

BARRON COUNTY, WISCONSIN
FEDERAL AND STATE SINGLE AUDIT REPORTS
YEAR ENDED DECEMBER 31, 2010

**BARRON COUNTY, WISCONSIN
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DECEMBER 31, 2010**

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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, 2010, which collectively comprise the County's basic financial statements, and have issued our report thereon dated July 18, 2011. 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 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 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 18, 2011

(1)



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**BARRON COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2010**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred)		Expenditures		Receipts		Accrued (Deferred) Reimbursement 12/31/10
		Reimbursements 1/1/10	Prior Years Adjustments	Federal	Local	Grant Reimburse- ments	Local Share	
<u>Department of Agriculture</u>								
Direct Grant:								
Environmental Quality Incentives Program: 2010	10.912	\$ -	\$ -	\$ 8,655	\$ 8,655	\$ 8,655	\$ 8,655	\$ -
Passed through Wisconsin Department of Health and Family Services:								
Special Supplemental Food Program for Women, Infants and Children: 2010	10.557	-	-	239,848	42,487	239,848	42,487	-
State Matching Grant for Food Stamp Program: Human Services Contract: 2010	10.561	-	-	263,442	19,028	246,149	19,028	17,293
2009		7,340	-	-	-	7,340	-	-
WIC Farmers' Market Nutrition Program (FMNP) 2010	10.572	-	-	223	-	223	-	-
Total Department of Agriculture		7,340	-	512,168	70,170	502,215	70,170	17,293
<u>Department of Justice</u>								
Direct Grant:								
State Criminal Alien Assistance Program: 1/31/09-12/31/09 2009-F1516-WI-DJ	16.606	-	-	5,386	-	5,386	-	-
Drug Forfeitures Equitable Sharing: 2010	16.none	-	-	2,005	-	2,005	-	-
Passed through Wisconsin Department of Justice:								
Bulletproof Vest: 2010	16.607	-	-	1,762	3,638	1,762	3,638	-
CEASE Grant: 2010	16.none	-	-	507	-	507	-	-
Passed through Rusk County:								
COPS-Methamphetamine Prevention, Enforcement, and Drug Court Initiative: 2009	16.710	-	-	35,974	-	27,861	-	8,113
2010		-	7,732	10,517	-	18,249	-	-
Intoxicated Driver Incentive 2010	16.804	-	-	4,317	-	4,317	-	-
Total Department of Justice		-	7,732	60,468	3,638	60,087	3,638	8,113

**BARRON COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred)		Expenditures		Receipts		Accrued (Deferred) Reimbursement 12/31/10
		Reimbursements 1/1/10	Prior Years Adjustments	Federal	Local	Grant Reimburse- ments	Local Share	
Department of Transportation								
Passed through Wisconsin Department of Transportation:								
YA Card Enforcement Grant:	16.727							
10/5/09 - 9/30/10		\$ 1,714	\$ -	\$ 7,576	\$ -	\$ 9,290	\$ -	\$ -
Highway Planning and Construction:	20.205							
Project #8816-00-70		354,313	-	-	-	341,658	-	12,655
Project #8815-01-73		169,018	-	-	-	169,018	-	-
Click it or Ticket Mobilization Project:	20.600 (A)							
10/1/10 - 9/30/11		-	-	1,953	-	-	-	1,953
10/1/09 - 9/30/10		4,228	-	13,116	-	17,344	-	-
Child Safety and Child Booster Seats Incentive Grants:	20.613 (A)							
2010		-	-	3,133	-	3,133	-	-
Total Department of Transportation		529,273	-	25,778	-	540,443	-	14,608
Department of Education								
Passed through Wisconsin Department of Health and Family Services:								
Grants for Infants and Families with Disabilities:	84.181 (B)							
Birth-to-Three Initiative:								
2010		-	-	48,156	-	48,156	-	-
American Recovery Reinvestment Act:								
Birth-to-Three Initiative:	84.393 (B)							
2010		-	-	18,070	4,183	17,702	4,183	368
Total Department of Education		-	-	66,226	4,183	65,858	4,183	368

(A) = Highway Safety Cluster
(B) = Early Intervention Services (IDEA) Cluster

**BARRON COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred)		Expenditures		Receipts		Accrued
		Reimbursements	Prior Years	Federal	Local	Grant	Local	Reimbursement
		1/1/10	Adjustments			Reimburse- ments	Share	12/31/10
<u>Department of Health and Human Services</u>								
Passed through Area Agency on Aging:								
Preventive Health - Title III D:	93.043							
2010		\$ -	\$ -	\$ 5,093	\$ 1,084	\$ 4,787	\$ 1,084	\$ 306
2009		935	-	-	-	935	-	-
Supportive Services - Title III B:	93.044 (C)							
2010		-	-	60,200	35,283	46,843	35,283	13,357
2009		15,121	-	-	-	15,121	-	-
Title III - Part C-Nutrition Services:	93.045 (C)							
Congregate Nutrition - Title III C-1:								
2010		-	-	91,920	62,328	91,071	62,328	849
Home Delivered Nutrition - Title III C-2:								
2010		-	-	42,575	4,731	42,575	4,731	-
Caregivers Support:	93.052							
2010		-	-	25,703	8,568	22,469	8,568	3,234
2009		4,280	-	-	-	4,280	-	-
Nutrition Services Incentive Program:	93.053 (C)							
Congregate Nutrition Services:								
10/1/09-9/30/10		-	-	16,462	-	16,462	-	-
Home Delivered Nutrition Services:								
10/1/09-9/30/10		-	-	33,424	-	21,878	-	11,546
Congregate Nutrition Services Stimulus:								
2010		-	-	16,156	-	16,156	-	-
Home Delivered Nutrition Services Stimulus:								
2010		-	-	6,068	-	6,068	-	-

(C) = Aging Cluster

**BARRON COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred)		Expenditures		Receipts		Accrued
		Reimbursements	Prior Years	Federal	Local	Grant	Local	Reimbursement
		1/1/10	Adjustments			Reimburse- ments	Share	12/31/10
Department of Health and Human Services (Continued)								
Passed through Area Agency on Aging: (Continued)								
State Pharmaceutical Assistance:	93.786							
Benefit Specialist Part D (I&A Replacement):								
2010		\$ -	\$ -	\$ 7,614	\$ -	\$ 7,614	\$ -	\$ -
Benefit Specialist Part D (Other Replacement):								
2010		-	-	2,379	-	2,379	-	-
Passed through Wisconsin Department of Health and Family Services:								
Substance Abuse Program:	93.087							
Meth Grant Cooperative:								
2010		-	-	20,000	10,593	11,782	10,593	8,218
2009		7,920	-	-	-	7,920	-	-
Coordination and Development of Primary Care Offices:	93.130							
Safe and Stable Families:								
2009		916	-	-	-	916	-	-
Public Health Emergency Preparedness:	93.069							
Bioterrorism Focus A Planning								
2010		13,666	-	19,435	-	33,098	-	3
Local Public Health - PHER								
2010		(21,027)	-	59,764	6,213	94,660	6,213	(55,923)
Substance Abuse and Mental Health Services	93.243							
2010		-	-	65,989	29,250	29,250	29,250	36,739
Childhood Immunization Grants:	93.268 (D)							
Consolidated Contracts:								
2010		-	-	11,595	-	11,593	-	2
Drug Free Communities Support Program:	93.276							
9/30/09-9/29/10		-	-	117,873	-	70,628	-	47,245
Promoting Safe and Stable Families:	93.556							
Human Services Contract:								
2010		-	-	46,350	-	46,350	-	-
2009		8,267	-	-	-	8,267	-	-
Temporary Assistance for Needy Families:	93.558							
Human Services Contract:								
Base Allocation:								
2010		-	-	278,241	13,821	289,594	13,821	(11,353)
2009		34,062	-	-	-	34,062	-	-

(D) = Immunization Cluster

**BARRON COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred)		Expenditures		Receipts		Accrued (Deferred) Reimbursement 12/31/10
		Reimbursements 1/1/10	Prior Years Adjustments	Federal	Local	Grant Reimburse- ments	Local Share	
Department of Health and Human Services (Continued)								
Passed through Wisconsin Department of Health and Family Services: (Continued)								
Chafee Education and Training Vouchers Program:	93.599							
Youth Independent Living:								
2010		\$ -	\$ -	\$ 438	\$ -	\$ 849	\$ -	\$ (411)
Child Welfare Services:	93.645							
Human Services Contract:								
Base Allocation:								
2010		-	-	19,255	-	19,255	-	-
Foster Care - Title IV-E:	93.658**							
Human Services Contract:								
Base Allocation:								
2010		-	-	262,588	-	262,588	-	-
2009		132	-	-	-	132	-	-
DOJ Fingerprint Background Check:								
2010		-	-	171	-	131	-	40
2009		167	-	-	-	167	-	-
TPR Adoption - Federal:								
2010		-	-	1,968	-	-	-	1,968
2009		(3,630)	3,630	-	-	-	-	-
Social Services Block Grant:	93.667**							
Human Services Contract:								
Base Allocation:								
2010		-	-	271,563	-	271,563	-	-

** = Major State Financial Assistance Program

**BARRON COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred)		Expenditures		Receipts		Accrued
		Reimbursements	Prior Years	Federal	Local	Grant	Local	Reimbursement
		1/1/10	Adjustments			Reimburse- ments	Share	12/31/10
Department of Health and Human Services (Continued)								
Passed through Wisconsin Department of Health and Family Services: (Continued)								
Social Services Block Grant:	93.667**							
Aging and Disability Resource Center:								
2010		\$ -	\$ -	\$ 12,416	\$ -	\$ 11,286	\$ -	\$ 1,130
2009		162	-	-	-	162	-	-
Youth Independent Living:	93.674							
Human Services Contract:								
2010		-	-	15,665	-	16,132	-	(467)
2009		10,620	-	-	-	10,620	-	-
State Children's Insurance Program:	93.767							
Human Services Contract:								
2010		-	-	25,731	-	22,989	-	2,742
2009		2,108	-	-	-	2,108	-	-
Medical Assistance Program:	93.778							
Maternal and Child Health Services Block Grant:	**							
2010		-	-	1,353	-	1,353	-	-
Case Management:	**							
2010		-	-	117,272	297,080	102,503	297,080	14,769
2009		4,722	-	-	-	4,722	-	-
Human Services Contract:	**							
2010		-	-	313,395	-	317,475	-	(4,080)
2009		40,221	-	-	-	40,221	-	-
Income Maintenance Contract:	**							
2010		-	-	362,556	409	337,761	409	24,795
2009		19,650	-	-	-	19,650	-	-
Personal Care Program:	**							
2010		-	-	320,517	-	288,892	-	31,625
2009		51,006	(3,791)	-	-	47,215	-	-

** = Major State Financial Assistance Program

**BARRON COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred)		Expenditures		Receipts		Accrued (Deferred)
		Reimbursements	Prior Years	Federal	Local	Grant	Local	Reimbursement
		1/1/10	Adjustments			Reimburse- ments	Share	12/31/10
Department of Health and Human Services (Continued)								
Passed through Wisconsin Department of Health and Family Services: (Continued)								
Medical Assistance Program: (Continued)								
Wisconsin Medicaid Cost Reporting:	93.778							
2010		\$ -	\$ -	\$ 151,721	\$ -	\$ 151,721	\$ -	\$ -
Aging and Disability Resource Center:	**							
2010		-	-	431,936	-	295,789	-	136,147
2009		24,776	-	-	-	24,776	-	-
Aging and Disability Resource Center MIPPA:	**							
2010		-	-	19,204	-	12,963	-	6,241
CMS Research, Demonstrations and Evaluations:	93.779							
CIP II MFP Fed:								
2009		1,919	-	-	-	1,919	-	-
State Health Insurance Assistance Program - Original								
2010		-	-	3,915	-	3,915	-	-
State Health Insurance Assistance Program - Supplemental								
2010		-	-	2,585	-	2,585	-	-
HIV Prevention Activities:	93.940							
2010		-	-	2,427	-	1,869	-	558
Community Mental Health Services Block Grant:	93.958							
Human Services Contract:								
2010		-	-	20,066	-	20,066	-	-
Prevention and Treatment of Substance Abuse:								
Abuse Block Grant:	93.959							
Human Services Contract:								
2010		-	-	114,427	-	114,427	-	-
Methamphetamine Treatment:								
2010		-	-	60,000	10,989	38,149	10,989	21,851
2009		(11,487)	11,487	-	-	-	-	-
Methamphetamine Prevention:								
2010		-	-	3,403	-	1,000	-	2,403
2009		(1,000)	1,000	-	-	-	-	-
Preventive Health and Health Service Block Grant:	93.991							
Consolidated Contracts PHHS:								
2010		-	-	7,327	-	7,322	-	5

** = Major State Financial Assistance Program

**BARRON COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred)		Expenditures		Receipts		Accrued
		Reimbursements	Prior Years			Grant	Local	Reimbursement
		1/1/10	Adjustments	Federal	Local	Reimburse- ments	Share	12/31/10
Department of Health and Human Services (Continued)								
Passed through Wisconsin Department of Health and Family Services: (Continued)								
Maternal and Child Health Service Block Grant:	93.994							
MCH Consolidated Contract:								
2010		\$ -	\$ -	\$ 18,432	\$ -	\$ 18,429	\$ -	\$ 3
Reproductive Health:								
2010		-	-	29,906	3,626	29,906	3,626	-
Fluoride Mouth Rinsing:								
2010		160	-	-	-	160	-	-
Child Support Enforcement Program (Title IV-D):	93.563**							
Regular Program:								
2010		-	-	542,340	109,592	473,030	127,068	51,834
2009		44,392	-	-	-	44,392	-	-
Regular Program - ARRA:								
2009		6,929	-	-	-	6,929	-	-
Refugee Assistance:	93.566							
Refugee Health Screening:								
W-2 Program:								
2010		-	-	2,860	-	2,620	-	240
2009		645	-	-	-	645	-	-

** = Major State Financial Assistance Program

**BARRON COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred)		Expenditures		Receipts		Accrued
		Reimbursements	Prior Years	Federal	Local	Grant	Local	(Deferred)
		1/1/10	Adjustments			Reimburse- ments	Share	Reimbursement 12/31/10
Department of Health and Human Services (Continued)								
Passed through Wisconsin Department of Workforce Development:								
Child Care Development:	93.596							
Human Services Contract:								
W-2 Program:	**							
2010		\$ -	\$ -	\$ 60,893	\$ -	\$ 41,976	\$ -	\$ 18,917
Passed through Wisconsin Department of Administration:								
Low-Income Home Energy Assistance:	93.568							
Non-CARS Reporting:								
10/1/10-9/30/11		-	-	42,268	-	13,756	-	28,512
10/1/09-9/30/10		17,855	-	52,795	41,446	70,650	41,446	-
Passed through Wisconsin Department of Corrections:								
Child Welfare Services:	93.645							
Non-CARS:								
Youth Aids Community:								
2010		-	-	5,580	6,037	5,871	6,037	(291)
2009		(325)	325	-	-	-	-	-
Youth Aids AODA:								
2010		-	-	116	-	116	-	-
2009		(34)	34	-	-	-	-	-
Foster Care - Title IV-E:	93.658**							
Non-CARS:								
Youth Aids Community:								
2010		-	-	5,580	6,037	5,871	6,037	(291)
2009		(325)	325	-	-	-	-	-

** = Major State Financial Assistance Program

**BARRON COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred)		Expenditures		Receipts		Accrued (Deferred) Reimbursement 12/31/10
		Reimbursements 1/1/10	Prior Years Adjustments	Federal	Local	Grant Reimburse- ments	Local Share	
Department of Health and Human Services (Continued)								
Passed through Wisconsin Department of Corrections: (Continued)								
Foster Care - Title IV-E: (Continued)	93.658**							
Non-CARS: (Continued)								
Youth Aids AODA:								
2010		\$ -	\$ -	\$ 116	\$ -	\$ 116	\$ -	\$ -
2009		(34)	34	-	-	-	-	-
American Recovery and Reinvestment Act:								
Immunization	93.712 (D)							
2010		-	-	1,654	6	-	6	1,654
Total Department of Health and Human Services		272,769	13,044	4,231,280	647,093	4,105,500	664,569	394,117
Department of Homeland Security								
Direct Grant:								
American Recovery and Reinvestment Act:								
Emergency Food and Shelter Program:	97.024							
2010		-	-	26,369	-	26,369	-	-
Passed through Wisconsin Department of Military Affairs:								
Emergency Management Performance Grants:	97.042							
10/1/09-9/30/10		-	-	42,697	42,697	21,415	42,697	21,282
Passed through Wisconsin Department of Administration - Office of Justice Assistance:								
Pre-Disaster Mitigation								
2010		-	-	17,813	5,223	-	5,223	17,813
Passed through Wisconsin Department of Administration - Office of Justice Assistance:								
Homeland Security Grant Program:	97.067							
6/1/10 - 9/30/10 2007-HS-05-8147		-	-	43,519	-	43,519	-	-
12/1/09 - 12/26/10 2007-05/13-7473		-	-	140,038	58,824	140,038	58,824	-
Total Department of Homeland Security		-	-	270,436	106,744	231,341	106,744	39,095
TOTAL FEDERAL AWARDS		\$ 809,382	\$ 20,776	\$ 5,166,356	\$ 831,828	\$ 5,505,444	\$ 849,304	\$ 473,594

(D) = Immunization Cluster

** = Major State Financial Assistance Program

**BARRON COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE
YEAR ENDED DECEMBER 31, 2010**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/10	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/10
					Grant Reimburse- ments	Local Share	
<u>Department of Agriculture, Trade and Consumer Protection</u>							
Soil and Water Resource Management:							
Basic Annual Staffing Grant:	115.15**						
General:							
2010		\$ -	\$ -	\$ 176,214	\$ 84,073	\$ 64,540	\$ 27,601
2009		13,785	-	-	13,785	-	-
LWRM Plan Implementation:	115.40**						
2010		-	-	38,996	-	-	38,996
2009		38,488	-	-	38,488	-	-
Total Department of Agriculture, Trade and Consumer Protection		52,273	-	215,210	136,346	64,540	66,597
<u>Department of Commerce</u>							
Environmental Aids - Private Sewage System:	143.110						
Private Sewage System Grants:							
2010		-	-	18,260	18,260	-	-
Total Department of Commerce		-	-	18,260	18,260	-	-
<u>Department of Natural Resources</u>							
Boating Enforcement Aids:	370.550						
2010		-	-	4,840	4,840	-	-
All-Terrain Vehicle Enforcement Aids:	370.551						
2010		-	-	22,489	22,489	-	-
Snowmobile Enforcement Aids:	370.552						
2010		-	-	6,930	6,930	-	-

** = Major State Financial Assistance Program

**BARRON COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/10	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/10
					Grant Reimburse- ments	Local Share	
<u>Department of Natural Resources (Continued)</u>							
Wildlife Damage Claims and Abatement:	370.553						
Wildlife Damage Program:							
2010		\$ -	\$ -	\$ 27,184	\$ -	\$ -	\$ 27,184
2009		20,052	-	-	20,052	-	-
Conservation Aids	370.563						
2010		-	-	1,025	-	-	1,025
Urban and Community Forestry:	370.572						
2010		-	-	24,732	24,732	-	-
Recreation Aids:							
Boating Projects	370.573						
2010		-	-	26,371	26,371	-	-
Snowmobile Trails and Areas:	370.574						
7/1/09-6/30/10	#S-3770	(9,963)	-	72,000	56,524	-	5,513
7/1/10-6/30/11	#S-3897	-	-	22,846	38,713	-	(15,867)
All-Terrain Vehicle Aids (Transp. Fd.):	370.576						
11/9/0-6/30/11	#ATV-1949	6,294	-	-	6,294	-	-
11/6/09-6/30/11	#ATV-1948	(54,114)	-	108,227	54,113	-	-
7/1/09-6/30/10	#ATV-1921	442	(2,949)	4,397	1,890	-	-
7/1/09-6/30/10	#ATV-1879	(275)	-	2,614	81	2,258	-
7/1/09-6/30/10	#ATV-1878	2,353	-	6,332	8,685	-	-
12/1/08-6/30/10	#ATV-1856	-	3,320	-	3,320	-	-
11/10/08-6/30/11	#ATV-1855	6,571	-	-	6,571	-	-
1/13/10-6/30/12	#ATV-1972	-	-	-	139,234	-	(139,234)
7/1/10-6/30/11	#ATV-2031	-	-	-	2,635	-	(2,635)

**BARRON COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred)		Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/10
		Reimbursements 1/1/10	Prior Years Adjustments		Grant Reimburse- ments	Local Share	
<u>Department of Natural Resources (Continued)</u>							
Recreation Aids: (Continued)							
All-Terrain Vehicle Aids (Transp. Fd.): (Continued)							
5/28/08-6/30/09	#ATV-1773	\$ (4,770)	\$ -	\$ 9,679	\$ -	\$ -	\$ 4,909
7/1/10-6/30/11	#ATV-1989	-	-	2,787	2,453	-	334
7/1/10-6/30/11	#ATV-1988	-	-	18,674	12,068	-	6,606
6/30/09-6/30/11	#ATV-1732	16,752	-	-	16,752	-	-
1/13/10-6/30/12	#ATV-1968	-	-	29,519	16,118	-	13,401
1/13/10-6/30/12	#ATV-1971	-	-	537	85,491	-	(84,954)
1/12/10-6/30/12	#ATV-1970	-	-	31,785	76,869	-	(45,084)
Local Water Quality Planning:	370.604						
Silver Lake Water Quality Study:							
9/1/04-12/31/09	LPT-270-05	4,600	-	-	4,600	-	-
Municipal and County Recycling Aids:	370.670**						
2010		-	-	308,465	122,361	186,104	-
Knowles-Nelson Stewardship Program:	370.TA1						
9/15/10-6/30/12	SCF3-1001	-	-	152,879	-	76,562	76,317
Total Department of Natural Resources		(12,058)	371	884,312	760,186	264,924	(152,485)
<u>Department of Transportation</u>							
Elderly and Handicapped County Aids:	395.101**						
Elderly and Handicapped Transportation:							
2010		(19,380)	19,380	157,841	131,534	26,307	-

** = Major State Financial Assistance Program

**BARRON COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/10	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/10
					Grant Reimburse- ments	Local Share	
Department of Corrections							
Community Intervention-Capacity Building:	410.302						
7/1/10-6/30/11		\$ -	\$ -	\$ 18,570	\$ 7,340	\$ 5,040	\$ 6,190
7/1/09-6/30/10		9,355	-	18,570	9,355	18,570	-
AODA Group Intensive:	410.411						
2010		-	-	18,746	14,033	567	4,146
Youth Aids Community:	410.313						
Community Allocation:							
2010		-	-	1,032,863	522,003	536,746	(25,886)
2009		(3,384)	3,384	-	-	-	-
AODA Allocation:							
2010		-	-	10,326	10,326	-	-
2009		(2,613)	2,613	-	-	-	-
Total Department of Corrections		3,358	5,997	1,099,075	563,057	560,923	(15,550)
Department of Children and Families							
E-Wisacwis	427.3604						
2010		-	-	20,000	15,000	-	5,000
Total Department of Children and Families		-	-	20,000	15,000	-	5,000
Department of Health Services							
Income Maintenance Contract:							
Funeral/Cemetery W-2 and Non W-2:	435.105						
2010		-	-	84,721	87,275	-	(2,554)
2009		13,365	-	-	13,365	-	-
Medicaid Transportation:	435.131**						
2010		-	-	112,911	116,016	-	(3,105)
2009		2,064	-	-	2,064	-	-
Medicaid Transportation Administration:	435.132						
2010		-	-	7,426	5,582	-	1,844
2009		1,243	-	-	1,243	-	-
FSET Administration GPR/FED Base	435.231						
2010		-	-	25,798	27,313	-	(1,515)
FSET Transportation GPR/FED Base	435.233						
2010		-	-	10,394	8,926	-	1,468
FSET Retention GPR/FED Base	435.235						
2010		-	-	5,096	5,624	-	(528)

** = Major State Financial Assistance Program

**BARRON COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred)	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred)
		Reimbursements 1/1/10			Grant Reimburse- ments	Local Share	Reimbursements 12/31/10
<u>Department of Health Services (Continued)</u>							
Fluoride Rinse Program:	435.151735						
2010		\$ -	\$ -	\$ 1,772	\$ 2,369	\$ -	\$ (597)
2009		687	-	-	687	-	-
WIC Farmers Market Grant:	435.154720						
2010		-	-	1,570	1,569	1	-
WI Well Woman Program GPR:	435.157000						
2010		-	-	24,082	24,075	-	7
Lead Poisoning - Consolidated Contract:	435.157720						
2010		-	-	7,493	7,489	-	4
TPCP WI WINS:							
2010	435.158127	-	-	781	1,659	-	(878)
Maternal and Child Health Services Block Grant - Consolidated Contract:	435.159320						
2010		-	-	1,353	1,353	-	-
Maternal and Child Health Services Block Grant - Reproductive Health:	435.159321						
2010		-	-	27,678	24,242	3,436	-
Income Maintenance Contract:							
Available Allocation State Share:	435.283**						
2010		-	-	418,791	271,777	147,014	-
2009		740	-	-	740	-	-
Available Allocation Federal Share:	435.284**						
2010		-	-	20,007	17,875	-	2,132
2009		365	-	-	365	-	-
Medicaid Subrogation Collections:	435.291						
2010		-	-	(1,910)	(2,319)	409	-
2009		(233)	-	-	(233)	-	-
Adult Protective Services:	435.312						
2010		-	-	41,501	41,501	-	-
AW DOJ Fingerprint Background:	435.324						
2009		341	-	-	341	-	-
COP-W GPR:	435.338						
2009		(8,994)	-	-	(8,994)	-	-

** = Major State Financial Assistance Program

**BARRON COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/10	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/10
					Grant Reimburse- ments	Local Share	
Department of Health Services (Continued)							
Children and Families Incentive:	435.342						
2009		\$ 10,595	\$ -	\$ -	\$ 10,595	\$ -	\$ -
CIP II Non Federal:	435.348						
2009		(24,299)	-	-	(24,299)	-	-
Community Options Program:	435.367**						
2010		-	-	126,295	126,295	-	-
2009		130	-	-	130	-	-
CIP II Community Relocate Nonfederal:	435.369						
2009		36,191	-	-	36,191	-	-
CIP II Diversions Non-Fed:	435.375						
2009		3,447	-	-	3,447	-	-
ICFMR Nonfed:	435.407						
2009		53,993	-	-	53,993	-	-
Children Long Term Support GPR:	435.450**						
2010		-	-	11,801	29,167	-	(17,366)
2009		(3,926)	-	-	(3,926)	-	-
Children Long Term Support Mental Health:	435.451**						
2010		-	-	14,855	13,740	-	1,115
2009		12,802	-	-	12,802	-	-
Children Long Term Support Non Fed:	435.460**						
2010		-	-	86,873	82,811	-	4,062
2009		1,089	-	-	1,089	-	-
Children Long Term Support Mental Health Non Fed:	435.461**						
2010		-	-	44,432	44,432	-	-
2009		(6,547)	-	-	(6,547)	-	-

** = Major State Financial Assistance Program

**BARRON COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred)	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred)
		Reimbursements 1/1/10			Grant Reimburse- ments	Local Share	Reimbursements 12/31/10
<u>Department of Health Services (Continued)</u>							
Children Long Term Support Physical Disability Non Fed:	435.462**						
2010		\$ -	\$ -	\$ 20,434	\$ 21,842	\$ -	\$ (1,408)
2009		(6,232)	-	-	(6,232)	-	-
CIP II MFP Non Fed:	435.478						
2009		330	-	-	330	-	-
Brain Injury Waiver:	435.506						
2009		(1,874)	-	-	(1,874)	-	-
Certified Mental Health Program	435.517						
2010		-	-	21,236	-	-	21,236
Birth-to-Three Initiative:	435.550						
2010		-	-	46,046	46,046	-	-
Aging and Disability Resource Center:	435.560100**						
2010		-	-	578,837	526,149	-	52,688
2009		25,953	-	-	25,953	-	-
Aging and Disability Resource Center Prevention Grant:	435.560104						
2009		570	-	-	570	-	-
Basic County Allocation:	435.561**						
2010		-	-	897,932	897,932	-	-
CIP 1B:	435.564						
2009		50,386	-	-	50,386	-	-
IMD-OBRA Relocations:	435.571						
2010		-	-	34,911	8,728	-	26,183
2009		26,582	-	-	26,582	-	-
Family Support Program:	435.577						
2010		-	-	34,266	30,239	-	4,027
2009		15,929	-	-	15,929	-	-

** = Major State Financial Assistance Program

**BARRON COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/10	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/10
					Grant Reimburse- ments	Local Share	
Department of Health Services (Continued)							
Community Services and MH Services:							
Human Services Contract:	435.681**						
State/County Match:							
2010		\$ -	\$ -	\$ 2,112,823	\$ 138,708	\$ 1,974,115	\$ -
Core Plan Applications:	435.70						
2009		5,798	-	-	5,798	-	-
Income Maintenance Contract:							
Program Integrity:	435.750						
2009		(21)	-	-	(21)	-	-
Liquidated Damages:	435.908						
2009		(750)	-	-	(750)	-	-
AW Fingerprint Background:	437.3324						
2010		-	-	463	354	-	109
2009		109	-	-	109	-	-
Children Family Incentives:	437.3342						
2009		(26,295)	-	-	(26,295)	-	-
Basic County Allocation	437.3561**						
2010		-	-	213,168	213,168	-	-
State/County Match:	437.3681						
2010		-	-	1,481,714	59,868	1,421,846	-
2009		433,788	-	-	433,788	-	-

** = Major State Financial Assistance Program

**BARRON COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/10	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/10
					Grant Reimburse- ments	Local Share	
Department of Health Services (Continued)							
Passed through Area Agency on Aging:							
Elderly Benefit Specialist Program:	435.560320						
2010		\$ -	\$ -	\$ 46,458	\$ 41,579	\$ 3,136	\$ 1,743
2009		9,358	-	-	9,358	-	-
State Senior Community Services:	435.560330						
2010		-	-	9,666	4,822	1,033	3,811
2009		3,196	-	-	3,196	-	-
Congregate Nutrition III C-1:	435.560350						
2010		-	-	126,269	75,273	50,996	-
Community Services and MH Services:							
Alzheimer's Family Support:	435.560381						
2010		-	-	14,969	13,031	-	1,938
2009		964	-	-	964	-	-
State Elder Abuse Services:	435.560490						
2010		-	-	79,539	24,982	48,356	6,201
Domestic Abuse:	437.60010						
2010		-	-	62,146	40,000	22,146	-
2009		10,939	-	-	10,939	-	-
Total Department of Health and Family Services		641,783	-	6,854,597	3,723,275	3,672,488	100,617

**BARRON COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/10	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/10
					Grant Reimburse- ments	Local Share	
<u>Department of Workforce Development</u>							
Child Support Enforcement:							
Child Support-State Share:	437.202						
2010		\$ -	\$ -	\$ -	\$ 76,841	\$ -	\$ (76,841)
Child Support Medical Support:	437.7603						
2010		-	-	2,139	2,139	-	-
Total Department of Workforce Development		-	-	2,139	78,980	-	(76,841)
<u>Department of Justice</u>							
County-Tribal Local Assistance	455.263						
1/1/10-12/31/10 TC-05-NW-0007		-	-	14,252	14,252	-	-
Law Enforcement Program:	455.226						
2010		(21,070)	-	21,070	-	-	-
Law Enforcement Training:	455.231						
2010		-	-	11,500	11,500	-	-
Victim and Witness Assistance							
Program-A Program Cluster:	455.503, 532, 539						
2010		-	-	83,148	22,661	33,438	27,049
2009		23,954	-	-	23,954	-	-
Total Department of Justice		2,884	-	129,970	72,367	33,438	27,049

**BARRON COUNTY, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2010**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/10	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/10
					Grant Reimburse- ments	Local Share	
Department of Military Affairs							
Emergency Response Equipment: Computer and Hazmat Equipment: 2010	465.308	\$ -	\$ -	\$ 45,061	\$ -	\$ 35,482	\$ 9,579
Emergency Response Training: Hazmat Training: 10/1/09-9/30/10	465.310	-	-	3,263	3,263	-	-
10/1/08-9/30/09		(3)	3	-	-	-	-
Emergency Planning Grant Program: LEPC Emergency Planning Grant: 10/1/09-9/30/10	465.337	-	-	30,777	5,981	18,815	5,981
10/1/08-9/30/09		5,818	-	-	5,818	-	-
Total Department of Military Affairs		5,815	3	79,101	15,062	54,297	15,560
Department of Administration							
Public Benefits: 10/1/10-9/30/11	505.371	-	-	30,600	4,809	-	25,791
10/1/09-9/30/10		9,897	-	43,723	45,964	7,656	-
Land Information Board Grants: 2010	505.116	(300)	-	4,336	4,036	-	-
Passed Through West Central Regional Planning: Comprehensive Planning Grants: 2010	505.110	-	-	10,082	6,343	3,739	-
2009		4,152	-	-	4,152	-	-
Total Department of Administration		13,749	-	88,741	65,304	11,395	25,791
Subtotal State Financial Assistance		\$ 688,424	\$ 25,751	9,549,246	\$ 5,579,371	\$ 4,688,312	\$ (4,262)
Deduct: Local Share of Expenditures				(4,688,312)			
TOTAL STATE FINANCIAL ASSISTANCE EXPENDITURES				<u>\$ 4,860,934</u>			

BARRON COUNTY, WISCONSIN
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE
DECEMBER 31, 2010

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, 2010 accrued (deferred) reimbursement balances of the individual programs based on subsequent funding of the programs in 2010 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, 2010**

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, 2010 the revolving loan fund had a balance of \$71,029 and outstanding loans totaled \$578,142 at that date as described below:

Owner Occupied Loans. The County had 68 owner-occupied mortgage loans outstanding at December 31, 2010 totaling \$578,142. 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, 2010 are summarized as follows:

Balance January 1, 2010	\$	61,027
Loan Repayments		17,287
Interest on Loans		138
Loans Made from Fund		(6,077)
Administration Paid from Fund		(1,346)
Balance December 31, 2010	<u>\$</u>	<u>71,029</u>

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

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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, 2010, which collectively comprise the County's basic financial statements and have issued our report thereon dated July 18, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

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

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. We consider items 2010-01, 2010-02 and 2010-04 in the accompanying schedule of findings and questioned costs to be material weaknesses.

A significant deficiency is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit the attention by those charges with governance. We consider item 2010-03 in the accompanying schedule of findings and questioned costs to be a significant deficiency.

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, 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.

Larson Allen LLP
LarsonAllen LLP

Eau Claire, Wisconsin
July 18, 2011

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS
THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON
INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133
AND 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 *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Barron County's major federal programs for the year ended December 31, 2010. 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 Barron County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the County's compliance with those requirements.

In our opinion, the County complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended December 31, 2010.

Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal and state programs. In planning and performing our audit, we considered the County's internal control over compliance with the requirements that could have a direct and material effect on a major federal or state program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133 and State Single Audit Guidelines, 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 or state program will not be prevented, or detected and corrected, on a timely basis.

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 deficiencies, 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 management and board of the County, 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 18, 2011

**BARRON COUNTY, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
DECEMBER 31, 2010**

PART I: SUMMARY OF AUDITOR'S RESULTS

1. The auditors' report expresses an unqualified opinion on the basic financial statements of the County.
2. Material weaknesses in internal control over financial reporting were disclosed during the audit of the financial statements and are listed as Findings 2010-01, 2010-02 and 2010-04. Finding 2010-03 is considered a significant deficiency.
3. No instances of noncompliance material to the financial statements of the County were disclosed during the audit.
4. No matters involving internal control over compliance relating to the audit of the major federal award programs were reported in the "Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance with OMB Circular A-133."
5. No significant deficiencies were disclosed during the audit of the major federal award programs or the major state financial assistance programs.
6. The audit disclosed no findings, which were required to be reported in accordance with Office on Management and Budget Circular A-133, Section .510(a)(1).
7. The independent auditors' report on compliance for the major federal award programs and the major state financial assistance programs for the County expresses an unqualified opinion.
8. 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.
9. The threshold for distinguishing Types A and B programs was \$300,000 for federal award programs and \$100,000 for state financial assistance programs.
10. The County did not qualify as a low-risk auditee as defined in OMB Circular A-133.
11. 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, 2010**

PART II: FINDINGS RELATED TO THE FINANCIAL STATEMENTS:

FINDING: 2010-01 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 that would enable management to conclude its annual financial statements and related footnote disclosures are complete and presented in accordance with Generally Accepted Accounting Principles (GAAP).

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 do not have the necessary staff and expertise to prevent or detect a material misstatement in the annual financial statements including footnote disclosures.

Effect: 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.

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.

CORRECTIVE ACTION PLAN (CAP):

Explanation of Disagreement with Audit Findings

There is no disagreement with the audit finding.

Actions Planned in Response to 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.

Official Responsible for Ensuring CAP:

The Lead Fiscal Coordinator is the official responsible for ensuring corrective action of the deficiency.

Planned Completion Date for CAP:

The CAP is ongoing.

Plan to Monitor Completion of CAP:

The County Administrator will be monitoring this corrective action plan.

**BARRON COUNTY, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
DECEMBER 31, 2010**

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

FINDING: 2010-02 Material Audit Adjustments

- Condition:** The audit firm proposed and the County posted to its general ledger accounts and journal entries for correcting certain misstatements.
- 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 Generally Accepted Accounting Principles (GAAP). Management will review and approve those entries prior to recording them.
- Effect:** The financial statements of the County may include inaccurate information not detected or prevented by County staff.
- Cause:** The County has not established controls to ensure that all accounts are adjusted to their appropriate year end balances in accordance with GAAP.
- 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.

CORRECTIVE ACTION PLAN (CAP):

Explanation of Disagreement with Audit Findings

There is no disagreement with the audit finding.

Actions Planned in Response to Finding:

The County will continue to rely upon the audit firm to propose audit adjustments necessary to adjust accounts in accordance with GAAP. Management will review and approve these entries prior to recording them.

Official Responsible for Ensuring CAP:

The Lead Fiscal Coordinator is the official responsible for ensuring corrective action of the deficiency.

Planned Completion Date for CAP:

The CAP is ongoing.

Plan to Monitor Completion of CAP:

The County Administrator will be monitoring this corrective action plan.

**BARRON COUNTY, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
DECEMBER 31, 2010**

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

FINDING: 2010-03 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: Lack of segregation of duties could result in a financial statement misstatement, caused by error or fraud, that would not be detected or prevented by County staff.

Cause: The condition is due to limited staff available.

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

CORRECTIVE ACTION PLAN (CAP):

Explanation of Disagreement with Audit Findings

There is no disagreement with the audit finding.

Actions Planned in Response to Finding:

The County continues to work to achieve segregation of duties whenever cost effective.

Official Responsible for Ensuring CAP:

The Lead Fiscal Coordinator is the official responsible for ensuring corrective action of the deficiency.

Planned Completion Date for CAP:

The CAP is ongoing.

Plan to Monitor Completion of CAP:

The County Administrator will be monitoring this corrective action plan.

**BARRON COUNTY, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
DECEMBER 31, 2010**

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

FINDING: 2010-04 Prior Period Adjustment

Condition: An adjustment to beginning fund balance and net assets was made to project expenditures that were not properly reported in the prior years.

Criteria: The County should have a system of controls in place to prevent or detect an error in coding of project expenses. Management is responsible for the accuracy and completeness of all financial records and related information.

Context: The activity was recorded in a governmental capital projects fund in the prior year. After related long-term debt was issued in the current year, it was determined that all of the activity should be reported in the Waste-to-Energy enterprise fund.

Effect: The fund balance and net asset beginning balances were misstated and had to be adjusted in the current year. The financial statements of the County may include inaccurate information not detected or prevented by County staff.

Cause: The County has not established controls to ensure that capital expenses are properly reported in the correct fund.

Recommendation: The County should continue to evaluate its internal control processes to determine if additional internal control procedures should be implemented to ensure that capital expenses are properly recorded.

CORRECTIVE ACTION PLAN (CAP):

Explanation of Disagreement with Audit Findings

There is no disagreement with the audit finding.

Actions Planned in Response to Finding:

The County will review the nature of future projects to ensure the activity is captured in the correct fund type.

Official Responsible for Ensuring CAP:

The Lead Fiscal Coordinator is the official responsible for ensuring corrective action of the deficiency.

Planned Completion Date for CAP:

The CAP is ongoing.

Plan to Monitor Completion of CAP:

The County Administrator will be monitoring this corrective action plan.

**BARRON COUNTY, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
DECEMBER 31, 2010**

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, 2010**

FEDERAL PROGRAMS

The following federal programs were tested as major programs:

<u>CFDA #</u>	<u>Program Title</u>	<u>Amount</u>
93.563	Child Support Enforcement	\$ 542,340
93.658	Foster Care	270,423
93.667	Social Services Block Grant	283,979
93.778	Medical Assistance Program	1,717,954
		<u>\$ 2,814,696</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	\$ 111,674
115.40	Land and Water Resource Management Projects	38,996
370.670	Recycling	122,361
395.101	Elderly and Handicapped Transportation	131,534
435.131	MA Transport	112,911
435.283	IM Available Allocation - State Share	271,777
435.284	IM Available Allocation - Federal Share	20,007
435.367	Community Options Program	126,295
435.450	CLTS DD Non Federal	11,801
435.451	CLTS MH Non Federal	14,855
435.460	CLTS DD Non Federal Other	86,873
435.461	CLTS MH Non Federal Other	44,432
435.462	CLTS PD Non Federal Other	20,434
435.561	Basic County Allocation	897,932
437.3561	Basic County Allocation	213,168
435.560100	Aging and Disability Resource Center	578,837
435.681	Community Services and MH Services - State/County Match	138,708
Federal Programs on Schedule of Expenditures of Federal Awards:		\$ 2,942,595
93.596	Child Care Development	60,893
93.778	Medical Assistance Program - Human Services Contract	313,395
93.778	Medical Assistance Program - Personal Care Program	320,517
93.778	Medical Assistance Program - Income Maintenance	362,556
93.778	Medical Assistance Program - Case Management	117,272
93.778	Medical Assistance Program - Aging and Disability Resource Center	431,936
93.778	Medical Assistance Program - WI Medicare Cost Reporting	151,721
		<u>1,758,290</u>
		<u>\$ 4,700,885</u>