

**COUNTY OF SANTA CRUZ**  
**SINGLE AUDIT REPORT**  
**FOR THE YEAR ENDED**  
**JUNE 30, 2022**

**COUNTY OF SANTA CRUZ  
SINGLE AUDIT REPORT  
FOR THE YEAR ENDED JUNE 30, 2022**

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Honorable Board of Supervisors  
of the County of Santa Cruz, California  
Santa Cruz, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the County of Santa Cruz (the County), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated December 22, 2022.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) as a basis for designing 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.

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

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


## Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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.

BROWN ARMSTRONG  
ACCOUNTANCY CORPORATION

A handwritten signature in blue ink that reads "Brown Armstrong Accountancy Corporation". The signature is written in a cursive, flowing style.

Bakersfield, California  
December 22, 2022

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH  
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER  
COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

To the Honorable Board of Supervisors  
of the County of Santa Cruz, California  
Santa Cruz, California

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

***Opinion on Each Major Federal Program***

We have audited the County of Santa Cruz, California's (the County) compliance with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended June 30, 2022. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

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 each of its major federal programs for the year ended June 30, 2022.

***Basis for Opinion on Each Major Federal Program***

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

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

***Responsibilities of Management for Compliance***

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

## ***Auditor's Responsibilities for the Audit of Compliance***

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

In performing an audit in accordance with auditing standards generally accepted in the United States of America, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over compliance. Accordingly, no such opinion is expressed.

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

## **Report on 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 program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

## Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the County, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated December 22, 2022, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

BROWN ARMSTRONG  
ACCOUNTANCY CORPORATION

*Brown Armstrong*  
*Accountancy Corporation*

Bakersfield, California  
March 28, 2023

**COUNTY OF SANTA CRUZ  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2022**

Federal Grantor/Program Title	Assistance Listing Number	Contract or Program Number	Passed Through to Subrecipients	Total Federal Expenditures
<b>U.S. Department of Agriculture</b>				
Direct Programs				
Water and Waste Disposal Systems for Rural Communities	10.760	--	\$ -	\$ 906,205
Passed through California Department of Food and Agriculture				
Phytophthora Ramorum	10.025	20-0506-028-SF	-	45,984
Glassy-Winged Sharpshooter	10.025	19-0727-022SF	-	49,188
Enhanced Exotic Pest Survey	10.025	20-0176	-	137,193
Asian Citrus Psyllid (ACP)	10.025	20-0709-024-SF	-	32,384
Subtotal			-	264,749
CalFRESH Employment and Training (CFET)	10.561	--	-	266,860
CalFRESH Enhanced	10.561	--	-	129,615
CalFRESH & Staff Development	10.561	--	-	8,300,817
Passed through California Department of Public Health				
Nutrition Education and Obesity Prevention	10.561	19-10334	-	348,063
SNAP Cluster			-	9,045,355
Passed through California Department of Education				
National School Lunch and Breakfast Program	10.555	44-3447-90003419-01	-	33,594
Child Nutrition Cluster			-	33,594
Passed through California Department of Forestry and Fire Protection				
Volunteer Fire Assistance (VFA) Grant	10.664	7923580950000	-	8,975
Subtotal			-	8,975
Total U.S. Department of Agriculture			-	10,258,878
<b>U.S. Department of Housing and Urban Development</b>				
Direct Programs				
HUD Supportive Housing Program - Bonus Housing	14.267	CA1310L9T081904	-	86,182
Shelter Plus Care Consolidate (S+CC)	14.267	CA0234L9T082013	-	10,539
HUD - 2020 CoC Planning Grant	14.267	--	-	126,654
HUD - 2020 CoC Brommer PSH	14.267	--	-	1,712
HUD - 2019 CoC Brommer PSH	14.267	--	-	17,042
HUD - 2020 CoC HMIS	14.267	--	-	91,699
Passed through California Department of Housing and Community Development				
Meaningful Answers to Chronic Homelessness (MATCH)	14.267	CA0231L9T082013, CA0231L9T082114	-	859,694
Hud - 2020 yhdp ces	14.267	--	29,801	29,801
Subtotal			29,801	1,223,323
HUD Emergency Solutions Grant Program	14.231	--	3,863,846	4,917,944
HUD - 2020 CoC Coordinated Entry Expansion	14.276	CA1636Y9T081600	88,995	109,069
Passed through California Department of Housing and Community Development				
Community Development Block Grant	14.228	18-CDBG-12930	-	397,926
Community Development Block Grant	14.228	18-CDBG-12931	-	87,072
Community Development Block Grant	14.228	20-CDBG-CV2-3-00248	-	37,111
Community Development Block Grant	14.228	20-CDBG-CV2-3-00239	-	76,749
Community Development Block Grant	14.228	20-CDBG-CV2-3-00084	-	89,140
Subtotal			-	687,998
Home Investment Partnerships Program	14.239	19-HOME-14983	-	5,000
Total U.S. Department of Housing and Urban Development			3,982,642	6,943,334
<b>U.S. Department of the Interior</b>				
Passed through California Department of Parks and Recreation				
Fish and Wildlife Coordination Act Program	15.630	F21AC03203-00	-	7,782
Total U.S. Department of the Interior			-	7,782

See accompanying notes to the Schedule of Expenditures of Federal Awards.



**COUNTY OF SANTA CRUZ  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)  
FOR THE YEAR ENDED JUNE 30, 2022**

Federal Grantor/Program Title	Assistance Listing Number	Contract or Program Number	Passed Through to Subrecipients	Total Federal Expenditures
<b>U.S. Department of Justice</b>				
Direct Programs				
SSCO Sheriff's Quality Improvement Medical Examiner-Coroner Accredi Proj	16.560	--	-	6,286
Bulletproof Vest Partnership	16.607	--	-	6,079
Passed through California Emergency Management Agency				
Victim Witness Assistance Program	16.575	VW20390440	-	153,320
Victim Witness Assistance Program	16.575	VW21400440	-	204,776
Child Advocacy Center Program	16.575	KC20040440	-	145,415
County Victim Services Program	16.575	XC20030440	-	95,811
Unserved/Underserved Victim Advocacy and Outreach Program	16.575	UV20050440	-	60,939
Subtotal			-	660,261
Passed through California Board of State and Community Corrections				
Sheriff's Office SCCO - Residential Abuse Treatment (RSAT)	16.593	--	-	133,899
Title II Juvenile Delinquency Prevention and Intervention Grant Program	16.540	STAR	245,151	314,850
Subtotal			245,151	314,850
Edward Byrne Memorial Justice Assistance (Mental Health Training Grant)				
School Safety Grant	16.738	0045-18-MH	-	19,649
	16.738	--	-	638,031
Subtotal			-	657,680
Total U.S. Department of Justice			245,151	1,779,055
<b>U.S. Department of Labor</b>				
Passed through California Department of Employment Development				
WIOA Cluster Programs				
Title I - A Adult Formula	17.258	--	396,121	1,249,460
WIOA Youth Activities - Title I Youth Formula	17.259	--	694,136	1,121,549
Library Workforce Partnership Initiative Grant	17.278	--	19,754	19,754
Title I-D Dislocated Worker Formula	17.278	--	368,528	964,257
Title I Rapid Response for RA & PGM - Business Retention Survey	17.278	--	27,799	283,399
High Performing Boards	17.278	--	-	3,846
WIOA Cluster			1,506,338	3,642,265
National Emergency Grant (August 2020 Wildfires)	17.277	--	8,237	24,587
Total U.S. Department of Labor			1,514,575	3,666,852
<b>U.S. Department of Transportation</b>				
Passed through California Department of Transportation				
Highway Planning and Construction	20.205	BP MPL-5936(103)	-	191
Highway Planning and Construction	20.205	BRLO-5936(061)	-	727
Highway Planning and Construction	20.205	BRLO-5936(086)	-	46,889
Highway Planning and Construction	20.205	BRLO-5936(089)	-	2,685
Highway Planning and Construction	20.205	BRLO-5936(091)	-	2,379
Highway Planning and Construction	20.205	BRLO-5936(092)	-	33,558
Highway Planning and Construction	20.205	BRLO-5936(093)	-	4,662
Highway Planning and Construction	20.205	BRLO-5936(094)	-	4,290
Highway Planning and Construction	20.205	BRLO-5936(095)	-	31,534
Highway Planning and Construction	20.205	BRLO-5936(096)	-	5,220
Highway Planning and Construction	20.205	BRLO-5936(097)	-	861
Highway Planning and Construction	20.205	BRLO-5936(112)	-	15,931
Highway Planning and Construction	20.205	BRLO-5936(127)	-	6,257
Highway Planning and Construction	20.205	BRLO-5936(132)	-	51,267
Highway Planning and Construction	20.205	BRLO-5936(134)	-	7,616
Highway Planning and Construction	20.205	ER-15A5(001)	-	866,337
Highway Planning and Construction	20.205	ER-20E0-5936(010)	-	(190)
Highway Planning and Construction	20.205	ER-20E0-5936(011)	-	79
Highway Planning and Construction	20.205	ER-30R0-5936(004)	-	386
Highway Planning and Construction	20.205	ER-30R0-5936(003)	-	216,064
Highway Planning and Construction	20.205	ER-32D0-5936(011)	-	8,909
Highway Planning and Construction	20.205	ER-32D0-5936(014)	-	27,689
Highway Planning and Construction	20.205	ER-32L0-5936(002)	-	1,957
Highway Planning and Construction	20.205	ER-32L0-5936(005)	-	28,532

See accompanying notes to the Schedule of Expenditures of Federal Awards.

**COUNTY OF SANTA CRUZ**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)**  
**FOR THE YEAR ENDED JUNE 30, 2022**

Federal Grantor/Program Title	Assistance Listing Number	Contract or Program Number	Passed Through to Subrecipients	Total Federal Expenditures
<b>U.S. Department of Transportation (Continued)</b>				
Passed through California Department of Transportation (Continued)				
Highway Planning and Construction	20.205	ER-32L0-5936(006)	-	38,805
Highway Planning and Construction	20.205	ER-32L0-5936(007)	-	530,735
Highway Planning and Construction	20.205	ER-32L0-5936(008)	-	588,675
Highway Planning and Construction	20.205	ER-32L0-5936(009)	-	3,360
Highway Planning and Construction	20.205	ER-32L0-5936(012) & (049)	-	1,059
Highway Planning and Construction	20.205	ER-32L0-5936(013)	-	5,483
Highway Planning and Construction	20.205	ER-32L0-5936(014)	-	79
Highway Planning and Construction	20.205	ER-32L0-5936(015)	-	2,361
Highway Planning and Construction	20.205	ER-32L0-5936(016)	-	1,477
Highway Planning and Construction	20.205	ER-32L0-5936(020)	-	4,334
Highway Planning and Construction	20.205	ER-32L0-5936(021)	-	286
Highway Planning and Construction	20.205	ER-32L0-5936(046)	-	3,076
Highway Planning and Construction	20.205	ER-32L0-5936(048)	-	7,003
Highway Planning and Construction	20.205	ER-32L0-5936(050)	-	343,754
Highway Planning and Construction	20.205	ER-32L0-5936(052)	-	12,865
Highway Planning and Construction	20.205	ER-32L0-5936(056)	-	459,526
Highway Planning and Construction	20.205	ER-32L0-5936(057)	-	16,310
Highway Planning and Construction	20.205	ER-32L0-5936(058)	-	639,249
Highway Planning and Construction	20.205	ER-32L0-5936(059)	-	133,681
Highway Planning and Construction	20.205	ER-32L0-5936(060)	-	105
Highway Planning and Construction	20.205	ER-32L0-5936(062)	-	9,125
Highway Planning and Construction	20.205	ER-32L0-5936(064)	-	7,933
Highway Planning and Construction	20.205	ER-32L0-5936(065)	-	7,579
Highway Planning and Construction	20.205	ER-32L0-5936(066)	-	296
Highway Planning and Construction	20.205	ER-32L0-5936(067)	-	21,358
Highway Planning and Construction	20.205	ER-32L0-5936(068)	-	521,753
Highway Planning and Construction	20.205	ER-32L0-5936(069)	-	17,482
Highway Planning and Construction	20.205	ER-32L0-5936(072)	-	8,491
Highway Planning and Construction	20.205	ER-32L0-5936(080)	-	501,309
Highway Planning and Construction	20.205	ER-32L0-5936(081)	-	13,140
Highway Planning and Construction	20.205	ER-32L0-5936(082)	-	522
Highway Planning and Construction	20.205	ER-32L0-5936(083)	-	275
Highway Planning and Construction	20.205	ER-32L0-5936(084)	-	(9,368)
Highway Planning and Construction	20.205	ER-32L0-5936(088)	-	236
Highway Planning and Construction	20.205	ER-32L0-5936(093)	-	26,397
Highway Planning and Construction	20.205	ER-32L0-5936(094)	-	13,502
Highway Planning and Construction	20.205	ER-32L0-5936(095)	-	524
Highway Planning and Construction	20.205	ER-32L0-5936(097)	-	14,886
Highway Planning and Construction	20.205	ER-32L0-5936(104)	-	5,271
Highway Planning and Construction	20.205	ER-32L0-5936(106)	-	13,418
Highway Planning and Construction	20.205	ER-32L0-5936(149)	-	8,982
Highway Planning and Construction	20.205	ER-32L0-5936(199)	-	9,026
Highway Planning and Construction	20.205	ER-32L0-5936(200)	-	3,417
Highway Planning and Construction	20.205	ER-32L0-5936(201)	-	67,951
Highway Planning and Construction	20.205	ER-32L0-5936(202)	-	6,675
Highway Planning and Construction	20.205	ER-32L0-5936(205)	-	2,149
Highway Planning and Construction	20.205	ER-32L0-5936(207)	-	237
Highway Planning and Construction	20.205	ER-32L0-5936(208)	-	5,699
Highway Planning and Construction	20.205	ER-32L0-5936(209)	-	105
Highway Planning and Construction	20.205	ER-32L0-5936(210)	-	6,310
Highway Planning and Construction	20.205	ER-32L0-5936(222)	-	9,638
Highway Planning and Construction	20.205	ER-32L0-5936(223)	-	4,185
Highway Planning and Construction	20.205	ER-32L0-5936(227)	-	1,124
Highway Planning and Construction	20.205	ER-32L0-5936(229)	-	5,333
Highway Planning and Construction	20.205	ER-32L0-5936(257)	-	6,142
Highway Planning and Construction	20.205	ER-32L0-5936(258)	-	464,514
Highway Planning and Construction	20.205	ER-32L0-5936(259)	-	96
Highway Planning and Construction	20.205	ER-32L0-5936(260)	-	7,747
Highway Planning and Construction	20.205	ER-32L0-5936(262)	-	12,811
Highway Planning and Construction	20.205	ER-32L0-5936(263)	-	27,828
Highway Planning and Construction	20.205	ER-32L0-5936(264)	-	3,174
Highway Planning and Construction	20.205	ER-32L0-5936(265)	-	85,831
Highway Planning and Construction	20.205	ER-32L0-5936(266)	-	294,053
Highway Planning and Construction	20.205	ER-32L0-5936(336)	-	1,181
Highway Planning and Construction	20.205	ER-32L0-5936(337)	-	12,500
Highway Planning and Construction	20.205	ER-32L0-5936(339)	-	3,515

See accompanying notes to the Schedule of Expenditures of Federal Awards.

**COUNTY OF SANTA CRUZ**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)**  
**FOR THE YEAR ENDED JUNE 30, 2022**

Federal Grantor/Program Title	Assistance Listing Number	Contract or Program Number	Passed Through to Subrecipients	Total Federal Expenditures
<b>U.S. Department of Transportation (Continued)</b>				
Passed through California Department of Transportation (Continued)				
Highway Planning and Construction	20.205	ER-32L0-5936(340)	-	1,295
Highway Planning and Construction	20.205	ER-32L0-5936(342)	-	4,114
Highway Planning and Construction	20.205	ER-32L0-5936(343)	-	3,415
Highway Planning and Construction	20.205	ER-32L0-5936(344)	-	3,851
Highway Planning and Construction	20.205	ER-32L0-5936(345)	-	6,032
Highway Planning and Construction	20.205	ER-32L0-5936(412)	-	66,898
Highway Planning and Construction	20.205	ER-32L0-5936(413)	-	59,557
Highway Planning and Construction	20.205	ER-32L0-5936(414)	-	332,860
Highway Planning and Construction	20.205	ER-32L0-5936(415)	-	286,391
Highway Planning and Construction	20.205	ER-32L0-5936(425)	-	18,766
Highway Planning and Construction	20.205	ER-32L0-5936(463)	-	2,231
Highway Planning and Construction	20.205	ER-40A0-5936(002)	-	123,657
Highway Planning and Construction	20.205	HSIPL-5936(120)	-	267
Highway Planning and Construction	20.205	HSIPL-5936(122)	-	1,211
Highway Planning and Construction	20.205	HSIPL-5936(123)	-	222
Highway Planning and Construction	20.205	HSIPL-5936(135)	-	421
Highway Planning and Construction	20.205	HSIPL-5936(139)	-	26,493
Highway Planning and Construction	20.205	HSIPL-5936(140)	-	202
Highway Planning and Construction Cluster			-	7,318,288
Total U.S. Department of Transportation			-	7,318,288
<b>U.S. National Highway Traffic Safety Administration</b>				
Passed through California Office of Traffic Safety				
Pedestrian and Bicycle Safety Program	20.600	PS20035/PS21044	-	126,694
National Priority Safety Programs - Child Passenger Safety	20.616	OP20022/OP21018	-	35,016
Highway Safety Cluster			-	161,710
National Priority Safety Programs - Impacted Impaired Driving	20.608	DI21024	-	189,719
Subtotal			-	189,719
Total U.S. National Highway Traffic Safety Administration			-	351,429
<b>U.S. Department of the Treasury</b>				
Direct Programs				
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	--	-	26,534,211
Emergency Rental Assistance (ERA)	21.023	20-ERAP-00008	-	6,453
Total U.S. Department of the Treasury			-	26,540,664
<b>U.S. Environmental Protection Agency</b>				
Passed through California Environmental Protection Agency				
State Water Resource Control Board	66.458	--	-	43,301
Clean Water State Revolving Fund (CWSRF) Cluster			-	43,301
Total U.S. Environmental Protection Agency			-	43,301
<b>U.S. Department of Health and Human Services</b>				
Direct Programs				
Health Center Cluster	93.224	H80CS00048	1,009,865	4,417,757
Coronavirus Supplemental Funding for Health Centers	93.224	H8FC541191-01-00	-	1,639,359
HCP-Integrated Behavioral Health Services	93.224	H80CS00048-20-10	-	69,583
HCP-National Hypertension Control Initiative	93.224	H80CS00048-20-01	-	144,960
CARES Provider Relief Fund	93.224	CR-97828741579	-	2,076,994
Health Center Program Cluster			1,009,865	8,348,653
Health Center Infrastructure Support	93.526	C8ECS44149-01-00	-	23,670
Drug Free Communities	93.276	1 NH28CE002497-01-00	23,678	77,532
Early Intervention Services	93.918	H76HA00153	6,992	381,878

See accompanying notes to the Schedule of Expenditures of Federal Awards.

**COUNTY OF SANTA CRUZ**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)**  
**FOR THE YEAR ENDED JUNE 30, 2022**

Federal Grantor/Program Title	Assistance Listing Number	Contract or Program Number	Passed Through to Subrecipients	Total Federal Expenditures
<b>U.S. Department of Health and Human Services (Continued)</b>				
Direct Programs (Continued)				
Hub and Spoke State Opioid Response (SOR)	93.788	20R-10308	-	846,254
State Targeted Response to the Opioid Crisis Grants	93.788	CA21MAT033-A1	-	41,138
State Targeted Response to the Opioid Crisis Grants	93.788	CA21MAT031	-	30,000
Addiction Treatment Starts Here: Primary Care Program	93.788	TC2104-098809	-	6,000
Subtotal			-	923,392
Passed through California Department of Health Services				
In Home Support Services - Title XIX & Staff Development	93.778	--	-	3,402,914
Medi-Cal 50% & Staff Development	93.778	--	-	20,561,547
Medi-Cal Navigator	93.778	--	-	110,965
EMSA SAFR	93.778	C19-068	-	58,860
California Children's Services Admin - Medical	93.778	CCS Information Notice 21-04	-	316,490
Child Health and Disability Prevention (CHDP)	93.778	CHDP Program Letter No 21-01	-	253,726
Health Care Program for Children in Foster Care (HCPFC)	93.778	CHDP Program Letter No 21-02	-	57,261
Health Care Program for Children in Foster Care - Psychotropic Med (PMM&O)	93.778	CHDP Program Letter No 21-02	-	17,547
Health Care Program for Children in Foster Care - Caseload Relief	93.778	CHDP Program Letter No 21-02	-	42,852
Medicaid Administrative Activities - Targeted Case Management	93.778	19-96022	-	3,918,941
Whole Person Care Pilot Program	93.778	17-14184-SZ-44	-	1,504,494
Passed through California Department of Social Services				
Public Authority	93.778	--	-	2,109,877
Passed through the California Department of Mental Health				
Medical Assistance Program	93.778	--	-	1,921,046
Medical Assistance Program - Medi-Cal Administrative Activities (MAA)	93.778	--	-	777,338
Medicaid Cluster			-	35,053,858
Passed through California Department of Social Services				
Temporary Assistance for Needy Families				
CalWORKS - Assistance	93.558	--	-	8,264,579
Temporary Assistance for Needy Families - CalWorks Program and Staff Development	93.558	--	-	18,824,999
Temporary Assistance for Needy Families - EA - ER, ESC, CR	93.558	--	-	1,493,841
CALWIN	93.558	--	-	233,842
Subtotal			-	28,817,261
RCA Refugee Assistance	93.566	--	-	5,616
Adopt Incent-FED	93.603		-	41,948
Foster Care - Title IV-E				
Emergency Child Care Bridge	93.658	--	-	25,197
Foster Care - Assistance	93.658	--	-	964,902
Case Record Review	93.658	--	-	62,419
Child Welfare Services - CWS Title IV-E & Staff Development	93.658	--	-	1,424,604
Foster Parent Recruitment Retention and Support	93.658	--	-	28,961
Foster Care - Licensing Foster Family & Staff Development	93.658	--	-	12,867
Foster Care - Title IV-E - Administration & Staff Development	93.658	--	-	25,445
Foster Care - Kinship & Foster Care Emergency Fund	93.658	--	-	101
Probation - CSEC (Pass Through)	93.658	--	-	17,107
Probation - CWS - IV-E & GHMV (Pass Through)	93.658	--	-	308,090
Probation - CWS - OIP (Pass Through)	93.658	--	-	3,692
Child Welfare Services - Group Home Monthly Visits	93.658	--	-	4,773
Foster Care - EA - FC Emergency Assistance	93.658	--	-	73,589
Resource Family Support	93.658	--	-	79,281
Child Family Team	93.658	--	-	87,186
Public Agency IV-E Pass-Through (SCCOE)	93.658	--	-	288,598
FPP: Family Preservation (FED)	93.658	--	-	56,808
Family Preservation - DHS Title XIX	93.658	--	-	12,896
Child Welfare Services - CWS Title IV-E (DHS Title XIX)	93.658	--	-	4,315,630
Subtotal			-	7,792,146

See accompanying notes to the Schedule of Expenditures of Federal Awards.

**COUNTY OF SANTA CRUZ  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)  
FOR THE YEAR ENDED JUNE 30, 2022**

Federal Grantor/Program Title	Assistance Listing Number	Contract or Program Number	Passed Through to Subrecipients	Total Federal Expenditures
<b>U.S. Department of Health and Human Services (Continued)</b>				
Passed through California Department of Health Services				
Adoption Assistance				
Adoption Assistance - Assistance	93.659	--	-	5,022,353
Adoption Assistance - Other Public Assistance & Staff Development	93.659	--	-	409,541
Adoption Assistance - Social Services & Staff Development	93.659	--	-	256,813
Subtotal			-	5,688,707
Child Welfare Services - Title XX	93.667	--	-	229,654
Title XX-FC	93.667	--	-	19,006
Subtotal			-	248,660
Promoting Safe and Stable Families - PSSF & Staff Development	93.556	--	-	139,807
Promoting Safe and Stable Families - PSSF Case Worker Visits	93.556	--	-	15,842
Subtotal			-	155,649
Child Welfare Services - Title IV-B & Staff Development	93.645	--	-	130,963
Independent Living Program & Staff Development	93.674	--	-	57,987
Passed through California Department of Child Support Services				
Child Support Enforcement - Santa Cruz County	93.563	--	-	3,284,111
Child Support Enforcement - San Benito County	93.563	--	858,721	858,721
Subtotal			858,721	4,142,832
Passed through California Department of Alcohol and Drug Programs				
Substance Abuse Prevention and Treatment Block Grant	93.959	DHCS #17-94200 A01 & 17-94161 A01	1,107,254	1,869,531
Substance Abuse Block Grant - CRRSAA		--	3,952	4,502
Subtotal			1,111,206	1,874,033
Passed through California Department of Health Services				
Adult Protective Services-Title XIX & Staff Development	93.569	--	-	1,803,060
Subtotal			-	1,803,060
California Children's Services Admin - Optional Targeted Low Income (OTLICP)	93.767	CCS Information Notice 20-02	-	46,859
Passed through the California Department of Mental Health				
Projects for Assistance in Transition from Homelessness (PATH)	93.150	68-0317191	42,164	42,164
Substance Abuse & Mental Health Services Administration (SAMHSA)	93.958	SM010005-17	22,376	350,036
DHHS SAMHSA, Healing the Streets	93.958	1H79SM085781-01	-	463,571
Subtotal			22,376	813,607
DHHS SAMHSA, Building Hope & Safety-Santa Cruz	93.665	1H79FG000559-01	-	230,436
Subtotal			-	230,436
Passed through the California Department of Public Health				
Public Health Emergency Preparedness (PHEP)	93.069	17-10195	-	306,087
California Personal Responsibilities Education Program (CA PREP)	93.092	21-10389	-	150,000
CA DHCS CCMU Program	93.092	21-10349	-	143,916
Subtotal			-	293,916
Tuberculosis Prevention and Control	93.116	1944R-TA00, 2044SPND00	-	16,415
Childhood Lead Poisoning Prevention Projects (CLPPP)	93.197	20-10548	-	74,303
Immunization Assistance	93.268	17-10350,A02	-	523,501

See accompanying notes to the Schedule of Expenditures of Federal Awards.

**COUNTY OF SANTA CRUZ**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)**  
**FOR THE YEAR ENDED JUNE 30, 2022**

Federal Grantor/Program Title	Assistance Listing Number	Contract or Program Number	Passed Through to Subrecipients	Total Federal Expenditures
<b>U.S. Department of Health and Human Services (Continued)</b>				
Passed through the California Department of Public Health (Continued)				
COVID-19 ELC Coronavirus Aid, Relief, and Economic Security Act (CARES) 2020	93.323	6 NU50CK000539-01-08	-	56,939
COVID-19 ELC Paycheck Protection Program and Health Care Enhancement Act of 2020	93.323	COVID-19ELC44	-	1,070,678
ELC Enhancing Detection Expansion Funding	93.323	COVID-19ELC102	-	855,542
Subtotal			-	1,983,159
Cooperative Agreement for Emergency Response: Public Health Crisis Response				
COVID-19 Public health Workforce Supplemental Funding	93.354	6NU90TP922071-01-02	-	364,889
	93.354	WFD-044 /1NU90TP922174-01-00	-	55,000
Subtotal			-	419,889
CERI COVID-19 Health Disparities	93.391	CERI 21-23-36	-	4,452
Hospital Preparedness Program (HPP)	93.889	17-10195	-	205,610
COVID-19 Hospital Preparedness Program (HPP) Supplemental	93.889	COVID-19-4402	-	75,121
Subtotal			-	280,731
HIV Care Program	93.917	18-10891, 19-11162	35,189	147,248
Maternal and Child Health Services Block Grant to the State	93.994	202144	-	299,786
Total U.S. Department of Health and Human Services			3,110,191	101,050,398
<b>U.S. Department of Homeland Security</b>				
Passed through Governor's Office of Homeland Security				
State Domestic Preparedness Equipment Support Program				
Emergency Management Performance Grant - FY2018	97.042	2019-0003	4,994	4,994
Emergency Management Performance Grant - FY2018	97.042	2020-0006	171,939	171,939
Emergency Management Performance Grant - FY2018	97.042	2020-019	86,315	86,315
Emergency Management Performance Grant - FY2018	97.042	2020-0095	8,997	8,997
Emergency Management Performance Grant - FY2018	97.042	2019-0035	235,040	235,040
Subtotal			507,285	507,285
Passed through California Emergency Management Agency				
Public Assistance Grants				
Disaster Grant - 2017 Storm Disaster Recovery	97.036	FEMA-4308-DR-CA	-	16,465
Disaster Grant - FEMA - General County ACTTC	97.036	087-00000	-	2,039,885
Disaster Grant - FEMA - General County	97.036	087-00000	-	2,962,933
Disaster Grant - FEMA - CSA'S	97.036	087-91052	-	229,583
Subtotal			-	5,248,866
Total U.S. Department of Homeland Security			507,285	5,756,151
Total Expenditures of Federal Awards Excluding Prior Year Loans			\$ 9,359,844	\$ 163,716,132
<u>Prior Federal Loan Balances With a Continuing Compliance Requirement</u>				
U.S. Department of Housing and Urban Development				
Community Development Block Grant	14.228			\$ 154,415
Home Investment Partnerships Program	14.239			1,694,623
United States Department of Agriculture	10.760			4,404,000
Prior Federal Loan Balances with a Continuing Compliance Requirement				6,253,038
Total Expenditures of Federal Awards Including Loans				\$ 169,969,170

See accompanying notes to the Schedule of Expenditures of Federal Awards.

**COUNTY OF SANTA CRUZ  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2022**

**NOTE 1 – REPORTING ENTITY**

The County of Santa Cruz (County) was established by an act of the State Legislature of California in 1850 and is governed by a five-member elected Board of Supervisors (Board). The Board is responsible for the legislative and executive control of the County. The County provides various services on a countywide basis including law and justice, education, detention, social, health, hospital, fire protection, road construction, road maintenance, transportation, park and recreation facilities, elections and records, communications, planning, zoning, and tax collection.

The financial reporting entity consists of: (1) the County; (2) organizations for which the County is financially accountable; and (3) organizations for which the nature and significance of their relationship with the County are such that exclusion would cause the County's financial statements to be misleading or incomplete. The following entities are component units of the County:

Blended Component Units

*Santa Cruz Flood Control and Water Conservation District – Zone 7*  
*Santa Cruz County Public Financing Authority*

Discretely Presented Component Unit

*Santa Cruz County Sanitation District*

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES**

Consistent with the County's method of filing federal financial reports, the accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting.

A. Basis of Accounting

Funds received under the various grant programs have been recorded within the general, special revenue, and enterprise funds of the County. The County utilizes the modified accrual basis of accounting for the general fund and special revenue funds. The accrual basis of accounting is used for the enterprise funds. The accompanying Schedule of Expenditures of Federal Awards (Schedule) is presented in accordance with the requirements of the Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

B. Schedule of Expenditures of Federal Awards

The accompanying Schedule presents the activity of all Federal financial assistance programs of the County. Federal financial assistance received directly from Federal agencies as well as Federal financial assistance passed through from the State of California is included in the Schedule. The Schedule was prepared only from the accounts of various grant programs and, therefore, does not present the financial position or results of operations of the County.

C. Indirect Cost Rate

The County has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

**NOTE 3 – SUBRECIPIENTS**

Of the federal expenditures presented in the Schedule, the County provided federal awards to subrecipients as follows:

Name of Program	Assistance Listing Number	Amount
HUD Emergency Solutions Grant Program	14.231	\$ 3,863,846
HUD - 2020 CoC Coordinated Entry Expansion	14.276	88,995
Hud - 2020 yhdp ces	14.267	29,801
Title II Juvenile Delinquency Prevention and Intervention Grant Program	16.540	245,151
Title I - A Adult Formula	17.258	396,121
WIOA Youth Activities - Title I Youth Formula	17.259	694,136
National Emergency Grant (August 2020 Wildfires)	17.277	8,237
Library Workforce Partnership Initiative Grant	17.278	19,754
Title I-D Dislocated Worker Formula	17.278	368,528
Title I Rapid Response for RA & PGM - Business Retention Survey	17.278	27,799
Health Center Cluster	93.224	1,009,865
Drug Free Communities	93.276	23,678
Early Intervention Services	93.918	6,992
Child Support Enforcement - San Benito County	93.563	858,721
Substance Abuse Prevention and Treatment Block Grant	93.959	1,107,254
Substance Abuse Block Grant - CRRSAA	93.959	3,952
Projects for Assistance in Transition from Homelessness (PATH)	93.150	42,164
Substance Abuse & Mental Health Services Administration (SAMHSA)	93.958	22,376
HIV Care Program	93.917	35,189
Emergency Management Performance Grant - FY2019	97.042	4,994
Emergency Management Performance Grant - FY2020	97.042	171,939
Emergency Management Performance Grant - FY2020 Supplemental	97.042	86,315
Homeland Security Grant Program FY2020	97.067	8,997
Homeland Security Grant Program FY2019	97.067	235,040
Total		<u><u>\$ 9,359,844</u></u>

**NOTE 4 – PASS-THROUGH ENTITIES’ IDENTIFYING NUMBERS**

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

**NOTE 5 – LOANS OUTSTANDING**

The following programs had federally-funded loans outstanding at June 30, 2022:

Assistance Listing Number	Federal Grantor	County Department Administering Loans	Outstanding Balance at June 30, 2021	Payments/ Forgiveness of Prior Year Existing Loans	Loan Balances Carried Forward from Prior Year	New Loans Expense Included in SEFA	Outstanding Balance at June 30, 2022
14.228	Community Development Block Grant (CDBG)	Planning	\$ 169,415	\$ (15,000)	\$ 154,415	\$ -	\$ 154,415
14.239	Home Investment Partnerships Program (HOME)	Planning	2,039,470	(344,847)	1,694,623	-	1,694,623
10.760	Water and Waste Disposal Systems for Rural Communities	Public Works	4,497,000	(93,000)	4,404,000	-	4,404,000
			<u>\$ 6,705,885</u>	<u>\$ (452,847)</u>	<u>\$ 6,253,038</u>	<u>\$ -</u>	<u>\$ 6,253,038</u>



**COUNTY OF SANTA CRUZ  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2022**

**SECTION I – SUMMARY OF AUDITOR’S RESULTS**

Financial Statements:

Type of auditor's report issued		Unmodified
Internal control over financial reporting:		
• Material weakness(es) identified?	___ yes	___ <u>x</u> no
• Significant deficiencies identified not considered to be material weaknesses?	___ yes	___ <u>x</u> no
Noncompliance material to financial statements noted?	___ yes	___ <u>x</u> no

Federal Awards:

Internal control over major programs:		
• Material weakness(es) identified?	___ yes	___ <u>x</u> no
• Significant deficiencies identified not considered to be material weaknesses?	___ yes	___ <u>x</u> no

Type of auditor's report issued on compliance for major programs:		Unmodified
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Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance?	___ yes	___ <u>x</u> no
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Identification of major programs:

<u>Assistance Listing Number</u>	<u>Name of Federal Program or Cluster</u>
10.561	SNAP Cluster
20.205	Highway Planning and Construction Cluster
21.027	Coronavirus State and Local Fiscal Recovery Fund
93.224	Consolidated Health Centers
93.658	Foster Care
14.231	Emergency Solutions Grant Program

Dollar threshold used to distinguish between Type A and Type B programs:		\$ 3,000,000
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Auditee qualified as low-risk auditee?	___ <u>x</u> yes	___ no
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**SECTION II – FINANCIAL STATEMENT FINDINGS**

None in current year.

**SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

None in current year.

**COUNTY OF SANTA CRUZ  
STATUS OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2022**

None.