COUNTY OF MONTEREY

SINGLE AUDIT REPORT

YEAR ENDED JUNE 30, 2024

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COUNTY OF MONTEREY
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INDEPENDENT AUDITORS' 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 Honorable Board of Supervisors
County of Monterey
Salinas, 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 discretely presented component unit, each major fund, and the aggregate remaining fund information of the County of Monterey (the County), as of and for the year ended June 30, 2024, 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 19, 2024. Our report includes a reference to other auditors who audited the financial statements of Monterey County Children and Families Commission, as described in our report on the County's financial statements. This report does not include the results of other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on 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 County's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on 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.*

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.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Roseville, California
December 19, 2024

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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE

The Honorable Board of Supervisors
County of Monterey
Salinas, California

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited County of Monterey's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of County of Monterey's major federal programs for the year ended June 30, 2024. County of Monterey's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, County of Monterey complied, in all material respects, with the 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, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative* Requirements*, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the County of Monterey and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of County of Monterey's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to County of Monterey's federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on County of Monterey's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about County of Monterey's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.

- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding County of Monterey's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- obtain an understanding of County of Monterey's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 County of Monterey's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as item 2024-001. Our opinion on each major federal program is not modified with respect to these matters.

Government Auditing Standards requires the auditor to perform limited procedures on County of Monterey's response to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. County of Monterey's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be material weaknesses.

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. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2024-001 to be a material weakness.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Government Auditing Standards requires the auditor to perform limited procedures on County of Monterey's response to the internal control over compliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. County of Monterey's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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

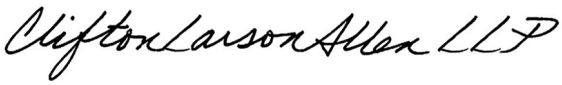
We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the County, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the County of Monterey's basic financial statements. We have issued our report thereon dated December 19, 2024, which contained unmodified opinions on those financial statements. We did not audit the Monterey County Children and Families Commission, which represents 100% of the assets, liabilities and revenues of the discretely presented component unit, as of and for the year ended June 30, 2024. Those financial statements were audited by other auditors, whose reports thereon have been furnished to us, and our opinions, insofar as they relate to the amounts included for the Commission are based solely on the reports of the other auditors.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the Supplementary Schedules of the Department of Community Services and Development but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.



CliftonLarsonAllen LLP

Roseville, California
December 19, 2024

COUNTY OF MONTEREY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass-through Grantor/Program Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Total Federal Expenditures	Expenditures to Subrecipients
U.S. Department of Agriculture				
Direct programs:				
COVID-19 - ARPA - CalFresh/SNAP	10.561		$ 225,809	$ -
Subtotal SNAP Cluster (Part 1)			225,809	-
Passed through State Department of Food and Agriculture:				
Plant and Animal Disease, Pest Control, and Animal Care				
Citrus Health Response Program - Multi Pest Survey (FY 2022/2023)	10.025	22-0294	156,697	41,398
P. ramorum Survey (FY 2022/2023)	10.025	22-0998	12,654	3,752
Exotic Fruit Fly Survey (FY 2022/2023)	10.025	22-1694	388,038	44,481
European Grapevine Moth Project (FY 2022/2023)	10.025	22-1695	62,679	62,679
Asian Citrus Psyllid (FY 2023/2024)	10.025	22-0294	156,697	31,262
Exotic Fruit Fly Survey (FY 2023/2024)	10.025	22-1694	388,038	66,904
Citrus Health Response (FY 2023/2024)	10.025	23-0026	175,038	121,322
P. ramorum Survey (FY 2023/2024)	10.025	23-0413	10,072	1,040
PDCP/GWSS/Bio Control (FY 2022/2023)	10.025	21-0517	332,744	86,800
PDCP/GWSS/Bio Control (FY 2023/2024)	10.025	21-0517	332,744	24,228
Subtotal Assistance Listing Number 10.025			2,015,402	483,866
Passed through the State Department of Social Services:				
State Administrative Matching Grants for Food Stamp Program	10.561		15,192,207	-
Passed through the State Department of Public Health:				
Supplemental Nutrition Assistance Program - Education	10.561	19-10329	728,243	6,499
Subtotal SNAP Cluster (Part 2)			15,920,450	6,499
Subtotal SNAP Cluster (Total)			16,146,259	6,499
Special Supplemental Nutrition Program for Women, Infants, and				
Special Supplemental Nutrition Program for	10.557	19-10163	4,933,965	-
Passed through State Department of Public Health:				
School Nutrition Program	10.560		136,603	-
Total U.S. Department of Agriculture			23,232,229	490,365
U.S. Department of Commerce				
Direct Programs:				
EDA Revolving Loan Fund	11.307		150,000	-
EDA Revolving Loan Fund - Outstanding Loan Balance	11.307		1,935,803	-
Economic Development Cluster Assistance Listing Number 11.307			2,085,803	-
Total U.S. Department of Commerce			2,085,803	-
U.S. Department of Housing and Urban Development				
Passed through State Department of Housing and Community Development:				
Community Development Block Grant/Entitlement Grants	14.218	Entitlement/Urban County	1,739,556	1,579,200
Subtotal CDBG - Entitlement/Special Purpose Grants Cluster			1,739,556	1,579,200
Community Development Block Grant/State's Program -				
Outstanding Loan Balance	14.228		3,123,524	-
Subtotal Assistance Listing Number 14.228			3,123,524	-
Home Investment Partnership Program	14.239		57,664	39,708
Home Investment Partnership Program -				
Outstanding Loan Balance	14.239	Home Investment P'ship	7,696,725	-
Subtotal Assistance Listing Number 14.239			7,754,389	39,708
Total U.S. Department of Housing and Urban Development			12,617,469	1,618,908
U.S. Department of Interior				
Passed through the U.S. Fish and Wildlife:				
Section 6 HCP	15.615		704,631	-
Total U.S. Department of Interior			704,631	-
U.S. Department of Justice				
Passed through the Governor's Office of Emergency Services:				
KI - Innovative Response to Marginalized Victims of Crime	16.575	KI123010270	16,203	-
Child Advocacy Center - CAC	16.575	KC22010270 & KC 23020270	79,232	-
Victims of Crime Act (VOCA)	16.575		128,294	120,864
County Victim Services Program (VOCA) Probation	16.575		15,476	-
County Victim Services Program (VOCA) District Attorney	16.575		47,157	-
DNACC - DNA Cold Case Investigation	16.575	15PBJA21GG04356DNAX	271,394	-
FJC Family Just Center Grant	16.575	FE 21010270 & FJ23010270	132,701	-
Unserved/Underserved Victim Advocacy and Outreach Program	16.575	UV22010270 & UV23020270	143,981	-
Victim Witness Assistance Program	16.575	VW22410270 & VW23420270	259,024	-
Subtotal Assistance Listing Number 16.575			1,093,462	120,864
Passed through the City of Salinas:				
JAGBG - JAG Block Grant	16.738		20,153	-
Subtotal Assistance Listing Number 16.738			20,153	-
Total U.S. Department of Justice			1,113,615	120,864

See accompanying Notes to Schedule of Expenditures of Federal Awards.

COUNTY OF MONTEREY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass-through Grantor/Program Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Total Federal Expenditures	Expenditures to Subrecipients
U.S. Department of Labor				
Passed through State Employment Development Department:				
WIOA ADULT 202 AA311017 2022	17.258	AA311017	$ 190,216	$ -
WIOA ADULT 201 AA41017 2023	17.258	AA411017	405,001	230,561
WIOA ADULT 202 AA411017 2023	17.258	A411017	1,534,669	922,242
WIOA DISLOCATED 501 AA311017 2022	17.278	AA311017	4,072	-
WIOA DISLOCATED 502 AA311017 2022	17.278	AA311017	1,746,859	709,807
WIOA DISLOCATED 501 AA411017 2023	17.278	AA411017	23,888	-
WIOA YOUTH 301 AA311017 2022	17.259	AA311017	1,126,770	690,619
WIOA YOUTH 301 AA411017 2023	17.259	AA411017	1,089,820	778,784
WIOA RAPID RESPONSE 541 A311017 2023	17.278	AA311017	34,145	-
WIOA RAPID RESPONSE 540 A411017 2023	17.278	AA411017	73,969	-
WIOA RAPID RESPONSE 541 A411017 2023	17.278	AA411017	164,324	-
Subtotal - WIOA Cluster			6,393,731	3,332,013
Total U.S. Department of Labor			6,393,731	3,332,013
U.S. Department of Transportation				
Passed through the State Department of Transportation:				
2017 Storms-38115 Palo Colorado-Repair damaged Road/Culvert 621070C	20.205		5,021	-
Bradley Road Bridge Scour Repair - BHLO 5944(100) 3852	20.205		3,799,529	-
Davis Road Bridge #208 Replacement - BRLS 5944(068) 3600	20.205		565,751	-
Gonzales River Road Bridge Super Structure Replacement	20.205		52,838	-
Hartnell Road Bridge Replacement - BRLO 5944(103) 3854	20.205		927,308	-
Nacimiento Lake Dr Bridge #449 Replacement (5944-440) 2202	20.205		519,783	-
2017 Storm Palo Colorado Repair MP4.0 - 7.8 (621071),(621096)(621073)	20.205		319,725	-
Robinson Canyon Road Bridge Scour Repair BHLO 5944(099) 3851	20.205		209,457	-
2017 Storms-Toro Road at MP 0.1 - Repair 621082	20.205		365,350	-
2017 Storms Viejo Road - Shoulder & Asphalt Repair 621095	20.205		7,497	-
RB62 Gonzales River Road Emergency opening repair 723112	20.205		5,282	-
RB 15 Chualar River Rd Repair (CAT C) 723204	20.205		508,268	-
RB 17 Elkhorn Rd (at Hall Rd) Repair (CAT C) 723206	20.205		390,599	-
Boronda Road Bridge Project 1181	20.205		32,780	-
San Juan Grade Rd Slope Repair at MP8.63 611150	20.205		5,117	-
***Metz Road Various 5944-15A7	20.205		1,265,704	-
Highway Planning and Construction Cluster Assistance Listing 20.205			8,980,009	-
Passed through the State Office of Traffic Safety:				
STVS- Safe Travels Via Salinas	20.600	PS22008	147,961	-
TSRP - Traffic Safety Resource Prosecutor Program	20.616	DI23003 & DI24010	366,065	-
Driving High is a DUI 2	20.616	DI24011	168,979	-
Subtotal - Highway Safety Cluster			683,005	-
Total U.S. Department of Transportation			9,663,014	-
U.S. Department of Treasury				
Direct Programs:				
COVID-19 Emergency Rental Assistance Program	21.023		1,719,900	1,701,108
COVID-19 - Coronavirus State and Local Fiscal Recovery Fund (SLFRF)	21.027		22,443,625	1,045,546
Total U.S. Department of Treasury			24,163,525	2,746,654
U.S. Department of Health and Human Services				
Direct Programs:				
Health Center Program - New Access Point (NAP)	93.224		650,000	-
FY 2023 Expanding COVID-19 Vaccination (ECV)	93.527		27,500	-
FY 2023 Bridge Access Program (BAP)	93.527		35,153	-
Subtotal Health Center Program Cluster			712,653	-
CA Equitable Recovery Initiative (CERI)	93.391		62,808	-
Health Center Infrastructure Support	93.526		944,704	-
Adult Protective Services/Community Services Block Grant	93.747		39,584	-
Subtotal Assistance Listing Number 93.747 (Part 1)			39,584	-

See accompanying Notes to Schedule of Expenditures of Federal Awards.

COUNTY OF MONTEREY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass-through Grantor/Program Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Total Federal Expenditures	Expenditures to Subrecipients
U.S. Department of Health and Human Services (Continued)				
CMAA - Medical Administrative Activities (MTCM)	93.778		$ 624,843	$ 576,920
Subtotal - Medicaid Cluster (Part 1)			624,843	576,920
Ryan White Part C Outpatient EIS Program	93.918		338,144	-
Subtotal Assistance Listing Number 93.918			338,144	-
Passed through the State Department of Aging:				
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	AP-2324-32	387,984	231,807
Special Programs for the Aging - Title III, Part C-1 - Nutrition Services	93.045	AP-2324-32	578,018	510,401
Special Programs for the Aging - Title III, Part C-2 - Nutrition Services	93.045	AP-2324-32	555,160	490,217
Nutrition Services Incentive Program	93.053	AP-2223-32	92,375	92,375
Special Programs for the Aging - Title VII, Chapter 3 - Programs for Prevention of Elder Abuse, Neglect, and Exploitation	93.041	AP-2324-32	4,912	4,912
Special Programs for the Aging - Title VII, Chapter 2 - Long Term Care Ombudsman Services for Older Individuals	93.042	AP-2324-32	39,261	39,261
Special Programs for the Aging - Title III, Part D - Disease Prevention and Health Promotion Services	93.043	AP-2324-32	33,188	33,188
Medicare Enrollment Assistance Program	93.071	MI-2324-32	40,494	34,658
Medicare Enrollment Assistance Program	93.071	MI-2223-32	7,450	7,301
State Health Insurance Assistance Program	92.324	HI-2122-32	254,751	226,236
State Health Insurance Assistance Program	92.324	HI-2425-32	73,578	73,275
COVID-19 - American Rescue Plan (ARP) for Ombudsman Program under Title VII of the OAA	93.042	AP-2122-32	1,058	1,058
COVID-19 - American Rescue Plan (ARP) for Congregate Meals under Title III-C1 of the OAA	93.045	AP-2122-32	209,154	182,467
COVID-19 - American Rescue Plan (ARP) for Home Delivered Meals under Title III-C2 of the OAA	93.045	AP-2122-32	291,428	254,243
Special Programs for the Aging - Title III, Part E - Family Caregivers	93.052	AP-2324-32	229,805	202,922
COVID-19 - American Rescue Plan (ARP) for Family Caregivers under Title III-E of the OAA	93.052	AP-2122-32	104,736	91,372
COVID-19 - American Rescue Plan (ARP) for Grants for Supportive Services and Senior Centers under Title III, Part B of the OAA	93.044	AP-2122-32	411,247	-
Subtotal State Department of Aging Cluster			3,314,599	2,475,693
Passed through State Department of Alcohol and Drug Programs:				
Substance Abuse Prevention and Treatment (SAPT) Block Grant	93.959		2,458,688	1,726,977
COVID-19 - Substance Abuse Prevention and Treatment Block Grant (SABG) - Supplemental American Rescue Plan Act (ARPA)	93.959		193,500	-
Subtotal Assistance Listing Number 93.959			2,652,188	1,726,977
Passed through the State Department of Child Support Services:				
Child Support Enforcement	93.563		7,447,221	-
Passed through the State Department of Community Services and Development:				
Community Services Block Grant	93.569	23F-4027	223,555	130,468
Community Services Block Grant - DISC	93.569	23F-4027 DISC	26,000	26,000
Community Services Block Grant	93.569	24F-3027	237,450	125,887
Subtotal - CSBG Cluster			487,005	282,355
Passed through the State Department of Health Care Services:				
Tuberculosis Control Program	93.116	2227BAS00 /2227FSIE00	155,149	-
Targeted Case Management/Medi-Cal Administrative Activities	93.778	27-19EVRGRN	182,985	-
MCAH - Maternal Child & Adolescent Health Title XIX	93.778	2021-27	438,988	-
Medical Assistance Program (Medi-Cal Administration)	93.778		17,950,353	-
Subtotal - Medicaid Cluster (Part 2)			18,572,326	-
AIDS Master Agreement - HIV Care Program	93.917	18-10878	208,376	-
AIDS Master Agreement - Minority AIDS Initiative HRSA Part B	93.917	18-10878	14,641	-
AIDS Master Agreement - Prevention Program	93.917	18-10763	64,746	-
Subtotal Assistance Listing Number 93.917			287,763	-
ACA-Personal Responsibility Education Program PREP	93.092	18-10238	407,490	-

See accompanying Notes to Schedule of Expenditures of Federal Awards.

COUNTY OF MONTEREY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass-through Grantor/Program Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Total Federal Expenditures	Expenditures to Subrecipients
U.S. Department of Health and Human Services (Continued)				
Passed through Health Management Associates, Inc.:				
State Opioid Response Grant (SOR III)	93.788		$ 211,184	$ -
Passed through State Department of Public Health:				
Epidemiology and Laboratory Capacity for Infectious Disease (ELC) - Enhancing Detection	93.323	COVID-19ELC27	349,288	-
Epidemiology and Laboratory Capacity for Infectious Disease (ELC) - Enhancing Detection Expansion	93.323	COVID-19ELC85	3,335,095	-
Subtotal Assistance Listing Number 93.323			3,684,383	-
Maternal Child & Adolescent Health (MCAH) Title V	93.994	2021-27	186,397	-
California Children's Service (CCS)	93.994		796,747	-
Health Care for Children in Foster Care (HCPCFC)	93.994		83,689	-
Health Care for Children in Foster Care-Case Relief (HCPCFC)	93.994		74,706	-
Psychotropic Medication Monitoring and Oversight (HCPCFC)	93.994		33,136	-
Subtotal Assistance Listing Number 93.994			1,174,675	-
Hospital Preparedness Program (HPP)	93.889	22-10665	156,018	-
Subtotal Assistance Listing Number 93.889			156,018	-
Public Health Emergency Preparedness	93.069	22-10665	278,988	-
Salinas CA will Prevail over Violence Affecting Young Lives	93.136		262,718	-
Child Lead Poisoning Prevention Program (CLPPP)	93.197	20-10533	136,716	-
Immunization Assessment Program	93.268	22-10537	753,889	-
Child Health Disability Prevention (CHDP)	93.991		138,713	-
Public Health Crisis Response Cooperative Agreement Public Health Workforce Development (WFD)	93.354	WFD-027	48,924	-
Passed through the State Department of Mental Health:				
Federal Projects for Assistance in Transition from Homelessness (PATH) Grant	93.150	X06SM016005-19	96,474	-
Substance Abuse & Mental Health Services Administration (SAMHSA) Block Grant (Includes Children's System of Care)	93.958	1B09SM083782-01	1,692,704	-
COVID-19 - Community Mental Health Services Block Grant -MHBG- Supplemental American Rescue Plan Act (ARPA)	93.958	1B09SM085337-01	32,790	-
COVID-19 - Behavioral Health Mobile Crisis and Non-Crisis services (Mobile Crisis CCMU)	93.958		489,322	-
COVID-19 - SAMHSA Supplemental Coronavirus Response and Relief Supplemental Appropriations Act (CRRSAA) -MIPMOB1	93.958	21-10156	291,122	-
COVID-19 - SAMHSA Supplemental Coronavirus Response and Relief Supplemental Appropriations Act (CRRSAA) -MIPMOB2	93.958	21-10156	140,298	-
COVID-19 - SAMHSA Supplemental Coronavirus Response and Relief Supplemental Appropriations Act (CRRSAA) -MIPMOB3	93.958	21-10156	166,937	-
Subtotal Assistance Listing Number 93.958			2,813,173	-
Passed through the State Department of Social Services:				
Temporary Assistance for Needy Families:				
Temporary Assistance for Needy Families -	93.558		23,108,325	-
Temporary Assistance for Needy Families -	93.558		9,822,943	-
Subtotal Assistance Listing Number 93.558			32,931,268	-
COVID-19 - ARPA - CBCAP - Community Based Child Abuse Prevention	93.669		67,000	67,000
Refugee and Entrant Assistance - State Administered Programs - Administration	93.566		64,906	-
Refugee and Entrant Assistance - State Administered Programs - Administration	93.566		3,204	-
Subtotal Assistance Listing Number 93.566			68,110	-
Passed through the State Department of Social Services (Continued):				
Adoption and Legal Guardianship Incentive Payments	93.603		43,383	-
Foster Care – Title IV-E:				
Foster Care - Title IV-E (Administration)	93.658		5,869,059	-
Foster Care - Title IV-E (Assistance)	93.658		1,693,511	-
Subtotal Assistance Listing Number 93.658 (Part 1)			7,562,570	-

See accompanying Notes to Schedule of Expenditures of Federal Awards.

COUNTY OF MONTEREY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass-through Grantor/Program Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Total Federal Expenditures	Expenditures to Subrecipients
U.S. Department of Health and Human Services (Continued)				
Adoption Assistance Program (Administration)	93.659		$ 608,799	$ -
Adoption Assistance Program (Assistance)	93.659		6,558,456	-
Subtotal Assistance Listing Number 93.659			7,167,255	-
Guardianship Assistance (Administration)	93.090		17,808	-
Guardianship Assistance (Assistance)	93.090		317,255	-
Subtotal Assistance Listing Number 93.090			335,063	-
COVID-19 - ARPA - APS - Coronavirus State and Local Fiscal Recovery Funds	93.747		60,691	2,160
Medical Assistance Program - Adult Protective Services County Services Block Grant	93.747		947,888	-
Subtotal Assistance Listing Number 93.747 (Part 2)			1,008,579	2,160
Subtotal Assistance Listing Number 93.747 (Total)			1,048,163	2,160
Medical Assistance Program - Child Welfare Services IV-E	93.658		678,973	-
Subtotal Assistance Listing Number 93.658 (Part 2)			678,973	-
Subtotal Assistance Listing Number 93.658 (Total)			8,241,543	-
Medical Assistance Program - In-Home Supportive Services Public Authority - Administrative Costs	93.778		2,931,705	-
Subtotal - Medicaid Cluster (Part 3)			2,931,705	-
Subtotal - Medicaid Cluster (Total)			22,128,874	576,920
Social Services Block Grant	93.667		396,548	-
Medical Assistance Program - In-Home Supportive Services	93.667		2,568,300	-
Subtotal Assistance Listing Number 93.667			2,964,848	-
Promoting Safe and Stable Families	93.556		358,112	-
Child Welfare Services – State Grants	93.645		175,312	-
Chafee Foster Care Independence Program	93.674		224,478	-
Total U.S. Department of Health and Human Services			102,318,988	5,131,105
U.S. Social Security Administration				
Direct Programs:				
Social Security Incentive Program	96.008		$ 41,800	$ -
Total U.S. Social Security Administration			41,800	-
U.S. Department of Homeland Security				
Passed through Governor's Office of Emergency Services (Cal OES):				
Ann Circle RB92 DR-4683	97.036	CAL OES ID 053-00000	39,268	-
Toro Regional Park Culvert Clean out	97.036	CAL OES ID 053-00000	9,358	-
Royal Oaks Detention Basin	97.036	CAL OES ID 053-00000	12,605	-
Lake Nacimiento Resort Marina Signage	97.036	CAL OES ID 053-00000	10,124	-
Lake San Antonio Signage	97.036	CAL OES ID 053-00000	5,452	-
Jacks Peak Replace Utility Pole	97.036	CAL OES ID 053-00000	13,922	-
Lake Nacimiento Vessel repairs	97.036	CAL OES ID 053-00000	19,068	-
Subtotal Assistance Listing Number 97.036			109,797	-
Emergency Management Performance Grant	97.042		237,612	-
Subtotal Assistance Listing Number 97.042			237,612	-
Homeland Security Grant 2020	97.067		91,675	43,090
Operation Stonegarden	97.067	2021-0081	27,986	-
Subtotal Assistance Listing Number 97.067			119,661	43,090
Total U.S. Department of Homeland Security			467,070	43,090
Total Expenditures of Federal Awards			$ 182,801,876	$ 13,482,999

See accompanying Notes to Schedule of Expenditures of Federal Awards.

COUNTY OF MONTEREY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2024

NOTE 1 BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards presents the activity of all federal awards programs of the County of Monterey for the year ended June 30, 2024. The information in this schedule is presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Therefore, some amounts presented in the schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

NOTE 3 ASSISTANCE LISTING NUMBERS

The program titles and Assistance Listing Numbers were obtained from the federal or pass-through grantor.

NOTE 4 INDIRECT COST RATE

The County did not elect to use the 10 percent de minimis indirect cost rate as covered in 2 CFR §200.414.

NOTE 5 LOANS WITH CONTINUING COMPLIANCE REQUIREMENTS

Outstanding federally-funded program loans, with a continuing compliance requirement, carried balances as of June 30, 2024 as follows:

ALN	Federal Program	Outstanding Loans	Loans with Continuing Compliance Requirements
11.307	EDA Countywide Revolving Loan Fund	$ 2,584,436	$ 1,935,803
14.228	Community Development Block Grant/States Program	3,111,881	3,123,524
14.239	Home Investment Partnership Program	7,634,191	7,696,725

NOTE 6 PASS-THROUGH ENTITIES' IDENTIFYING NUMBER

When federal awards were received from a pass-through entity, the schedule of expenditures of federal awards shows, if available, the identifying number assigned by the pass-through entity. When no identifying number is shown, the County determined that no identifying number is assigned for the program or the County was unable to obtain an identifying number from the pass-through entity.

NOTE 7 DEPARTMENT OF AGING FEDERAL/STATE SHARE

The California Department of Aging (CDA) requires agencies that receive CDA funding to display state-funded expenditures discretely along with federal expenditures. The County expended the following state and federal amounts under these grants:

Assistance Listing Number	Contract Number	Federal Expenditures	State Expenditures
93.041	AP-2324-32	$ 4,912	$ -
93.042	AP-2324-32	39,261	-
93.042	AP-2122-32	1,058	-
93.043	AP-2324-32	33,188	-
93.044	AP-2324-32	387,984	212,943
93.044	AP-2122-32	411,247	-
93.045	AP-2324-32	578,018	128,035
93.045	AP-2122-32	209,154	-
93.045	AP-2324-32	555,160	569,512
93.045	AP-2122-32	291,428	-
93.052	AP-2324-32	229,805	-
93.052	AP-2122-32	104,736	-
93.053	AP-2324-32	92,375	-
93.071	MI-2223-32	7,450	-
93.071	MI-2324-32	40,494	-
92.324	HI-2122-32	254,751	-
92.324	HI-2425-32	73,578	-
N/A	AP-2324-32	-	39,018
N/A	IF-2223-32	-	621,451
N/A	AD-2223-09	-	279,419
N/A	NI-2223-32	-	151,578
N/A	DC-2223-32	-	141,599
N/A	PH-2223-32	-	119,547
	Total	$ 3,314,599	$ 2,263,102

COUNTY OF MONTEREY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2024

Section I – Summary of Auditors' Results

Financial Statements

1. Type of auditors' report issued: Unmodified

2. Internal control over financial reporting:

   - Material weakness(es) identified? _____ yes ____x____ no
   - Significant deficiency(ies) identified? _____ yes ____x____ none reported

3. Noncompliance material to financial statements noted? _____ yes ____x____ no

Federal Awards

1. Internal control over major federal programs:

   - Material weakness(es) identified? ____x____ yes _____ no
   - Significant deficiency(ies) identified? _____ yes ____x____ none reported

2. Type of auditors' report issued on compliance for major federal programs: Unmodified

3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? ____x____ yes _____ no

Identification of Major Federal Programs

Assistance Listing Number(s)	Name of Federal Program or Cluster
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children - Admin. Costs
14.239	HOME Investment Partnerships Program
17.258; 17.259; 17.278	WIOA Cluster
21.023	COVID-19 Emergency Rental Assistance Program
21.027	COVID-19 Coronavirus State and Local Fiscal Recovery Fund
93.558	Temporary Assistance for Needy Families
93.323	Epidemiology and Laboaratory Capacity for Infectious Disease (ELC) Program
93.563	Child Support Enforcement Program

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

Auditee qualified as low-risk auditee? _____ yes ____x____ no

Section II – Financial Statement Findings

Our audit did not disclose any matters required to be reported in accordance with *Government Auditing Standards*.

Section III – Findings and Questioned Costs – Major Federal Programs

2024 – 001 – Reporting

Federal Agency: U.S. Department of Health and Human Services

Federal Program Title: Epidemiology and Laboaratory Capacity for Infectious Disease (ELC) Enhancing Detection; Epidemiology and Laboaratory Capacity for Infectious Disease (ELC) Enhancing Detection Expansion

Assistance Listing Number: 93.323

Pass-Through Agency: California State Department of Public Health

Pass-Through Number(s): COVID-19ELC27; COVID-19ELC85

Award Period: May 18, 2020 – July 31,2026

Type of Finding:

- Material Weakness in Internal Control over Compliance
- Other Noncompliance

Criteria: The total personnel costs for time allocated to the program should be consistent with the underlying general ledger details or other detailed payroll reports.

Condition: The engagement team found that the March 2024 ELC Enhancing Detection Expansion Invoice overstated payroll expenditures by reporting the entire quarter instead of just March, resulting in double-reporting. The internal controls for approving invoices before they were sent to the grantor were not adequately designed or implemented to ensure compliance with the Allowable Cost requirements of the grants.

Questioned Costs: Known Actual Overstated Payroll Expenditures of $296,156.

Context: CLA found the following: Six of forty payroll expenditures selected for testwork did not agree to underlying supporting documentation for the expenditures. These discrepancies were specifically noted in the payroll expenditures for March 2024.

Cause: Mangement did not properly review the ELC Enhancing Detection Expansion Invoice for March 2024 for accuracy prior to submission.

Effect: The County did not meet the criteria for proper grant reporting of allowable costs. Payroll expenditures charged to the program were overstated.

Repeat Finding: Not a repeat finding.

Recommendation: CLA recommends that the County review and update its internal controls related to the ELC grants and provide additional training to ELC staff on compliance with allowable cost and reporting requirements. Proper supervision and review should ensure accurate cost preparation for reimbursement invoices. ELC staff to provide reconciliation to ledger to support SEFA.

Views of responsible officials: There is no disagreement with the audit finding.

COUNTY OF MONTEREY
SUPPLEMENTARY SCHEDULE OF THE DEPARTMENT OF COMMUNITY SERVICES AND DEVELOPMENT
STATEMENT OF REVENUES AND EXPENDITURES
(SEE INDEPENDENT AUDITORS' REPORT, PAGES 1 AND 2)

CSD Contract No. 23F-4027 (CSBG - $499,164.00)
For The Period January 1, 2023 through May 31, 2024

	January 1, 2023 through June 30, 2023	July 1, 2023 through May 31, 2024	Total Reported	Total Budget
REVENUE				
Grant Revenue	$ 261,714	$ 237,450	$ 499,164	$ 499,164
Interest Income	2,685	631	3,316	-
Interest Income - Reimbursed to State	-	(3,316)	(3,316)	-
Total Revenue	264,399	234,765	499,164	499,164
EXPENDITURES				
Administration:				
Salaries and Wages	24,374	50,658	75,032	74,685
Fringe Benefits	15,980	25,242	41,222	41,232
Operating Expenses	5,084	7,116	12,200	12,638
Subcontractor Services	13,163	-	13,163	-
Other Costs	-	28,547	28,547	41,609
Subtotal Administrative Costs	58,601	111,563	170,164	170,164
Program Costs:				
Subcontractor Services	203,113	125,887	329,000	329,000
Subtotal Program Costs	203,113	125,887	329,000	329,000
Total Expenditures	261,714	237,450	499,164	499,164
REVENUE OVER (UNDER) COSTS	$ 2,685	$ (2,685)	$ -	$ -

COUNTY OF MONTEREY
SUPPLEMENTARY SCHEDULE OF THE DEPARTMENT OF COMMUNITY SERVICES AND DEVELOPMENT
STATEMENT OF REVENUES AND EXPENDITURES
(SEE INDEPENDENT AUDITORS' REPORT, PAGES 1 AND 2)

CSD Contract No. 23F-4027 (CSBG DISC - $26,000.00)
For The Period January 1, 2023 through May 31, 2024

	July 1, 2023 through May 31, 2024	Total Reported	Total Budget
REVENUE			
Grant Revenue	$ 26,000	$ 26,000	$ 26,000
Interest Income			-
Interest Income - Reimbursed to State			-
Total Revenue	26,000	26,000	26,000
EXPENDITURES			
Administration:			
Salaries and Wages	-	-	-
Fringe Benefits	-	-	-
Operating Expenses	-	-	-
Other Costs	-	-	-
Subtotal Administrative Costs	-	-	-
Program Costs:			
Subcontractor Services	26,000	26,000	26,000
Subtotal Program Costs	26,000	26,000	26,000
Total Expenditures	26,000	26,000	26,000
REVENUE OVER (UNDER) COSTS	$ -	$ -	$ -

COUNTY OF MONTEREY
SUPPLEMENTARY SCHEDULE OF THE DEPARTMENT OF COMMUNITY SERVICES AND DEVELOPMENT
STATEMENT OF REVENUES AND EXPENDITURES
(SEE INDEPENDENT AUDITORS' REPORT, PAGES 1 AND 2)

CSD Contract No. 24F-3027 (CSBG - $499,164.00)
For The Period January 1, 2024 through April 30, 2025

	January 1, 2024 through June 30, 2024	Total Reported	Total Budget
REVENUE			
Grant Revenue	$ 223,555	$ 223,555	$ 499,164
Interest Income	2,849	2,849	-
Total Revenue	226,404	226,404	499,164
EXPENDITURES			
Administration:			
Salaries and Wages	25,978	25,978	72,244
Fringe Benefits	25,106	25,106	35,535
Operating Expenses	6,070	6,070	11,847
Subcontractor Services	13,424		20,075
Other Costs	22,509	22,509	39,463
Subtotal Administrative Costs	93,087	79,663	179,164
Program Costs:			
Subcontractor Services	130,468	130,468	320,000
Subtotal Program Costs	130,468	130,468	320,000
Total Expenditures	223,555	210,131	499,164
REVENUE OVER (UNDER) COSTS	$ 2,849	$ 16,273	$ -