

COUNTY OF SAN MATEO, CALIFORNIA

Single Audit Reports

Year Ended June 30, 2020



Certified
Public
Accountants

COUNTY OF SAN MATEO

Single Audit Reports
Year Ended June 30, 2020

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**Independent Auditor’s Report on Internal Control Over Financial Reporting and
on Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance With *Government Auditing Standards***

To the Board of Supervisors of
the County of San Mateo
Redwood City, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County of San Mateo, California (County) as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the County’s basic financial statements, and have issued our report thereon dated December 11, 2020. Our report contains a reference to other auditors who audited the financial statements of the Housing Authority of the County of San Mateo, the San Mateo County Employees’ Retirement Association, the First 5 San Mateo County, and the Health Plan of San Mateo, as described in our report on the County’s financial statements. The financial statements of the Health Plan of San Mateo were not audited in accordance with *Government Auditing Standards*. This report does not include the results of the other auditors’ testing of internal control over financial reporting or compliance and other matters that are reported separately by those auditors.

Internal Control Over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity’s financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as item 2020-001 that we consider to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

County's Response to Findings

The County's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Walnut Creek, California
December 11, 2020



**Independent Auditor’s Report on Compliance for Each Major Federal Program;
Report on Internal Control Over Compliance; Report on Schedule of Expenditures of
Federal Awards Required by the Uniform Guidance; and Report on State of California
Department of Community Services and Development, Community Services Block Grant,
Schedules of Revenues and Expenditures**

To the Board of Supervisors of
the County of San Mateo
Redwood City, California

Report on Compliance for Each Major Federal Program

We have audited the County of San Mateo, California’s (County) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the County’s major federal programs for the year ended June 30, 2020. The County’s major federal programs are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

The County’s basic financial statements include the operations of the Housing Authority of County of San Mateo (Housing Authority), which expended \$112,156,168 in federal awards that are not included in the accompanying schedule of expenditures of federal awards during the year ended June 30, 2020. Our audit, described below, did not include the operations of the Housing Authority because the Housing Authority engaged other auditors to perform an audit in accordance with the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

Management’s Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor’s Responsibility

Our responsibility is to express an opinion on compliance for each of the County’s major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of the Uniform Guidance. Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County’s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the County’s compliance.

Opinion on Each Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

Report on Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance and Report on State of California Department of Community Services and Development, Community Services Block Grant, Schedules of Revenues and Expenditures

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated December 11, 2020, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards and the State of California Department of Community Services and Development, Community Services Block

Grant, schedules of revenues and expenditures are presented for purposes of additional analysis as required by the Uniform Guidance and the State of California Department of Community Services and Development, respectively, and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards and the State of California Department of Community Services and Development, Community Services Block Grant, schedules of revenues and expenditures are fairly stated in all material respects in relation to the basic financial statements as a whole.

Macias Gini & O'Connell LLP

Walnut Creek, California
September 30, 2021

COUNTY OF SAN MATEO
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2020

Federal Grantor/Pass-Through Grantor/Program Title	Catalog of Federal Domestic Assistance Number (CFDA)	Federal Expenditures	Amount Provided to Subrecipients	Pass-Through or Grant Identifying Number
U.S. DEPARTMENT OF AGRICULTURE				
Passed Through State of California, Department of Food and Agriculture:				
Plant and Animal Disease, Pest Control, and Animal Care	10.025	\$ 222,389	\$ -	17-0453-042-SF
Plant and Animal Disease, Pest Control, and Animal Care	10.025	24,758	-	19-0267-027-SF
Plant and Animal Disease, Pest Control, and Animal Care	10.025	608,485	-	19-0256
Plant and Animal Disease, Pest Control, and Animal Care	10.025	134,142	-	19-0737-027-SF
Plant and Animal Disease, Pest Control, and Animal Care	10.025	6,006	-	18-0619-016-SF
Plant and Animal Disease, Pest Control, and Animal Care	10.025	80,966	-	19-0994-030-SF
Total Plant and Animal Disease, Pest Control, and Animal Care		<u>1,076,746</u>	<u>-</u>	
Passed Through State of California, Department of Social Services:				
SNAP Cluster:				
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program (SNAP)	10.561	8,480,131	-	None
Passed Through State of California, Department of Health Care Services:				
State Administrative Matching Grants for SNAP	10.561	<u>629,457</u>	<u>-</u>	16-10141
Subtotal of SNAP Cluster		<u>9,109,588</u>	<u>-</u>	
Passed Through State of California, Department of Education:				
Child Nutrition Cluster:				
School Breakfast Program	10.553	27,458	-	41-10413-6045223-01
National School Lunch Program	10.555	47,045	-	41-10413-6045223-01
Passed Through State of California, Department of Public Health:				
WIC Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	715,748	-	15-10112
WIC Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	<u>2,331,370</u>	<u>-</u>	19-10185
Subtotal of Special Supplemental Nutrition Program for Women, Infants, and Children		<u>3,047,118</u>	<u>-</u>	
Subtotal of Pass-Through Programs		<u>13,307,955</u>	<u>-</u>	
TOTAL U.S. DEPARTMENT OF AGRICULTURE		<u>13,307,955</u>	<u>-</u>	
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				
Direct Programs:				
Community Development Block Grants / Entitlement Grants	14.218	3,374,008	2,024,946	B19-UC-06-0006
Emergency Solutions Grant Program	14.231	193,358	176,194	E19-UC-06-0006
Home Investment Partnerships Program	14.239	896,772	643,107	M19-DC-06-0216
Continuum of Care Program	14.267	256,339	-	CA1663L9T121700
Continuum of Care Program	14.267	30,096	-	CA1401L9T121702
Continuum of Care Program	14.267	<u>50,014</u>	<u>-</u>	CA1401L9T121803
Subtotal of Continuum of Care Programs		<u>336,449</u>	<u>-</u>	
Subtotal of Direct Programs		<u>4,800,587</u>	<u>2,844,247</u>	
Passed Through State of California, Department of Housing and Community Development:				
Emergency Solutions Grant Program	14.231	118,184	-	18-ESG-12342
Passed Through City and County of San Francisco:				
Housing Opportunities for Persons with AIDS	14.241	<u>801,772</u>	<u>-</u>	None
Subtotal of Pass-Through Programs		<u>919,956</u>	<u>-</u>	
TOTAL U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT		<u>5,720,543</u>	<u>2,844,247</u>	
U.S. DEPARTMENT OF THE INTERIOR				
Passed Through State of California, Department of Parks and Recreation:				
Natural Resource Damage Assessment and Restoration	15.658	<u>11,931</u>	<u>-</u>	C1668034
TOTAL U.S. DEPARTMENT OF THE INTERIOR		<u>11,931</u>	<u>-</u>	
U.S. DEPARTMENT OF JUSTICE				
Direct Programs:				
DNA Backlog Reduction Program	16.741	83,000	-	2018-DN-BX-0033
DNA Backlog Reduction Program	16.741	<u>27,349</u>	<u>-</u>	2019-DN-BX-0127
Subtotal of DNA Backlog Reduction Programs		<u>110,349</u>	<u>-</u>	
COVID-19 Coronavirus Emergency Supplemental Funding Program	16.034	70,864	-	2020-VD-BX-1774
Equitable Sharing Program	16.922	<u>464,676</u>	<u>-</u>	CAEQ00035
Subtotal of Direct Programs		<u>645,889</u>	<u>-</u>	
Passed Through California Governor's Office of Emergency Services:				
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	25,533	-	CQ18140410
Crime Victim Assistance	16.575	662,829	-	VW19380410
Crime Victim Assistance	16.575	280,014	-	VW18370410
Crime Victim Assistance	16.575	89,425	-	UV19020410
Crime Victim Assistance	16.575	58,731	-	XE19020410
Crime Victim Assistance	16.575	62,182	-	XE18010410
Crime Victim Assistance	16.575	80,025	-	XC19020410
Crime Victim Assistance	16.575	179,992	-	XC16010410
Crime Victim Assistance	16.575	<u>7,560</u>	<u>-</u>	KC19030410
Subtotal of Crime Victim Assistance		<u>1,420,758</u>	<u>-</u>	

See notes to the schedule of expenditures of federal awards

COUNTY OF SAN MATEO
Schedule of Expenditures of Federal Awards (continued)
Year Ended June 30, 2020

Federal Grantor/Pass-Through Grantor/Program Title	Catalog of Federal Domestic Assistance Number (CFDA)	Federal Expenditures	Amount Provided to Subrecipients	Pass-Through or Grant Identifying Number
U.S. DEPARTMENT OF JUSTICE (Continued)				
Passed Through State of California, Board of State and Community Corrections:				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	\$ 19,444	\$ -	2020-40
Edward Byrne Memorial Justice Assistance Grant Program	16.738	763,886	663,886	BSCC 638-19
Subtotal of Edward Byrne Memorial Justice Assistance Grant Program		<u>783,330</u>	<u>663,886</u>	
Subtotal of Pass-Through Programs		<u>2,229,621</u>	<u>663,886</u>	
TOTAL U.S. DEPARTMENT OF JUSTICE		<u>2,875,510</u>	<u>663,886</u>	
U.S. DEPARTMENT OF TRANSPORTATION				
Direct Programs:				
Airport Improvement Program	20.106	23,394	-	3060097152016
Airport Improvement Program	20.106	18,228	-	3060210172015
Airport Improvement Program	20.106	5,668	-	3060210182016
Airport Improvement Program	20.106	28,746	-	3060210192017
Subtotal of Direct Programs		<u>76,036</u>	<u>-</u>	
Passed Through State of California, Department of Transportation:				
Highway Planning and Construction Cluster:				
Highway Planning and Construction	20.205	18,125	-	BRLO-5935(053)
Highway Planning and Construction	20.205	49,934	-	BPMP-5935(069)
Highway Planning and Construction	20.205	47,886	-	BPMP-5935(064)
Highway Planning and Construction	20.205	54,818	-	BPMP-5935(079)
Highway Planning and Construction	20.205	60,187	-	STPL-5935(078)
Highway Planning and Construction	20.205	756,126	-	STPL-5935(081)
Subtotal Highway Planning and Construction Cluster		<u>987,076</u>	<u>-</u>	
Passed Through Metropolitan Transportation Commission:				
Job Access and Reverse Commute Program	20.516	16,078	-	FTA-CA-37-X177
Subtotal of Pass-Through Programs		<u>1,003,154</u>	<u>-</u>	
TOTAL U.S. DEPARTMENT OF TRANSPORTATION		<u>1,079,190</u>	<u>-</u>	
U.S. DEPARTMENT OF TREASURY				
Direct Program:				
COVID-19 Coronavirus Relief Fund	21.019	37,677,836	-	None
TOTAL U.S. DEPARTMENT OF TREASURY		<u>37,677,836</u>	<u>-</u>	
U.S. DEPARTMENT OF EDUCATION				
Passed Through State of California, Department of Rehabilitation:				
Rehabilitation Services - Vocational Rehabilitation Grants to States	84.126	720,483	-	30983
TOTAL U.S. DEPARTMENT OF EDUCATION		<u>720,483</u>	<u>-</u>	
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES				
Direct Programs:				
Health Center Program (Community Health Centers, Migrant Health Centers, Health Care for the Homeless, and Public Housing Primary Care)	93.224	1,326,791	-	H80CS00051-18-04
Health Center Program (Community Health Centers, Migrant Health Centers, Health Care for the Homeless, and Public Housing Primary Care)	93.224	1,470,357	-	H80CS00051-19-00
Subtotal of Direct Programs		<u>2,797,148</u>	<u>-</u>	
Passed Through State of California, Department of Aging:				
Aging Cluster:				
Special Programs for the Aging - Title VII, Chapter 3 - Programs for Prevention of Elder Abuse, Neglect, and Exploitation	93.041	8,258	-	AP-1920-08
Special Programs for the Aging - Title VII, Chapter 2 - Long-Term Care Ombudsman Services for Older Individuals	93.042	46,576	46,576	AP-1920-08
Special Programs for the Aging - Title III, Part D - Disease Prevention and Health Promotion Services	93.043	59,608	59,608	AP-1920-08
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	825,235	713,514	AP-1920-08
COVID-19 Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	149,765	-	None
Subtotal of Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers		<u>975,000</u>	<u>713,514</u>	
Special Programs for the Aging - Title III, Part C - Nutrition Services	93.045	1,598,429	1,423,414	AP-1920-08
COVID-19 Special Programs for the Aging - Title III, Part C - Nutrition Services	93.045	741	-	None
Subtotal of Special Programs for the Aging - Title III, Part C - Nutrition Services		<u>1,599,170</u>	<u>1,423,414</u>	
National Family Caregiver Support, Title III, Part E	93.052	408,819	368,467	AP-1920-08
Nutrition Services Incentive Program	93.053	204,963	204,963	AP-1920-08
Subtotal of Aging Cluster		<u>3,302,394</u>	<u>2,816,542</u>	
Medicare Enrollment Assistance Program	93.071	38,872	38,872	MI-1819-08
State Health Insurance Assistance Program	93.324	104,499	104,499	HI-1718-08
Affordable Care Act State Health Insurance Assistance Program (SHIP) and Aging and Disability Resource Center (ADRC) Options Counseling for Medicare-Medicaid Individuals in States with Approved Financial Alignment Models	93.626	15,500	15,500	FA-1718-08

See notes to the schedule of expenditures of federal awards

COUNTY OF SAN MATEO
Schedule of Expenditures of Federal Awards (continued)
Year Ended June 30, 2020

Federal Grantor/Pass-Through Grantor/Program Title	Catalog of Federal Domestic Assistance Number (CFDA)	Federal Expenditures	Amount Provided to Subrecipients	Pass-Through or Grant Identifying Number
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (Continued)				
Passed Through Health Plan of San Mateo:				
Children's Health Insurance Program	93.767	\$ 354,827	\$ -	None
Medical Assistance Program	93.778	1,662,872	-	None
Passed Through State of California, Department of Community Services and Development:				
Community Services Block Grant	93.569	246,825	232,325	19F-4040
Community Services Block Grant	93.569	70,518	70,518	20F-3040
Community Services Block Grant	93.569	30,000	30,000	19F-4442
Subtotal of Community Services Block Grant		<u>347,343</u>	<u>332,843</u>	
Passed Through State of California, Department of Health Care Services:				
Projects for Assistance in Transition from Homelessness (PATH)	93.150	141,457	141,457	68-0317191
Disabilities Prevention	93.184	742,561	-	San Mateo (41)
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	1,427,099	389,798	None
Immunization Cooperative Agreements	93.268	262,929	-	17-10347
Affordable Care Act (ACA) Maternal, Infant, and Early Childhood Home Visiting Program	93.505	1,126,768	-	CHVP 19-41
Children's Health Insurance Program	93.767	177,414	-	None
Medical Assistance Program	93.778	626,596	-	None
Maternal and Child Health Services Block Grant to the States	93.994	913,675	-	201941 San Mateo
Block Grants for Prevention and Treatment of Substance Abuse	93.959	2,313,641	1,951,890	FFY 2019 Award
Block Grants for Prevention and Treatment of Substance Abuse	93.959	2,328,642	1,921,860	FFY 2020 Award
Subtotal of Block Grants for Prevention and Treatment of Substance Abuse		<u>4,642,283</u>	<u>3,873,750</u>	
Passed Through State of California, Department of Public Health:				
National Bioterrorism Hospital Preparedness Program	93.889	393,925	-	17-10192
Public Health Emergency Preparedness	93.069	581,555	-	17-10192
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	444,955	-	INU52PS910219
Medical Assistance Program	93.778	103,545	-	17-10243
HIV Care Formula Grants	93.917	497,414	-	18-10888
HIV Prevention Activities - Health Department Based	93.940	499,694	-	17-11050
Passed Through State of California, Department of Social Services:				
Guardianship Assistance	93.090	271,727	-	None
Promoting Safe and Stable Families	93.556	291,774	201,756	2001CAFPPS
Temporary Assistance for Needy Families	93.558	20,999,498	1,637,135	None
Refugee and Entrant Assistance State/Replacement Designee Administered Programs	93.566	6,354	-	None
Community-Based Child Abuse Prevention Grants	93.590	26,154	-	1901CABCAP
Stephanie Tubbs Jones Child Welfare Services Program	93.645	316,583	-	1901CACWSS
Foster Care - Title IV-E	93.658	8,659,199	82,778	None
Foster Care - Title IV-E	93.658	1,951,419	-	2024.00.01
Foster Care - Title IV-E	93.658	260,427	-	151-25-30 PCA 22347
Subtotal of Foster Care - Title IV-E		<u>10,871,045</u>	<u>82,778</u>	
Adoption Assistance	93.659	3,005,432	-	None
Social Services Block Grant	93.667	265,389	-	None
John H. Chafee Foster Care Program for Successful Transition to Adulthood	93.674	124,250	108,224	None
Medical Assistance Program	93.778	11,078,403	-	None
Passed Through State of California, Department of Child Support Services:				
Child Support Enforcement	93.563	7,885,006	-	1804CACSES
Passed Through State of California, Department of Education:				
Child Care and Development Fund (CCDF) Cluster:				
Child Care and Development Block Grant	93.575	173,901	173,901	41-02241-00-9
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	86,875	86,875	41-02241-00-9
Subtotal of CCDF Cluster		<u>260,776</u>	<u>260,776</u>	
Passed Through City and County of San Francisco:				
HIV Emergency Relief Project Grants	93.914	1,514,813	-	H89HA00006
Subtotal of Pass-Through Programs		<u>75,325,381</u>	<u>10,003,930</u>	
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES		<u>78,122,529</u>	<u>10,003,930</u>	
OFFICE OF THE EXECUTIVE PRESIDENT				
Direct Program:				
High Intensity Drug Trafficking Areas Program	95.001	465,759	-	GF18SF001A
High Intensity Drug Trafficking Areas Program	95.001	2,368,061	-	GF19SF001A
High Intensity Drug Trafficking Areas Program	95.001	897,483	-	GF20SF001A
TOTAL OFFICE OF THE EXECUTIVE PRESIDENT		<u>3,731,303</u>	<u>-</u>	

See notes to the schedule of expenditures of federal awards

COUNTY OF SAN MATEO
Schedule of Expenditures of Federal Awards (continued)
Year Ended June 30, 2020

Federal Grantor/Pass-Through Grantor/Program Title	Catalog of Federal Domestic Assistance Number (CFDA)	Federal Expenditures	Amount Provided to Subrecipients	Pass-Through or Grant Identifying Number
U.S. DEPARTMENT OF HOMELAND SECURITY				
Passed Through California Governor's Office of Emergency Services:				
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	\$ 178,476	\$ -	FEMA-4308-DR-CA
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	1,976,340	-	FEMA-4305-DR-CA
COVID-19 Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	25,726,725	-	FEMA-4482-DR-CA
Subtotal of Disaster Grants - Public Assistance (Presidentially Declared Disasters)		<u>27,881,541</u>	<u>-</u>	
Hazard Mitigation Grant	97.039	1,135,350	-	DR4301-PJ0228
Emergency Management Performance Grants	97.042	281,221	-	2019-0003
Homeland Security Grant Program	97.067	1,094,787	-	2017-0083
Homeland Security Grant Program	97.067	1,614,205	-	2018-0054
Passed Through City and County of San Francisco:				
Homeland Security Grant Program	97.067	3,615,137	-	2018-0054
Homeland Security Grant Program	97.067	3,385,554	-	2019-0035
Passed Through County of San Diego:				
Homeland Security Grant Program	97.067	41,649	-	2018-0054
Passed Through County of Santa Clara:				
Homeland Security Grant Program	97.067	39,749	-	2017-0083
Subtotal of Homeland Security Grant Program		<u>9,791,081</u>	<u>-</u>	
Subtotal of Pass-Through Programs		<u>39,089,193</u>	<u>-</u>	
TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY		<u>39,089,193</u>	<u>-</u>	
TOTAL EXPENDITURES OF FEDERAL AWARDS		<u>\$ 182,336,473</u>	<u>\$ 13,512,063</u>	

See notes to the schedule of expenditures of federal awards

COUNTY OF SAN MATEO

Notes to the Schedule of Expenditures of Federal Awards Year Ended June 30, 2020

1. GENERAL

The schedule of expenditures of federal awards (Schedule) includes the federal grant activity of the County of San Mateo (County). All federal financial assistance received directly from federal agencies as well as federal financial assistance passed through other agencies are included in this Schedule, except for assistance related to Medical Assistance (Medi-Cal) and Medicare Hospital Insurance (Medicare) (Note 5) and the Housing Authority of the County of San Mateo (Housing Authority) (Note 6).

2. BASIS OF ACCOUNTING

The accompanying Schedule is presented using the modified accrual basis of accounting for program expenditures accounted for in the governmental funds and the accrual basis of accounting for program expenditures accounted for in the proprietary funds as described in Note 2.B of the County's basic financial statements. Such expenditures are recognized following the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The County did not elect to use the 10% de minimis cost rate as covered in Title 2 U.S. Code of Federal Regulations section 200.414 Indirect (F&A) costs.

3. RELATIONSHIP TO FEDERAL FINANCIAL REPORTS

Amounts reported in the accompanying Schedule agree or can be reconciled with amounts reported in the related federal financial assistance reports.

4. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

Federal award expenditures agree or can be reconciled with the amounts reported in the County's basic financial statements.

5. MEDI-CAL AND MEDICARE

Direct Medi-Cal and Medicare expenditures are excluded from the Schedule. These expenditures represent fees for services and are not included in the Schedule or in determining major programs. The County assists the State of California in determining eligibility and provides Medi-Cal and Medicare services through County-owned facilities. However, administrative costs related to Medi-Cal and Medicare are included in the Schedule under the Medical Assistance Program (Federal CFDA number 93.778).

COUNTY OF SAN MATEO
Notes to the Schedule of Expenditures of Federal Awards
Year Ended June 30, 2020

6. HOUSING AUTHORITY OF THE COUNTY OF SAN MATEO

Housing Authority federal expenditures are excluded from the Schedule and are separately audited by other auditors. Federal expenditures for the Housing Authority programs are taken from the separately issued single audit report for the year ended June 30, 2020. The federal programs of the Housing Authority are as follows:

<u>Program Title</u>	<u>CFDA Number</u>	<u>Federal Expenditures</u>
Moving To Work Demonstration Program		
Moving to Work CARES Act	14.881	\$ 575,117
Housing Choice Vouchers	14.881	96,490,533
Total Moving to Work Demonstration Program		<u>97,065,650</u>
Housing Voucher Cluster		
Housing Choice Vouchers	14.871	5,658,108
Mainstream Vouchers	14.879	795,476
Mainstream Vouchers CARES Act	14.879	3,594
Total Housing Voucher Cluster		<u>6,457,178</u>
Other Programs		
Continuum of Care	14.267	8,258,166
ROSS-FSS Coordinator	14.896	375,174
Total Other Programs		<u>8,633,340</u>
Total Department of Housing and Urban Development		<u>112,156,168</u>
Total Expenditure of Federal Awards		<u>\$ 112,156,168</u>

COUNTY OF SAN MATEO

Notes to the Schedule of Expenditures of Federal Awards
Year Ended June 30, 2020

7. CALIFORNIA DEPARTMENT OF AGING (CDA) SINGLE AUDIT REPORTING REQUIREMENTS

The terms and conditions of agency contracts with CDA require agencies to display state-funded expenditures discretely along with the related federal expenditures. For state grants not involving federal funding, the amounts are to be displayed separately. The following schedule is presented to comply with these requirements.

Federal Grantor Pass-through Grantor Program Title	CFDA Number	Grant/ Contract Number	Expenditures	
			State	Federal
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES				
<i>Passed Through State of California, Department of Aging</i>				
Special Programs for the Aging - Title VII, Chapter 3 - Programs for Prevention of Elder Abuse, Neglect, and Exploitation	93.041	AP-1920-08	\$ -	\$ 8,258
Special Programs for the Aging - Title VII, Chapter 2, Long-Term Care Ombudsman Services for Older Individuals	93.042	AP-1920-08	-	46,576
Special Programs for the Aging - Title III, Part D - Disease Prevention and Health Promotion Services	93.043	AP-1920-08	-	59,608
Special Programs for the Aging - Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	AP-1920-08	201,954	825,235
COVID-19 Special Programs for the Aging - Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	None	-	149,765
Special Programs of the Aging - Title III, Part C - Nutrition Services	93.045	AP-1920-08	490,438	1,598,429
COVID-19 Special Programs of the Aging - Title III, Part C - Nutrition Services	93.045	None	-	741
National Family Caregiver Support, Title III, Part E	93.052	AP-1920-08	-	408,819
Nutrition Services Incentive Program	93.053	AP-1920-08	-	204,963
Medicare Enrolment Assistance Program	93.071	MI-1819-08	-	38,872
State Health Insurance Assistance Program	93.324	HI-1718-08	196,491	104,499
Affordable Care Act State Health Insurance Assistance Program (SHIP) and Aging and Disability Resource Center (ADRC) Options Counselling for Medicare-Medicaid Individuals in State with Approved Financial Alignment Models	93.626	FA-1718-08	-	15,500
Total Expenditures of CDA and Federal Awards			<u>888,883</u>	<u>\$ 3,461,265</u>
State Awards - California Department of Aging				
Ombudsman State Health Facilities Citation Penalties Account		AP-1920-08	30,145	
Ombudsman Skilled Nursing Facility Quality & Accountability Fund		AP-1920-08	50,100	
Ombudsman Public Health & Licensing and Certification Fund		AP-1920-08	10,547	
Total Expenditures of CDA Awards			<u>\$ 979,675</u>	

COUNTY OF SAN MATEO
Notes to the Schedule of Expenditures of Federal Awards
Year Ended June 30, 2020

8. PROGRAM TOTALS

The following table summarizes programs funded by various sources whose totals are not shown on the Schedule.

<u>CFDA No./Program Title/ Federal Grantor or Pass-Through Grantor</u>	<u>Identifying Number</u>	<u>Federal</u>
(1) CFDA No. 14.231 - Emergency Solutions Grant Program		
U.S. Department of Housing and Urban Development	E19-UC-06-0006	\$ 193,358
State of California, Department of Housing and Community Development	18-ESG-12342	118,184
Program Total		<u>\$ 311,542</u>
(2) CFDA No. 93.778 - Medical Assistance Grant Program		
Health Plan of San Mateo	None	\$ 1,662,872
State of California, Department of Health Care Services	None	626,596
State of California, Department of Public Health	17-10243	103,545
State of California, Department of Social Services	None	11,078,403
Program Total		<u>\$ 13,471,416</u>
(3) CFDA No. 93.767 - California Children Services		
Health Plan of San Mateo	None	\$ 354,827
State of California, Department of Health Care Services	None	177,414
Program Total		<u>\$ 532,241</u>

COUNTY OF SAN MATEO

Notes to the Schedule of Expenditures of Federal Awards
Year Ended June 30, 2020

9. SCHEDULES OF STATE OF CALIFORNIA EMERGENCY MANAGEMENT AGENCY GRANT EXPENDITURES

The following schedule represents expenditures for U.S. Department of Justice grants passed through the State of California Emergency Management Agency (CalEMA) as well as CalEMA funded grant expenditures for the year ended June 30, 2020. This information is included in the County's single audit report at the request of CalEMA.

Program Title and Expenditure Category	Grant Number Grant Period CFDA No.	Budget	Cumulative through June 30, 2019	Actual 07/01/19 - 06/30/20		Cumulative through June 30, 2020	Remaining Budget
				Non-match *	Match		
Victim Witness Assistance Program							
Personnel Services	VW18370410	\$ 780,416	\$ 494,908	\$ 228,858	\$ 24,081	\$ 747,847	\$ 32,569
Operating Expenses	10/1/18-9/30/19	108,535	12,578	51,156	407	64,141	44,394
Equipment	CFDA No. 16.575	-	-	-	-	-	-
Total		\$ 888,951	\$ 507,486	\$ 280,014	\$ 24,488	\$ 811,988	\$ 76,963
Victim Witness Assistance Program							
Personnel Services	VW19380410	\$ 844,100	\$ -	\$ 643,448	\$ 27,336	\$ 670,784	\$ 173,316
Operating Expenses	10/1/19-9/30/20	82,801	-	19,381	11,583	30,964	51,837
Equipment	CFDA No. 16.575	-	-	-	-	-	-
Total		\$ 926,901	\$ -	\$ 662,829	\$ 38,919	\$ 701,748	\$ 225,153
Underserved Victim Advocacy and Outreach Program - County Victim Services (XC) Program							
Personnel Services	XC16010410	\$ 386,196	\$ 191,211	\$ 34,749	\$ -	\$ 225,960	\$ 160,236
Operating Expenses	1/1/19-12/31/19	979,610	771,462	145,243	44,319	961,024	18,586
Equipment	CFDA No. 16.575	-	-	-	-	-	-
Total		\$ 1,365,806	\$ 962,673	\$ 179,992	\$ 44,319	\$ 1,186,984	\$ 178,822
Underserved Victim Advocacy and Outreach Program - County Victim Services (XC) Program							
Personnel Services	XC19020410	\$ 86,163	\$ -	\$ 36,981	\$ 5,712	\$ 42,693	\$ 43,470
Operating Expenses	1/1/20-12/31/20	285,561	-	43,044	9,000	52,044	233,517
Equipment	CFDA No. 16.575	-	-	-	-	-	-
Total		\$ 371,724	\$ -	\$ 80,025	\$ 14,712	\$ 94,737	\$ 276,987
Underserved Victim Advocacy and Outreach Program - Elder Abuse (XE) Program							
Personnel Services	XE18010410	\$ 121,842	\$ 36,453	\$ 60,389	\$ -	\$ 96,842	\$ 25,000
Operating Expenses	1/1/19-12/31/19	3,158	1,365	1,793	-	3,158	-
Equipment	CFDA No. 16.575	-	-	-	-	-	-
Total		\$ 125,000	\$ 37,818	\$ 62,182	\$ -	\$ 100,000	\$ 25,000
Underserved Victim Advocacy and Outreach Program - Elder Abuse (XE) Program							
Personnel Services	XE19020410	\$ 122,941	\$ -	\$ 58,731	\$ 22,941	\$ 81,672	\$ 41,269
Operating Expenses	1/1/20-12/31/20	2,059	-	-	-	-	2,059
Equipment	CFDA No. 16.575	-	-	-	-	-	-
Total		\$ 125,000	\$ -	\$ 58,731	\$ 22,941	\$ 81,672	\$ 43,328
Child Advocacy Center Program							
Personnel Services	KC19030410	\$ 96,019	\$ -	\$ -	\$ -	\$ -	\$ 96,019
Operating Expenses	4/1/20-3/31/21	216,481	-	7,560	-	7,560	208,921
Equipment	CFDA No. 16.575	-	-	-	-	-	-
Total		\$ 312,500	\$ -	\$ 7,560	\$ -	\$ 7,560	\$ 304,940
Unserv/Underserved Victim Advocacy and Outreach Program							
Personnel Services	UV19020410	\$ 218,750	\$ -	\$ 88,782	\$ -	\$ 88,782	\$ 129,968
Operating Expenses	1/1/20-12/31/20	-	-	643	-	643	(643)
Equipment	CFDA No. 16.575	-	-	-	-	-	-
Total		\$ 218,750	\$ -	\$ 89,425	\$ -	\$ 89,425	\$ 129,325
Paul Coverdell Forensic Science Improvement Grant Program							
Personnel Services	CQ18140410	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Operating Expenses	1/1/19-12/31/19	61,314	41,481	19,315	-	60,796	518
Equipment	CFDA No. 16.742	6,600	-	6,218	-	6,218	382
Total		\$ 67,914	\$ 41,481	\$ 25,533	\$ -	\$ 67,014	\$ 900

* Actual non-match expenditures are reported as federal expenditures in the Schedule under the designated CFDA numbers.

COUNTY OF SAN MATEO
 Schedule of Findings and Questioned Costs
 Year Ended June 30, 2020

Section I – Summary of Auditor’s Results

Financial Statements:

Type of auditor’s report issued on whether the financial statements audited were prepared in accordance with accounting principles generally accepted in the United States of America: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? Yes
- Significant deficiency(ies) identified? None reported

Noncompliance material to financial statements noted? No

Federal Awards:

Internal control over major programs:

- Material weakness(es) identified? No
- Significant deficiency(ies) identified? None reported

Type of auditor’s report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? No

Identification of major programs:

<u>Program Title</u>	<u>CFDA Number</u>
Coronavirus Relief Fund.....	21.019
Aging Cluster.....	93.041, 93.042, 93.043, 93.044, 93.045, 93.052, 93.053
Adoption Assistance	93.659
Medical Assistance Program.....	93.778
Disaster Grants – Public Assistance (Presidentially Declared Disasters)	97.036
Homeland Security Grant Program.....	97.067

Dollar threshold used to distinguish between Type A and Type B programs: \$3,000,000

Auditee qualified as low-risk auditee? Yes

COUNTY OF SAN MATEO
Schedule of Findings and Questioned Costs (continued)
Year Ended June 30, 2020

Section II – Financial Statement Findings

2020-002 Schedule of Expenditures of Federal Awards Accuracy

Material Weakness in Internal Control Over Financial Reporting

Criteria

U.S. Code of Federal Regulations, Title 2, Part 200, section 510(b) *Schedule of Expenditures of Federal Awards* requires recipients of federal awards to prepare a schedule of expenditures of federal awards (SEFA) for the period covered by the entity's financial statements to accurately reflect federal awards expended and amounts provided to subrecipients for individual federal programs.

Condition

During our audit, we identified, and management subsequently corrected, various misstatements in the County's SEFA for the year ended June 30, 2020. Classification of federal programs by pass-through grantor and the identification of pass-through or grant identifying number did not agree to award documents. The following lists the significant adjustments:

1. Total federal expenditures for the Medical Assistance program (CFDA no. 93.778) were understated by \$3.7 million, or 27% of the corrected amount. The misstatement included the following elements:
 - a. \$3.4 million of federal expenditures for the In-Home Support Services (IHSS) component of the program was not reported.
 - b. \$0.3 million of federal expenditures for the California Children's Services (CCS) component of the program was inadvertently excluded due to misinterpretation of the grant award.
2. The Medical Assistance program (CFDA no. 93.778) erroneously reported \$0.4 million as subrecipient expenditures when such funds were not passed through to subrecipients.
3. Total federal expenditures for the Foster Care program (CFDA no. 93.658) were overstated by \$2.1 million, or 20% of the corrected amount due to the improper inclusion of the State-funded portion of expenditures for the Canyon Oaks Youth Center component of this program.
4. Subrecipient expenditures for the Aging Cluster (CFDA nos. 93.041, 93.042, 93.043, 93.044, 93.045, 93.052, and 93.053) were understated by \$2.6 million, or 93% of the corrected amount.
5. Expenditures for the Coronavirus Relief Fund (CFDA no. 21.019) and the Disaster Grants – Public Assistance program (CFDA no. 97.036) were revised several times to correct amounts reported above the federally approved amounts and to remove \$2.5 million of encumbered costs that were erroneously included as expenditures.

Cause

Due to the coronavirus pandemic, the County was challenged with staffing resources. In addition to turnover of staff, there was a need to allocate substantial County resources to address public health and safety needs while managing the significant inflow of new federal funds from the Coronavirus Aid, Relief, and Economic Security (CARES) Act.

Effect

The resource constraints adversely impacted the operating effectiveness of controls over the preparation and review of the County's SEFA.

Recommendation

We recommend that the County reevaluate existing processes and controls over the preparation of the SEFA in light of recent operational and other changes, including considerations for adequate staffing resources for the preparation of the SEFA.

COUNTY OF SAN MATEO
Schedule of Findings and Questioned Costs (continued)
Year Ended June 30, 2020

Section II – Financial Statement Findings (Continued)

2020-002 **Schedule of Expenditures of Federal Awards Accuracy** (continued)

Views of Responsible Officials

The views of responsible officials are set forth in the County's Corrective Action Plan.

Section III – Federal Awards Findings and Questioned Costs

None.



COUNTY OF SAN MATEO
OFFICE OF THE CONTROLLER

Juan Raigoza
Controller

Shirley Tourel
Assistant Controller

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Redwood City, CA 94063
650-363-4777
<http://controller.smcgov.org>

COUNTY OF SAN MATEO
Schedule of Prior Year Findings and Questioned Costs
Year Ended June 30, 2020

Prior Year Findings and Questioned Costs

Financial Statement Findings:

None reported.

Federal Awards Findings:

None reported.



COUNTY OF SAN MATEO
Corrective Action Plan
Year Ended June 30, 2020

The findings listed herein are discussed and numbered consistently with the findings in the Schedule of Findings and Questioned Costs.

Section II – Financial Statement Findings

2020-001 Schedule of Expenditures of Federal Awards Accuracy

In relation to the County of San Mateo (County) single audit for the year ended June 30, 2020, the County hereby submits a corrective action plan for finding number 2020-001 for the accuracy on the schedule of expenditure of federal awards.

The County will adopt the recommendation from the auditor to take further measures to ensure that personnel responsible for communicating federal expenditure data to the Controller’s Office are familiar with SEFA reporting requirements and emphasize the need for reporting federal expenditures on a modified accrual basis. The County will develop procedures to ensure the completeness and accuracy of the amounts provided by departments to be reported on the SEFA.

Contact person responsible for corrective action: Kim Le, Deputy Controller

Anticipated completion date: December 2021

COUNTY OF SAN MATEO

Supplementary Information

State of California Department of Community Services and Development

Schedules of Revenues and Expenditures

Community Services Block Grant (CSBG) – CFDA No. 93.569

Contract No. 20F-3040, for the period January 1, 2020 to June 30, 2020

REVENUES	Fiscal Year 2019/20	Total Audited Costs	Total Reported Expenses	Total Budget
Grant Revenue	\$ 70,518	\$ 70,518	\$ 70,518	\$ 462,782
EXPENDITURES				
Administrative Costs				
Salaries and Wages	\$ -	\$ -	\$ -	\$ -
Program Costs				
Sub-Contractors	70,518	70,518	70,518	462,782
Total Expenditures*	\$ 70,518	\$ 70,518	\$ 70,518	\$ 462,782

Contract No. 19F-4442 – Block Grant, for the period June 1, 2019 to January 31, 2020

REVENUES	Fiscal Year 2019/20	Total Audited Costs	Total Reported Expenses	Total Budget
Grant Revenue	\$ 30,000	\$ 30,000	\$ 30,000	\$ 30,000
EXPENDITURES				
Administrative Costs				
Salaries and Wages	\$ -	\$ -	\$ -	\$ -
Program Costs				
Sub-Contractors	30,000	30,000	30,000	30,000
Total Expenditures*	\$ 30,000	\$ 30,000	\$ 30,000	\$ 30,000

Contract No. 19F-4040 – Block Grant, for the period January 1, 2019 to December 31, 2019

REVENUES	Fiscal Year 2018/19	Fiscal Year 2019/20	Total Audited Costs	Total Reported Expenses	Total Budget
Grant Revenue	\$ 206,625	\$ 246,825	\$ 453,450	\$ 453,450	\$ 453,450
EXPENDITURES					
Administrative Costs					
Salaries and Wages	\$ -	\$ 14,500	\$ 14,500	\$ 14,500	\$ 14,500
Program Costs					
Sub-Contractors	206,625	232,325	438,950	438,950	438,950
Total Expenditures*	\$ 206,625	\$ 246,825	\$ 453,450	\$ 453,450	\$ 453,450

* Expenditures are reported in the Schedule of Expenditures of Federal Awards under the designated CFDA and pass-through entity numbers.