

LINCOLN COUNTY, WISCONSIN
FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE REPORT

DECEMBER 31, 2009



Schonck

CPAs AND SO MUCH MORE.

LINCOLN COUNTY, WISCONSIN

December 31, 2009

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CPAs AND SO MUCH MORE.

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR
FEDERAL AND STATE PROGRAM, INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE
WITH OMB CIRCULAR A-133 AND THE STATE SINGLE AUDIT GUIDELINES AND THE SCHEDULES
OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE**

To the County Board
Lincoln County
Merrill, Wisconsin

Compliance

We have audited the compliance of Lincoln County, Wisconsin with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* and the *State Single Audit Guidelines* issued by the Wisconsin Department of Administration that are applicable to each of its major federal and state programs for the year ended December 31, 2009. Lincoln County, Wisconsin's major federal and state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal and state programs is the responsibility of Lincoln County, Wisconsin's management. Our responsibility is to express an opinion on Lincoln County, Wisconsin's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; 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 the *State Single Audit 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 and state program occurred. An audit includes examining, on a test basis, evidence about Lincoln County, Wisconsin's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Lincoln County, Wisconsin's compliance with those requirements.

In our opinion, Lincoln County, Wisconsin complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal and state programs for the year ended December 31, 2009.

Internal Control Over Compliance

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

Our consideration of the 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 deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

Schedule of Expenditure of Federal Awards and State Financial Assistance

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Lincoln County, Wisconsin as of and for the year ended December 31, 2009, and have issued our report thereon dated July 23, 2010. Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise Lincoln County, Wisconsin's basic financial statements. The accompanying schedule of expenditures of federal awards and schedule of state financial assistance is presented for purposes of additional analysis as required by OMB Circular A-133 and the *State Single Audit Guidelines*, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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

Schenck SC

Certified Public Accountants
Green Bay, Wisconsin
September 28, 2010 except for the Schedules of
Expenditures of Federal Awards and State
Financial Assistance as to which the date is
July 23, 2010

LINCOLN COUNTY, WISCONSIN
 Schedule of Expenditures of Federal Awards
 For the Year Ended December 31, 2009

Federal Grantor Agency/Program Title	Pass-through Agency
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U.S. Department of Agriculture

State Administrative Matching Grants for Food Stamp Program

WI Department of Health Services

U.S. Department of Justice

National Criminal History Improvement Program (NCHIP)

WI Department of Admin - Justice Assistance

Edward Byrne Memorial Formula Grant Program

WI Department of Justice

Bulletproof Vest Partnership Program

Direct Program

Total U.S. Department of Justice

U.S. Department of Transportation

State and Community Highway Safety

WI Department of Transportation

U. S. Department of Education

Birth to Three Initiative

WI Department of Health Services

ARRA - State Fiscal Stabilization Fund - Government Services Fund

WI Department of Revenue

ARRA - State Fiscal Stabilization Fund - Government Services Fund

WI Department of Corrections

Subtotal

Total U.S. Department of Education

U.S. Department of Health and Human Services

Aging Cluster

Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers

Greater WI Agency on Aging Resources

Special Programs for the Aging - Title III, Part C - Nutrition Services

Greater WI Agency on Aging Resources

Nutrition Services Incentive Program

Greater WI Agency on Aging Resources

ARRA - Home-Delivered Nutrition Services for States

Greater WI Agency on Aging Resources

ARRA - Aging Congregate Nutrition Services for States

Greater WI Agency on Aging Resources

Total Aging Cluster

(Continued)

Federal CFDA Number	(Accrued)/ Deferred 1/1/2009	Cash Received	Accrued/ (Deferred) 12/31/2009	Total Revenue	Total Expenditures
10.561	\$ (11,308)	\$ 93,761	\$ 20,500	\$ 102,953	\$ 102,953
16.554	-	14,677	-	14,677	14,677
16.579	-	75	-	75	75
16.607	-	3,266	-	3,266	3,266
	-	18,018	-	18,018	18,018
20.600	(138)	24,952	979	25,793	25,793
84.181	-	31,991	-	31,991	31,991
84.397	-	564,289	-	564,289	564,289
84.397	-	1,500	-	1,500	1,500
	-	565,789	-	565,789	565,789
	-	597,780	-	597,780	597,780
93.044	(11,184)	53,130	361	42,307	42,307
93.045	(15,773)	82,114	17,973	84,314	84,314
93.053	(4,734)	21,411	-	16,677	16,677
93.705	-	11,287	-	11,287	11,287
93.707	-	3,941	-	3,941	3,941
	(31,691)	171,883	18,334	158,526	158,526

LINCOLN COUNTY, WISCONSIN
 Schedule of Expenditures of Federal Awards
 For the Year Ended December 31, 2009

Federal Grantor Agency/Program Title	Pass-through Agency
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U.S. Department of Health and Human Services (Continued)

Special Programs for the Aging - Title III, Part D - Disease	
Prevention and Health Promotion Services	Greater WI Agency on Aging Resources
National Family Caregiver Support, Title III, Part E	Greater WI Agency on Aging Resources
Public Health Emergency Preparedness	WI Department of Health Services
Children and Family Incentives	WI Department of Health Services
Childhood Immunization Grants	WI Department of Health Services
CDC Investigations and Technical Assistance	WI Department of Health Services
Family Preservation and Support Services	WI Department of Children and Families
Block Grants for Temporary Assistance for Needy Families	WI Department of Health Services
Child Support Enforcement (Title IV-D)	WI Department of Children and Families
ARRA - Child Support Enforcement (Title IV-D)	WI Department of Children and Families
Low-income Home Energy Assistance	WI Department of Administration
Child Care Development Fund	WI Department of Children and Families
Voting Access for Individuals with Disabilities	WI Department of Health Services
Child Welfare Services	WI Department of Children and Families
Foster Care (Title IV-E)	WI Department of Children and Families
Social Services Block Grant	WI Department of Children and Families
Youth Independent Living	WI Department of Children and Families
Children's Insurance Program	WI Department of Children and Families
Medical Assistance	WI Department of Health Services
Preventive Health and Social Services Block Grant	WI Department of Health Services
Maternal and Child Health Social Services Block Grant	WI Department of Health Services
Total U.S. Department of Health and Human Services	

U.S. Department of Homeland Security

Emergency Management Performance Grant	WI Department of Military Affairs
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TOTAL FEDERAL AWARDS

The notes to the schedule of expenditures of federal awards are an integral part of this schedule.

Federal CFDA Number	(Accrued)/ Deferred 1/1/2009	Cash Received	Accrued/ (Deferred) 12/31/2009	Total Revenue	Total Expenditures
93.043	(1,878)	1,878	3,402	3,402	3,402
93.052	-	15,429	2,187	17,616	17,616
93.069	(1,324)	31,059	775	30,510	30,510
93.130	1,569	-	-	1,569	1,569
93.268	-	9,565	4	9,569	9,569
93.283	(2,100)	2,100	-	-	-
93.556	3,250	43,100	-	46,350	46,350
93.558	(22,917)	80,027	11,928	69,038	69,038
93.563	(34,174)	261,271	23,820	250,917	250,917
93.563	-	5,135	2,238	7,373	7,373
93.568	(13,665)	65,799	16,368	68,502	68,502
93.596	(5,655)	28,892	5,512	28,749	28,749
93.617	(5,625)	5,625	-	-	-
93.645	(5,887)	25,610	-	19,723	19,723
93.658	1,083	193,378	4,666	199,127	199,127
93.667	(45,169)	84,067	46,135	85,033	85,033
93.674	3,015	65	4,164	7,244	7,244
93.767	(3,243)	11,982	2,531	11,270	11,270
93.778	201,380	2,013,353	858,990	3,073,723	3,073,723
93.991	-	6,810	-	6,810	6,810
93.994	(1)	15,574	(9,630)	5,943	5,943
	<u>36,968</u>	<u>3,072,602</u>	<u>991,424</u>	<u>4,100,994</u>	<u>4,100,994</u>
97.042	<u>(7,000)</u>	<u>41,817</u>	<u>13,432</u>	<u>48,249</u>	<u>48,249</u>
	<u>\$ 18,522</u>	<u>\$ 3,848,930</u>	<u>\$ 1,026,335</u>	<u>\$ 4,893,787</u>	<u>\$ 4,893,787</u>

LINCOLN COUNTY, WISCONSIN
Schedule of State Financial Assistance
For the Year Ended December 31, 2009

Grantor Agency/Passthrough Agency Program Title/Year	Pass-through Agency
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Department of Agriculture, Trade and Consumer Protection

Wisconsin Clean Sweep Grant	Direct Program
Water Resource Management Grant Program	
County Staff and Support\	Direct Program
LWRM Plan Implementation Projects	Direct Program
Total Department of Agriculture, Trade and Consumer Protection	

Department of Commerce

Wisconsin Fund Private Sewage System Replacement or Rehabilitation Grant Program	Direct Program
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Department of Natural Resources

Local Park Aids Stewardship Grant	Direct Program
S-ADLP2-921 Tug Lake County Park	
Snowmobiling Enforcement Aids	Direct Program
All Terrain Enforcement Aids	Direct Program
Boating Enforcement Aids	Direct Program
Wildlife Damage Claims and Abatement	Direct Program
2008	Direct Program
2009	Direct Program
Resource Aids-County Conservation Aids	Direct Program
CC-4456	
County Forest Administrator Grant	Direct Program
Recreational Aids-Snowmobile Trail and Area Aid	Direct Program
S-3491	Direct Program
S-3622	Direct Program
S-3841	Direct Program
S-3764	Direct Program
S-3702	Direct Program
All-Terrain Vehicle (ATV) Program	Direct Program
ATV-1894-Trail Maintenance 2009-10	Direct Program
ATV-1933	Direct Program
ATV-1763	Direct Program
ATV-1961	Direct Program
ATV-1802	Direct Program
ATV-1960	Direct Program
Targeted Runoff Management	Direct Program
TRC-UW28-35000-08 A	Direct Program
TRC-UW28-35000-08 B	Direct Program
Lake Planning Grant	Direct Program
SPL-201-09	Direct Program
Lake Management Grant	Direct Program
LUV-P0001	Direct Program
AEPP-142-08	Direct Program
AEPP-087-07	Direct Program
AEPP-189-09	Direct Program
Total Department of Natural Resources	

(Continued)

State ID Number	(Accrued)/ Deferred 1/1/2009	Cash Received	Accrued/ (Deferred) 12/31/2009	Total Revenue	Total Expenditures
115.04	\$ (10,000)	\$ 11,200	\$ -	1,200	\$ 1,200
115.15	(45,276)	115,614	29,525	99,863	99,863
115.40	(24,439)	146,763	-	122,324	122,324
	<u>(79,715)</u>	<u>273,577</u>	<u>29,525</u>	<u>223,387</u>	<u>223,387</u>
143.110	-	30,997	-	30,997	30,997
370.421	-	12,600	-	12,600	12,600
370.552	(8,180)	8,180	8,016	8,016	8,016
370.551	(17,572)	21,518	21,424	25,370	25,370
370.55	(8,585)	8,585	14,500	14,500	14,500
370.553	(3,389)	3,389	-	-	-
	-	-	17,182	17,182	17,182
370.563	-	-	-	-	-
	-	-	2,471	2,471	2,471
370.572	-	46,491	-	46,491	46,491
370.574 & 370.575	(9,893)	9,893	-	-	-
	-	68,233	-	68,233	68,233
	-	1,632	-	1,632	1,632
	-	39,175	-	39,175	39,175
	(590)	590	-	-	-
370.576	-	10,008	-	10,008	10,008
	-	9,842	-	9,842	9,842
	-	10,008	-	10,008	10,008
	-	6,977	-	6,977	6,977
	-	9,775	-	9,775	9,775
	-	1,632	-	1,632	1,632
370.TE1	-	150,000	-	150,000	150,000
	-	150,000	-	150,000	150,000
370.663	-	1,091	-	1,091	1,091
370.664	-	1,000	-	1,000	1,000
	(2,333)	2,333	-	-	-
	3,329	3,329	3,329	9,987	9,987
	-	44,450	-	44,450	44,450
	<u>(47,213)</u>	<u>620,731</u>	<u>66,922</u>	<u>640,440</u>	<u>640,440</u>

LINCOLN COUNTY, WISCONSIN
 Schedule of State Financial Assistance
 For the Year Ended December 31, 2009

Grantor Agency/Passthrough Agency Program Title/Year	Pass-through Agency
<u>Wisconsin Department of Transportation</u>	
Elderly and Handicapped Transportation County Aids	Direct Program
<u>Department of Corrections</u>	
Community Youth & Family Aids	Direct Program
<u>Department of Health and Family Services</u>	
Funeral and Cemetery	Direct Program
Medical Assistance Transportation	Direct Program
Medical Assistance Transportation Administration	Direct Program
Income Maintenance Administration - State Share	Direct Program
Income Maintenance Administration - Federal Share	Direct Program
Children and Family Incentives	Direct Program
Community Options Program	Direct Program
Kinship Care Base Benefit	Direct Program
Kinship Care Assessments	Direct Program
<u>Medical Assistance Programs</u>	
COP W Program	Direct Program
CIP II Program	Direct Program
CIP II Community Relocation Program	Direct Program
CIP II Diversions Program	Direct Program
ICMFR Program	Direct Program
Transition CIP 1B Program	Direct Program
Childrens Long-Term Support	Direct Program
Childrens Long-Term Support DD Other	Direct Program
Childrens Long-Term Support MH Other	Direct Program
Childrens Long-Term Support PD Other	Direct Program
Brain Injury Waiver Program	Direct Program
CIP 1B Program	Direct Program
CIP 1A Program	Direct Program
Grants for Infants and Toddlers w/Disabilities	Direct Program
Basic County Allocation	Direct Program
Family Support Program	Direct Program
Community Services and Mental Health	Direct Program
General Relief Block Grant	Direct Program
WWWP-GPR SS.255.06	Direct Program
Lead Poisoning	Direct Program
WI Wins Enforcement	Direct Program
Tobacco Intervention	Direct Program
WI Wins	Direct Program
Maternal and Child Health Services Block	Direct Program
Benefit Specialist-Aging	Greater WI Agency on Aging Resources
Benefit Specialist-OCI Replacement Funds	Greater WI Agency on Aging Resources
Senior Community Services	Greater WI Agency on Aging Resources
Aging-Title III-C-1	Greater WI Agency on Aging Resources
Aging-Title III-C-2	Greater WI Agency on Aging Resources
Alzheimer's Family and Caregiver Support	Greater WI Agency on Aging Resources
Elder Abuse	Greater WI Agency on Aging Resources
Total Department of Health Services	

(Continued)

State ID Number	(Accrued)/ Deferred 1/1/2009	Cash Received	Accrued/ (Deferred) 12/31/2009	Total Revenue	Total Expenditures
395.101	35,082	82,204	(21,112)	96,174	96,174
410.313	(199,956)	627,498	-	427,542	427,542
435.105	(4,732)	16,842	9,380	21,490	21,490
435.131	(1,791)	29,976	15,922	44,107	44,107
435.132	(662)	3,059	1,023	3,420	3,420
435.283	-	149,344	231	149,575	149,575
435.284	(561)	4,765	1,218	5,422	5,422
435.342	18,142	-	-	18,142	18,142
435.367	(27,886)	201,312	82,259	255,685	255,685
435.377	(4,399)	4,399	-	-	-
435.380	(1,943)	1,943	-	-	-
435.338	-	101,693	51,257	152,950	152,950
435.348	(14,353)	133,532	52,778	171,957	171,957
435.369	(2,512)	9,811	4,428	11,727	11,727
435.375	6,451	21,613	19,704	47,768	47,768
435.407	(61,740)	125,092	21,195	84,547	84,547
435.410	-	4,765	1,418	6,183	6,183
435.450	(16,945)	29,178	-	12,233	12,233
435.460	2,527	6,442	751	9,720	9,720
435.461	307	2,878	1,299	4,484	4,484
435.462	3,327	1,157	913	5,397	5,397
435.506	4,285	63,450	22,314	90,049	90,049
435.564	-	189,254	-	189,254	189,254
435.580	-	324,956	95,908	420,864	420,864
435.550	-	38,211	-	38,211	38,211
435.561	-	307,188	-	307,188	307,188
435.577	(8,338)	29,016	16,492	37,170	37,170
435.681	-	51,715	-	51,715	51,715
435.990	-	1,340	-	1,340	1,340
435.157000	-	14,580	1	14,581	14,581
435.157720	(2)	3,489	-	3,487	3,487
435.158116	(1)	521	-	520	520
435.158125	-	42,810	-	42,810	42,810
435.158127	-	4,550	-	4,550	4,550
435.159320	-	1,135	-	1,135	1,135
435.560320	(4,819)	26,142	6,891	28,214	28,214
435.560327	-	4,775	-	4,775	4,775
435.560330	(1,005)	1,333	6,198	6,526	6,526
435.560350	(15,124)	54,760	16,988	56,624	56,624
435.560360	-	3,187	-	3,187	3,187
435.560381	(4,034)	10,079	6,256	12,301	12,301
435.560490	(7,178)	11,971	3,898	8,691	8,691
	(142,986)	2,032,263	438,722	2,327,999	2,327,999

LINCOLN COUNTY, WISCONSIN
 Schedule of State Financial Assistance
 For the Year Ended December 31, 2009

Grantor Agency/Passthrough Agency Program Title/Year	Pass-through Agency
<u>Department of Children and Families</u>	
Child Support Enforcement	Direct Program
Foster Care Title IV	Direct Program
Child Support	Direct Program
Basic County Allocation	Direct Program
Community Services and Mental Health	Direct Program
State Use Only	Direct Program
Total Department of Children and Families	
<u>Department of Justice</u>	
DNA Sample Program	Direct Program
Law Enforcement Training	Direct Program
Reimbursement for Victim Witness Services	Direct Program
2008	Direct Program
2009	Direct Program
Total Department of Justice	
<u>Department of Military Affairs</u>	
Emergency Planning Grant Program	Direct Program
2008	Direct Program
2009	Direct Program
Total Department of Military Affairs	
<u>Department of Administration</u>	
Land Information Grants	Direct Program
Public Benefits Funds	Direct Program
Total Department of Administration	
<u>Public Service Commission</u>	
Enhanced 911	Direct Program
TOTAL STATE PROGRAMS	

The notes to the schedule of state financial assistance are an integral part of this schedule.

State ID Number	(Accrued)/ Deferred 1/1/2009	Cash Received	Accrued/ (Deferred) 12/31/2009	Total Revenue	Total Expenditures
437.202	(195)	195	-	-	-
437.3324	-	43,718	12,614	56,332	56,332
437.3340	-	(72)	(8)	(80)	(80)
437.3561	-	133,487	-	133,487	133,487
437.3681	-	11,170	33,510	44,680	44,680
445.334	11	-	-	11	11
	<u>(184)</u>	<u>188,498</u>	<u>46,116</u>	<u>234,430</u>	<u>234,430</u>
455.221	-	1,100	-	1,100	1,100
455.231	-	8,400	-	8,400	8,400
455.503 & 455.532 & 455.537	(16,803)	16,803	-	-	-
	-	15,395	17,915	33,310	33,310
	<u>(16,803)</u>	<u>41,698</u>	<u>17,915</u>	<u>42,810</u>	<u>42,810</u>
465.337	(5,433)	5,433	-	-	-
	-	1,812	5,223	7,035	7,035
	<u>(5,433)</u>	<u>7,245</u>	<u>5,223</u>	<u>7,035</u>	<u>7,035</u>
505.118	-	17,820	-	17,820	17,820
505.371	(4,142)	30,848	7,443	34,149	34,149
	<u>(4,142)</u>	<u>48,668</u>	<u>7,443</u>	<u>51,969</u>	<u>51,969</u>
N/A	<u>(231,825)</u>	<u>231,825</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>(693,175)</u>	<u>4,185,204</u>	<u>590,754</u>	<u>4,082,783</u>	<u>4,082,783</u>

LINCOLN COUNTY, WISCONSIN

Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance
December 31, 2009

NOTE A - BASIS OF PRESENTATION

The accompanying Schedules of Expenditures of Federal and State Awards for Lincoln County, Wisconsin, are presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and the *State Single Audit Guidelines* issued by the Wisconsin Department of Administration.

NOTE B - SIGNIFICANT ACCOUNTING POLICIES

Revenues and expenditures in the schedules are presented in accordance with the modified accrual basis of accounting and are generally in agreement with revenues and expenditures reported in the County's 2009 basic financial statements. Accrued revenue at year-end consists of federal and state program expenditures scheduled for reimbursement to the County in the succeeding year while deferred revenue represents advances for federal and state programs that exceed recorded County expenditures.

Major federal and state financial assistance programs are identified in the Schedule of Findings and Questioned Costs and are determined as follows:

Federal Programs: Lincoln County, Wisconsin, does not qualify as a low risk auditee in accordance with paragraph 530 of OMB Circular A-133. Therefore major programs represent those with combined expenditures exceeding 50% of total federal awards that also were deemed major programs based on the auditor's risk assessment. All other federal programs are considered non-major programs.

State Programs: Lincoln County, Wisconsin, does not qualify as a low risk auditee in accordance with the *State Single Audit Guidelines*. Therefore major programs represent those with combined expenditures exceeding 50% of total state financial assistance that also were deemed major programs based on the auditor's risk assessment. In addition, certain state financial assistance programs were designated state major by the state granting agency and therefore considered state major. All other state financial assistance programs are considered non-major programs.

NOTE C - OVERSIGHT AGENCIES

The federal and state oversight agencies for the County are as follows:

Federal - U.S. Department of Justice
State - Wisconsin Department of Health Services

NOTE D - TITLE 19 MEDICAL ASSISTANCE PAYMENTS

The Schedule of Federal Awards and Schedule of State Financial Assistance do not include amounts received by the County for Title 19 Medical Assistance. The payments are considered a contract for services between the State and the County and therefore are not reported as federal awards or state financial assistance.

LINCOLN COUNTY, WISCONSIN

Notes to the Schedule of Expenditures of Federal Awards and State Financial Assistance (Continued)
December 31, 2009

NOTE E - STATE DIRECT PAYMENTS

Payments made under the food stamp program directly to recipients and vendors by the State of Wisconsin are not included in the Schedule of Federal Awards and Schedule of State Financial Assistance.

NOTE F - STATE OF WISCONSIN REPORTING SYSTEMS

The Wisconsin Departments of Health Services (DHS) and Children and Families (DCF) utilize the Community Aids Reporting System (CARS) and the Central Office Reporting System (CORe) for reimbursing the County for various federal and state program expenditures. The expenditures reported on the Schedule of Expenditures of Federal Awards and the Schedule of State Financial Assistance for various DHS and DCF programs agree with the expenditures reported on the May, 2010 CARS for the Human Services Department and the December, 2009 CORe for the Child Support and Child Care programs.

NOTE G - REVOLVING LOAN FUND FOR ECONOMIC DEVELOPMENT

In current and prior years, the County received community development block grants to finance economic development loans made to local businesses. During 2009, the County received program income of \$74,273.

At December 31, 2009 outstanding notes receivable totaled \$456,053. In addition, the County has available \$66,426 for future economic development expenditures.

LINCOLN COUNTY, WISCONSIN
 Schedule of Findings and Questioned Costs
 For the Year Ended December 31, 2009

Section I - Summary of Auditors' Results

Basic Financial Statements

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

- Material weakness(es) identified? No
- Significant deficiency(ies) identified that is not considered to be a material weakness? None Reported

Noncompliance material to basic financial statements noted? No

Federal and State Awards Programs

Internal control over major program:

- Material weakness(es) identified No
- Significant deficiency (ies) identified that are not considered to be material weakness(es)? No

Type of auditors' report issued on compliance for major programs Unqualified

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133? No

Any audit findings disclosed that are required to be reported in accordance with the State Single Audit Guidelines? No

Identification of major federal and state programs:

CFDA Number	Name of Federal Programs
84.397	ARRA - State Fiscal Stabilization Fund- Government Services Fund
93.778	Medical Assistance Program

State ID Number	Name of State Programs
115.40	LWRM Plan Implementation Projects
370.TE1	Targeted Runoff Management
435.338	COP W Program
435.348	CIP II Program
435.367	Community Options Program
435.369	CIP II Community Relocation
435.375	CIP II Diversions
435.407	ICMFR Program
435.	Transition CIP 1B Program
435.	Childrens Long-Term Support
435.	Childrens Long-Term Support DD Other
435.	Childrens Long-Term Support MH Other
435.	Childrens Long-Term Support PD Other
435.506	Brain Injury Waiver Program
435.561	Basic County Allocation
435.564	CIP 1B Program
435.580	CIP 1A Program
435.681	Community Services and Mental Health
437.3561	Basic County Allocation
437.3681	Community Services and Mental Health

Audit threshold used to determine between Type A and Type B programs:

Federal Awards \$300,000
 State Awards \$100,000

Auditee qualified as low-risk auditee No

LINCOLN COUNTY, WISCONSIN
 Schedule of Findings and Questioned Costs (Continued)
 For the Year Ended December 31, 2009

Section II - Financial Statement Findings

Finding No.	Financial Statement Findings
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There are no findings related to the basic financial statements required to be reported under governmental auditing standards generally accepted in the United States of America for the year ended December 31, 2009.

Section III - Federal and State Awards Findings and Questioned Costs

Finding No.	Federal and State Awards Findings
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There are no findings related to the internal control or compliance required to be reported under OMB Circular A-133 or the *State Single Audit Guidelines* for the year ended December 31, 2009.

Section IV - Other Issues

Does the auditor's report of the notes to the financial statement include disclosure with regard to substantial doubt as to the auditee's ability to continue as a going concern? _____ Yes X No

Does the audit report show audit issues (i.e., material non-compliance, non-material non-compliance, questioned costs, material weakness, significant deficiency, management letter comment, excess revenue or excess reserve) related to grants/contracts with funding agencies that require audits to be in accordance with the *State Single Audit Guidelines*:

Department of Agriculture, Trace and Consumer Protection	_____ Yes	<u> X </u> No	
Department of Commerce	_____ Yes	<u> X </u> No	
Department of Natural Resources	_____ Yes	<u> X </u> No	
Department of Transportation	_____ Yes	<u> X </u> No	
Department of Corrections	_____ Yes	<u> X </u> No	
Department of Health Services	_____ Yes	<u> X </u> No	
Department of Children and Families	_____ Yes	<u> X </u> No	
Department of Justice	_____ Yes	<u> X </u> No	
Department of Military Affairs	_____ Yes	<u> X </u> No	
Department of Administration	_____ Yes	<u> X </u> No	

Was a Management Letter or other document conveying audit comments issued as a result of this audit? _____ X Yes _____ No

Name and signature of shareholder 
David L. Maccoux, CPA

Date of report September 28, 2010

LINCOLN COUNTY, WISCONSIN
Schedule of Prior Year Audit Findings and Corrective Action Plan
For the Year Ended December 31, 2009

Prior Year Audit Findings

There were no findings or questioned costs reported for the year ended December 31, 2008.

Corrective Action Plan

None required