program	16.607	2017BUVX17085762	7,415	-
Public Safety Partnership and Community Policing Grants	16.710	UMWX0075	<u>54,402</u>	<u>-</u>
Total - U.S. Department of Justice			<u>166,802</u>	<u>11,261</u>
U.S. Department of Labor:				
Passed through the NYS Department of Labor - WIA/WIOA Cluster:				
WIA/WIOA Adult Program	17.258	N/A	278,360	26,003
WIA/WIOA Youth Activities	17.259	N/A	403,663	107,834
WIA/WIOA Dislocated Worker Formula Grants	17.278	N/A	<u>223,420</u>	<u>17,034</u>
<i>Subtotal- WIA/WIOA Cluster</i>			905,443	150,871
Trade Adjustment Assistance	17.245	N/A	<u>2,094</u>	<u>-</u>
Total - U.S. Department of Labor			<u>907,537</u>	<u>150,871</u>

(Continued)

COUNTY OF LIVINGSTON, NEW YORK

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED DECEMBER 31, 2017  
(Continued)

Federal Grantor/ Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures	Expenditures to Subrecipients
U.S. Department of Transportation:				
Passed through the NYS Department of Transportation -				
Highway Planning and Construction	20.205	D035494	11,689	-
Highway Planning and Construction	20.205	D034965	174,537	-
Highway Planning and Construction	20.205	D034854	102,400	-
Highway Planning and Construction	20.205	D035461	65,314	-
Highway Planning and Construction	20.205	D035497	19,709	-
Highway Planning and Construction	20.205	D035460	859	-
Highway Planning and Construction	20.205	D305404	12,075	-
Highway Planning and Construction	20.205	D035495	13,830	-
Highway Planning and Construction	20.205	TASK6810	25,557	-
Highway Planning and Construction	20.205	D033655	527,790	-
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	T151946	2,834	-
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	T971356	11,740	-
<i>Total NYS Department of Transportation</i>			968,334	-
Highway Safety Cluster -				
Passed through the NYS Governor's Traffic Safety Committee -				
State and Community Highway Safety	20.600	N/A	25,400	-
Occupant Protection Incentive Grants	20.602	N/A	485	-
National Priority Safety Programs	20.616	N/A	10,000	9,830
<i>Total NYS Governor's Traffic Safety Committee (Highway Safety Cluster)</i>			35,885	9,830
Total - U.S. Department of Transportation			1,004,219	9,830
U.S. Department of Health and Human Services:				
Passed through the NYS Office of Children and Family Services -				
Immunization Cooperative Agreements	93.268	N/A	9,583	-
Temporary Assistance for Needy Families	93.558	N/A	7,636,417	-
Foster Care - Title IV-E	93.658	N/A	1,046,765	-
Adoption Assistance	93.659	N/A	348,381	-
Child Care and Development Block Grant	93.575	N/A	2,330,502	-
Social Services Block Grant	93.667	N/A	766,584	-
<i>Total NYS Office of Children and Family Services</i>			12,138,232	-
Passed through the NYS Office for the Aging -				
Special Programs for the Aging Cluster -				
Special Programs for the Aging - Title IIIB - Grants for Supportive Services and Senior Centers	93.044	N/A	57,743	-
Special Programs for the Aging - Title IIIC - Nutrition Services	93.045	N/A	115,112	-
Nutrition Services Incentive Program	93.053	N/A	49,036	-
<i>Subtotal-Special Programs for the Aging Cluster</i>			221,891	-

COUNTY OF LIVINGSTON, NEW YORK

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE YEAR ENDED DECEMBER 31, 2017  
 (Continued)

Federal Grantor/ Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures	Expenditures to Subrecipients
U.S. Department of Health and Human Services (Continued):				
Passed through the NYS Office for the Aging - Special Programs for the Aging - Title IIID - Disease Prevention and Health Promotion Services	93.043	N/A	3,547	-
Special Programs for the Aging - Title IV and Title II - National Family Caregiver Support - Title IIIE	93.052	N/A	29,691	-
Foster Grandparent Program	94.011	N/A	131,852	-
Demonstrations and Evaluations	93.779	N/A	<u>18,176</u>	-
<i>Total NYS Office for the Aging</i>			<u>183,266</u>	-
Passed through the NYS Department of Health - Family Planning - Services	93.217	C028299	68,396	-
Public Health Emergency Preparedness	93.069	1617-10	48,661	-
Medicare Enrollment Assistance Program	93.071	N/A	2,598	-
Medical Assistance Program	93.778	N/A	990,321	-
Medical Assistance Program	93.778	C028962	70,453	-
Maternal and Child Health Services Block Grant to the States	93.994	C029722	12,114	-
Maternal and Child Health Services Block Grant to the States	93.994	C030899	10,334	-
Maternal and Child Health Services Block Grant to the States	93.994	C027028	<u>36,855</u>	-
<i>Total NYS Department of Health</i>			<u>1,239,732</u>	-
Passed through the NYS Office of Temporary and Disability Assistance - Child Support Enforcement	93.563	N/A	359,013	-
Low-Income Home Energy Assistance	93.568	N/A	<u>2,140,316</u>	-
<i>Total NYS Office of Temporary and Disability Assistance</i>			<u>2,499,329</u>	-
Passed through the Health Resource and Service Administration - Medical Reserve Corps Small Grant Program	93.008	MRC17-0029	<u>14,664</u>	-
<i>Total Health Resource and Service Administration</i>			<u>14,664</u>	-
Passed through the NYS Office of Alcoholism and Substance Abuse Services - Block Grants for Prevention and Treatment of Substance Abuse	93.959	N/A	<u>159,394</u>	<u>159,394</u>
<i>Total NYS Office of Alcoholism and Substance Abuse Services</i>			<u>159,394</u>	<u>159,394</u>
Passed through the NYS Department of State - Community Services Block Grant	93.569	C100764-4	<u>237,190</u>	-
<i>Total New York State Department of State</i>			<u>237,190</u>	-
Total - U.S. Department of Health and Human Services			<u>16,693,698</u>	<u>159,394</u>

**COUNTY OF LIVINGSTON, NEW YORK**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED DECEMBER 31, 2017  
(Continued)**

Federal Grantor/ Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures	Expenditures to Subrecipients
U.S. Department of Education:				
Passed through the NYS Department of Health - Special Education - Grants for Infants and Families	84.181	C027487	<u>15,652</u>	-
Total - U.S. Department of Education			<u>15,652</u>	-
U.S. Department of Homeland Security:				
Passed through the NYS Division of Homeland Security and Emergency Services - Emergency Management Performance Grants	97.042	WM16151965	29,933	-
Homeland Security Grant Program	97.067	C971350	82,265	-
Homeland Security Grant Program	97.067	C000592	58,410	-
Homeland Security Grant Program	97.067	T971372	<u>34,590</u>	-
Total - U.S. Department of Homeland Security			<u>205,198</u>	-
U.S. Environmental Protection Agency:				
Passed through the NYS Department of Health - State Indoor Radon Grant	66.032	T030729	<u>1,108</u>	-
Total - U.S. Environmental Protection Agency			<u>1,108</u>	-
Total Expenditures of Federal Awards			<u>\$ 20,722,902</u>	<u>\$ 331,356</u>

Total Program Expenditures by CFDA Number

Highway Planning and Construction	20.205	<u>\$ 953,760</u>
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	<u>\$ 14,574</u>
Medical Assistance Program	93.778	<u>\$ 1,060,774</u>
Maternal and Child Health Services Block Grant to the States	93.994	<u>\$ 59,303</u>
Homeland Security Grant Program	97.067	<u>\$ 175,265</u>

# COUNTY OF LIVINGSTON, NEW YORK

## NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS DECEMBER 31, 2017

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### 1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the County of Livingston, New York (the County) under programs of the federal government for the year ended December 31, 2017. The information in this Schedule is presented in accordance with the 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). Because the Schedule presents only a selected portion of the operations of the County, it is not intended to and does not present the financial position, the respective changes in financial position, or, where applicable, cash flows 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.

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are presented in conformity with accounting principles generally accepted in the United States and the amounts presented are derived from the County's general ledger.

The County has not elected to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

### 3. PASS-THROUGH PROGRAMS

Where the County receives funds from a government entity other than the federal government (pass-through), the funds are accumulated based upon the Catalog of Federal Domestic Assistance (CFDA) number advised by the pass-through grantor.

Identifying numbers, other than the CFDA numbers, which may be assigned by pass-through grantors are not maintained in the County's financial management system. The County has identified certain pass-through identifying numbers and included them in the schedule of expenditures of federal awards, as available.

### 4. INDIRECT COSTS

Indirect costs are included in the reported expenditures to the extent such costs are included in the federal financial reports used as the source for the data presented.

### 5. MATCHING COSTS

Matching costs, i.e., the County's or State's share of certain program costs, are not included in the schedule of expenditures of federal awards.

**COUNTY OF LIVINGSTON, NEW YORK**

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**DECEMBER 31, 2017**

(Continued)

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**6. NONCASH AWARDS**

A significant portion of federal award programs do not involve cash awards to the County. The value of these noncash awards has been recorded as expenditures on the Statement of Expenditures of Federal Awards. Those relating to the County are as follows:

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Amount</u>
U.S. Department of Agriculture Special Supplemental Food Program for Women, Infants, and Children	10.557	\$ <u>643,309</u>
U.S. Department of Health and Human Services Low-Income Home Energy Assistance	93.568	\$ <u>2,140,316</u>

# COUNTY OF LIVINGSTON, NEW YORK

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE YEAR ENDED DECEMBER 31, 2017

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### A. SUMMARY OF AUDITOR'S RESULTS

#### Financial Statements

Type of auditor's report issued on whether the financial statements were prepared in accordance with GAAP

Unmodified

Internal control over financial reporting:

Material weakness(es) identified?

Yes  No

Significant deficiencies identified not considered to be material weaknesses?

Yes  None reported

Noncompliance material to financial statements noted?

Yes  No

#### Federal Awards

Internal control over major programs:

Material weakness(es) identified?

Yes  No

Significant deficiencies identified not considered to be material weaknesses?

Yes  None reported

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

Unmodified

Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance?

Yes  No

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program</u>
93.568	Low-Income Home Energy Assistance
93.658	Foster Care - Title IV-E
20.205	Highway Planning and Construction
97.067	Homeland Security Grant Program

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

\$ 750,000

Auditee qualified as low-risk auditee?

Yes  No

**B. FINDINGS - FINANCIAL STATEMENT AUDIT**

None.

**C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS AUDIT**

None.

**D. SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS**

None.