

**BARRON COUNTY, WISCONSIN**  
**FEDERAL AND STATE SINGLE AUDIT REPORTS**  
**YEAR ENDED DECEMBER 31, 2008**

**BARRON COUNTY, WISCONSIN  
TABLE OF CONTENTS  
DECEMBER 31, 2008**

<b>INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE</b>	<b>1</b>
<b>SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS</b>	<b>2</b>
<b>SCHEDULE OF STATE FINANCIAL ASSISTANCE</b>	<b>13</b>
<b>NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE</b>	<b>23</b>
<b>REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i></b>	<b>25</b>
<b>REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH <i>OMB CIRCULAR A-133</i> AND STATE SINGLE AUDIT GUIDELINES</b>	<b>27</b>
<b>SCHEDULE OF FINDINGS AND QUESTIONED COSTS</b>	<b>29</b>
<b>SUMMARY OF FEDERAL AND STATE PROGRAMS TESTED AS MAJOR PROGRAMS</b>	<b>33</b>



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**INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION  
SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS  
AND STATE FINANCIAL ASSISTANCE**

The County Board  
Barron County, Wisconsin

We have audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Barron County, Wisconsin (County) as of and for the year ended December 31, 2008 and have issued our report thereon dated July 1, 2009. These financial statements are the responsibility of County management. Our responsibility is to express opinions on these financial statements based on our audit.

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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free from material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

Our audit was conducted for the purpose of forming opinions on the basic financial statements of the County taken as a whole. The accompanying schedules of expenditures of federal awards and state financial assistance are presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Nonprofit Organizations* and the *State Single Audit Guidelines*, issued by the Wisconsin Department of Administration, respectively, and are not a required part of the basic financial statements. The information in those schedules 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.

*LarsonAllen LLP*

**LarsonAllen LLP**

Eau Claire, Wisconsin  
July 1, 2009

**BARRON COUNTY, WISCONSIN  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED DECEMBER 31, 2008**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred)		Expenditures		Receipts		Accrued (Deferred) Reimbursement 12/31/08
		Reimbursements 1/1/08	Prior Years Adjustments	Federal	Local	Grant Reimburse- ments	Local Share	
<b>Department of Agriculture</b>								
Direct Grant:								
Environmental Quality Incentives Program: 5/1/06-6/30/07 65-5F-48-6-075	10.912	\$ 7,980	\$ -	\$ -	\$ -	\$ 7,980	\$ -	\$ -
Passed through Iowa State University: Value-Added Producer Grants: 10/3/07-10/31/08	10.352	-	-	27,500	-	27,500	-	-
Passed through UW-Extension: Cooperative Extension Service: Market Analysis Grant 2008	10.500	-	-	1,250	-	1,250	-	-
Passed through University of Nebraska: Cooperative Extension Service: Managing Risks Through Peer Learning Centers: 5/1/06-6/30/07 25-6324-0053-105	10.500	-	-	9,948	-	-	-	9,948
Passed through Wisconsin Department of Health and Family Services: Special Supplemental Food Program for Women, Infants and Children: 2008	10.557	-	-	180,551	89,230	180,551	89,230	-
Passed through Wisconsin Department of Workforce Development: State Matching Grant for Food Stamp Program: Human Services Contract: Income Maintenance: 2008	10.561	-	-	193,854	-	173,284	-	20,570
2007		33,494	-	-	-	33,494	-	-
Total Department of Agriculture		41,474	-	413,103	89,230	424,059	89,230	30,518

**BARRON COUNTY, WISCONSIN  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)  
YEAR ENDED DECEMBER 31, 2008**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred)		Expenditures		Receipts		Accrued (Deferred) Reimbursement: 12/31/08
		Reimbursements 1/1/08	Prior Years Adjustments	Federal	Local	Reimburse- ments	Local Share	
<u>Department of Justice</u>								
Direct Grant:								
State Criminal Alien Assistance Program: 1/31/08-12/31/08 2008-F1516-WI-DJ	16.606	\$ -	\$ -	\$ 3,731	\$ -	\$ 3,731	\$ -	\$ -
Edward Byrne Memorial Justice Assistance Grant Program: 10/1/04-9/30/08	16.738	-	-	13,839	4,148	13,839	4,148	-
Passed through Wisconsin Office of Justice Assistance:								
Juvenile Accountability Block Grant Award: Coordinated Services Plan: 6/24/08-6/30/08 04-JB-00-3855	16.523	-	-	1,954	-	1,954	-	-
Passed through Wisconsin Department of Justice:								
Byrne Formula Grant Program: Victim Witness Program: 2007	16.579	1,439	-	-	-	1,439	-	-
Bulletproof Vest: 2008	16.607	-	-	2,331	2,353	2,331	2,353	-
2007		621	-	-	-	621	-	-
CEASE Grant: 2008	16.none	-	-	2,000	606	2,000	606	-
2007		159	-	-	-	159	-	-
Passed through Rusk County:								
COPS-Methamphetamine Prevention, Enforcement, and Drug Court Initiative: 3/1/08-9/30/09	16.710	-	-	18,619	-	18,619	-	-
Total Department of Justice		2,219	-	42,474	7,107	44,693	7,107	-

**BARRON COUNTY, WISCONSIN  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)  
YEAR ENDED DECEMBER 31, 2008**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred)	Prior Years Adjustments	Expenditures		Receipts		Accrued (Deferred)
		Reimbursements 1/1/08		Federal	Local	Grant Reimburse- ments	Local Share	Reimbursement: 12/31/08
<u>Department of Transportation</u>								
Passed through Wisconsin Department of Transportation:								
Highway Planning and Construction:	20.205							
2008		\$ -	\$ -	\$ 630,982	\$ -	\$ 630,982	\$ -	\$ -
Click it or Ticket Mobilization Project:	20.600							
11/5/08-9/30/09		-	-	2,314	-	2,314	-	-
Child Safety and Child Booster Seats Incentive Grants:	20.613							
2008		-	-	2,418	-	2,418	-	-
Passed through City of Rice Lake:								
Commercial Driver License State Programs-TraCS:	20.232							
2008		-	-	19,730	-	19,730	-	-
Total Department of Transportation		-	-	655,444	-	655,444	-	-
<u>Environmental Protection Agency</u>								
Passed through Wisconsin Department of Health and Family Services:								
Indoor Radon Program:	66.032							
2008		-	-	3,000	-	3,000	-	-
<u>Department of Education</u>								
Passed through Wisconsin Department of Health and Family Services:								
Grants for Infants and Families with Disabilities:	84.181							
Birth-to-Three Initiative:								
2008		-	-	48,863	-	48,863	-	-

**BARRON COUNTY, WISCONSIN  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)  
YEAR ENDED DECEMBER 31, 2008**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred)	Prior Years Adjustments	Expenditures		Receipts		Accrued (Deferred)
		Reimbursements 1/1/08		Federal	Local	Grant Reimburse- ments	Local Share	Reimbursement: 12/31/08
<u>Department of Health and Human Services</u>								
Passed through Area Agency on Aging:								
Preventive Health - Title III D:	93.043							
2008		\$ -	\$ -	\$ 5,065	\$ -	\$ 3,582	\$ -	\$ 1,483
2007		1,631	-	-	-	1,631	-	-
Supportive Services - Title III B:	93.044							
2008		-	-	59,035	-	36,204	-	22,831
2007		11,543	-	-	-	11,543	-	-
Title III - Part C-Nutrition Services:	93.045							
Congregate Nutrition - Title III C-1:								
2008		-	-	91,829	55,967	91,829	55,967	-
2007		496	-	-	-	496	-	-
Home Delivered Nutrition - Title III C-2:								
2008		-	-	38,292	30,000	35,709	30,000	2,583
Caregivers Support:	93.052							
2008		-	-	26,973	-	19,331	-	7,642
2007		7,309	-	-	-	7,309	-	-
Nutrition Services Incentive Program:	93.053							
Congregate Nutrition Services:								
10/1/07-9/30/08		-	-	18,997	-	18,997	-	-
Home Delivered Nutrition Services:								
10/1/07-9/30/08		-	-	39,073	-	39,073	-	-
Public Health Emergency Preparedness:	93.069							
Bioterrorism Focus A Planning								
2008		-	-	34,095	21,676	32,078	21,676	2,017

**BARRON COUNTY, WISCONSIN  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)  
YEAR ENDED DECEMBER 31, 2008**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred)		Expenditures		Receipts		Accrued (Deferred) Reimbursement: 12/31/08
		Reimbursements 1/1/08	Prior Years Adjustments	Federal	Local	Grant Reimburse- ments	Local Share	
<u>Department of Health and Human Services (Continued)</u>								
Passed through Area Agency on Aging: (Continued)								
Substance Abuse Program:	93.087							
Meth Grant Cooperative:								
2008		\$ -	\$ -	\$ 20,000	\$ 68	\$ 17,111	\$ 68	\$ 2,889
Coordination and Development of Primary Care Offices:	93.130							
Safe and Stable Families:								
2008		-	-	10,055	1,634	9,060	1,634	995
State Pharmaceutical Assistance:	93.786							
Benefit Specialist Part D:								
2008		-	-	6,726	-	6,726	-	-
Passed through Wisconsin Department of Health and Family Services:								
Childhood Immunization Grants:	93.268							
Consolidated Contracts:								
2008		-	-	12,135	-	12,134	-	1
Pandemic Influenza:	93.283							
9/1/08-7/31/09		-	-	10,595	-	10,595	-	-
Promoting Safe and Stable Families:	93.556							
Human Services Contract:								
2008		-	-	34,763	-	34,763	-	-
2007		7,414	-	-	-	7,414	-	-
Temporary Assistance for Needy Families:	93.558							
Human Services Contract:								
Base Allocation:								
2008		-	-	141,862	-	141,862	-	-

\*\* Major State Financial Assistance Program

**BARRON COUNTY, WISCONSIN**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)**  
**YEAR ENDED DECEMBER 31, 2008**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred)		Expenditures		Receipts		Accrued (Deferred) Reimbursement: 12/31/08
		Reimbursements 1/1/08	Prior Years Adjustments	Federal	Local	Grant Reimburse- ments	Local Share	
<u>Department of Health and Human Services (Continued)</u>								
Passed through Wisconsin Department of Health and Family Services: (Continued)								
Chafee Education and Training Vouchers Program:	93.599							
Youth Independent Living:								
2008		\$ -	\$ -	\$ 564	\$ -	\$ 939	\$ -	\$ (375)
Child Welfare Services:	93.645							
Human Services Contract:								
Base Allocation:								
2008		-	-	36,447	-	36,447	-	-
Foster Care - Title IV-E:	93.658							
Human Services Contract:								
Base Allocation:								
2008		-	-	165,225	-	165,225	-	-
Safe and Stable Families:								
2008		-	-	11,587	-	11,587	-	-
DOJ Fingerprint Background Check:								
2008		-	-	336	-	210	-	126
TPR Adoption - Federal:								
2008		-	-	9,066	13,599	7,125	13,599	1,941
2007		2,857	-	-	-	2,857	-	-
Social Services Block Grant:	93.667							
Human Services Contract:								
Base Allocation:								
2008		-	-	279,612	-	279,612	-	-
ADRC Prevention Extension:								
2008		-	-	6,033	-	6,033	-	-
SSBG Hurricane Relief Fund:								
2007		10,190	-	-	-	10,190	-	-

**BARRON COUNTY, WISCONSIN  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)  
YEAR ENDED DECEMBER 31, 2008**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued	Prior Years Adjustments	Expenditures		Receipts		Accrued
		Reimbursements		Federal	Local	Grant	Local	Reimbursement:
		1/1/08				Reimburse-	Share	12/31/08
<u>Department of Health and Human Services (Continued)</u>								
Passed through Wisconsin Department of Health and Family Services: (Continued)								
Social Services Block Grant:	93.667							
Aging and Disability Resource Center:								
2008		\$ -	\$ -	\$ 1,677	\$ -	\$ 1,684	\$ -	\$ (7)
Youth Independent Living:	93.674							
Human Services Contract:								
2008		-	-	10,959	2,740	7,859	2,740	3,100
2007		(4,640)	-	-	-	(4,640)	-	-
State Children's Insurance Program:	93.767							
Human Services Contract:								
2008		-	-	54,352	-	48,443	-	5,909
2007		7,297	-	-	-	7,297	-	-
Medical Assistance Program:	93.778							
Maternal and Child Health Services Block Grant:								
2008		-	-	1,491	-	1,491	-	-
Case Management:	**							
2008		-	-	111,408	156,115	86,293	156,115	25,115
2007		15,167	(6,365)	-	-	8,802	-	-
Human Services Contract:	**							
2008		-	-	3,792,207	-	3,735,714	-	56,493
2007		204,022	-	-	-	204,022	-	-
Income Maintenance Contract:	**							
2008		-	-	423,243	(585)	386,989	(585)	36,254
2007		49,634	-	-	-	49,634	-	-
Personal Care Program:	**							
2008		-	-	889,364	-	767,811	-	121,553
2007		120,876	-	-	-	120,876	-	-

\*\* Major State Financial Assistance Program

**BARRON COUNTY, WISCONSIN  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)  
YEAR ENDED DECEMBER 31, 2008**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred)		Expenditures		Receipts		Accrued (Deferred) Reimbursement: 12/31/08
		Reimbursements 1/1/08	Prior Years Adjustments	Federal	Local	Grant Reimburse- ments	Local Share	
<u>Department of Health and Human Services (Continued)</u>								
Passed through Wisconsin Department of Health and Family Services: (Continued)								
Medical Assistance Program: (Continued)								
Wisconsin Medicaid Cost Reporting:								
2008	**	\$ -	\$ -	\$ 339,710	\$ -	\$ 339,710	\$ -	\$ -
2007		-	-	50,486	-	50,486	-	-
Aging and Disability Resource Center:								
2008	**	-	-	135,156	-	95,680	-	39,476
HIV Prevention Activities:								
2008	93.940	-	-	1,093	-	1,093	-	-
Community Mental Health Services Block Grant:								
Human Services Contract:								
2008	93.958	-	-	20,066	-	20,066	-	-
Prevention and Treatment of Substance Abuse:								
Abuse Block Grant:								
Human Services Contract:								
2008	93.959	-	-	79,713	-	79,713	-	-
Methamphetamine Treatment:								
2008		-	-	25,369	-	36,856	-	(11,487)
2007		455	-	-	-	455	-	-
Methamphetamine Prevention:								
2008		-	-	-	-	1,000	-	(1,000)
Preventive Health and Health Service Block Grant:								
Consolidated Contracts PHHS:								
2008	93.991	-	-	7,536	-	7,536	-	-

\*\* Major State Financial Assistance Program

**BARRON COUNTY, WISCONSIN  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)  
YEAR ENDED DECEMBER 31, 2008**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued	Prior Years Adjustments	Expenditures		Receipts		Accrued
		(Deferred) Reimbursements 1/1/08		Federal	Local	Grant Reimburse- ments	Local Share	(Deferred) Reimbursement: 12/31/08
<u>Department of Health and Human Services (Continued)</u>								
Passed through Wisconsin Department of Health and Family Services: (Continued)								
Maternal and Child Health Service Block Grant:	93.994							
MCH Consolidated Contract:								
2008		\$ -	\$ -	\$ 20,432	\$ -	\$ 20,432	\$ -	\$ -
Reproductive Health:								
2008		-	-	29,910	-	29,909	-	1
Fluoride Mouth Rinsing:								
2008		-	-	155	-	298	-	(143)
Passed through Polk County:								
CDC Investigation and Technical Assistance:	93.283							
Bioterrorism Focus A Planning:								
2008		-	-	3,600	-	3,600	-	-
Passed through Wisconsin Department of Workforce Development:								
Child Support Enforcement Program (Title IV-D):	93.563**							
Regular Program:								
2008		-	-	359,513	57,366	316,027	57,366	43,486
2007		76,688	-	-	-	76,688	-	-
Refugee Assistance:	93.566							
Refugee Health Screening:								
W-2 Program:								
2008		-	-	10,340	-	10,160	-	180
2007		2,545	-	-	-	2,545	-	-

\*\* Major State Financial Assistance Program

**BARRON COUNTY, WISCONSIN  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)  
YEAR ENDED DECEMBER 31, 2008**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred)	Prior Years Adjustments	Expenditures		Receipts		Accrued (Deferred)
		Reimbursements 1/1/08		Federal	Local	Grant Reimburse- ments	Local Share	Reimbursement: 12/31/08
<u>Department of Health and Human Services (Continued)</u>								
Passed through Wisconsin Department of Workforce Development: (Continued)								
Child Care Development:	93.596							
Human Services Contract:								
W-2 Program:	**							
2008		\$ -	\$ -	\$ 40,804	\$ 17,688	\$ 40,804	\$ 17,688	\$ -
Passed through Wisconsin Department of Administration:								
Low-Income Home Energy Assistance:	93.568							
Non-CARS Reporting:								
10/1/08-9/30/09		-	-	30,633	-	13,809	-	16,824
10/1/07-9/30/08		15,606	-	44,048	-	59,654	-	-
Passed through Wisconsin Department of Corrections:								
Child Welfare Services:	93.645							
Non-CARS:								
Youth Aids Community:	**							
2008		-	-	7,262	15,493	8,908	15,493	(1,646)
2007		84	-	-	-	84	-	-
Youth Aids AODA:	**							
2008		-	-	183	-	183	-	-
2007		(44)	-	-	-	(44)	-	-
Foster Care - Title IV-E:	93.658							
Non-CARS:								
Youth Aids Community:	**							
2008		-	-	7,262	15,493	8,908	15,493	(1,646)
2007		84	-	-	-	84	-	-

\*\* Major State Financial Assistance Program

**BARRON COUNTY, WISCONSIN  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)  
YEAR ENDED DECEMBER 31, 2008**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued	Prior Years Adjustments	Expenditures		Receipts		Accrued
		(Deferred) Reimbursements 1/1/08		Federal	Local	Grant Reimburse- ments	Local Share	(Deferred) Reimbursement: 12/31/08
<u>Department of Health and Human Services (Continued)</u>								
Passed through Wisconsin Department of Corrections: (Continued)								
Foster Care - Title IV-E: (Continued)	93.658							
Non-CARS: (Continued)								
Youth Aids AODA:	**							
2008		\$ -	\$ -	\$ 183	\$ -	\$ 183	\$ -	\$ -
2007		(44)	-	-	-	(44)	-	-
Total Department of Health and Human Services		529,170	(6,365)	7,556,520	387,254	7,704,730	387,254	374,595
<u>Department of Homeland Security</u>								
Direct Grant:								
Emergency Food and Shelter Program:	97.024							
11/1/07-10/31/08		-	-	34,063	-	34,063	-	-
Commercial Equipment Direct Assistance Program (CEDAP):	97.096							
2008		-	-	21,274	-	21,274	-	-
Passed through Wisconsin Department of Military Affairs:								
Emergency Management Performance Grants:	97.042							
10/1/08-9/30/09		-	-	-	20,636	-	20,636	-
10/1/07-9/30/08		-	-	39,219	21,528	39,219	21,528	-
10/1/06-9/30/07		19,703	-	-	-	19,703	-	-
Passed through Wisconsin Department of Administration - Office of Justice Assistance:								
Homeland Security Grant Program:	97.067							
1/1/06-2/28/08 Justice Gateway Project		4,330	-	2,750	-	7,080	-	-
10/1/08-3/31/09 2006-HS-13/05-3989		-	-	10,000	4,142	-	4,142	10,000
7/1/07-1/31/08 2005-HS-05/13-2554		28,182	-	-	-	28,182	-	-
Total Department of Homeland Security		52,215	-	107,306	46,306	149,521	46,306	10,000
<b>TOTAL FEDERAL AWARDS</b>		<b>\$ 625,078</b>	<b>\$ (6,365)</b>	<b>\$ 8,826,710</b>	<b>\$ 529,897</b>	<b>\$ 9,030,310</b>	<b>\$ 529,897</b>	<b>\$ 415,113</b>

\*\* Major State Financial Assistance Program

**BARRON COUNTY, WISCONSIN  
SCHEDULE OF STATE FINANCIAL ASSISTANCE  
YEAR ENDED DECEMBER 31, 2008**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/08	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/08
					Grant Reimburse- ments	Local Share	
<u>Department of Agriculture, Trade and Consumer Protection</u>							
Clean Sweep Program:	115.04						
2008		\$ -	\$ -	\$ 28,200	\$ 28,200	\$ -	\$ -
Soil and Water Resource Management:							
Basic Annual Staffing Grant:	115.15**						
General:							
2008		-	-	300,392	-	192,639	107,753
2007		103,941	-	-	103,941	-	-
LWRM Plan Implementation:	115.40**						
2008		-	-	140,153	-	-	140,153
2007		29,336	-	-	29,336	-	-
Total Department of Agriculture, Trade and Consumer Protection		133,277	-	468,745	161,477	192,639	247,906
<u>Department of Commerce</u>							
Environmental Aids - Private Sewage System:	143.110						
Private Sewage System Grants:							
2/1/07-12/31/08		-	-	24,075	24,075	-	-
Petroleum Cleanup Fund:	143.362						
2008		-	-	10,909	10,909	-	-
Total Department of Commerce		-	-	34,984	34,984	-	-
<u>Department of Natural Resources</u>							
Boating Enforcement Aids:	370.550						
2008		-	-	4,018	4,018	-	-
All-Terrain Vehicle Enforcement Aids:	370.551						
2008		-	-	9,282	9,282	-	-
Snowmobile Enforcement Aids:	370.552						
2008		-	-	8,519	8,519	-	-

**BARRON COUNTY, WISCONSIN  
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)  
YEAR ENDED DECEMBER 31, 2008**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/08	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/08
					Grant Reimburse- ments	Local Share	
<u>Department of Natural Resources (Continued)</u>							
Wildlife Damage Claims and Abatement:	370.553						
Wildlife Damage Program:							
2008		\$ -	\$ -	\$ 29,388	\$ 5,213	\$ -	\$ 24,175
2007		30,777	-	-	30,777	-	-
County Forest Loans:	370.567						
2008		-	-	174,000	174,000	-	-
Urban and Community Forestry:	370.572						
2008		-	-	35,596	35,596	-	-
2007		1,586	(1,586)	1,586	1,586	-	-
Recreation Aids:	370.573						
Lumbering Hall of Fame Grant:							
12/27/07-6/30/09	#RBF-1201	-	-	234,334	73,787	117,167	43,380
Snowmobile Trails and Areas:	370.574						
7/1/07-6/30/08	#S-3497	16,103	-	36,996	51,352	-	1,747
7/1/06-6/30/07	#S-3368	(1,877)	-	-	-	-	(1,877)
7/1/08-6/30/09	#S-3628	-	-	40,876	38,713	-	2,163
10/23/08-6/30/10	#S-3692	-	-	-	2,363	-	(2,363)
All-Terrain Vehicle Aids (Transp. Fd.):	370.576						
12/1/08-6/30/10	#ATV-1856	-	-	-	9,959	-	(9,959)
11/10/08-6/30/11	#ATV-1855	-	-	7,328	19,988	-	(12,660)
10/23/08-6/30/10	#ATV-1846	-	-	-	1,575	-	(1,575)
7/1/08-6/30/09	#ATV-1790	-	-	3,060	1,540	-	1,520
5/28/08-6/30/09	#ATV-1773	-	-	11,341	20,360	-	(9,019)
7/1/08-6/30/09	#ATV-1748	-	-	325	1,840	-	(1,515)
7/1/08-6/30/09	#ATV-1747	-	-	15,919	7,111	-	8,808
5/19/08-6/30/09	#ATV-1735	-	-	13,674	13,674	-	-
2/18/08-3/30/09	#ATV-1673	-	-	73,132	73,132	-	-
7/2/07-6/30/08	#ATV-1660	(1,207)	-	2,453	1,246	-	-
7/2/07-6/30/08	#ATV-1618	(700)	(397)	1,765	59	883	(274)

**BARRON COUNTY, WISCONSIN  
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)  
YEAR ENDED DECEMBER 31, 2008**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued	Prior Years Adjustments	Expenditures	Receipts		Accrued
		(Deferred) Reimbursements 1/1/08			Grant Reimburse- ments	Local Share	(Deferred) Reimbursements 12/31/08
<b>Department of Natural Resources (Continued)</b>							
Recreation Aids: (Continued)							
All-Terrain Vehicle Aids (Transp. Fd.): (Continued)							
7/2/07-6/30/08	#ATV-1617	\$ 3,275	\$ -	\$ 2,682	\$ 5,957	\$ -	\$ -
1/30/07-6/30/08	#ATV-1591	6,328	-	7,657	13,995	-	(10)
9/13/05-6/30/07	#ATV-1447	20,484	-	10,788	31,272	-	-
7/1/05-6/30/06	#ATV-1379	(2,025)	-	-	-	-	(2,025)
3/25/05-6/30/07	#ATV-1373	(313)	-	-	-	-	(313)
11/24/03-6/30/04	#ATV-1220	(100)	-	-	-	-	(100)
Local Water Quality Planning:	370.604						
Silver Lake Water Quality Study:							
9/1/04-12/31/09	LPT-270-05	28,000	-	18,200	28,000	-	18,200
Municipal and County Recycling Aids:	370.670**						
2008		-	-	274,704	129,167	145,537	-
Total Department of Natural Resources		100,331	(1,983)	1,017,623	794,081	263,587	58,303
<b>Department of Transportation</b>							
Elderly and Handicapped County Aids:	395.101**						
Elderly and Handicapped Transportation:							
2008		(17,255)	-	127,563	126,118	25,224	(41,034)
Supplemental Transportation Rural Assistance Program:	395.202						
2008		-	-	1,121	1,121	-	-
2007		273	-	-	273	-	-
DOT Project 1008-00-00:							
NW WI Intelligent Transportation Systems Upgrade:							
11/05-Completion of Project		1,329	-	49,162	25,457	24,581	453
Total Department of Transportation		(15,653)	-	177,846	152,969	49,805	(40,581)

**BARRON COUNTY, WISCONSIN  
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)  
YEAR ENDED DECEMBER 31, 2008**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/08	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/08
					Grant Reimburse- ments	Local Share	
<u>Department of Corrections</u>							
Community Intervention-Capacity Building:	410.302						
7/1/08-6/30/09		\$ -	\$ -	\$ 13,840	\$ 10,710	\$ -	\$ 3,130
7/1/07-6/30/08		1,320	-	16,065	13,350	4,035	-
AODA Group Intensive:	410.411						
2008		-	-	11,463	11,463	-	-
Youth Aids Community:	410.313**						
Community Allocation:							
2008		-	-	1,471,509	576,050	1,001,906	(106,447)
2007		5,394	-	-	5,394	-	-
AODA Allocation:							
2008		-	-	11,816	11,816	-	-
2007		(2,843)	-	-	(2,843)	-	-
Total Department of Corrections		3,871	-	1,524,693	625,940	1,005,941	(103,317)
<u>Department of Health Services</u>							
Income Maintenance Contract:							
Funeral/Cemetery W-2 and Non W-2:	435.105						
2008		-	-	84,141	70,776	-	13,365
2007		4,442	-	-	4,442	-	-
Medicaid Transportation:	435.131						
2008		-	-	136,914	132,786	-	4,128
2007		3,393	-	-	3,393	-	-
Medicaid Transportation Administration:	435.132						
2008		-	-	9,311	6,825	-	2,486
2007		2,421	-	-	2,421	-	-
Fluoride Rinse Program:	435.151735						
2008		-	-	663	1,281	-	(618)
WIC Farmers Market Grant:	435.154720						
2008		-	-	1,792	1,466	-	326

**BARRON COUNTY, WISCONSIN  
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)  
YEAR ENDED DECEMBER 31, 2008**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/08	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/08
					Grant Reimburse- ments	Local Share	
<u>Department of Health Services (Continued)</u>							
WI Well Woman Program GPR: 2008	435.157000	\$ -	\$ -	\$ 24,082	\$ 24,079	\$ -	\$ 3
Lead Poisoning - Consolidated Contract: 2008	435.157720	-	-	6,719	6,719	-	-
TPCP Wisconsin WINS Initiative: 2008	435.158117	-	-	3,000	3,000	-	-
TPCP COM Intervention LHD: 2008	435.158125	-	-	5,782	2,891	-	2,891
Maternal and Child Health Services Block Grant - Consolidated Contract: 2008	435.159320	-	-	1,489	1,489	-	-
Maternal and Child Health Services Block Grant - Consolidated Contract: 2008	435.159326	-	-	24,607	24,607	-	-
Income Maintenance Contract: Available Allocation State Share: 2008	435.283**	-	-	531,308	302,354	228,214	740
2007		1,483	-	-	1,483	-	-
Available Allocation Federal Share: 2008	435.284	-	-	9,404	8,381	-	1,023
2007		915	-	-	915	-	-
Medicaid Subrogation Collections: 2008	435.291	-	-	(3,895)	(2,736)	(584)	(575)
2007		(309)	-	-	(309)	-	-
AW DOJ Fingerprint Background: 2008	435.324	-	-	910	569	-	341
COP-W GPR: 2008	435.338**	-	-	246,690	255,684	-	(8,994)
2007		(14,005)	-	-	(14,005)	-	-

**BARRON COUNTY, WISCONSIN  
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)  
YEAR ENDED DECEMBER 31, 2008**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/08	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/08
					Grant Reimburse- ments	Local Share	
<b>Department of Health Services (Continued)</b>							
Children and Families Incentive:	435.342						
2008		\$ -	\$ -	\$ 135,153	\$ 104,754	\$ 18,888	\$ 11,511
CIP II Non Federal:	435.348**						
2008		-	-	169,881	194,180	-	(24,299)
2007		(10,014)	-	-	(10,014)	-	-
Community Options Program:	435.367**						
2008		-	-	502,426	502,296	-	130
2007		19,988	-	-	19,988	-	-
CIP II Community Relocate Nonfederal:	435.369						
2008		-	-	83,146	46,955	-	36,191
2007		12,374	-	-	12,374	-	-
CIP II Diversions Non-Fed:	435.375						
2008		-	-	29,583	26,136	-	3,447
2007		(2,918)	-	-	(2,918)	-	-
Kinship Care Base Benefit:	435.377						
2008		-	-	160,239	140,746	-	19,493
2007		6,477	-	-	6,477	-	-
Kinship Care Assessments:	435.380						
2008		-	-	21,437	9,501	11,936	-
ICFMR Nonfed:	435.407						
2008		-	-	79,079	25,086	-	53,993
Children Long Term Support GPR:	435.450						
2008		-	-	14,124	18,050	-	(3,926)
2007		(3,899)	-	-	(3,899)	-	-
Children Long Term Support Non Fed:	435.460						
2008		-	-	19,285	18,196	-	1,089
2007		1,997	-	-	1,997	-	-
Children Long Term Support Mental Health Non Fed:	435.461						
2008		-	-	4,622	11,169	-	(6,547)

**BARRON COUNTY, WISCONSIN  
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)  
YEAR ENDED DECEMBER 31, 2008**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred)	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred)
		Reimbursements 1/1/08			Grant Reimburse- ments	Local Share	Reimbursements 12/31/08
<u>Department of Health Services (Continued)</u>							
Children Long Term Support Physical Disability Non Fed: 2008	435.462	\$ -	\$ -	\$ 4,622	\$ 10,854	\$ -	\$ (6,232)
Brain Injury Waiver: 2008	435.506**	-	-	69,480	71,354	-	(1,874)
2007		(2,607)	-	-	(2,607)	-	-
Birth-to-Three Initiative: 2008	435.550	-	-	55,836	55,836	-	-
Aging and Disability Resource Center: 2008	435.560100**	-	-	268,884	269,949	-	(1,065)
Aging and Disability Resource Center Prevention Grant: 2008	435.560104**	-	-	71,329	61,491	-	9,838
Aging and Disability Resource Center Prevention: 2008	435.560204**	-	-	119,387	119,387	-	-
Basic County Allocation: 2008	435.561**	-	-	1,245,917	1,245,917	-	-
CIP 1B: 2008	435.564**	-	-	537,799	487,413	-	50,386
IMD-OBRA Relocations: 2008	435.571	-	-	35,443	8,861	-	26,582
2007		26,582	-	-	26,582	-	-
Family Support Program: 2008	435.577	-	-	48,783	32,854	-	15,929
2007		11,635	-	-	11,635	-	-
CIP 1A: 2008	435.580**	-	-	494,505	494,505	-	-
Domestic Abuse: 2008	435.60010	-	-	60,932	40,000	20,932	-
Community Services and MH Services: Human Services Contract: State/County Match: 2008	435.681**	-	-	5,216,629	217,139	4,999,490	-

**BARRON COUNTY, WISCONSIN  
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)  
YEAR ENDED DECEMBER 31, 2008**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/08	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/08
					Grant Reimburse- ments	Local Share	
<u>Department of Health Services (Continued)</u>							
Income Maintenance Contract:							
Program Integrity:	435.750						
2008		\$ -	\$ -	\$ 5,664	\$ 5,739	\$ -	\$ (75)
2007		2,239	-	-	2,239	-	-
Liquidated Damages:	435.908						
2008		-	-	(750)	-	-	(750)
Fraud Contract:	435.950						
2008		-	-	4,198	4,198	-	-
2007		4,268	-	-	4,268	-	-
Passed through Area Agency on Aging:							
Elderly Benefit Specialist Program:	435.560320						
2008		-	-	31,350	19,686	3,135	8,529
State Senior Community Services:	435.560330						
2008		-	-	10,352	3,609	1,036	5,707
2007		760	-	-	760	-	-
Congregate Nutrition III C-1:	435.560350						
2008		-	-	120,923	75,132	45,791	-
2007		406	-	-	406	-	-
Community Services and MH Services:							
Alzheimer's Family Support:	435.560381						
2008		-	-	19,707	10,652	-	9,055
2007		2,256	-	-	2,256	-	-
State Elder Abuse Services:	435.560490						
2008		-	-	34,178	22,807	8,371	3,000
2007		3,012	-	-	3,012	-	-
Total Department of Health and Family Services		70,896	-	10,757,060	5,265,519	5,337,209	225,228

**BARRON COUNTY, WISCONSIN  
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)  
YEAR ENDED DECEMBER 31, 2008**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/08	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/08
					Grant Reimburse- ments	Local Share	
<u>Department of Workforce Development</u>							
Child Support Enforcement: Child Support-State Share: 2008	445.301**	\$ -	\$ -	\$ 51,156	\$ 50,783	\$ -	\$ 373
<u>Department of Justice</u>							
County Law Enforcement Services Grant: 1/1/07-12/31/07 TC-07-NW-0007	455.226	(16,585)	-	16,585	-	-	-
Law Enforcement Training: 2008	455.231	-	-	11,400	11,400	-	-
Victim and Witness Assistance Program-A Program Plus 2008	455.503, 532, 539	-	-	76,785	20,643	34,319	21,823
2007		20,524	-	-	20,524	-	-
Total Department of Justice		3,939	-	104,770	52,567	34,319	21,823
<u>Department of Military Affairs</u>							
Emergency Response Equipment: Computer and Hazmat Equipment: 2008	465.308	-	-	29,291	-	19,291	10,000
2007		10,000	-	-	10,000	-	-
Emergency Response Training: Hazmat Training: 10/1/08-9/30/09	465.310	-	-	1,049	1,049	-	-
10/1/07-9/30/08		-	-	2,678	2,678	-	-
Emergency Planning Grant Program: LEPC Emergency Planning Grant: 10/1/07-9/30/08	465.337	-	-	27,959	5,826	16,307	5,826
10/1/06-9/30/07		5,868	-	-	5,868	-	-
Total Department of Military Affairs		15,868	-	60,977	25,421	35,598	15,826

**BARRON COUNTY, WISCONSIN  
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)  
YEAR ENDED DECEMBER 31, 2008**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/08	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/08
					Grant Reimburse- ments	Local Share	
<b>Department of Administration</b>							
Public Benefits:	505.371						
10/1/08-9/30/09		\$ -	\$ -	\$ 6,829	\$ 3,694	\$ -	\$ 3,135
10/1/07-9/30/08		1,568	-	9,494	11,062	-	-
Land Information Board Grants:	505.116						
2008		-	-	319	619	-	(300)
2007		(300)	-	300	-	-	-
Passed Through West Central Regional Planning:							
Comprehensive Planning Grants:	505.110						
2008		-	-	19,646	9,823	9,823	-
Total Department of Administration		1,268	-	36,588	25,198	9,823	2,835
<b>Public Service Commission</b>							
Wireless 911 (E-911):							
9/30/03-1/31/09	None	225,004	-	64,552	226,592	-	62,964
Subtotal State Financial Assistance		\$ 538,801	\$ (1,983)	14,298,994	\$ 7,415,531	\$ 6,928,921	\$ 491,360
Deduct: Local Share of Expenditures				(6,928,921)			
<b>TOTAL STATE FINANCIAL ASSISTANCE EXPENDITURES</b>				<b>\$ 7,370,073</b>			

**BARRON COUNTY, WISCONSIN**  
**NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND**  
**STATE FINANCIAL ASSISTANCE**  
**DECEMBER 31, 2008**

**NOTE 1 REPORTING ENTITY**

Barron County (County) is governed by a board of supervisors consisting of twenty-nine elected members.

The financial reporting entity for the County is based upon criteria set forth in generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The financial reporting entity is defined by GASB to consist of (a) the primary government, (b) organizations for which the primary government is financially accountable and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The basic financial statements of the County consist solely of the primary government. No other organizations were identified for inclusion in the financial reporting entity of the County.

**NOTE 2 BASIS OF PRESENTATION**

The schedules of expenditures of federal awards and state financial assistance have been presented on a basis to reflect the flow of available funds in the individual programs as follows:

**Expenditures** – Expenditures are presented on the accrual basis of accounting. Grant expenditures represent the amount of program funds expended during the year.

**Receipts** – Receipts recorded under the Grant Reimbursement category represent actual program funds received by the County during the year. Receipts recorded under the Local Share category represent the amounts of local funds used to finance the County's share of program expenditures.

**Accrued Reimbursement** – Amounts recorded as accrued reimbursements represent the excess of program funds expended over available program funds. Such amounts represent program funds receivable by the County.

**Deferred Reimbursement** – Amounts recorded as deferred reimbursements represent available (unexpended) program funds held by the County.

**NOTE 3 ADJUSTMENTS TO BEGINNING ACCRUED (DEFERRED) REIMBURSEMENT**

Prior year adjustments included in the schedules of expenditures of federal awards and state financial assistance represent adjustments to the January 1, 2008 accrued (deferred) reimbursement balances of the individual programs based on subsequent funding of the programs in 2008 and/or adjustment of accruals resulting from prior year audit findings.

**BARRON COUNTY, WISCONSIN  
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND  
STATE FINANCIAL ASSISTANCE  
DECEMBER 31, 2008**

**NOTE 4 CDBG REVOLVING LOAN FUND**

**Housing Rehabilitation**

The County was awarded Community Development Block Grants (CDBG) for financing housing rehabilitation loans. Repayments received on the loans are recorded in separate revolving loan funds by the County and are used to finance similar loans in accordance with the original grant agreements. At December 31, 2008 the revolving loan fund had a balance of \$44,390 and outstanding loans totaled \$651,011 at that date as described below:

**Owner Occupied Loans.** The County had 77 owner-occupied mortgage loans outstanding at December 31, 2008 totaling \$651,011. These notes become due and payable in full only "in the event that the maker:

- a. No longer continues to occupy the premises securing this note as a full-time residence, or
- b. Transfers any legal or equitable interest in the mortgage premises to anyone for any reason."

Transactions of the revolving loan fund for the year ending December 31, 2008 are summarized as follows:

Balance January 1, 2008	\$	68,672
Loan Repayments		16,099
Interest on Loans		1,012
Loans Made from Fund		(39,905)
Administration Paid from Fund		(1,488)
Balance December 31, 2008	<u>\$</u>	<u>44,390</u>

The above transactions are not included in the schedule of expenditures of federal awards.

**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**

The County Board  
Barron County, Wisconsin

We have audited the financial statements of the governmental activities, business activities, each major fund and the aggregate remaining fund information of Barron County, Wisconsin (County) as of and for the year ended December 31, 2008, which collectively comprise the County's basic financial statements and have issued our report thereon dated July 1, 2009. 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 internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the County's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accounting principles such there is more than a remote likelihood that a misstatement of the County's financial statements that is more than inconsequential will not be prevented or detected by the County's internal control over financial reporting. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs listed as Findings 2008-1 through 2008-3 to be significant deficiencies in internal control over financial reporting.

### **Internal Control Over Financial Reporting (Continued)**

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the County's internal control. Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we consider the significant deficiencies described in the accompanying Schedule of Findings and Questioned Costs as Findings 2008-1 and 2008-2 to be material weaknesses.

### **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 written 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 them.

This report is intended solely for the information and use of the governing board and management of the County and the 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.

*LarsonAllen LLP*

**LarsonAllen LLP**

Eau Claire, Wisconsin  
July 1, 2009

**REPORT ON COMPLIANCE WITH REQUIREMENTS  
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL  
OVER COMPLIANCE IN ACCORDANCE WITH *OMB CIRCULAR A-133*  
AND STATE SINGLE AUDIT GUIDELINES**

The County Board  
Barron County, Wisconsin

**Compliance**

We have audited the compliance of Barron County, Wisconsin (County) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal program for the year ended December 31, 2008. We have also audited the County's compliance with types of compliance requirements described in the *State Single Audit Guidelines*, issued by the Wisconsin Department of Administration that are applicable to each of its major state programs (including federal programs required to be tested as major state programs) for the same period. The County's major federal programs and major state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal and state 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; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the *State Single Audit Guidelines*, issued by the Wisconsin Department of Administration. Those standards, OMB Circular A-133 and state guidelines 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 or state 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 on the County's compliance with those requirements.

In our opinion the County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal and state programs for the year ended December 31, 2008.

**Internal Control Over Compliance**

The management of the County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal and state programs. In planning and performing our audit, we considered the County's internal control over compliance with requirements that could have a direct and material effect on a major federal or state program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, 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 *control deficiency* in an County's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal and state program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the County's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal or state program that is more than inconsequential will not be prevented or detected by the County's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented or detected by the County's internal control.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

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

*LarsonAllen LLP*

**LarsonAllen LLP**

Eau Claire, Wisconsin  
July 1, 2009

**BARRON COUNTY, WISCONSIN  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
DECEMBER 31, 2008**

**PART I: SUMMARY OF AUDITOR'S RESULTS**

1. The auditors' report expresses an unqualified opinion on the basic financial statements of the County.
2. Significant deficiencies in internal control over financial reporting were disclosed during the audit of the financial statements and are listed as Findings 2008-1 through 2008-3. Findings 2008-1 and 2008-2 are considered to be material weaknesses.
3. No instances of noncompliance material to the financial statements of the County were disclosed during the audit.
4. No significant deficiencies were disclosed during the audit of the major federal award programs or the major state financial assistance programs.
5. The auditors' report on compliance for the major federal award programs and the major state financial assistance programs for the County expresses an unqualified opinion.
6. The federal programs tested as major programs and the state programs tested as major programs, including federal programs tested as state major programs, are presented in the "Summary of Federal and State Programs Tested as Major Programs" which follows this schedule.
7. The threshold for distinguishing Types A and B programs was \$300,000 for federal award programs and \$100,000 for state financial assistance programs for non DHFS programs and \$163,000 for DHFS programs.
8. The County didn't qualify as a low-risk auditee as defined in OMB Circular A-133.
9. A summary schedule of prior year audit findings has not been included since there were no prior year findings related to major federal awards and major state financial assistance. Prior year findings related to the financial statements were the same as those presented in the current year.

**BARRON COUNTY, WISCONSIN  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
DECEMBER 31, 2008**

**PART II: FINDINGS RELATED TO THE FINANCIAL STATEMENTS:**

**FINDING: 2008-1      Annual Financial Reporting Under Generally Accepted Accounting Principles (GAAP)**

**Condition:**            The County does not have an internal control policy in place over annual financial reporting under GAAP, therefore, the potential exists that a material misstatement of the annual financial statements could occur and not be prevented or detected by the County's internal controls.

**Criteria:**             The County must be able to prevent or detect a material misstatement in the annual financial statements, including footnote disclosures.

**Context:**             The County has informed us that they do not have an internal control policy in place over the annual financial reporting and that they currently rely upon the audit firm to prepare the annual financial statements and related footnote disclosures.

**Effect:**                No effect on the financial statements.

**Cause:**                The County relies on the audit firm to prepare the annual financial statements and related footnote disclosures. However, they have reviewed and approved the annual financial statements and the related footnote disclosures.

**Recommendation:**    The County should continue to evaluate their internal staff and expertise to determine if an internal control policy over the annual financial reporting is beneficial.

**Auditee Response:**    The County agrees with the finding. The County will continue to rely upon the audit firm to prepare the financial statements and related footnote disclosures and will review and approve these prior to the issuance of the annual financial statements.

**BARRON COUNTY, WISCONSIN  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
DECEMBER 31, 2008**

**PART II: FINDINGS RELATED TO THE FINANCIAL STATEMENTS: (CONTINUED)**

**FINDING: 2008-2    Material Audit Adjustments**

**Condition:**            The audit firm proposed and the County posted to its general ledger accounts adjusting journal entries for correcting certain misstatements. These adjustments were considered to be material for the fair presentation of the financial statements.

**Criteria:**            The County should have controls in place to prevent or detect a material misstatement in the financial statements in a timely manner.

**Context:**            The County has informed us that they will continue to rely upon the audit firm to propose such audit adjustments as are necessary to adjust accounts in accordance with GAAP. Management will review and approve those entries prior to recording them.

**Effect:**            The County's financial records were materially adjusted during the audit to produce financial statements in accordance with Generally Accepted Accounting Principles (GAAP).

**Cause:**            See Context above.

**Recommendation:** The County should continue to evaluate its internal control processes to determine if additional internal control procedures should be implemented to ensure that accounts are adjusted to their appropriate year end balances in accordance with GAAP.

**Auditee Response:** The County agrees with the finding. The County will continue to rely upon the audit firm to propose audit adjustments necessary to adjust accounts in accordance with GAAP and will review and approve these entries prior to recording them. Management will also strive to minimize the number and amount of adjustments necessary to adjust accounts.

**BARRON COUNTY, WISCONSIN  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
DECEMBER 31, 2008**

**PART II: FINDINGS RELATED TO THE FINANCIAL STATEMENTS: (CONTINUED)**

**FINDING: 2008-3      Limited Segregation Of Duties**

**Condition:**            In some of the smaller County offices (i.e., register of probate, zoning and aging) the available staff precludes a proper separation of duties to assure adequate internal control.

**Criteria:**             Generally, a system of internal control contemplates separation of duties such that no individual has responsibility to execute a transaction, have physical access to the related assets, and have responsibility or authority to record the transaction.

**Context:**             The limited size of the County's limited staff in some departments responsible for accounting and financial duties precludes a complete segregation of incompatible duties. The County has informed us that it may not be cost effective to hire the additional personnel required to achieve complete segregation of duties.

**Effect:**                The impact on the financial statements has not been determined.

**Cause:**                See Condition above.

**Recommendation:** The County should continue to evaluate its staffing in order to segregate incompatible duties whenever possible.

**Auditee Response:** The County agrees with the finding. The County will continue to work to achieve segregation of duties whenever cost effective.

**PART III: FINDINGS RELATED TO MAJOR FEDERAL AWARD PROGRAMS:**

None.

**PART IV: FINDINGS RELATED TO MAJOR STATE FINANCIAL ASSISTANCE PROGRAMS:**

None.

**BARRON COUNTY, WISCONSIN  
SUMMARY OF FEDERAL AND STATE PROGRAMS TESTED AS MAJOR PROGRAMS  
DECEMBER 31, 2008**

<u>CFDA #</u>	<u>Program Title</u>	<u>Amount</u>
20.205	Highway Planning and Construction	\$ 630,982
93.563	Child Support Enforcement	359,513
93.778	Medical Assistance Program	5,743,064
		<u>\$ 6,733,559</u>

**STATE PROGRAMS**

The following federal and state programs were tested as major state programs:

<u>CFDA #/ State ID #</u>	<u>Program Title</u>	<u>Amount</u>
State Programs on Schedule of State Financial Assistance:		
115.15	Soil and Water Resource Management - Basic Annual Staffing Grant	\$ 107,753
115.40	Land and Water Resource Management Projects	140,153
370.573	Lumbering Hall of Fame Boat Landing Grant	117,167
370.670	Recycling	129,167
395.101	Elderly and Handicapped Transportation	126,118
410.313	Youth Aids Community	481,419
435.283	IM Available Allocation	303,094
435.338	COP-W GPR	246,690
435.348	CIP II	169,881
435.367	Community Options Program	502,426
435.377	Kinship Care	160,239
435.506	Brain Injury Waiver	69,480
435.561	Basic County Allocation	1,245,917
435.564	CIP 1B	537,799
435.580	CIP 1A	494,505
435.560100	Aging and Disability Resource Center	268,884
435.681	Community Services and MH Services - State/County Match	217,139
445.350	Child Support Enforcement - IV-D	51,156
		<u>\$ 5,368,987</u>
Federal Programs on Schedule of Expenditures of Federal Awards:		
93.563	Child Support Enforcement	359,513
93.596	Child Care and Development Fund	40,804
93.645	Child Welfare Services (Youth Aids Community)	7,445
93.658	Foster Care IV-E (Youth Aids Community)	7,445
93.778	Medical Assistance Program - Human Services Contract	3,792,207
93.778	Medical Assistance Program - Personal Care Program	889,364
93.778	Medical Assistance Program - Income Maintenance	423,243
93.778	Medical Assistance Program - Case Management	111,408
93.778	Medical Assistance Program - Aging and Disability Resource Center	135,156
93.778	Medical Assistance Program - WI Medicare Cost Reporting	390,196
		<u>6,156,781</u>
		<u>\$ 11,525,768</u>