



**COUNTY OF HUNTERDON
NEW JERSEY**

**Report on Expenditures of Federal Awards
And State Financial Assistance**

Year Ended December 31, 2016

COUNTY OF HUNTERDON, NEW JERSEY

**Report on Expenditures of Federal Awards
And State Financial Assistance**

Year ended December 31, 2016

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**REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL AND STATE PROGRAM;
REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON THE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM
GUIDANCE AND SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
REQUIRED NEW JERSEY OMB CIRCULAR 15-08**

Independent Auditors' Report

Honorable Members of the Board of
Chosen Freeholders
County of Hunterdon
Flemington, New Jersey

Report on Compliance for Each Major Federal and State Program

We have audited Hunterdon County's (the "County") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and State of New Jersey Department of Treasury, OMB Circular 15-08 that could have a direct and material effect on each of the County's major federal and state programs for the year ended December 31, 2016. The County's major federal and state programs are identified in the summary of the auditors' results section of the accompanying schedule of findings and questioned costs. The CFDA Number 14.871-Section 8 Housing Choice Vouchers, CFDA Number 14.879-Section 8 Housing Mainstream, CFDA Number 10.551-Supplemental Nutrition Assistance Program, CFDA Number 93.558-Temporary Assistance for Needy Families, Grant Number 100-054-7550-121-WFJ General Assistance, Grant Number 100-054-7550-125 General Administrative Costs and Grant Number 100-054-7550-121-Supplemental Security Income are identified in the accompanying schedule of findings and questioned costs as major federal and state programs and were audited by other auditors whose reports have been furnished to us. Our opinion on compliance, insofar as it relates to CFDA Number 14.871-Section 8 Housing Choice Vouchers, CFDA Number 14.879-Section 8 Housing Mainstream, CFDA Number 10.551-Supplemental Nutrition Assistance Program, CFDA Number 93.558-Temporary Assistance for Needy Families, Grant Number 100-054-7550-121-WFJ General Assistance, Grant Number 100-054-7550-125 General Administrative Costs and Grant Number 100-054-7550-121-Supplemental Security Income, is based on the reports of the other auditors.

Management's Responsibility

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

Auditors' 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 did not audit the compliance of the federal and state programs mentioned above and our opinion, insofar as it relates to those federal and state programs is based solely on the report of the other auditors. 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; 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) and New Jersey OMB Circular 15-08 *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid*. Those standards, the Uniform Guidance and New Jersey OMB Circular 15-08 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 of the County's compliance.

Opinion on Each Major Federal and State Program

In our opinion, based on our audit and the reports of the other auditors, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended December 31, 2016.

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 and 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 federal and state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and New Jersey OMB Circular 15-08, 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 or state 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.

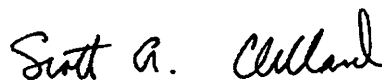
Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any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

Purpose of this Report

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 and New Jersey OMB Circular 15-08. Accordingly, this report is not suitable for any other purpose.

Report on Schedules of Expenditures of Federal Awards and State Financial Assistance as Required by the Uniform Guidance and New Jersey OMB Circular 15-08

We have audited the regulatory-basis financial statements of the County as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the County’s basic regulatory-basis financial statements. We issued our report thereon dated September 29, 2017 which contained an adverse opinion in accordance with accounting principles generally accepted in the United States of America because of the regulatory-basis of accounting, and an unmodified opinion in conformity with the basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the “Division”) which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the Division. Our audit was conducted for the purpose of forming an opinion on the regulatory-basis financial statements that collectively comprise the County’s basic regulatory-basis financial statements. The accompanying schedules of expenditures of federal awards and state financial assistance are presented for purposes of additional analysis as required by the Uniform Guidance and New Jersey OMB Circular 15-08 and are not a required part of the regulatory-basis 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 regulatory-basis financial statements. The information has been subjected to the auditing procedures applied in the audit of the regulatory-basis 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 regulatory-basis financial statements or to the regulatory-basis financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedules of expenditures of federal awards and state financial assistance are fairly stated in all material respects in relation to the regulatory-basis financial statements as a whole.



Scott A. Clelland
Registered Municipal Accountant
No. 455



WISS & COMPANY, LLP

Livingston, New Jersey
September 29, 2017

County of Hunterdon
County of Hunterdon, New Jersey
Schedule of Expenditures of Federal Awards
Year Ended December 31, 2016

Department or Division	Programs	Catalog Number	State Grant FAIN Number	Total Award	Grant Year	2016			
						Cash Receipts	Expenditures	Cumulative Expenditures	
U.S. Department of Health and Human Services (USHHS) Pass - Through N.J. Department of Health and Human Services	Area Plan	93.044	491-054-7530-010	\$ 396,296.90	2015	\$ 9,326.88	\$ 2,654.01	\$ 394,927.84	
	Area Plan	93.044	491-054-7530-010	403,774.20	2016	391,939.56	397,938.03	397,938.03	
	Total Area Plan and Aging Cluster						401,266.44	400,592.04	792,865.87
	Low Income Home Energy Assistance (LIHEAP)	93.U01	LIHEAP	1,724.00	2016	1,724.00	1,724.00	1,724.00	
	Human Services Advisory Council	93.778	100-016-1610-039	73,742.00	2014		1,715.04	73,742.00	
	Human Services Advisory Council	93.778	100-016-1610-039	73,742.00	2015		16,950.00	73,192.00	
	Human Services Advisory Council	93.778	100-016-1610-039	73,742.00	2016	73,192.00	73,255.95	73,255.95	
	Total Human Services Advisory Council						73,192.00	91,920.99	220,189.95
	State Health Services (PHILEP)	93.095	100-046-4230-508	264,597.00	2015	177,518.00	202,599.84	260,096.23	
	State Health Services (PHILEP)	93.095	100-046-4230-508	264,597.00	2016		64,527.76	64,527.76	
	Total State Health Services						177,518.00	267,127.60	324,623.99
	SHIP Program	93.324	100-054-7530-055	28,000.00	2015	14,000.00	7,000.00	28,000.00	
	SHIP Program	93.324	100-054-7530-055	24,000.00	2016	12,000.00	18,000.00	18,000.00	
	Total SHIP Program						26,000.00	25,000.00	46,000.00
	Total Department of Health and Human Services						679,700.44	786,364.63	1,385,403.81
U.S. Department of Agriculture Pass-Through N.J. Department of Agriculture	Senior Farm Nutrition Grant	10.576	100-046-4220-474	500.00	2015		500.00	500.00	
	Senior Farm Nutrition Grant	10.576	100-046-4220-474	500.00	2016		500.00	500.00	
	Total Department of Agriculture and Senior Farm Nutrition Grant							1,000.00	1,000.00
U.S. Department of Transportation Pass-Through N.J. Department of Transportation	FTA Section 5311	20.509	480-078-6300-XXX	313,759.50	2015	33,480.03	313,759.50	534,929.50	
	FTA Section 5311	20.509	480-078-6300-XXX	221,170.00	2016	235,627.43	75,000.00	75,000.00	
	Total FTA Section 5311						269,107.46	388,759.50	609,929.50
	Subregional Transportation Planning	20.U02	480-078-6300-XXX	71,010.00	2015-2016	39,980.90	56,927.98	71,010.00	
	Subregional Transportation Planning	20.U02	480-078-6300-XXX	71,010.00	2016-2017		20,756.25	20,756.25	
	Total Subregional Transportation Planning						39,980.90	77,684.23	91,766.25
	Highway Planning and Construction: Various County Road Projects	20.205	480-078-6320-XXX	1,100,673.12	2016	931,630.69	1,100,673.12	1,100,673.12	
	Transportation / TIP	20.U03	100-054-7550-291	33,768.00	2014		5,794.00	16,592.00	
	Transportation / TIP	20.U03	100-054-7550-291	33,768.00	2015	8,442.00	33,768.00	33,768.00	
	Total Transportation / TIP						8,442.00	39,562.00	50,360.00
	Job Access/Reserve Commute	20.516	480-078-6300-XXX	120,000.00	2012	14,047.00		120,000.00	
	Job Access/Reserve Commute	20.516	480-078-6300-XXX	115,000.00	2014	6,847.12	20,894.12	67,431.58	
	Job Access/Reserve Commute	20.516	480-078-6300-XXX	90,000.00	2015	56,804.56	90,000.00	90,000.00	
	Job Access/Reserve Commute	20.516	480-078-6300-XXX	30,000.00	2016	28,624.95			
	Total Job Access/Reserve Commute						106,323.63	110,894.12	277,431.58
Total Department of Transportation						1,418,805.48	1,828,894.97	2,281,537.70	

County of Hunterdon
County of Hunterdon, New Jersey
Schedule of Expenditures of Federal Awards
Year Ended December 31, 2016

Department or Division	Programs	Catalog Number	State Grant FAIN Number	Total Award	Grant Year	2016		
						Cash Receipts	Expenditures	Cumulative Expenditures
U.S. Department of Veterans Affairs	Veterans Transportation	64.035	100-067-3610-058	\$ 15,000.00	2014	\$ 2,500.00		\$ 15,000.00
Pass-Through N.J. Department of Transportation	Veterans Transportation	64.035	100-067-3610-058	15,000.00	2015	12,500.00	\$ 15,000.00	15,000.00
	Veterans Transportation	64.035	100-067-3610-058	15,000.00	2016		15,000.00	15,000.00
						<u>15,000.00</u>	<u>30,000.00</u>	<u>45,000.00</u>
	Total Department of Veterans Affairs					<u>15,000.00</u>	<u>30,000.00</u>	<u>45,000.00</u>
U.S. Department of Justice								
Pass - Through N.J. Department of Law and Public Safety	SANE/SART	16.582	100-066-1500-XXX	56,825.00	2015	3,772.55		56,825.00
	SANE/SART	16.582	100-066-1500-XXX	68,110.00	2016		59,155.83	59,155.83
	Total SANE/SART					<u>3,772.55</u>	<u>59,155.83</u>	<u>115,980.83</u>
	Victim Assistance Grant	16.575	100-066-1020-142	82,461.00	2012-2013		175.00	26,486.25
	Victim Assistance Grant	16.575	100-066-1020-142	82,461.00	2015-2016	63,320.80	68,717.00	82,461.00
	Victim Assistance Grant	16.575	100-066-1020-142	82,461.00	2016-2017		42,430.00	42,430.00
	Total Victim Assistance Grant					<u>63,320.80</u>	<u>111,322.00</u>	<u>151,377.25</u>
	Total Department of Justice					<u>67,093.35</u>	<u>170,477.83</u>	<u>267,358.08</u>
U.S. Department of Homeland Security								
Pass - Through N.J. Department of Law and Public Safety	Homeland Security	97.067	100-066-1005-006-09	169,680.00	2014	168,532.65	12,967.05	69,058.55
	Homeland Security	97.067	100-066-1005-006-09	156,336.17	2015	61,404.00	84,287.00	239,852.60
	Total Homeland Security					<u>229,936.65</u>	<u>97,254.05</u>	<u>308,911.15</u>
	FEMA Performance Grant	97.042	100-066-1200-A70	70,000.00	2013		70,000.00	140,000.00
	FEMA Performance Grant	97.042	100-066-1200-A70	70,000.00	2014	70,000.00	15,000.00	15,000.00
	FEMA Hazard Mitigation Grant	97.039	HMG-DR-4086-NJ-04XX	625,480.00	2016		447,695.00	447,695.00
						<u>70,000.00</u>	<u>532,695.00</u>	<u>602,695.00</u>
	Total Department of Homeland Security					<u>299,936.65</u>	<u>629,949.05</u>	<u>911,606.15</u>
U.S. Department of Housing and Urban Development								
	Section 8 Housing Choice Vouchers	14.871	NY-1233V	4,687,900.00	2016	4,680,513.00	4,687,900.00	4,687,900.00
	Section 8 Mainstream Vouchers	14.879	NY-1233V	540,429.00	2016	551,331.00	540,429.00	540,429.00
	Total Department of Housing and Urban Development					<u>5,231,844.00</u>	<u>5,228,329.00</u>	<u>5,228,329.00</u>
U.S. Department of Health and Human Services (USDHHS)								
N.J. Department of Human Services (NJ DHS)								
Pass-Through N.J. Division of Family Development	Public Assistance:							
	Temporary Assistance for Needy Families (TANF)	93.558	100-054-7550-302	Not Available	Not Available	312,806.00	312,806.00	312,806.00
						<u>312,806.00</u>	<u>312,806.00</u>	<u>312,806.00</u>
Administrative Cost Relating To Public Assistance	Temporary Assistance for Needy Families (TANF)	93.558	100-054-7550-290	Not Available	Not Available	117,355.00	117,355.00	117,355.00
	Title IV-D, Child Support and Paternity Program	93.563	100-054-7550-165	Not Available	Not Available	165,815.00	165,815.00	165,815.00
	Title XIX, Medical Assistance Program	93.778	100-054-7550-162	Not Available	Not Available	520,849.00	520,849.00	520,849.00
	Title XX, Social Services Block Grant	93.667	100-054-7550-057	Not Available	Not Available	45,818.00	45,818.00	45,818.00
	State Children's Health Insurance Program	93.767	100-054-7550-XXX	Not Available	Not Available	9,082.00	9,082.00	9,082.00
						<u>858,919.00</u>	<u>858,919.00</u>	<u>858,919.00</u>
Pass-Through N.J. Division of Medical Assistance and Health Services:								
Administrative costs relating to Public Assistance	Title XIX, Medical Assistance Program	93.778	100-054-7540-269	Not Available	Not Available	54,130.00	54,130.00	54,130.00
	Title XIX, Medically Needy Program	93.778	100-054-7540-269	Not Available	Not Available	45,703.00	45,703.00	45,703.00
						<u>99,833.00</u>	<u>99,833.00</u>	<u>99,833.00</u>
	Total USDHHS / NJDHS					<u>1,271,558.00</u>	<u>1,271,558.00</u>	<u>1,271,558.00</u>

County of Hunterdon
County of Hunterdon, New Jersey
Schedule of Expenditures of Federal Awards
Year Ended December 31, 2016

Department or Division	Programs	Catalog Number	State Grant FAIN Number	Total Award	Grant Year	2016		
						Cash Receipts	Expenditures	Cumulative Expenditures
Social Security Administration								
Supplemental Security Income	Supplemental Security Income	96.006	Not Available	Not Available	Not Available	\$ 163,611.00	\$ 163,611.00	\$ 163,611.00
U.S. Department of Agriculture/(USDA)								
New Jersey Department of Human Services (NJ DHS)								
Pass-Through Program From N.J. Division of Family Development	Supplemental Nutrition Assistance Program	10.551	100-054-7550-161	Not Available	Not Available	746,918.00	746,918.00	746,918.00
	Total Expenditures of Federal Awards					\$ 9,831,146.12	\$ 10,745,780.48	\$ 12,150,944.49

County of Hunterdon
County of Hunterdon, New Jersey

Schedule of Expenditures of State Financial Assistance

Year Ended December 31, 2016

State Funding Department or Division	Program	Total Award	Account Number	Grant Year	2016		
					Cash Receipts	Expenditures	Cumulative Expenditures
Human Services	Municipal Alliance Program	\$ 181,380.00	100-082-2000-044	2015	\$ 151,582.04	\$ 123,784.32	\$ 164,850.19
	Municipal Alliance Program	181,380.00	100-082-2000-044	2016	13,300.97	149,461.97	149,461.97
	State/Community Partnership	188,094.00	100-066-1500-007	2015	32,778.50	11,332.00	188,094.00
	State/Community Partnership	188,094.00	100-066-1500-007	2016	166,907.50	188,094.00	188,094.00
	SSBG/Family Court	95,615.00	100-054-7550-517	2015	29,711.73	30,108.00	95,615.00
	SSBG/Family Court	95,615.00	100-054-7550-517	2016	67,734.00	95,615.00	95,615.00
	Title XX Transportation	124,434.00	100-054-7545-039	2015		62,112.00	124,434.00
	Title XX Transportation	124,434.00	100-054-7545-039	2016	124,434.00	89,745.00	89,745.00
	Personal Assistance Services Program	38,037.00	100-054-7545-005	2014		20,076.00	38,037.00
	Personal Assistance Services Program	38,037.00	100-054-7545-005	2015		3,986.00	18,552.00
	Personal Assistance Services Program	38,037.00	100-054-7545-005	2016	38,037.00	16,463.00	16,463.00
	SSH Homeless	165,378.00	100-054-7550-072	2013		11,545.00	108,998.00
	SSH Homeless	128,844.00	100-054-7550-072	2015	27,074.97	9,799.00	108,343.00
	SSH Homeless	128,844.00	100-054-7550-072	2016		101,223.00	128,844.00
	SSH Homeless	128,844.00	100-054-7550-072	2017	32,211.00	128,844.00	128,844.00
	Comprehensive Alcohol Program	247,838.00	Not Available	2013	81,933.00		246,022.00
	Comprehensive Alcohol Program	247,465.00	Not Available	2015	122,527.54	33,859.94	238,186.60
	Comprehensive Alcohol Program	227,968.00	Not Available	2016	177,235.40	227,778.00	227,778.00
	Right-to-Know	9,618.00	100-048-4771-105	2015	9,618.00		
	Right-to-Know	9,618.00	100-048-4771-105	2016	2,404.50		
	Casino Revenue	341,016.00	078-491-6050-001	2015	78,621.55	1,148.54	341,016.00
	Casino Revenue	351,472.00	078-491-6050-001	2016	222,464.90	351,472.00	351,472.00
	Total Human Services					1,378,576.60	1,656,446.77
Community Affairs	Universal Service Fund	1,901.00	100-022-8050-B13	2015	1,248.00	1,248.00	1,248.00
	Universal Service Fund	1,130.00	100-022-8050-B13	2016		1,130.00	1,130.00
	Low Income Energy Assistance	1,766.00	100-022-8050-182	2015		1,766.00	1,766.00
	Area Plan	396,296.90	100-054-7530-XXX	2015		2,261.02	350,126.50
	Area Plan	396,296.90	100-054-7530-XXX	2016		338,984.25	338,984.25
Total Community Affairs					1,248.00	345,389.28	693,254.76

County of Hunterdon
County of Hunterdon, New Jersey

Schedule of Expenditures of State Financial Assistance

Year Ended December 31, 2016

State Funding Department or Division	Program	Total Award	Account Number	Grant Year	2016		
					Cash Receipts	Expenditures	Cumulative Expenditures
Environmental Protection	Solid Waste Services Tax	\$ 282,000.00	752-042-4900-008	2011		\$ 5,177.31	\$ 274,921.98
	Solid Waste Services Tax	114,000.00	752-042-4900-008	2015		24,748.19	109,672.19
	Solid Waste Services Tax	143,320.00	752-042-4900-008	2016	\$ 143,320.00	104,721.06	104,721.06
	Clean Communities	68,257.23	765-042-4900-005	2015		35,893.15	68,257.23
	Clean Communities	94,177.00	765-042-4900-005	2016	94,177.00	60,278.51	60,278.51
	CEHA	133,500.00	100-042-4840-094	2015		28,872.80	130,500.00
	CEHA	139,000.00	100-042-4840-094	2016	73,465.00	135,890.50	135,890.50
	CEHA	138,700.00	100-042-4840-094	2017		5,100.70	5,100.70
	Mosquito Vector Control	Not Available	Not Available	2016		28,988.67	28,988.67
	Hazard Mitigation	150,000.00	Not Available	2015		124,280.00	150,000.00
	Open Space Preservation	240,020.31	100-062-4510-036	2016	240,020.31	240,020.31	240,020.31
	Total Environmental Protection					550,982.31	1,308,351.15
	Justice	Narcotics Task Force	43,969.00	Not Available	2015		25,648.00
Narcotics Task Force		42,785.00	Not Available	2016	25,649.00	21,390.00	21,390.00
Body Armor Program		10,975.71	718-066-1020-001	2013		4,724.11	10,975.71
Body Armor Program		8,585.81	718-066-1020-001	2014		2,213.07	8,527.20
Body Armor Program		6,132.71	718-066-1020-001	2016	6,132.71		
Prosecutor Led Mental Health		150,000.00	Not Available	2016		72,000.00	72,000.00
Total Justice					31,781.71	156,860.91	
Cultural Heritage	State Council on Arts	66,464.00	100-074-2530-032	2015		13,843.00	72,325.00
	State Council on Arts	66,464.00	100-074-2530-032	2016	33,232.00	54,047.98	54,047.98
	Total Cultural Heritage				33,232.00	67,890.98	126,372.98
N.J. Department of Transportation	State Road Aid-Variou County Road Projects	4,257,637.00	480-078-6320	2016	4,257,637.00	4,257,637.00	4,257,637.00
	FTA Section 5311	156,879.75	076-6300-480-XXX-XX	2015		156,879.75	156,879.75
	FTA Section 5311	37,500.00	076-6300-480-XXX-XX	2016		37,500.00	37,500.00
	Total N.J. Department of Transportation				4,257,637.00	4,452,016.75	4,452,016.75

County of Hunterdon
County of Hunterdon, New Jersey

Schedule of Expenditures of State Financial Assistance

Year Ended December 31, 2016

State Funding Department or Division	Program	Total Award	Account Number	Grant Year	2016		
					Cash Receipts	Expenditures	Cumulative Expenditures
N.J. Department of State	PARIS Grant	Not Available	Not Available	2010		\$ 455,335.41	\$ 455,335.41
Total N.J. Department of State						455,335.41	455,335.41
N.J. Historical Commission	County History Partnership Grant	\$ 32,490.00	Not Available	2016	\$ 24,368.00		
Total N.J. Historical Commission						24,368.00	
N.J. Department of Human Services (NJ DHS) Division of Family Development	WFNJ General Assistance (G.A.)	Not Available	100-054-7550-121	Not Available	500,658.00	500,658.00	500,658.00
	WFNJ General Administrative Costs	Not Available	100-054-7550-121	Not Available	255,322.00	255,322.00	255,322.00
	Supplemental Security Income	Not Available	100-054-7550-125	Not Available	200,416.00	200,416.00	200,416.00
Total N.J. Department of Human Services (NJ DHS)					956,396.00	956,396.00	956,396.00
Total expenditures of state financial assistance					\$ 7,234,221.62	\$ 8,853,421.57	\$ 11,197,052.72

County of Hunterdon, New Jersey
Notes to Schedules of Expenditures of Federal Awards and
State Financial Assistance
Year Ended December 31, 2016

Note 1 - General:

The accompanying schedules of expenditures of federal awards and state financial assistance present the activity of all federal award and state financial assistance programs of the County of Hunterdon. To the extent identified, the federal award and state financial assistance that passed through other governmental agencies is included on the schedules of expenditures of federal awards and state financial assistance. Federal and State grants administered by the Hunterdon County Department of Public Housing and Department of Human Services, Division of Social Services were audited by other auditors which have provided copies to the County's auditor, Wiss & Company, LLP.

Note 2 - Basis of Accounting:

Expenditures, as reported in the accompanying Schedules of Federal Awards and State Financial Assistance, reflect cash disbursements charged directly to a grant program.

Note 3 - Relationship to Financial Statements:

Amounts reported in the accompanying schedules agree with amounts reported in the County's and each Department's financial statements.

Note 4 - Relationship to Federal and State Financial Reports:

Amounts reported in the accompanying schedules agree with the amounts reported in the related federal and state financial reports, where required.

Note 5 - Contingencies:

Each of the grantor agencies reserves the right to conduct additional audits of the County's grant programs. However, the County's management does not believe such audits would result in material amounts of disallowed costs.

Note 6 - Indirect Costs:

The County did not utilize the 10% de minimus indirect cost rate.

Note 7 - Subsequent Events:

Management has reviewed and evaluated all events and transactions from December 31, 2016 through September 29, 2017, the date that the financial statements are issued for possible disclosure and recognition in the financial statements, and no items have come to the attention of the County that would require disclosure.

**County of Hunterdon
Hunterdon County, New Jersey**

**Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2016**

Section I – Summary of Auditors’ Results

Financial Statements

Type of auditor’s report issued: Unmodified – Regulatory Basis;
Adverse – U.S. GAAP

Internal Control over financial reporting:

Are any material weaknesses identified? _____ Yes X No

Are any significant deficiencies identified? _____ Yes X None Reported

Noncompliance material to the financial statements noted? _____ Yes X No

Federal Awards

Dollar threshold used to distinguish between Type A and Type B programs: _____ \$750,000

Auditee qualified as low-risk auditee? _____ Yes X No

Type of auditors’ report issued on compliance for major federal programs: _____ Unmodified

Internal control over major federal programs:

Are any material weaknesses identified? _____ Yes X No

Are any significant deficiencies identified? _____ Yes X None Reported

Any audit findings disclosed that are required to be reported in accordance with 2 CFR Section 200.516(a) of the Uniform Guidance? _____ Yes X No

**County of Hunterdon
Hunterdon County, New Jersey**

**Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2016**

Section I – Summary of Auditors’ Results

Identification of major federal programs:

CFDA Number(s)	Name of Federal Program or Cluster
97.039	FEMA Hazardous Mitigation
20.205	Highway Planning and Construction
14.871	Section 8 Housing Choice Vouchers
14.879	Section 8 Housing Mainstream Vouchers
10.551	Supplemental Nutrition Assistance Program (SNAP)
93.558	Temporary Assistance for Needy Families (TANF)

**County of Hunterdon
Hunterdon County, New Jersey**

**Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2016**

Section I – Summary of Auditors’ Results

State Awards

Internal Control over major state programs:

Are any material weaknesses identified? _____ Yes X No

Are any significant deficiencies identified? _____ Yes X None Reported

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

Any audit findings disclosed that are required to be reported in accordance with NJ OMB Circular 15-08? _____ Yes X No

Identification of major state programs:

<u>Program Number(s)</u>	<u>Name of State Program or Cluster</u>
480-078-6320	New Jersey Department of Transportation – State Road Aid
100-054-7550-125	Supplemental Security Income
100-054-7550-121	WFNJ-General Assistance
100-054-7550-121	WFNJ-General Administrative Costs

Dollar threshold used to distinguish between type A and B programs: _____ \$750,000

Auditee qualified as low-risk auditee? _____ Yes X No

**County of Hunterdon
Hunterdon County, New Jersey**

**Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2016**

Section II – Schedule of Financial Statement Findings

Issued under separate cover in Wiss & Company, LLP's report dated September 29, 2017.

**County of Hunterdon
Hunterdon County, New Jersey**

**Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2016**

**Section III – Federal and State Financial Assistance Findings
and Questioned Costs**

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major federal and state programs.

None Noted.

**County of Hunterdon
Hunterdon County, New Jersey**

**Summary Schedule of Prior Year Audit Findings
For the Year Ended December 31, 2016**

Summary of Prior Year Findings – Wiss & Company, LLP:

Not applicable as there were no findings identified in 2015.

Summary of Prior Year Findings – Component Auditors:

Not applicable as there were no findings identified in 2015.