

**RUSK COUNTY, WISCONSIN**  
**FEDERAL AND STATE SINGLE AUDIT REPORTS**  
**YEAR ENDED DECEMBER 31, 2012**

**RUSK COUNTY, WISCONSIN  
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**RUSK COUNTY, WISCONSIN  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED DECEMBER 31, 2012**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred) Reimbursements 1/1/12	Prior Years Adjustments	Expenditures		Receipts		Accrued (Deferred) Reimbursements 12/31/12
				Federal	Local	Grant Reimburse- ments	Local Share	
<b>Department of Agriculture</b>								
Passed through Wisconsin Department of Health Services:								
Special Supplemental Food Program for Women, Infants and Children:								
2012	10.557	\$ -	\$ -	\$ 93,195	\$ -	\$ 81,910	\$ -	\$ 11,285
State Matching Grant for Food Stamp Program: Income Maintenance Contract:								
2011	10.561	10,909	-	-	-	10,909	-	-
WIC Farmers Market Grant:								
2012	10.572	-	-	151	-	151	-	-
Passed through Northern IM Consortium:								
State Matching Grant for Food Stamp Program: Income Maintenance Contract:								
2012	10.561	-	-	75,648	47,522	55,329	47,522	20,319
Total Department of Agriculture		10,909	-	168,994	47,522	148,299	47,522	31,604
<b>Department of Commerce</b>								
Direct Grant:								
Investments for Public Works and Economic Development Facilities:								
3/14/08-6/14/11                      06-01-05271	11.300	839,000	(43,155)	-	-	-	-	795,845
<b>Department of Housing and Urban Development</b>								
Passed through Wisconsin Department of Administration:								
Community Development Block Grant:								
1/1/12-5/31/14                      H11-14	14.228 (A)	-	-	99,751	-	100,000	-	(249)
ARRA - Community Development Block Grant:								
8/7/09-3/31/11                      CDBG-R FY09-19801	14.255 (A)	-	47,419	-	-	47,419	-	-
Total Department of Housing and Urban Development		-	47,419	99,751	-	147,419	-	(249)
<b>Department of Interior</b>								
Direct Grant:								
Wildlife Habitat Development Program								
6/7/11-12/30/12                      F11AC00485	15.631	(5,000)	-	2,218	-	-	-	(2,782)

(A) = Highway Safety Cluster  
See Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance

**RUSK COUNTY, WISCONSIN**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)**  
**YEAR ENDED DECEMBER 31, 2012**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred) Reimbursements 1/1/12	Prior Years Adjustments	Expenditures		Receipts		Accrued (Deferred) Reimbursements 12/31/12
				Federal	Local	Grant Reimburse- ments	Local Share	
<u>Department of Justice</u>								
Direct Grant:								
Edward Byrne Memorial State & Local Law Enforcement Anti-Drug Abuse Grant	16.580							
12/16/09-12/15/13 2010CKWX0187		\$ 54,552	\$ -	\$ 30,713	\$ -	\$ 83,056	\$ -	\$ 2,209
Bulletproof Vest Partnership Program	16.607							
9/17/10-8/31/12		-	702	894	894	1,596	894	-
Passed through Wisconsin Department of Justice:								
Victims of Crime Act	16.575							
10/1/12-9/30/13 2010-075-14		-	-	3,980	719	-	719	3,980
10/1/11-9/30/12 2010-075-13		3,979	-	13,609	3,478	17,588	3,478	-
Total Department of Justice		58,531	702	49,196	5,091	102,240	5,091	6,189
<u>Department of Transportation</u>								
Passed through Wisconsin Department of Transportation:								
Highway Planning and Construction Assistance Projects:	20.205 (B)							
CTH "V" #8796-01-71		2,571	-	-	-	-	-	2,571
CTHS "O" #8785-00-70		5,506	-	-	-	-	-	5,506
Public Transportation for Non-Urbanized Areas	20.509 (X)							
2012		-	-	313,954	278,138	209,955	278,138	103,999
2011		105,287	-	-	-	105,287	-	-
New Freedom Grant	20.521							
2012		-	-	50,238	12,560	39,888	12,560	10,350
2011		14,744	-	-	-	14,744	-	-
Child Safety and Child Booster Seats Incentive Grants	20.613							
12/9/11-9/30/12 #0952-24-20		-	-	3,980	2,500	3,980	2,500	-
Passed through Wisconsin Department of Natural Resources:								
National Recreational Trails Grant:	20.219 (B)							
9/1/11-6/30/13 RTA-471-11		-	67	15,058	15,058	-	15,058	15,125
Total Department of Transportation		128,108	67	383,230	308,256	373,854	308,256	137,551
<u>Department of Education</u>								
Passed through Wisconsin Department of Health Services:								
Grants for Infants and Toddlers:	84.181							
2012		-	-	16,221	-	16,221	-	-

(B) = Highway Planning and Construction Cluster

(X) = Major Federal Program

See Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance

**RUSK COUNTY, WISCONSIN**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)**  
**YEAR ENDED DECEMBER 31, 2012**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred)		Prior Years Adjustments	Expenditures		Receipts		Accrued (Deferred) Reimbursements 12/31/12
		Reimbursements 1/1/12			Federal	Local	Grant Reimburse- ments	Local Share	
<u>Department of Health and Human Services</u>									
Passed through Area Agency on Aging:									
Preventive Health - Title III D:	93.043								
2012		\$ -	\$ -	\$ -	\$ 2,228	\$ 539	\$ 1,097	\$ 539	\$ 1,131
Supportive Services - Title III B:	93.044 (C)								
2012		-	-	-	27,369	14,156	18,922	14,156	8,447
2011		13,903	-	-	-	-	13,903	-	-
Title III-Part C-Nutrition Services:	93.045 (C)								
Congregate Nutrition - Title III C-1:									
2012		-	-	-	20,018	20,036	20,018	20,036	-
Home Delivered Nutrition - Title III C-2:									
2012		-	-	-	14,067	94,660	13,800	94,660	267
National Family Caregivers Support Program:	93.052								
2012		-	-	-	10,100	2,664	3,373	2,664	6,727
2011		6,402	-	-	-	-	6,402	-	-
Nutrition Services Incentive Program:	93.053 (C)								
10/1/12-9/30/13		-	-	-	-	-	-	-	-
10/1/11-9/30/12		(5,004)	-	-	21,946	-	16,942	-	-
Title III-Part C-Nutrition Services:	93.667 (X)								
Congregate Nutrition - Title III C-1:									
2012		-	-	-	1,152	1,154	1,152	1,154	-
State Pharmaceutical Assistance Program:	93.778 (X)								
2012		-	-	-	3,275	-	3,275	-	-
State Elderly Benefit Services:	93.778 (X)								
2012		-	-	-	42,912	6,028	24,358	6,028	18,554
2011		4,729	-	-	-	-	4,729	-	-
Title III-Part C-Nutrition Services:	93.779								
Congregate Nutrition - Title III C-1:									
2012		-	-	-	17,076	17,092	17,076	17,092	-
State Health Insurance Assistance Program:	93.779								
2012		-	-	-	5,500	-	5,500	-	-

(C) = Health and Human Services Aging Cluster

(X) = Major Federal Program

See Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance

**RUSK COUNTY, WISCONSIN**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)**  
**YEAR ENDED DECEMBER 31, 2012**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred)		Prior Years Adjustments	Expenditures		Receipts		Accrued (Deferred) Reimbursements 12/31/12
		Reimbursements 1/1/12			Federal	Local	Grant Reimburse- ments	Local Share	
<u>Department of Health and Human Services (Continued)</u>									
Passed through Barron County:									
Medicare Improvements for Patients and Providers 2012	93.518	\$ -	\$ -	\$ -	\$ 4,180	\$ -	\$ 4,180	\$ -	\$ -
Social Services Block Grant: Social Services and Community Programs Contract: 2012	93.667 (X)	-	-	-	643	160	525	160	118
2011		212	-	-	-	-	212	-	-
Aging and Disability Resource Center: 2012	93.778 (X)	-	-	-	90,521	-	73,866	-	16,655
2011		17,315	-	-	-	-	17,315	-	-
Medicare Improvements for Patients and Providers 2012	93.779	-	-	-	2,596	-	2,596	-	-
Passed through Wisconsin Department of Health Services:									
Public Health Emergency Preparedness: Biot Focus A Planning: 2012	93.069	-	-	-	29,126	3,098	34,585	3,098	(5,459)
2011		3,907	-	-	-	-	3,907	-	-
Childhood Immunization Grants: Women, Infants, and Children: 2012	93.268 (D)	-	-	-	6,637	11,065	6,637	11,065	-
Temporary Assistance for Needy Families: Social Services and Community Programs Contract: 2012	93.558	-	-	-	39,213	-	39,213	-	-
Social Services Block Grant: Social Services and Community Programs Contract: 2012	93.667 (X)	-	-	-	76,832	-	76,832	-	-
Child Care Expansion: Immunization Program - ARRA 2011	93.712 (D)	826	-	-	-	-	826	-	-
State Children's Insurance Program: 2011	93.767	1,561	-	-	-	-	1,561	-	-

(D) = Immunization Cluster  
(X) = Major Federal Program

See Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance

**RUSK COUNTY, WISCONSIN**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)**  
**YEAR ENDED DECEMBER 31, 2012**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred)	Prior Years Adjustments	Expenditures		Receipts		Accrued (Deferred) Reimbursements 12/31/12
		Reimbursements 1/1/12		Federal	Local	Grant Reimburse- ments	Local Share	
<u>Department of Health and Human Services (Continued)</u>								
Passed through Wisconsin Department of Health Services: (Continued)								
Medical Assistance Program:	93.778	(X)						
Social Services and Community Programs Contract:	**							
2012		\$ -	\$ -	\$ 5,097	\$ 66,216	\$ 1,547	\$ 66,216	\$ 3,550
2011		(17,684)	-	-	-	(17,684)	-	-
Income Maintenance Contract	**							
2012		-	-	20,921	-	18,084	-	2,837
2011		13,846	-	-	-	13,846	-	-
Case Management:	**							
2012		-	-	6,314	-	6,077	-	237
2011		-	1,257	-	-	1,257	-	-
Wisconsin Medicaid Cost Reporting Program:	**							
2012		-	-	49,993	-	-	-	49,993
Maternal and Child Health Services:	**							
2012		-	-	578	765	578	765	-
Block Grants for Community Mental Health Services:	93.958							
2012		-	-	9,661	-	9,661	-	-
Block Grants for Prevention and Treatment of Substance Abuse:	93.959							
2012		-	-	30,407	-	26,391	-	4,016
Maternal and Child Health Services Block Grant:	93.994							
Consolidated Contract:								
2012		-	-	7,872	10,422	7,872	10,422	-
Reproductive Health:								
2012		-	-	18,797	-	18,797	-	-
2011		(4,605)	-	-	-	(4,605)	-	-

(X) = Major Federal Program  
See Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance

**RUSK COUNTY, WISCONSIN**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)**  
**YEAR ENDED DECEMBER 31, 2012**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued	Prior Years Adjustments	Expenditures		Receipts		Accrued
		Reimbursements		Federal	Local	Grant	Local	Reimbursements
		1/1/12				Reimburse- ments	Share	12/31/12
<u>Department of Health and Human Services (Continued)</u>								
Passed through Wisconsin Department of Children and Families:								
Enhance the Safety of Children Affected by Substance Abuse:	93.087							
2012		\$ -	\$ -	\$ 10,500	\$ -	\$ 10,253	\$ -	\$ 247
2011		6,879	-	-	-	6,879	-	-
Family Preservation and Support Services:	93.556							
2012		-	-	36,050	-	35,389	-	661
2011		9,567	-	-	-	9,567	-	-
W2 Program:	93.558							
2012		-	-	46,497	-	43,077	-	3,420
2011		(657)	-	-	-	(657)	-	-
Child Support Enforcement Program (Title IV-D):	93.563 (X)							
2012		-	-	183,173	50,205	133,042	50,205	50,131
2011		48,752	-	-	-	48,752	-	-
Child Care Development:	93.596							
Child Care Programs Contract:								
1/1/12-12/31/12		-	-	20,067	-	19,245	-	822
1/1/11-12/31/11		6,415	-	-	-	6,415	-	-
Child Welfare Services:	93.645							
Basic Children and Families Allocation								
2012		-	-	84,533	-	84,533	-	-
Foster Care - Title IV-E:	93.658							
Basic Children and Families Allocation								
2012		-	-	13,644	-	13,649	-	(5)
Social Services Block Grant:	93.667 (X)							
Basic Children and Families Allocation								
2012		-	-	37,373	-	37,373	-	-
Child Care Expansion:	93.674							
CW IV-E Youth Independent Living								
2012		-	-	2,370	-	11,000	-	(8,630)
2011		2,914	-	-	-	2,914	-	-

(X) = Major Federal Program  
See Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance

**RUSK COUNTY, WISCONSIN**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)**  
**YEAR ENDED DECEMBER 31, 2012**

Federal Grantor Agency/Pass-Through Agency/ Program Title and Year	Federal CFDA #	Accrued (Deferred) Reimbursements 1/1/12	Prior Years Adjustments	Expenditures		Receipts		Accrued (Deferred) Reimbursements 12/31/12
				Federal	Local	Grant Reimburse- ments	Local Share	
<b>Department of Health and Human Services (Continued)</b>								
Passed through Wisconsin Department of Administration:								
Low-Income Home Energy Assistance:	93.568**							
10/1/12-9/30/13 AD129617.54		\$ -	\$ -	\$ 7,983	\$ -	\$ 2,334	\$ -	\$ 5,649
10/1/11-9/30/12 AD119551.54		6,040	692	16,269	-	23,001	-	-
Passed through Wisconsin Department of Corrections:								
Child Welfare Services:	93.645							
Non-CARS:								
2012		-	-	2,021	76	951	76	1,070
2011		204	-	-	-	204	-	-
Foster Care - Title IV-E:	93.658							
Non-CARS:								
2012		-	-	3,234	122	1,521	122	1,713
2011		295	-	-	-	295	-	-
Passed through Northern IM Consortium:								
Temporary Assistance for Needy Families:	93.558							
2012		-	-	2,445	1,536	1,788	1,536	657
State Children's Insurance Program:	93.767							
2012		-	-	14,156	8,893	10,354	8,893	3,802
Medical Assistance Program:	93.778 (X)							
Income Maintenance Contract	**							
2012		-	-	104,906	65,901	76,728	65,901	28,178
Total Department of Health and Human Services		115,817	1,949	1,150,252	374,788	1,073,230	374,788	194,788
<b>Department of Homeland Security</b>								
Passed through Wisconsin Department of Military Affairs								
Emergency Management Assistance	97.042							
10/1/11-9/30/12		-	-	30,673	30,673	14,810	30,673	15,863
10/1/10-9/30/11		14,083	-	-	-	14,083	-	-
Total Department of Homeland Security		14,083	-	30,673	30,673	28,893	30,673	15,863
<b>TOTAL FEDERAL AWARDS</b>		<b>\$ 1,161,448</b>	<b>\$ 6,982</b>	<b>1,900,535</b>	<b>\$ 766,330</b>	<b>\$ 1,890,156</b>	<b>\$ 766,330</b>	<b>\$ 1,178,809</b>
<b>Claims Paid to Providers Via Third Party Administrator</b>								
Medical Assistance	93.778** (X)			\$ 40,539				
<b>TOTAL FEDERAL AWARD EXPENDITURES</b>				<b>\$ 1,941,074</b>				

(X) = Major Federal Program  
See Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance

**RUSK COUNTY, WISCONSIN  
SCHEDULE OF STATE FINANCIAL ASSISTANCE  
YEAR ENDED DECEMBER 31, 2012**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred)	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred)
		Reimbursements 1/1/12			Grant Reimburse- ments	Local Share	Reimbursements 12/31/12
<u>Department of Agriculture, Trade and Consumer Protection</u>							
Soil and Water Resource Management:	115.15						
County Staff and Support:							
2012		\$ -	\$ -	\$ 168,443	\$ -	\$ 71,344	\$ 97,099
2011		114,793	-	-	114,793	-	-
Land and Water Resource Management Projects:	115.40						
2012		-	-	58,836	55,964	-	2,872
2011		45,306	-	-	45,306	-	-
Total Department of Agriculture, Trade and Consumer Protection		<u>160,099</u>	<u>-</u>	<u>227,279</u>	<u>216,063</u>	<u>71,344</u>	<u>99,971</u>
<u>Department of Safety and Professional Services</u>							
PECFA Grant:	165.none						
2012		-	-	17,847	17,847	-	-
Environmental Aids - Private Sewage System:	165.202						
Private Sewage System Grants:							
2/2/12-12/31/13 #201354		-	-	19,453	19,453	-	-
Total Department of Safety and Professional Services		<u>-</u>	<u>-</u>	<u>37,300</u>	<u>37,300</u>	<u>-</u>	<u>-</u>
<u>Department of Natural Resources</u>							
Boating Enforcement Aids:	370.550						
2012		-	-	6,207	-	2,187	4,020
2011		1,196	-	-	1,196	-	-
All-Terrain Vehicle Enforcement Aids:	370.551						
2012		-	-	8,976	7,292	1,684	-
Snowmobile Enforcement Aids:	370.552						
2012		-	-	5,267	5,267	-	-
Wildlife Damage Claims and Abatement:	370.553						
Administration and Abatement:							
2012		-	-	26,464	-	-	26,464
2011		17,373	(1)	-	17,372	-	-

See Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance

**RUSK COUNTY, WISCONSIN**  
**SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)**  
**YEAR ENDED DECEMBER 31, 2012**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/12	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/12
					Grant Reimburse- ments	Local Share	
<b>Department of Natural Resources (Continued)</b>							
County Conservation:	370.563						
7/9/12-6/30/14    CC-4891		\$ -	\$ -	\$ 4,904	\$ -	\$ 2,452	\$ 2,452
6/16/11-6/30/13  CC-4883		2,000	-	-	2,000	-	-
4/22/11-6/30/12  CC-4854		3,136	-	-	3,136	-	-
County Recreation Aides:	370.564						
2012          10 cents/acre		-	-	3,452	4,452	-	(1,000)
Forest Crop	370.566						
2012		-	-	37,645	37,645	-	-
County Forest Road:	370.567						
2012		(19,980)	-	39,595	44,401	-	(24,786)
Urban and Community Forestry:	370.572						
2012		-	-	41,329	41,329	-	-
Recreational Boating Facilities	370.573						
5/1/12-6/30/12    RBF-1380		-	-	6,125	1,625	3,062	1,438
5/1/12-6/30/14    RBF-1381		-	-	2,543	875	1,272	396
8/16/11-6/30/12  RBF-1374		(2,500)	-	10,000	-	5,000	2,500
Snowmobile Trails and Areas:	370.574						
7/1/12-6/30/13    #S-4159		-	-	1,964	41,150	-	(39,186)
7/1/11-6/30/12    #S-4035		(38,502)	-	79,652	41,150	-	-
Snowmobile Trails and Areas (Transp. Fd.):	370.575						
10/25/12-6/30/14  #S-4208		-	-	239	-	-	239
10/2/12-6/30/14  #S-4194		-	-	5,822	-	-	5,822
8/30/11-6/30/13  #S-4059		(27,466)	-	34,591	-	-	7,125
9/1/11-6/30/13    #S-4060		134	(67)	15,058	-	-	15,125
7/1/10-6/30/11    #S-3902 Supplemental		9,741	-	-	9,741	-	-
1/22/10-6/30/12  #S-3851		1,347	-	12,483	13,830	-	-
11/9/09-6/30/12  #S-3850		(3,776)	-	-	(3,776)	-	-
All-Terrain Vehicle Aids:	370.576						
7/2/12-6/30/13    ATV-2236		-	-	4,487	5,814	-	(1,327)
7/1/11-6/30/12    ATV-2122		(5,759)	138	5,104	(517)	-	-
4/6/11-6/30/13    ATV-2122		3,000	-	-	3,000	-	-
1/21/10-6/30/12  ATV-1978		23,565	-	19,658	43,223	-	-
1/21/10-6/30/12  ATV-1977		35,054	-	-	35,054	-	-
11/4/08-6/30/12  ATV-1876		60,146	-	84	60,230	-	-

See Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance

**RUSK COUNTY, WISCONSIN**  
**SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)**  
**YEAR ENDED DECEMBER 31, 2012**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/12	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/12
					Grant Reimburse- ments	Local Share	
<u>Department of Natural Resources (Continued)</u>							
Municipal and County Recycling Grants:	370.670						
2012		\$ -	\$ -	\$ 92,118	\$ 81,022	\$ 11,096	\$ -
Brownfields Site Assessment Grant:	370.687						
2012		17,106	-	12,116	29,222	-	-
State Forest and Park Road Aid Funds:	370.785						
2012		-	-	87,093	-	9,107	77,986
Total Department of Natural Resources		<u>75,815</u>	<u>70</u>	<u>562,976</u>	<u>525,733</u>	<u>35,860</u>	<u>77,268</u>
<u>Department of Transportation</u>							
Urban Mass Transit Operating Assistance:	395.104**						
2012		-	-	139,348	125,413	-	13,935
2011		14,981	-	-	-	-	14,981
2010		13,358	-	-	-	-	13,358
Bureau of Transit and Local Roads County Forest Road Aids:	395.170						
2012		-	-	6,530	6,530	-	-
Elderly and Handicapped County Aids:	395.101						
Elderly and Handicapped Transportation:							
2012		-	-	113,635	68,117	45,518	-
2010		(1,792)	1,792	-	-	-	-
Total Department of Transportation		<u>26,547</u>	<u>1,792</u>	<u>259,513</u>	<u>200,060</u>	<u>45,518</u>	<u>42,274</u>
<u>Department of Corrections</u>							
Capacity Building for Early Intervention:	410.302						
7/1/11-6/30/12		-	-	4,544	4,544	-	-
Youth Aids Community:	410.313						
2012		-	-	204,282	92,576	7,441	104,265
2011		22,198	-	-	22,198	-	-
Total Department of Corrections		<u>22,198</u>	<u>-</u>	<u>208,826</u>	<u>119,318</u>	<u>7,441</u>	<u>104,265</u>
<u>Department of Health Services</u>							
W-2 and Non-W2 Funeral and Cemetery:							
Social Services and Community Programs Contract:	435.105						
2011		7,466	-	-	7,466	-	-

\*\* Major State Financial Assistance Program  
See Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance

**RUSK COUNTY, WISCONSIN**  
**SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)**  
**YEAR ENDED DECEMBER 31, 2012**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/12	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/12
					Grant Reimburse- ments	Local Share	
<b>Department of Health Services (Continued)</b>							
Medical Assistance Transportation Program:							
Social Services and Community Programs Contract:	435.131						
2011		\$ (400)	\$ -	\$ -	\$ (400)	\$ -	\$ -
Fluoride Mouthrinse Program:	435.151735						
2012		-	-	275	810	-	(535)
WIC Farmers Market Grant:	435.154720						
2012		-	-	809	809	-	-
WWWP - GPR:	435.157000						
2012		-	-	25,224	21,836	-	3,388
2011		(12,706)	-	-	(12,706)	-	-
Consolidated Contract - CHHD LD:	435.157720						
2012		-	-	1,679	2,651	-	(972)
Maternal and Health Services Block Grant	435.159320						
Consolidated Contracts:							
2012		-	-	1,343	578	765	-
Maternal and Health Services Block Grant:	435.159321						
2012		-	-	13,100	13,100	-	-
2011		(3,755)	-	-	(3,755)	-	-
IM Available Allocation:	435.283**						
Income Maintenance Contract:							
2011		1,143	-	-	1,143	-	-
IM Available Allocation Federal Share:	435.284						
Income Maintenance Contract:							
2011		1,761	-	-	1,761	-	-
Medicaid Subrogation Collection:	435.291						
Income Maintenance Contract:							
2011		(5,589)	-	-	(5,589)	-	-
Adult Protective Services:	435.312						
2012		-	-	21,949	5,487	-	16,462
2011		16,462	-	-	16,462	-	-
Community Options Program:	435.367						
2012		-	-	66,333	84,125	-	(17,792)
2011		(6,834)	-	-	(6,834)	-	-
Alzheimer's Family Support:	435.381						
2012		-	-	6,030	4,637	-	1,393
2011		75	-	-	75	-	-
CLTS DD Non Federal:	435.450						
2011		2,136	-	-	2,136	-	-
CLTS MH Non Federal:	435.451						
2011		(1,870)	-	-	(1,870)	-	-
CLTS DD:	435.460						
2011		(21,185)	-	-	(21,185)	-	-

\*\* Major State Financial Assistance Program

See Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance

**RUSK COUNTY, WISCONSIN**  
**SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)**  
**YEAR ENDED DECEMBER 31, 2012**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/12	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/12
					Grant Reimburse- ments	Local Share	
<u>Department of Health Services (Continued)</u>							
CLTS MH:	435.461						
2011		\$ 518	\$ -	\$ -	\$ 518	\$ -	\$ -
CLTS PD:	435.462						
2011		434	-	-	434	-	-
Certified Mental Health Program	435.517						
2012		-	-	14,091	2,709	-	11,382
2011		1,431	-	-	1,431	-	-
TPA CLTS Family Support Local:	435.540075						
2012		-	-	1,656	-	1,656	-
Birth-to-Three Initiative:	435.550						
2012		-	-	15,880	15,880	-	-
Basic County Allocation - State Funded:	435.561**						
2012		-	-	578,512	576,758	1,754	-
Family Support Program:	435.577						
2012		-	-	9,920	5,840	-	4,080
2011		10,921	-	-	10,921	-	-
State Senior Community Services:							
State/County Match:	435.681**						
2012		-	-	315,351	19,010	239,312	57,029
2011		55,361	-	-	55,361	-	-
CLTS DD Non-Federal:	435.832**						
2012		-	-	1,656	552	932	172
CLTS MH Non-Federal:	435.835**						
2012		-	-	39,508	9,188	26,783	3,537
CLTS MH Non-Federal Other:	435.841**						
2012		-	-	11,158	2,473	7,699	986
CLTS PD Non-Federal Other:	435.847**						
2012		-	-	8,108	1,343	5,900	865
Passed through Barron County:							
Aging and Disability Resource Center:	435.560100**						
2012		-	-	124,749	81,472	24,906	18,371
2011		13,536	-	-	13,536	-	-
Aging and Disability Resource Center:	435.560063**						
MFP-NH RELOC NON MA							
2012		-	-	101	82	-	19

\*\* Major State Financial Assistance Program

See Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance

**RUSK COUNTY, WISCONSIN**  
**SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)**  
**YEAR ENDED DECEMBER 31, 2012**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/12	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/12
					Grant Reimburse- ments	Local Share	
<u>Department of Health Services (Continued)</u>							
Passed through Northern IM Consortium: Income Maintenance Contract:	435.283**						
2012		\$ -	\$ -	\$ 73,304	\$ 73,304	\$ -	\$ -
Passed through Area Agency on Aging: Elderly Benefit Specialist Program:	435.560320						
2011		6,066	-	-	6,066	-	-
State Pharmaceutical Assistance Program: 7/1/11-6/30/12	435.560327						
2012		-	-	3,275	3,275	-	-
State Senior Community Services: 2012	435.560330						
2012		-	-	6,082	5,264	818	-
Congregate Nutrition: 2012	435.560350						
2012		-	-	66,676	33,322	33,354	-
Special Programs for the Aging - Title III, Part C: 2012	435.560360						
2012		-	-	11,626	1,476	10,122	28
Special Programs for the Aging - Programs for Prevention: 2012	435.560490						
2012		-	-	9,900	5,540	-	4,360
2011		8,990	-	-	8,990	-	-
Emergency Medical Services Funding Assistance: 2012	435.EMS						
2012		(11,040)	-	5,658	6,248	-	(11,630)
Total Department of Health Services		62,921	-	1,433,953	1,051,730	354,001	91,143
<u>Department of Children and Families</u>							
Child Support - State Share:	437.7502						
2012		-	-	17,181	17,181	-	-
2011		179	-	-	179	-	-
CW Adam Walsh Foster/Adoptive Parent: 2012	435.3324						
2012		-	-	-	15	-	(15)
Basic Children and Families Allocation: 2012	437.3561**						
2012		-	-	134,957	134,957	-	-
CW WSACWIS Annual Op Maint Fee: 2012	437.3604						
2012		-	-	(1,972)	(1,972)	-	-
CW Children and Families Allocations: 2012	437.3681**						
2012		-	-	89,299	-	65,262	24,037
Total Department of Children and Families		179	-	239,465	150,360	65,262	24,022

\*\* Major State Financial Assistance Program  
See Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance

**RUSK COUNTY, WISCONSIN**  
**SCHEDULE OF STATE FINANCIAL ASSISTANCE (CONTINUED)**  
**YEAR ENDED DECEMBER 31, 2012**

State Grantor Agency/ Program Title and Year	State I.D. Number	Accrued (Deferred) Reimbursements 1/1/12	Prior Years Adjustments	Expenditures	Receipts		Accrued (Deferred) Reimbursements 12/31/12
					Grant Reimburse- ments	Local Share	
<u>Department of Justice</u>							
Victim and Witness Services Program:	455.532						
2012		\$ -	\$ -	\$ 27,466	\$ 6,183	\$ 14,648	\$ 6,635
2011		5,728	-	-	5,728	-	-
Total Department of Justice		<u>5,728</u>	<u>-</u>	<u>27,466</u>	<u>11,911</u>	<u>14,648</u>	<u>6,635</u>
<u>Department of Military Affairs</u>							
Emergency Planning Grant Program:							
LEPC Emergency Planning Grant:	465.337						
10/1/11-9/30/12		-	-	5,424	2,712	-	2,712
10/1/10-9/30/11		2,667	-	-	2,667	-	-
Computer and Hazmat Equipment:	465.367						
2011		5,767	-	-	5,767	-	-
Total Department of Military Affairs		<u>8,434</u>	<u>-</u>	<u>5,424</u>	<u>11,146</u>	<u>-</u>	<u>2,712</u>
<u>Department of Administration</u>							
Utility Public Benefits:	505.371**						
10/1/12-9/30/13		-	-	3,957	993	-	2,964
10/1/11-9/30/12		2,719	253	7,464	10,436	-	-
Land Information Board Grants:	505.116						
Contract #85190 - Base Budget/Mapping		-	-	11,345	29,756	-	(18,411)
2012 Training Grant		-	-	300	300	-	-
Total Department of Administration		<u>2,719</u>	<u>253</u>	<u>23,066</u>	<u>41,485</u>	<u>-</u>	<u>(15,447)</u>
Subtotal State Financial Assistance		<u>\$ 364,640</u>	<u>\$ 2,115</u>	3,025,268	<u>\$ 2,365,106</u>	<u>\$ 594,074</u>	<u>\$ 432,843</u>
<u>Claims Paid to Providers Via Third Party Administrator</u>							
Children's Long Term Support	(A) **			26,936			
Deduct: Local Share of Expenditures				(594,074)			
<b>TOTAL STATE FINANCIAL ASSISTANCE EXPENDITURES</b>				<u>\$ 2,458,130</u>			

(A) See Note 5

\*\* Major State Financial Assistance Program

See Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance

**RUSK COUNTY, WISCONSIN  
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND  
STATE FINANCIAL ASSISTANCE  
DECEMBER 31, 2012**

**NOTE 1 REPORTING ENTITY**

Rusk County (the County) is governed by a board of supervisors consisting of nineteen elected members.

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

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

**NOTE 2 BASIS OF PRESENTATION**

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

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

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

**Accrued Reimbursement** – Amounts recorded as accrued reimbursements represent the excess of program funds expended over available program funds. Such amounts represent program funds receivable by the County, except as discussed in Note 4.

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

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

Prior year adjustments included in the schedules of expenditures of federal awards and state financial assistance represent adjustments to the January 1, 2012 accrued (deferred) reimbursement balances of the individual programs based on subsequent funding of the programs in 2012 and/or adjustment of accruals resulting from prior year audit findings.

**RUSK COUNTY, WISCONSIN  
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND  
STATE FINANCIAL ASSISTANCE  
DECEMBER 31, 2012**

**NOTE 4 CDBG PROGRAM REVOLVING LOAN FUND**

**Housing Rehabilitation**

The County was awarded Community Development Block Grants (CDBG) in the current and prior years for financing housing rehabilitation loans. Repayments received on the loans are recorded in a separate revolving loan fund by the County and are used to finance similar loans in accordance with the original grant agreements. Loans issued under the CDBG programs were \$153,804 during the year ended December 31, 2012. The balance of loans outstanding was \$2,215,298 as of December 31, 2012. These transactions are not included in the schedule of expenditures of federal awards.

**NOTE 5 CLAIMS PAID VIA THIRD PARTY ADMINISTRATOR**

Amounts shown as paid via Third Party Administrator (TPA) are payments made by a TPA for County authorized services. The TPA makes payments directly to service providers, and receives reimbursement for these services directly from the Wisconsin Department of Health Services (DHS). The activity between the TPA and service providers is not recorded in the County's financial accounting system; however, DHS guidance dictates that these transactions are to be included in the Schedules of Expenditures of Federal Awards and State Financial Assistance.

**NOTE 6 PASS-THROUGH GRANT NUMBERS**

Pass-through grant numbers were not assigned by the pass-through agencies.

**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 County Board  
Rusk County, Wisconsin

We have audited, in accordance with auditing standards generally accepted in the United States of America and 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, each major fund and the aggregate remaining fund information of Rusk County, Wisconsin (County) as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated September 26, 2013. Our report includes a reference to other auditors who audited the financial statements of the Rusk County Memorial Hospital and Nursing Home, as described in our report on Rusk County's financial statements. 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 on separately by those auditors. The financial statements of Rusk County Memorial Hospital and Nursing Home were not audited in accordance with *Government Auditing Standards*.

**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) to determine the 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.

Our consideration of internal control was for the limited purpose described in the preceding paragraph 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 were not identified. However, as described in the accompanying Schedule of Findings and Questioned Costs, we identified certain deficiencies in internal control that we consider to be material weaknesses.

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 County's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs as items 2012-001, 2012-002 and 2012-003 to be material weaknesses.

### **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 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 test disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Rusk County's Response to Findings**

The County's responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. The County's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

### **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 result of that testing, and not to provide an opinion on the effectiveness of the County'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 County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



**CliftonLarsonAllen LLP**

Eau Claire, Wisconsin  
September 26, 2013

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM, INTERNAL CONTROL OVER COMPLIANCE, AND ON THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND STATE SINGLE AUDIT GUIDELINES**

The County Board  
Rusk County, Wisconsin

**Report on Compliance for Each Major Federal and State Program**

We have audited Rusk County, Wisconsin's (County) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended December 31, 2012. We have also audited the County's compliance with types of compliance requirements described in the *State Single Audit Guidelines*, issued by the Wisconsin Department of Administration that are applicable to each of its major state programs (including federal programs required to be tested as major state programs) for the same period. The County's major federal programs and major state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Rusk County's basic financial statements include the operations of the Rusk County Memorial Hospital and Nursing Home, an enterprise fund of the County, which expended federal awards that are not included in the schedule of expenditures of federal awards during the year ended December 31, 2012. Our audit, described below, did not include the operations of the Rusk County Memorial Hospital and Nursing Home.

***Management's Responsibility***

Management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to its federal and state programs.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of the County's major federal and state 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; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; and the *State Single Audit Guidelines*, issued by the Wisconsin Department of Administration. Those standards, OMB Circular A-133 and state guidelines require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

### ***Opinion on Each Major Federal and State 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 to each of its major federal and state programs identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs for the year ended December 31, 2012.

### **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 or state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major program and to test and report on internal control over compliance in accordance with OMB Circular A-133 and State Single Audit Guidelines, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal or state program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis. *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 result of that testing based on the requirements of OMB Circular A-133 and *State Single Audit Guidelines*. Accordingly, this report is not suitable for any other purpose.

**Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133 and Schedule of State Financial Assistance Required by State Single Audit Guidelines**

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Rusk County as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise Rusk County's basic financial statements. We issued our report thereon dated September 26, 2013, 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 schedule of state financial assistance are presented for purposes of additional analysis as required by OMB Circular A-133 and State Single Audit Guidelines, 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 expenditure of federal awards and schedule of state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.



**CliftonLarsonAllen LLP**

Eau Claire, Wisconsin  
September 26, 2013

**RUSK COUNTY, WISCONSIN  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
DECEMBER 31, 2012**

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

1. The auditors' report expresses an unmodified opinion on the basic financial statements of the County.
2. Material weaknesses in internal control over financial reporting were disclosed during the audit of the basic financial statements and reported in the "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*", and are listed as Findings 2012-001 through 2012-003.
3. No instances of noncompliance material to the financial statements of the County were disclosed during the audit.
4. No matters involving internal control over compliance relating to the audit of the major federal award programs and major state financial assistance programs were reported in the "Independent Auditors' Report on Compliance with Requirements That Could Have a Direct and Material Effect on Each Major Program, on Internal Control Over Compliance, and on the Schedules of Expenditures of Federal Awards and State Financial Assistance in Accordance with *OMB Circular A-133* and *State Single Audit Guidelines*".
5. The independent auditors' report on compliance for the major federal award programs and the major state financial assistance programs for the County expresses an unmodified opinion.
6. No audit findings relative to the major federal award programs for the County were disclosed during the audit that are required to be reported in accordance with Section 510(a) of OMB Circular A-133.
7. The federal programs tested as major programs and the state programs tested as major programs, including the federal programs tested as state major programs, are presented in the "Summary of Federal and State Programs Tested as Major Programs" which follows this schedule.
8. The threshold for distinguishing Types A and B programs was \$300,000 for federal award programs and \$100,000 for state financial assistance programs.
9. The County did not qualify as a low-risk auditee as defined in OMB Circular A-133.
10. A summary schedule of prior year audit findings has not been included since there were no prior year findings related to major federal awards and major state financial assistance.

**RUSK COUNTY, WISCONSIN  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
DECEMBER 31, 2012**

**PART II: FINDINGS RELATED TO THE INTERNAL CONTROLS OVER FINANCIAL REPORTING:**

**FINDING: 2012-001 Annual Financial Reporting Under Generally Accepted Accounting Principles (GAAP)**

**Criteria:** It is the County's responsibility to have controls in place to prevent or detect a material misstatement in the annual financial statements, including footnote disclosures.

**Condition:** The County does not have an internal control policy in place over annual financial reporting that would enable management to conclude its annual financial statements and related footnote disclosures are complete and presented in accordance with Generally Accepted Accounting Principles (GAAP).

**Context:** The County has decided to outsource preparation of the annual financial statements instead of compiling them internally. The decision is based on weighing the internal cost and lack of finance personnel availability vs. the benefit of eliminating the internal control finding and the risk potential of financial statement misstatement. As a result, finance personnel of the County are less likely to identify and prevent a material misstatement in the annual financial statements including footnote disclosures. However, they have reviewed and approved the annual financial statements and the related footnote disclosures.

**Cause:** The County relies on the audit firm to prepare the annual financial statements and related footnote disclosures.

**Effect:** The potential exists that a material misstatement of the annual financial statements could occur and not be prevented or detected by the County's internal controls.

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

**CORRECTIVE ACTION PLAN (CAP):**

**Explanation of Disagreement with Audit Findings**

There is no disagreement with the audit finding.

**Actions Planned in Response to Finding:**

The County will continue to rely upon the audit firm to prepare the financial statements and related footnote disclosures and will review and approve these prior to the issuance of the annual financial statements. The Finance Director is the official responsible for ensuring corrective action of the deficiency.

**Planned Completion Date for CAP:**

The CAP is ongoing.

**Plan to Monitor Completion of CAP:**

The County Board will be monitoring this corrective action plan.

**RUSK COUNTY, WISCONSIN  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
DECEMBER 31, 2012**

**PART II: FINDINGS RELATED TO THE INTERNAL CONTROLS OVER FINANCIAL REPORTING:  
(CONTINUED)**

**FINDING: 2012-002 Material Audit Adjustments**

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

**Condition:** The audit firm proposed and the County posted to its general ledger accounts journal entries for correcting certain misstatements.

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

**Cause:** The County has not established controls to ensure that all accounts are adjusted to their appropriate year end balances in accordance with GAAP.

**Effect:** The potential exists that financial statements of the County may include inaccurate information not detected or prevented by County staff.

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

**CORRECTIVE ACTION PLAN (CAP):**

**Explanation of Disagreement with Audit Findings**

There is no disagreement with the audit finding.

**Actions Planned in Response to Finding:**

The County will continue to rely upon the audit firm to propose audit adjustments necessary to adjust accounts in accordance with GAAP. Management will review and approve these entries prior to recording them. The Finance Director is the official responsible for ensuring corrective action of the deficiency.

**Planned Completion Date for CAP:**

The CAP is ongoing.

**Plan to Monitor Completion of CAP:**

The County Board will be monitoring this corrective action plan.

**RUSK COUNTY, WISCONSIN  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
DECEMBER 31, 2012**

**PART II: FINDINGS RELATED TO THE INTERNAL CONTROLS OVER FINANCIAL REPORTING:  
(CONTINUED)**

**FINDING: 2012-003 Limited Segregation of Duties**

- Criteria:** Generally, a system of internal control contemplates separation of duties such that no individual has responsibility to execute a transaction, have physical access to the related assets, and have responsibility or authority to record the transaction.
- Condition:** In some of the smaller County offices the available staff precludes a proper separation of duties to assure adequate internal control.
- Context:** The limited size of the County's staff in some departments responsible for accounting and financial duties precludes a complete segregation of incompatible duties. The County has informed us that it may not be cost effective to hire the additional personnel required to achieve complete segregation of duties.
- Cause:** The condition is due to limited staff available.
- Effect:** The potential exists that the design of the internal controls over financial reporting could affect the ability of the County to record, process, summarize and report financial data consistently with the assertions of management in the financial statements. In addition, this lack of segregation of duties may result in the county's inability to prevent/detect misappropriation of County assets.
- Recommendation:** The County should continue to evaluate its staffing in order to segregate incompatible duties whenever possible.

**CORRECTIVE ACTION PLAN (CAP):**

**Explanation of Disagreement with Audit Findings**

There is no disagreement with the audit finding.

**Actions Planned in Response to Finding:**

The County continues to work to achieve segregation of duties whenever cost effective. The Finance Director is the official responsible for ensuring corrective action of the deficiency.

**Planned Completion Date for CAP:**

The CAP is ongoing.

**Plan to Monitor Completion of CAP:**

The County Board will be monitoring this corrective action plan.

**Compensating Controls and Mitigating Factors:**

The cash disbursements process includes approval of the disbursement by the department head and approval of each voucher and coding by the finance department. The payroll disbursements process includes board approval of all contracts and hourly wage rates, supervisor approval of timesheets, and review of coding by payroll personnel. The receipts process includes pre-numbering, a restrictive endorsement stamp, and a reconciliation of departmental deposits performed by the Treasurer. In addition to the above, each department head and members of administration monitor budget to actual reports on a regular basis in order to identify unusual variances or activities.

**RUSK COUNTY, WISCONSIN  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
DECEMBER 31, 2012**

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

None.

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

None.

**RUSK COUNTY, WISCONSIN  
SUMMARY OF FEDERAL AND STATE PROGRAMS TESTED AS MAJOR PROGRAMS  
YEAR ENDED DECEMBER 31, 2012**

**FEDERAL PROGRAMS**

The following federal programs were tested as major programs:

CFDA #	Program Title	Amount
20.509	Public Transportation for Non-Urbanized Areas	\$ 313,954
93.563	Child Support Enforcement	183,173
93.667	Social Services Block Grant	116,000
93.778	Medical Assistance Program	365,056
		<u>\$ 978,183</u>

**STATE PROGRAMS**

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

CFDA #/ State ID #	Program Title	Amount
State Programs on Schedule of State Financial Assistance:		
395.104	Urban Mass Transit	\$ 139,348
435.283	IM Available Allocation	73,304
435.560100	Aging and Disability Resource Center	99,843
435.560063	Aging and Disability Resource Center MFP-NH RELOC NON MA	101
435.832	Children's Long-Term Support DD Non Federal	724
435.835	Children's Long-Term Support MH Non Federal	12,725
435.841	Children's Long-Term Support MH Non Federal Other	3,459
435.847	Children's Long-Term Support PD Non Federal Other	2,208
(A)	Children's Long-Term Support Paid Via Third Party Administrator	26,936
435.561	Basic County Allocation	576,758
435.681	Community Services and MH Services - State/County Match	76,039
437.3561	Basic County Allocation	134,957
437.3681	State/County Match	24,037
505.371	Utility Public Benefits	11,421
		<u>\$ 1,181,860</u>
Federal Programs on Schedule of Expenditures of Federal Awards:		
93.778	Medical Assistance Program - Human Services Contract	5,097
93.778	Medical Assistance Program - Income Maintenance Contract	125,827
93.778	Medical Assistance Program - Claims Paid by Third Party Administrator	40,539
93.778	Medical Assistance Program - Case Management	6,314
93.778	Medical Assistance Program - WI Medicare Cost Reporting	49,993
93.568	Low Income Weatherization	24,252
		<u>252,022</u>
		<u>\$ 1,433,882</u>

(A) See Note 5