



Martin Starnes & Associates, CPAs, P.A.

A Professional Association of Certified Public Accountants and Management Consultants

Report On Internal Control Over Financial Reporting And On Compliance and Other Matters Based On An Audit of Financial Statements Performed In Accordance With *Government Auditing Standards*

To the Board of Commissioners
Lincoln County, North Carolina

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Lincoln County, North Carolina, as of and for the year ended June 30, 2005, which collectively comprise the County's basic financial statements, and have issued our report thereon dated October 20, 2005. We did not audit the financial statements of the Lincoln County ABC Board. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Lincoln County ABC Board is based solely on the reports of the other auditors. We conducted our audit in accordance with generally accepted auditing standards 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 Lincoln County ABC Board were not audited in accordance with Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Lincoln County's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weakness.

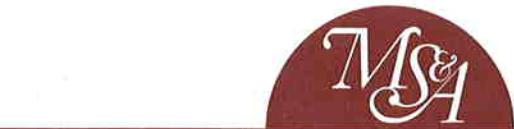
Compliance and Other Matters

As part of obtaining reasonable assurance about whether Lincoln County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, 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.

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

Martin Starnes & Associates, CPAs, P.A.

Martin Starnes & Associates, CPAs, P.A.
October 20, 2005



Martin Starnes & Associates, CPAs, P.A.

A Professional Association of Certified Public Accountants and Management Consultants

**Report On Compliance With Requirements Applicable To Each Major Federal
Program And Internal Control Over Compliance In Accordance With
OMB Circular A-133 And The State Single Audit Implementation Act**

To the Board of Commissioners
Lincoln County, North Carolina

Compliance

We have audited the compliance of Lincoln County, North Carolina, with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* and the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission that are applicable to each of its major federal programs for the year ended June 30, 2005. Lincoln County's major federal 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 programs is the responsibility of Lincoln County's management. Our responsibility is to express an opinion on Lincoln 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; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and the State Single Audit Implementation Act. Those standards, OMB Circular A-133, and the State Single Audit Implementation Act 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 Lincoln County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Lincoln County's compliance with those requirements.

In our opinion, Lincoln County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2005.

Internal Control Over Compliance

The management of Lincoln County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Lincoln County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our 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 the State Single Audit Implementation Act.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the board of commissioners, management, and 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.

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October 20, 2005



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Report On Compliance With Requirements Applicable To Each Major State Program And Internal Control Over Compliance In Accordance With Applicable Sections Of OMB Circular A-133 And The State Single Audit Implementation Act

To the Board of Commissioners
Lincoln County, North Carolina

Compliance

We have audited the compliance of Lincoln County, North Carolina, with the types of compliance requirements described in the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission that are applicable to each of its major state programs for the year ended June 30, 2005. Lincoln County's 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 state programs is the responsibility of Lincoln County's management. Our responsibility is to express an opinion on Lincoln 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; and applicable sections of OMB Circular A-133, as described in the Audit Manual for Governmental Auditors in North Carolina, and the State Single Audit Implementation Act. Those standards, applicable sections of *OMB Circular A-133*, and the State Single Audit Implementation Act 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 State program occurred. An audit includes examining, on a test basis, evidence about Lincoln County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Lincoln County's compliance with those requirements.

In our opinion, Lincoln County complied, in all material respects, with the requirements referred to above that are applicable to each of its major state programs for the year ended June 30, 2005.

Internal Control Over Compliance

The management of Lincoln County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to state programs. In planning and performing our audit, we considered Lincoln County's internal control over compliance with requirements that could have a direct and material effect on a major state program in order to determine our 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 the State Single Audit Implementation Act.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major state program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

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

Martin Starnes & Associates, CPAs, P.A.

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October 20, 2005

LINCOLN COUNTY, NORTH CAROLINA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE YEAR ENDED JUNE 30, 2005

1. Summary of Auditors' Results

- A. An unqualified opinion was issued on the financial statements of Lincoln County, North Carolina.
- B. Our audit of the basic financial statements disclosed no reportable conditions in internal control.
- C. Our audit of the basic financial statements disclosed no reportable conditions in compliance over federal and State awards.
- D. An unqualified opinion was issued on Lincoln County's compliance with the types of compliance requirements applicable to its major federal programs.
- E. An unqualified opinion was issued on Lincoln County's compliance with the types of compliance requirements applicable to its major State programs.
- F. Major federal programs for Lincoln County for the year ended June 30, 2005 are:

Food Stamp Cluster	10.561
Temporary Assistance for Needy Families	93.558
Medicaid Cluster	93.778
Subsidized Child Care Cluster	93.667, 93.596, 93.575, 93.558
Foster Care and Adoption Cluster	93.658 & 93.659

- G. Major State programs for Lincoln County for the year ended June 30, 2005 are:

Medicaid Cluster (State Portion)
SC/SA Domiciliary Care Payments
Subsidized Child Care Cluster (State Portion)
Public School Building Capital Fund
State Children's Insurance Program (CHIPs)

- H. The threshold for determining Type A programs for Lincoln County is \$1,495,716.
- I. Lincoln County did not qualify as a low risk auditee under Section .530 of Circular No. A-133.

LINCOLN COUNTY, NORTH CAROLINA

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2005**

2. Findings Related to the Audit of the Basic Financial Statements

- A. The audit did not detect any findings related to compliance that are required to be reported in accordance with Government Auditing Standards.
- B. The audit did not detect any findings related to internal control over financial reporting that are required to be reported in accordance with Government Auditing Standards.

3. Findings and Questioned Costs Related to the Audit of Federal Awards

None

4. Findings and Questioned Costs Related to the Audit of State Awards

None

LINCOLN COUNTY, NORTH CAROLINA

**CORRECTIVE ACTION PLAN
FOR THE YEAR ENDED JUNE 30, 2005**

N/A-Not applicable

LINCOLN COUNTY, NORTH CAROLINA

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FOR THE FISCAL YEAR ENDED JUNE 30, 2005

None.

LINCOLN COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended June 30, 2005

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State/ Pass-through Grantor's Number	Fed. (Direct & Pass-through) Expenditures	State Expenditures	Local Expenditures
Federal Awards:					
U.S. Dept. of Agriculture					
Food and Nutrition Service					
Passed-through the N.C. Dept. of Health and Human Services:					
Division of Social Services:					
Administration:					
Food Stamp Cluster:					
Food Stamp Program - Noncash	10.551		\$ 5,305,585	\$ -	- -
State Administrative Matching Grants for					
Food Stamp Admin	10.561		264,241	- -	264,241
Food Stamp E&T & Depend Care	10.561		2,198	- -	2,198
Food Stamp EBT	10.561		6,133	- -	6,133
Food Stamp Fraud Admin	10.561		14,826	- -	14,826
Total Food Stamp Cluster			5,592,983	- -	287,398
Passed-through the N.C. Dept. of Health and Human Services:					
Division of Public Health:					
Administration:					
Special Supplemental Nutrition Program for					
Women, Infants, & Children	10.557		173,750	- -	- -
Direct Benefit Payments:					
Special Supplemental Nutrition Program for					
Women, Infants, & Children	10.557		866,657	- -	- -
Passed-through Centralina Council of Governments					
USDA Supplement	10.570		1,295	- -	- -
Total U.S. Department of Agriculture			6,634,685	- -	287,398
U.S. Dept. of Housing & Urban Development					
Passed-through N.C. Division of Community Assistance					
CDBG Small Cities Program (Scattered-Site Housing)	14.219		232,919	- -	- -
Total U.S. Dept. of Housing & Urban Development			232,919	- -	- -
U.S. Dept. of Justice					
Bureau of Justice Assistance					
Passed-through N.C. Dept. of Crime Control and					
Public Safety:					
Community Policing (COPS)	16.710		50,000	- -	- -
Total U.S. Dept. of Justice			50,000	- -	- -
U.S. General Services Administration					
Passed-through N.C. Board of Elections					
List Maintenance	39.011		2,973	- -	- -
Technology	39.011		11,494	- -	- -
			14,467	- -	- -
U.S. Dept. of Transportation					
National Highway Traffic Safety Administration					
Passed-through the N.C. Department of Transportation					
Formula Grant	20.509		692	32	- -
Safety Incentives (Hwy 321 Corridor Five County Grant)	20.605		39,458	- -	- -
Total U.S. Dept. of Transportation			40,150	32	- -

LINCOLN COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended June 30, 2005

<u>Grantor/Pass-through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>State/ Pass-through Grantor's Number</u>	<u>Fed. (Direct & Pass-through) Expenditures</u>	<u>State Expenditures</u>	<u>Local Expenditures</u>
<u>U. S. Department of Homeland Security</u>					
Passed-through N.C. Dept. of Crime Control and Public Safety:					
Division of Emergency Management					
State Domestic Preparedness Equipment Support Program					
Homeland Security Grant	97.004	HS-MU-03-2055	196,318	-	-
Homeland Security Grant 2003 Part I	97.004	HS-TE-03-1055	19,880	-	-
Homeland Security Grant	97.004	EMPG-2004-37109	22,824	-	-
Total U. S. Department of Homeland Security			<u>239,022</u>		
<u>U.S. Dept. of Health & Human Services</u>					
Administration on Aging					
Division of Social Services					
Passed-through Centralina Council Governments					
Aging Cluster:					
Special Programs for the Aging - Title III B					
Disease Prevention and Health Promotion Services	93.043		2,445	144	-
Supportive Services and Senior Center					
Access	93.044		44,669	78,158	-
In-Home	93.044		41,989	109,852	-
Nutrition Services	93.045		14,291	6,418	-
National Family Caregiver Support	93.052		19,923	1,007	-
Total Aging Cluster			<u>123,317</u>	<u>195,579</u>	-
Passed-through the N.C. Dept. of Health and Human Services:					
Division of Social Services:					
Foster Care and Adoption Cluster:					
IV-E Child Protective Services	93.658		165,177	43,997	121,180
IV-E Optional	93.658		93,361	-	93,361
IV-E Waiver	93.658		525	263	263
IV-E Foster Care In Excess	93.658		19,824	-	11,432
IV-E Foster Care	93.658		53,064	15,292	15,292
IV-E Adoption Subsidy & Vendor	93.659		154,845	44,628	44,628
Total Foster Care and Adoption Cluster			<u>486,796</u>	<u>104,180</u>	<u>286,156</u>
Work First Administration					
Work First Service	93.558		87,253	32,691	66,121
TANF Domestic Violence	93.558		594,620	203,348	411,293
TANF TEA Foster Care Max	93.558		7,721	-	-
TANF TEA Foster Care Max	93.558		18,404	-	-
TANF Payments & Penalties	93.558		50,097	-	-
TANF UP	93.558		487,986	(86)	-
AFDC Payments & Penalties	93.560		19,196	-	-
N. C. Child Support Enforcement Section	93.563		(506)	(139)	(139)
			<u>478,102</u>	<u>-</u>	<u>245,320</u>
Low-Income Home Energy Assistance Block Grant:					
Administration	93.568		10,032	-	-
Energy Assistance Payments- Direct Benefit Payments	93.568		88,540	-	-
Crisis Intervention Payments	93.568		47,025	-	-
Permanency Planning - Regular	93.645		15,904	5,301	-
Permanency Planning - Special	93.645		4,718	-	1,573
SSBG - Other Service and Training	93.667		151,001	15,683	55,561
Independent Living Grant	93.674		12,738	3,184	-
Adoption/Foster Care	93.658		71,191	-	-

LINCOLN COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended June 30, 2005

<u>Grantor/Pass-through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>State/ Pass-through Grantor's Number</u>	<u>Fed. (Direct & Pass-through) Expenditures</u>	<u>State Expenditures</u>	<u>Local Expenditures</u>
County Funded Programs				-	63
DCD Smart Start				58,870	-
SC/SA Administration				-	38,661
State Adult Protective Service				50,561	-
Childcare Development Fund-Administration	93.596		72,780	-	-
IV-D Offset Fees-ESC	93.563		499	-	257
IV-D Offset Fees-Federal	93.563		1,640	-	845
AFDC Incent/Program Integrity				70	-
CWS Adopt Subsidy & Vendor				155,965	50,428
F/C At Risk Maximization				10,152	5,821
SC/SA Domiciliary Care Payment				491,074	491,074
State Foster Home				19,742	19,742
Foster Care at Risk				1,203	267
Total Division of Social Services				2,705,737	1,151,799
					1,673,043
Division of Aging:					
Division of Social Services:					
SSBG - State In Home Service Fund	93.667		4,384	-	626
Division of Child Development:					
<u>Subsidized Child Care Cluster:</u>					
Child Care and Development Fund -- Discretionary	93.575		651,910	-	-
Child Care and Development Fund -- Mandatory	93.596		287,733	-	-
Child Care and Development Fund -- Match	93.596		225,522	129,619	-
Social Services Block Grant	93.667		7,425	-	-
TANF	93.558		184,133	-	-
Smart Start				75,418	-
State Appropriations				49,052	-
TANF-MOE				349,100	-
Total Subsidized Child Care Cluster				1,356,723	603,189
<u>Health Care Financing Administration</u>					
Passed-through the N.C. Dept. of Health and Human Services:					
Division of Medical Assistance:					
Administration:					
North Carolina Health Choice	93.767		19,238	2,590	4,002
Adult Care Home Case Management	93.778		44,619	24,771	19,847
Medical Assistance Admin	93.778		437,181	-	437,181
Medical Transportation Admin	93.778		7,521	-	7,521
Medical Transportation Service	93.778		10,541	5,163	912
Medical Assistance Expansion	93.778		11,121	11,121	-
Direct Benefit Payments:					
Medical Assistance Program	93.778			37,659,114	18,200,519
					2,542,567
<u>Centers for Disease Control</u>					
Passed-through the N.C. Dept. of Health and Human Services:					
Division of Public Health:					
Statewide Health Promotion Program	93.991		10,749	-	-
Cooperative Agreements for State-Based Comprehensive					
Breast and Cervical Cancer Early Detection Programs	93.919		47,500	-	-

LINCOLN COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended June 30, 2005

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State/ Pass-through Grantor's Number	Fed. (Direct & Pass-through) Expenditures	State Expenditures	Local Expenditures
<u>Health Resources and Services Administration</u>					
Passed-through the N.C. Dept. of Health and Human Services:					
Division of Public Health:					
Maternal and Child Health Services Block Grant	93,994		131,294	-	-
Immunization Program/Aid to County Funding	93,268		21,389	-	-
Bioterrorism Grant	93,283		37,528	-	-
School Nursing Funding Initiative	93,994		17,424	-	-
Central Administration / Office of Research, Demonstration, and Rural Development:					
Temporary Assistance for Needy Families	93,558		574	-	-
Total U.S. Dept. of Health and Human Services			<u>42,645,954</u>	<u>20,194,731</u>	<u>4,685,699</u>
Total federal awards			<u>49,857,197</u>	<u>20,194,822</u>	<u>4,973,156</u>
State Awards:					
<u>N.C. Dept. of Cultural Resources</u>					
Cultural Grant NCGA			-	100,000	-
Total N.C. Dept. of Cultural Resources			-	100,000	-
<u>N.C. Department of Environment and Natural Resources</u>					
Division of Soil & Water					
AG Cost Share Funds			-	22,924	-
Administrative Match Funds			-	4,000	-
Division of Waste Management					
White Goods Management Program			-	26,215	-
Scrap Tire Program			-	65,506	-
Total N.C. Dept. of Environmental and Natural Resources			-	118,645	-
<u>N.C. Dept. of Health and Human Services</u>					
Division of Social Services					
Administrative:					
State Aid to Counties			-	28,492	-
TANF Incent/Program Integrity			-	594	-
Administration on Aging					
Division of Social Services					
Passed through Centralina Council of Governments					
Senior Center Outreach			-	735	-
Senior Center General Purpose			-	5,912	-
Total N.C. Dept. of Health and Human Services			-	35,733	-
Division of Public Health					
General			-	37,520	-
AIDS			-	500	-
Communicable Disease			-	12,488	-
Risk Reduction/Health Promotion			-	6,023	-
Tuberculosis			-	1,825	-
Women's Preventable Health			-	1,862	-
School Nursing Funding Initiative			-	13,069	-
TB Medical Services			-	787	-
Total Division of Public Health			-	74,074	-

LINCOLN COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended June 30, 2005

<u>Grantor/Pass-through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>State/ Pass-through Grantor's Number</u>	<u>Fed. (Direct & Pass-through) Expenditures</u>	<u>State Expenditures</u>	<u>Local Expenditures</u>
Total N. C. Department of Health and Human Services				109,807	
<u>Dept. of Juvenile Justice and Delinquency Prevention</u>					
Juvenile Crime Prevention Programs				8,250	
Governor's One on One				6,200	
Administration				18,328	
Strengthening Families				71,197	
Social Work Services				60,000	
Group Home				8,721	
Companions				4,900	
Mediation				177,596	
Total N.C. Department of Juvenile Justice					
<u>N.C. Dept. of Public Instruction</u>					
Public School Building Capital Fund				691,737	
Total N.C. Department of Public Instruction				691,737	
<u>N.C. Rural Economic Development Center, Inc.</u>					
Rural Internet Access Authority				7,259	
e-Commerce Planning Grant	13-08-22			23,213	
Capital Improvement Plan Water and Sewer Systems	02-63-25			30,472	
Total N.C. Rural Economic Development Center, Inc.					
<u>N.C. Dept. of Transportation</u>					
Rural Capital		04-CT-087,CAP		46,904	
Rural Admin		05-CT-087, Admin		494	
Work First		DOT-16CL		8,089	
Elderly and Disabled Transportation Assistance Program (E&DTAP)		DOT-16CL		51,175	
Total N.C. Dept. of Transportation				106,662	
<u>N.C. Dept. of Administration</u>					
Veterans Services				2,000	
Total State awards				1,336,919	
Total federal and State awards				\$ 49,857,197	\$ 21,531,741
					\$ 4,973,156

Notes to the Schedule of Expenditures of Federal and State Financial Awards:

- Basis of Presentation
The accompanying schedule of expenditures of federal and State awards includes the federal and State grant activity of Lincoln County and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and the State Single Audit Implementation Act. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements. Benefit payments are paid directly to recipients and are not included in the county's basic financial statements. However, due to the county's involvement in determining eligibility, they are considered federal awards to the county and are included on this schedule.
- The following are clustered by the NC Department of Health and Human Services and are treated separately for state audit requirement purposes:
Subsidized Child Care, and Foster Care and Adoption.

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