COUNTY OF CHESTER
PENNSYLVANIA

SINGLE AUDIT REPORT

YEAR ENDED DECEMBER 31, 2017

COUNTY OF CHESTER, PENNSYLVANIA
SINGLE AUDIT REPORT
YEAR ENDED DECEMBER 31, 2017

CONTENTS

	Page
Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance And Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*	1
Independent Auditors' Report on Compliance for Each Major Program, on Internal Control over Compliance Required by Uniform Guidance and the Pennsylvania Department of Human Services *Single Audit Supplement*, and on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance	3
Schedule of Expenditures of Federal Awards	7
Schedule of WIA Expenditures	11
Notes to Schedule of Expenditures of Federal Awards	12
Independent Accountants' Report on Applying Agreed-Upon Procedures to the Financial Schedules and Exhibits Required by the Pennsylvania Department of Human Services	14
Pennsylvania Department of Human Services Schedules and Exhibits	17
Schedule of Findings and Questioned Costs	30
Summary Schedule of Prior Audit Findings	34

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*
INDEPENDENT AUDITORS' REPORT

County Commissioners
County of Chester
West Chester, Pennsylvania

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 *Governmental 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 units, each major fund, and the aggregate remaining fund information of the COUNTY OF CHESTER, PENNSYLVANIA, as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the COUNTY OF CHESTER, PENNSYLVANIA's basic financial statements and have issued our report thereon dated June 15, 2018. Our report includes a reference to other auditors who audited the financial statements of the Chester County Solid Waste Authority, the Chester County Area Airport Authority, the Chester County Water Resources Authority, the Chester County Library and Library System, and the Chester County Conference and Visitors Bureau, Inc., as described in our report on the COUNTY OF CHESTER, PENNSYLVANIA's financial statements. The financial statements of the Chester County Solid Waste Authority, the Chester County Water Resources Authority, the Chester County Library and Library Board System, and the Chester County Conference and Visitors Bureau were not audited in accordance with *Government Auditing Standards*. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the COUNTY OF CHESTER, PENNSYLVANIA's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the COUNTY OF CHESTER, PENNSYLVANIA's internal control. Accordingly, we do not express an opinion on the effectiveness of the COUNTY OF CHESTER, PENNSYLVANIA'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.

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Zelenkofske Axelrod LLC

ZELENKOFSKE AXELROD LLC

Jamison, Pennsylvania
June 15, 2018

REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM, ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE AND THE PENNSYLVANIA DEPARTMENT OF HUMAN SERVICES *SINGLE AUDIT SUPPLEMENT*, AND ON THE SHCEDULE EXPENDITURES OF FEDERAL AWARDS REQUIRED BY UNIFORM GUIDANCE
INDEPENDENT AUDITORS' REPORT

County Commissioners
County of Chester
West Chester, Pennsylvania

Report on Compliance for Each Major Federal and Pennsylvania Department of Human Services Program

We have audited the COUNTY OF CHESTER, PENNSYLVANIA's compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget* ("*OMB") Compliance Supplement* and the Pennsylvania Department of Human Services ("DHS") *Single Audit Supplement* that could have a direct and material effect on each of the COUNTY OF CHESTER, PENNSYLVANIA's major federal and DHS programs for the year ended December 31, 2017. The COUNTY OF CHESTER, PENNSYLVANIA's major federal and DHS programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the COUNTY OF CHESTER, PENNSYLVANIA's major federal and DHS programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. *Code of Federal Regulations ("CFR")* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and the Pennsylvania Department of Human Services *Single Audit Supplement*. Those standards, the Uniform Guidance, and the Pennsylvania Department of Human Services *Single Audit Supplement* 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 DHS program occurred. An audit includes examining, on a test basis, evidence about the COUNTY OF CHESTER, PENNSYLVANIA'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 DHS program. However, our audit does not provide a legal determination of the COUNTY OF CHESTER, PENNSYLVANIA's compliance.

Basis for Qualified Opinion on Major Federal and DHS Programs Listed in the Table Below.

As described in the accompanying schedule of findings and questioned costs, the COUNTY OF CHESTER, PENNSYLVANIA did not comply with requirements regarding the following:

Finding #	CFDA #	Program (or Cluster) Name	Compliance Requirement
2017-002	93.778	Medicaid Cluster	Cash Management

Compliance with such requirements is necessary, in our opinion, for the COUNTY OF CHESTER, PENNSYLVANIA to comply with the requirements applicable to those programs.

Qualified Opinion on the Major Federal and DHS Programs Listed in the Table Above.

In our opinion, except for the noncompliance described in the Basis for Qualified Opinion paragraph, the COUNTY OF CHESTER, PENNSYLVANIA, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on the major federal and DHS programs listed in the table above for the year ended December 31, 2017.

Unmodified Opinion on Each of the Other Major Federal and DHS Programs

In our opinion, the COUNTY OF CHESTER, PENNSYLVANIA 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 other major federal and DHS programs identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs for the year ended December 31, 2017.

Other Matters

The COUNTY OF CHESTER, PENNSYLVANIA's responses to the noncompliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The COUNTY OF CHESTER, PENNSYLVANIA's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

Report on Internal Control Over Compliance

Management of the COUNTY OF CHESTER, PENNSYLVANIA, 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 OF CHESTER, PENNSYLVANIA's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and DHS 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 DHS program and to test and report on internal control over compliance in accordance with Uniform Guidance and the Pennsylvania Department of Human Services *Single Audit Supplement*, 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 OF CHESTER, PENNSYLVANIA'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 DHS 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 DHS 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 DHS 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified certain deficiencies in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as Findings 2017-001 and 2017-002 that we consider to be material weaknesses.

The COUNTY OF CHESTER, PENNSYLVANIA's responses to the internal control over compliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. COUNTY OF CHESTER, PENNSYLVANIA's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

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 the Pennsylvania Department of Human Services *Single Audit Supplement*. Accordingly, this report is not suitable for any other purpose.

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

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the COUNTY OF CHESTER, PENNSYLVANIA, as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the COUNTY OF CHESTER, PENNSYLVANIA's basic financial statements. We issued our report thereon dated June 15, 2018, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the COUNTY OF CHESTER, PENNSYLVANIA's 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. The accompanying schedule of WIA Expenditures is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The schedule of expenditures of federal awards is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The schedule of WIA Expenditures has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Zelenkofske Axelrod LLC

ZELENKOFSKE AXELROD LLC

Jamison, Pennsylvania
August 28, 2018

COUNTY OF CHESTER, PENNSYLVANIA
Schedule of Expenditures of Federal Awards
Year Ended December 31, 2017

Federal Grantor/Program	Federal CFDA Number	Commonwealth of Pennsylvania pass-through grantor agency/department	Pass-through grantor's number	County fund in which grant activity is recorded	Accrued (Deferred) Revenue at 12/31/2016	Federal Payments	2017 Expenditures	Accrued (Deferred) Revenue at 12/31/2017	Subrecipient Expenditures
Department of Agriculture									
Child Nutrition Cluster									
School Breakfast Program	10.553	Education	K36041711111 & K37041711111	Children, Youth & Families	$ 6,785	$ 19,330	$ 14,909	$ 2,364	$ -
National School Lunch Program	10.555	Education	K36060710911 & K37060710911	Children, Youth & Families	5,455	30,064	29,152	4,543	-
Total Child Nutrition Cluster					12,240	49,394	44,061	6,907	-
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	Health	4100067462	General Fund	213,705	1,071,321	1,118,058	260,442	-
SNAP Cluster									
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	Human Services	DC13165330	Subsidized Child Day Care	-	53,422	53,422	-	-
Total SNAP Cluster					-	53,422	53,422	-	-
Food Distribution Cluster									
Emergency Food Assistance Program - Administrative	10.568	Agriculture	NA	Human Services	-	33,789	33,789	-	33,789
Emergency Food Assistance Program - Food Commodities	10.569	Agriculture	NA	Human Services	-	256,914	256,914	-	256,914
Total Food Distribution Cluster					-	290,703	290,703	-	290,703
Total Department of Agriculture					225,945	1,464,840	1,506,244	267,349	290,703
Department of Education									
Early Intervention Base	84.181	Human Services	N/A	MH-IDD	-	906,467	906,467	-	59,200
Total Department of Education					-	906,467	906,467	-	59,200
Department of Health and Human Services									
Special Programs for Aging - Title VII, Chapter 3	93.041	Aging	4100072806	Aging	-	3,040	3,040	-	-
Special Programs for Aging - Title VII, Chapter 2	93.042	Aging	4100072806	Aging	-	7,600	7,600	-	-
Special Programs for Aging - Title III , Part D	93.043	Aging	4100072806	Aging	-	9,558	9,558	-	9,499
Aging Cluster									-
Special Programs for the Aging: Title III, Part B	93.044	Aging	4100072806	Aging	-	584,581	584,581	-	257,539
Special Programs for the Aging: Title III, Part C	93.045	Aging	4100072806	Aging	-	298,433	298,433	-	182,920
Nutrition Services Incentive Program	93.053	Aging	4100072806	Aging	-	63,488	63,488	-	-
Total Aging Cluster					-	946,502	946,502	-	440,459
Nation Family Support Caregiver Support Title III, Part E	93.052	Aging	4100072806	Aging	-	49,733	49,733	-	-
Bioterrorism Public Health Preparedness	93.069	Health	4100073210	General Fund	136,827	388,863	399,014	146,978	-
Medicare Enrollment Assistance Program	93.071	Aging	4100072806	Aging	-	39,792	39,792	-	-
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements	93.074	Health	4100073210	General Fund	-	36,663	36,663	-	-
Caseworker Visitation	93.087	Health	G17425151300	Children, Youth & Families	149	5,147	5,135	137	-
Guardianship Assistance-Subsidized Permanent Legal Custody	93.090	Human Services	G17213-1701PAGARD	Children, Youth & Families	18,458	30,202	33,225	21,481	-
Tuberculosis Control Program	93.116	Health	4100071747	General Fund	10,000	10,000	13,914	13,914	-
Childhood Immunization Grants	93.268	Health	4100070568, 4100077885	General Fund	110,272	448,435	465,933	127,770	-
NACCHO - Accreditation Support Inititive	93.524	N/A	N/A	General Fund	-	15,000	15,000	-	-
Maternal, Infant, and Early Childhood Home Visiting Cluster									
Maternal, Infant, Early Childhood Home Visitation Program	93.870	Human Services	4100070297	General Fund	-	212,205	212,205	-	-
Total Maternal, Infant, and Early Childhood Home Visiting Cluster					-	212,205	212,205	-	-
Family Center Grant	93.556	Human Services	4100067003, 4100066948	Human Services	98,606	200,250	92,729	(8,915)	92,729
National Bioterrorism Hospital Preparedness Program	93.889	Health	4100077903	General Fund	-	10,192	9,610	(582)	-
TANF Cluster									
Child Care Mandatory and Matching Funds of Child Care Dev. Fund	93.558	Human Services	DC13165330	Subsidized Child Day Care	-	1,102,609	1,102,609 *	-	-
Temporary Assistance to Needy Families	93.558	Human Services	G17370-1701PATANF	Children, Youth & Families	557,684	817,422	795,123 *	535,385	546,530
Employment, Advancement & Retention Network (E.A.R.N)	93.558	Human Services	4100060585	Community Development	89,697	261,285	254,361 *	82,773	44,694
TANF Summer Youth	93.558	Labor & Industry	30164133	Community Development	-	87,421	87,498 *	77	74,338
TANF Youth	93.558	Labor & Industry	030123361 & 030133361	Community Development	36,174	89,546	78,654 *	25,282	24,267
Work Ready Grant	93.558	Human Services	4100064842	Community Development	29,226	164,397	180,768 *	45,597	134,883
Work Ready Perforance Incentive payments	93.558	Human Services	NA	Community Development	(120,274)	111,800	151,618 *	(80,456)	-
Total TANF Cluster					592,507	2,634,480	2,650,631	608,658	824,711
Child Support Enforcement	93.563	Human Services	NA	Domestic Relations	715,515	3,385,892	3,629,913	959,536	-
Community Services Block Grant (CSBG)	93.569	Community and Economic Development	C000057191	Community Development	235,605	714,010	633,901	155,496	-

* Denotes program tested as major

See accompanying notes to the Schedule of Expenditures of Federal Awards

COUNTY OF CHESTER, PENNSYLVANIA
Schedule of Expenditures of Federal Awards (Continued)
Year Ended December 31, 2017

Federal Grantor/Program	Federal CFDA Number	Commonwealth of Pennsylvania pass-through grantor agency/department	Pass-through grantor's number	County fund in which grant activity is recorded	Accrued (Deferred) Revenue at 12/31/2016	Federal Payments	2017 Expenditures	Accrued (Deferred) Revenue at 12/31/2017	Subrecipient Expenditures
CCDF Cluster									
Child Care Mandatory and Matching Funds of Child Care Dev. Fund	93.575	Human Services	DC13165330	Subsidized Child Day Care	-	4,033,483	4,033,483 *	-	-
Child Care Mandatory and Matching Funds of Child Care Dev. Fund	93.596	Human Services	DC13165330	Subsidized Child Day Care	-	5,042,938	5,042,938 *	-	-
Total CCDF Cluster					-	9,076,421	9,076,421	-	-
Family Center Grant	93.590	Human Services	4100067003, 4100066948	Human Services	1,268	5,071	3,803	-	3,803
Fatherhood initiative Grant	93.590	Human Services	4100067003, 4100066948	Human Services	14,914	45,900	30,482	(504)	30,482
Total CFDA 93.590					16,182	50,971	34,285	(504)	34,284
Child Welfare Services - State Grants (Title IV-B)	93.645	Human Services	G17597936700	Children, Youth & Families	-	171,818	171,818	-	171,818
Information Technology Grant	93.658	Human Services	G17336-1701PAFOST	Children, Youth & Families	98,061	69,293	82,359 *	111,127	-
Title IV-E	93.658	Human Services	G17336-1701PAFOST	General Fund	6,526	8,804	2,278 *	-	-
Title IV-E - Foster Care	93.658	Human Services	G17336-1701PAFOST	Children, Youth & Families	1,524,127	1,420,696	1,838,716 *	1,942,147	1,398,859
Total CFDA 93.658					1,628,714	1,498,793	1,923,353	2,053,274	1,398,859
Title IV-E - Adoption	93.659	Human Services	G17339-1701PAADPT	Children, Youth & Families	25,255	361,537	814,004	477,722	-
Child Care Mandatory and Matching Funds of Child Care Dev. Fund	93.667	Human Services	DC13165330	Subsidized Child Day Care	-	938,770	938,770	-	-
Mental Health	93.667	Human Services	70135	MH-IDD	-	374,224	374,224	-	123,035
Title XX - Protective Services	93.667	Human Services	G17250-1701PASOSR	Children, Youth & Families	-	263,587	263,587	-	263,587
Total CFDA 93.667					-	1,576,581	1,576,581	-	386,622
Independent Living - Title IV-E	93.674	Human Services	G17420-1701PACILP	Children, Youth & Families	16,518	37,710	75,549	54,357	75,549
Injury Prevention	93.758	Health	4100067122	General Fund	22,843	162,087	234,149	94,905	-
Safe Communities	93.758	Health	4100067122, 4100077702	General Fund	30,766	107,890	77,124	-	-
WalkWorks ChesCo	93.758	Health	0055273	General Fund	-	12,500	12,500	-	-
Total CFDA 93.758					53,609	282,477	323,773	94,905	-
Medicaid Cluster									
Medical Assistance Transportation Program (MATP)	93.778	Human Services	NA	Community Development	(438,165)	768,533	1,216,840 *	10,142	1,117,089
IDD Waiver	93.778	Human Services	70175	MH-IDD	63,158	1,017,574	956,778 *	2,362	-
Early Intervention Waiver	93.778	Human Services	NA	MH-IDD	(64,655)	260,960	346,254 *	20,639	-
Pre-Admission Assessment	93.778	Aging	4100058014	Aging	-	288,658	288,658 *	-	-
Medicaid Administration	93.778	Human Services	G17380-1701PA5ADM	Children, Youth & Families	5,858	5,858	15,559 *	15,559	15,559
IDD Community Based	93.778	Human Services	NA	MH-IDD	49,203	1,213,038	1,263,944 *	100,109	-
Total Medicaid Cluster					(384,601)	3,554,621	4,088,033	148,811	1,132,648
CURES - Opioid State Targeted Reponse (STR)	93.788	Drug & Alcohol	71-079	Drug & Alcohol		-	45,264	45,264	-
HIV Prevention Activities	93.940	Health	4100070646	General Fund	23,322	64,670	42,225	877	-
Block Grants for Community Mental Health Services	93.958	Human Services	NA	MH-IDD	-	215,432	215,432	-	215,432
Block Grants for Prevention & Treatment of Substance Abuse	93.959	Health	4100070695	Drug & Alcohol	(227,133)	1,137,815	1,444,491 *	79,543	-
Dental Grant-School Based Dental Sealant Program	93.991	Health	4100066639	General Fund	3,637	48,832	84,652	39,457	-
Maternal & Child Health Services Block Grant to the States-Title V 2014-2017	93.994	Health	4100065678	General Fund	60,268	247,482	253,988	66,774	-
Total Department of Health and Human Services					3,133,710	27,472,724	29,423,967	5,084,953	4,782,611
Department of Homeland Security									
Public Assistance Disaster Grants	97.036	PEMA	N/A	General Fund	25,827	25,827	-	-	-
Emergency Management Performance	97.042	PEMA	PEMA-2016-150	General Fund	111,372	151,337	227,611	187,646	-
PA Southeast Regional Joint Terrorism Task Force	97.067	PEMA via Bucks County, PA	NA	General Fund	202,265	891,961	838,494	148,798	-
Total Department of Homeland Security					339,464	1,069,125	1,066,105	336,444	-
Department of Housing and Urban Development									
CDBG - Entitlement Grants Cluster									
Community Development Block Grants/Entitlement Grants	14.218	N/A	B-15-UC-42-0007	Community Development	269,728	232,541	300,673 *	337,860	300,673
Community Development Block Grants/Entitlement Grants	14.218	N/A	B-16-UC-42-0007	Community Development	200,833	671,265	807,439 *	337,007	807,439
Community Development Block Grants/Entitlement Grants	14.218	N/A	B-17-UC-42-0008	Community Development	-	784,490	850,676 *	66,186	381,954
CDBG Total - Entitlement Grants Cluster					470,561	1,688,296	1,958,788	741,053	1,490,066
Emergency Shelter Grant	14.231	Community & Economic Development	E-15-UC-42-0004	Community Development	211	211	-	-	-
Emergency Shelter Grant	14.231	Community & Economic Development	E-16-UC-42-0004	Community Development	74,461	75,625	1,164	-	1,164
Emergency Shelter Grant	14.231	Community & Economic Development	E-17-UC-42-0004	Community Development	-	182,168	203,384	21,216	187,954
Emergency Shelter Grant	14.231	Community & Economic Development	C000062454	Community Development	93,989	140,890	46,905	4	41,280
Total CFDA 14.231					168,661	398,894	251,453	21,220	230,398

* Denotes program tested as major

See accompanying notes to the Schedule of Expenditures of Federal Awards

COUNTY OF CHESTER, PENNSYLVANIA
Schedule of Expenditures of Federal Awards (Continued)
Year Ended December 31, 2017

Federal Grantor/Program	Federal CFDA Number	Commonwealth of Pennsylvania pass-through grantor agency/department	Pass-through grantor's number	County fund in which grant activity is recorded	Accrued (Deferred) Revenue at 12/31/2016	Federal Payments	2017 Expenditures	Accrued (Deferred) Revenue at 12/31/2017	Subrecipient Expenditures
			PA0511L3T051000 PA0511L3T051501 PA0511L3T051602 PA0576C3T051100						
Shelter Plus Care	14.238	N/A	PA0576C3T051601	Community Development	45,696	78,076	53,475	21,095	53,475
HOME Investment Partnership Program	14.239	N/A	M-13-UC-42-0208	Community Development	-	50,000	50,000 *	-	50,000
HOME Investment Partnership Program	14.239	N/A	M-14-UC-42-0208	Community Development	18,350	55,923	37,573 *	-	37,573
HOME Investment Partnership Program	14.239	N/A	M-15-UC-42-0208	Community Development	-	477,608	477,608 *	-	477,608
HOME Investment Partnership Program	14.239	N/A	M-16-UC-42-0208	Community Development	32,337	158,228	134,581 *	8,690	134,581
HOME Investment Partnership Program	14.239	N/A	M-17-UC-42-0209	Community Development	-	81,399	123,279 *	41,880	42,381
Total CFDA 14.239					50,687	823,158	823,041	50,570	742,143
			PA0145L3T051507 PA0145L3T051508 PA0145L3T051509 PA0148L3T051508 PA0148L3T051609 PA0609L3T051403 PA0609L3T051504 PA0609L3T051605 PA0153L3T051508 PA0153L3T051609 PA0626L3T051502 PA0626L3T051603 PA0730L3T051500 PA0801L3T051600 PA0729L3T051500 PA0729L3T051601 PA0802L3T051600 PA0768L3T051500 PA0768L3T051601						
Continuum of Care	14.267	N/A		Community Development	257,493	760,964	1,401,891 *	898,420	1,379,875
Lead Hazard Control Grant	14.900	Health	4100077827	General Fund	-	-	7,879	7,879	-
Total Department of Housing and Urban Development					993,098	3,749,388	4,496,527	1,740,237	3,895,957
Department of the Interior									
Brandywine Battlefield Strategic Landscapes Phase II	15.926	N/A	N/A	General Fund	34,000	36,132	13,132	11,000	-
Total Department of the Interior					34,000	36,132	13,132	11,000	-
National Endowment For The Humanities									
Preservation Assistance Grant for Smaller Institutions	45.149	N/A	N/A	General Fund	-	5,142	5,142	-	-
Total National Endowment For The Humanities					-	5,142	5,142	-	-
Department of Justice									
Juvenile Justice System Enhancement Strategy	16.738	PCCD	24637	General Fund	2,924	107,935	104,243	(768)	-
Improving the Investigation and Prosecution of Child Abuse and	16.758	PCCD	(AIN) 17-WEST-PA-SA16	General Fund	7,321	13,468	13,622	7,475	-
Swift, Certain, and Fair Sanctions Program (SCF)	16.828	N/A	N/A	General Fund	70,835	223,921	202,701	49,615	-
Total Department of Justice					81,080	345,324	320,566	56,322	-
Department of Labor									
WIA Cluster									
WIA Adult Programs	17.258	Labor & Industry	030143011	Community Development	(13,570)	-	-	(13,570)	-
WIOA Adult	17.258	Labor & Industry	030163011, 030163011	Community Development	221,963	544,253	459,494	137,204	71,632
WIA/WIOA Adult Program	17.258	Labor & Industry	030173001, 030173011	Community Development	105,796	200,000	127,024	32,820	117,024
WIA Youth Activities	17.259	Labor & Industry	030153301	Community Development	(1)	-	-	(1)	-
WIOA Youth	17.259	Labor & Industry	030173301	Community Development	196,416	548,458	503,660	151,618	105,441
WIA Rapid Response	17.278	Labor & Industry	030153342	Community Development	92,627	387,816	268,451	(26,738)	252,994
WIA Dislocated Worker	17.278	Labor & Industry	030154132	Community Development	56	-	-	56	-
WIOA Dislocated Worker	17.278	Labor & Industry	030154011	Community Development	140,175	621,461	705,947	224,661	130,122
WIA Dislocated Worker Statewide	17.278	Labor & Industry	030174001,030164001 030174001,030164133	Community Development	-	45,696	66,395	20,699	-
WIOA Transitional Activities	17.278	Labor & Industry	030154152, 030154155	Community Development	22,710	46,187	23,967	490	1,086
WIA/WIOA Dislocated Worker Formula Grants	17.278	Labor & Industry	030156233	Community Development	27,477	200,000	172,553	30	162,523

* Denotes program tested as major

See accompanying notes to the Schedule of Expenditures of Federal Awards

COUNTY OF CHESTER, PENNSYLVANIA
Schedule of Expenditures of Federal Awards (Continued)
Year Ended December 31, 2017

Federal Grantor/Program	Federal CFDA Number	Commonwealth of Pennsylvania pass-through grantor agency/department	Pass-through grantor's number	County fund in which grant activity is recorded	Accrued (Deferred) Revenue at 12/31/2016	Federal Payments	2017 Expenditures	Accrued (Deferred) Revenue at 12/31/2017	Subrecipient Expenditures
Strategic Innovation Internship	17.278	Labor & Industry	030164134	Community Development	-	92,556	113,829	21,273	-
Total WIA Cluster					793,649	2,686,427	2,441,320	548,542	840,823
WIA National Emergency Grant	17.277	Labor & Industry	030155100	Community Development	11,352	338,979	455,281	127,654	426,707
Career Link Sector Partnership	17.277	Labor & Industry	030155103	Community Development	4,101	18,028	17,504	3,577	211
Total CFDA 17.277					15,453	357,007	472,785	131,231	426,918
Employment Services Cluster									
Employment Service/Wagner-Peyser Funded Activities	17.207	Labor & Industry	N/A	Community Development	6,921	17,311	13,608	3,218	-
Disabled Veterans' Outreach Program (DVOP)	17.801	Labor & Industry	N/A	Community Development	6,921	17,311	13,608	3,218	-
Total Employment Services Cluster					13,842	34,622	27,216	6,436	-
Trade Adjustment Assistance	17.245	Labor & Industry	N/A	Community Development	6,921	17,311	13,608	3,218	-
American Apprenticeship Initiative	17.268	Labor & Industry	N/A	Community Development	-	4,969	10,240	5,271	-
Total Department of Labor					829,865	3,100,336	2,965,169	694,698	1,267,741
Department of Transportation									
Highway Planning and Construction Cluster									
DVRPC Highway Grant	20.205	Delaware Valley Regional Planning Commission	17-60-020, 18-60-020	General Fund	82,808	112,786	132,582	102,604	-
DVRPC Region Wide Trans GIS via DVRPC	20.205	Delaware Valley Regional Planning Commission	17-53-302	General Fund	-	5,935	25,000	19,065	-
NBIS Inventory & Inspection	20.205	Transportation	621043	Liquid Fuels	-	106,946	106,946	-	-
Bridge Replacement	20.205	Transportation	068238A, 162006B 068226C, 067213E	Liquid Fuels	120,911	175,090	180,443	126,264	-
Region Wide Transportation GIS	20.205	Delaware Valley Regional Planning Commission	16-53-302	General Fund	15,440	15,440	-	-	-
DVRPC TCDI Phoenixville	20.205	Delaware Valley Regional Planning Commission	17-67-020, 17-67-030	General Fund	6,905	13,815	57,548	50,638	-
Total Highway Planning and Construction Cluster					226,064	430,012	502,519	298,571	-
Federal Transit Technical Studies Grants	20.505	Delaware Valley Regional Planning Commission	16-63-002	General Fund	26,501	44,056	48,087	30,532	-
Multi-Modal Handbook Implementation	20.505	Delaware Valley Regional Planning Commission	16-63-009	General Fund	9,787	9,787	-	-	-
Total CFDA 20.505					36,288	53,843	48,087	30,532	-
Enhanced Mobility of Seniors and Individuals with Disabilities	20.513	Transportation	N/A	Community Development	831,036	46,241	693,612	1,478,407	-
Total Transit Services Cluster					831,036	46,241	693,612	1,478,407	-
Transit Security Training Facility	20.514	Chester County Economic Development Council	PA-26-7262-04	Capital Investment Fund	801,011	3,029,146	2,228,135 *	-	-
Highway Safety Cluster									
Highway Safety Program - COAD	20.600	Transportation	CTSP-2015-Chester-00019 & CTSP-2016-Chester-00019	General Fund	50,937	114,621	99,275	35,591	-
National Priority Saftey Programs	20.616	Transportation	00010	General Fund	75,904	126,607	150,779	100,076	-
Total Highway Safety Cluster					126,841	241,228	250,054	135,667	-
Interagency Hazardous Materials Public Sector Training and planning grants	20.703	PEMA	2016-321	General Fund	-	9,910	19,482	9,572	-
Total Department of Transportation					2,021,240	3,810,380	3,741,889	1,952,749	-
Office of National Drug Control Policy									
High Intensity Drug Trafficking Areas Program	95.001	Attorney General	G14PC0005A	General Fund	19,971	85,063	73,178	8,087	-
PAHIDTA Contractor	95.001	N/A	N/A	General Fund	124,759	411,972	438,131	150,918	-
Total Office Of National Drug Control Policy					144,730	497,035	511,309	159,005	-
Total Federal Expenditures					**$ 7,803,132**	**$ 42,456,893**	**$ 44,956,517**	**$ 10,302,756**	**$ 10,296,213**

* Denotes program tested as major

See accompanying notes to the Schedule of Expenditures of Federal Awards

COUNTY OF CHESTER, PENNSYLVANIA
SCHEDULE OF WIA EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2017

Title	*Contract no.*	*Agreement Period*	*Authorized Budget*	*Cumulative Expenditures*	*(Over) Under*
WIA Adult Program	**030-14-3011**	**10/01/14 to 06/30/16**	**$ 589,927.00**	**$ 589,927.00**	**$ -**
WIA Adult Program	**030-15-3013**	**10/01/15 to 06/30/17**	**$ 100,000.00**	**$ 100,000.00**	**$ -**
WIA Adult Program	**030-15-6235**	**10/01/15 to 06/30/17**	**$ 100,000.00**	**$ 100,000.00**	**$ -**
WIOA Youth Program	**030-15-3301**	**04/01/15 to 06/30/17**	**$ 658,426.00**	**$ 658,426.00**	**$ -**
WIOA Youth Program	**030-16-3301**	**04/01/16 to 06/30/18**	**$ 557,641.00**	**$ 557,203.16**	**$ 437.84**
WIOA Youth Program	**030-17-3301**	**04/01/17 to 06/30/18**	**$ 565,363.71**	**$ 105,698.75**	**$ 459,664.96**
WIA Dislocated Worker	**030-15-4011**	**07/01/15 to 06/30/17**	**$ 477,087.00**	**$ 477,087.00**	**$ -**
WIA Dislocated Worker	**030-16-4011**	**10/01/16 to 6/30/18**	**$ 564,409.75**	**$ 524,784.88**	**$ 39,624.87**
WIA Dislocated Worker	**030-17-4011**	**10/01/17 to 6/30/18**	**$ 559,201.30**	**$ 464,157.69**	**$ 95,043.61**
WIOA Transitional Activities	**030-14-4152**	**10/01/14 to 6/30/17**	**$ 29,982.00**	**$ 29,982.00**	**$ -**
Strategic Innovation Internship	**030-16-4134**	**05/01/17 to 06/30/18**	**$ 240,000.00**	**$ 113,671.56**	**$ 126,328.44**
WIOA Dislocated Worker Formula Grant	**030-15-6233**	**10/01/15 to 06/30/17**	**$ 100,000.00**	**$ 100,000.00**	**$ -**
WIA Dislocated Worker-NEG	**030-15-5103**	**07/01/15 to 06/30/18**	**$ 27,638.00**	**$ 23,570.53**	**$ 4,067.47**
WIA Rapid Response	**030-16-4151**	**01/01/17 to 06/30/18**	**$ 99,535.00**	**$ 12,917.39**	**$ 86,617.61**
WIA DLW JD NEG	**030-15-5100**	**11/01/15 to 06/30/18**	**$ 900,000.00**	**$ 625,652.97**	**$ 274,347.03**
Grand Totals			**$ 5,569,210.76**	**$ 4,483,078.93**	**$ 1,086,131.83**

NOTE 1: REPORTING ENTITY

The County of Chester, Pennsylvania (the "County") as the reporting entity for financial reporting purposes is defined in Note 1 to the County's financial statements. For purposes of preparing the schedule of expenditures of federal awards, the County's reporting entity differs from that used for financial purposes, in that awards received and expended, if any, by the following entities are excluded:

- Chester County Solid Waste Authority
- Chester County Airport Authority
- Chester County Water Resources Authority
- Chester County Library and District Center
- Chester County Conference and Visitors Bureau, Inc.
- Chester County General Authority

Direct awards pertaining to these entities have been excluded from the accompanying schedule of expenditures of federal awards principally because the County is not directly involved in maintaining the accounting records or systems of internal accounting and administrative controls for these entities. Where applicable, these entities have arranged for the issuance of separate Single Audit Reports containing their audited financial statements and schedule of expenditures of federal awards and all required audit reports.

Except as indicated above, the accompanying schedule of federal expenditures presents the activity of all federal award programs of the County.

NOTE 2: BASIS OF ACCOUNTING

The accompanying schedule of expenditures of federal awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the County's financial statements. The County did not use the 10% de minimis indirect cost rate.

NOTE 3: RISK-BASED AUDIT APPROACH

The 2017 threshold for determining Type A and Type B Programs is $1,348,695. The following high-risk Type B Program was audited as major:

HOME Investment Partnership CFDA # 14.239

NOTE 3: RISK-BASED AUDIT APPROACH (CONTINUED)

The following low-risk Type A Programs were not audited as major:

CFDA	Program
17.258/17.259/17.278	WIA Cluster
93.563	Child Support Enforcement Program
93.667	Social Services Block Grant

The amount expended under programs audited as major federal programs for the year ended December 31, 2017, totaled $25,594,784 or 56.93% of total federal awards.

INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES TO THE FINANCIAL SCHEDULES AND EXHIBITS REQUIRED BY THE PENNSYLVANIA DEPARTMENT OF HUMAN SERVICES

County Commissioners
County of Chester
West Chester, Pennsylvania

We have performed the procedures enumerated below, which were agreed to by the Commonwealth of Pennsylvania, Department of Human Services ("DHS"), and the COUNTY OF CHESTER, PENNSYLVANIA, solely to assist you with respect to the financial schedules and exhibits required by the DHS *Single Audit Supplement* for the fiscal year ended June 30, 2017 and calendar year ended December 31, 2017. The COUNTY OF CHESTER, PENNSYLVANIA's management is responsible for the financial schedules and exhibits required by the DHS *Single Audit Supplement*. The sufficiency of these procedures is solely the responsibility of the DHS and the management of the COUNTY OF CHESTER, PENNSYLVANIA. Consequently, we make no representation regarding the sufficiency of the procedures described below, either for the purpose for which this report has been requested, or for any other purpose.

The procedures and associated findings are as follows:

a) We have verified by comparison of the amounts and classifications that the supplemental financial schedules listed below, which summarize amounts reported to DHS for fiscal year ended June 30, 2017 and calendar year ended December 31, 2017, have been accurately compiled based on the audited books and records of the COUNTY OF CHESTER, PENNSYLVANIA. We have also verified by comparison to the example schedules that these schedules are presented, at a minimum, at the level of detail and in the format required by the DHS *Single Audit Supplement* pertaining to this period.

Program Name	Exhibit Number	Referenced Schedule/Exhibit
Title IV-D Child Support Enforcement	A-1(a)	Comparison of Single Audit Expenditures with Reported Expenditures
	A-1(c)	Comparison of Reported Incentives to Incentives on Deposit
	A-1(d)	Comparison of Single Audit Title IV-D Account with Reported Title IV-D Account

Program Name	Exhibit Number	Referenced Schedule/Exhibit
Community Based Family Center Program	II	Family Center · Final Expenditure Report Form Promoting Responsible Fatherhood · Monthly Invoice Form
Medical Assistance Transportation	III	Schedule of Revenues and Expenditures
Early Intervention Services	V(a)EI	Schedule of Revenues, Expenditures, and Carryover Funds – EI Services
	V(b)EI	Report of Income and Expenditures – EI Services
Human Services Block Grant	VI(a) B-S	Block Grant Summary Report
	VI(b) B-S	Schedule of Fund Balances – Summary Report
Child Care Information Services	VIII(a,b,c,d)	CCIS Recap Worksheets

b) We have inquired of management regarding adjustments to reported revenues or expenditures, which were not reflected on the reports submitted to DHS for the period in question.

c) In regards to the Reconciliation Schedule included as Exhibit XX, we have performed the following procedures:

1. Agree the expenditure amounts listed on the Reconciliation Schedule under the “Federal Expenditures per the SEFA” column to the audited Schedule of Expenditures of Federal Awards (“SEFA”).

2. Agree the receipt amounts listed on the Reconciliation Schedule under the “Federal Awards Received per the audit confirmation reply from Pennsylvania” column to the subrecipient Federal amounts that were reflected in the audit confirmation reply from the Commonwealth of Pennsylvania Office of Budget, Comptroller Operations.

3. Recalculate the amounts listed under the “Difference” column and the “% Difference” column.

4. Agree the amounts listed under the “Difference” column to the audited books and records of the County.

5. Agree the "Detailed Explanation of the Differences" to the audited books and records of the County.

d) The process detailed in paragraphs (a) and (b) above disclosed no adjustments and/or findings.

This engagement to apply agreed-upon procedures was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. We were not engaged to, and did not conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on the financial schedules and exhibits. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the COUNTY OF CHESTER, PENNSYLVANIA's management and the Pennsylvania Department of Human Services and is not intended to be and should not be used by anyone other than those specified parties.

Zelenkofske Axelrod LLC

ZELENKOFSKE AXELROD LLC

Jamison, Pennsylvania
August 28, 2018

EXHIBIT A-1 (a)

COUNTY OF CHESTER, PENNSYLVANIA
CHILD SUPPORT ENFORCEMENT
COMPARISON OF SINGLE AUDIT EXPENDITURES WITH REPORTED EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2017

	Single Audit Expenditures						Reported Expenditures						Single Audit Over(Under) Reported					
	(A)	(B)	(C) Incentive	(D)	(E)	Amount Paid	(A)	(B)	(C) Incentive	(D)	(E)	Amount Paid	(A)	(B)	(C) Incentive	(D)	(E)	Amount Paid
Calendar Quarter Ended 3/31/17	Total	Unallowable	Paid Costs	Net (A-B-C)	FFP	(D x E)	Total	Unallowable	Paid Costs	Net (A-B-C)	FFP	(D x E)	Total	Unallowable	Paid Costs	Net (A-B-C)	FFP	(D x E)
Salary/Overhead (Exclude Blood Tests)	$ 1,459,805	$ 30,297	$ -	$ 1,429,508	66%	$ 943,476	$ 1,459,805	$ 30,297	$ -	$ 1,429,508	66%	$ 943,476	$ -	$ -	$ -	$ -	66%	$ -
Fees/Costs	-	-	-	-	66%	-	-	-	-	-	66%	-	-	-	-	-	66%	-
Interest/Program Income	20,632	2,036	-	18,596	66%	12,274	20,632	2,036	-	18,596	66%	12,274	-	-	-	-	66%	-
Blood Testing Fees	1,081	-	-	1,081	66%	714	1,081	-	-	1,081	66%	714	-	-	-	-	66%	-
Subtotal (1-2-3-4)	1,438,092	28,261	-	1,409,831		930,488	1,438,092	28,261	-	1,409,831		930,488	-	-	-	-		-
Blood Testing	341	-	-	341	66%	225	341	-	-	341	66%	225	-	-	-	-	66%	-
ADP	-	-	-	-	66%	-	-	-	-	-	66%	-	-	-	-	-	66%	-
Net Total (5+6+7)	$ 1,438,433	$ 28,261	$ -	1,410,172		$ 930,713	$ 1,438,433	$ 28,261	$ -	$ 1,410,172		$ 930,713	$ -	$ -	$ -	$ -		$ -
Calendar Quarter Ended 6/30/17																		
Salary/Overhead (Exclude Blood Tests)	$ 1,705,098	$ 25,814	$ -	$ 1,679,284	66%	$ 1,108,327	$ 1,705,098	$ 25,814	$ -	$ 1,679,284	66%	$ 1,108,327	$ -	$ -	$ -	$ -	66%	$ -
Fees/Costs	-	-	-	-	66%	-	-	-	-	-	66%	-	-	-	-	-	66%	-
Interest/Program Income	23,356	3,550	-	19,806	66%	13,072	23,356	3,550	-	19,806	66%	13,072	-	-	-	-	66%	-
Blood Testing Fees	1,280	-	-	1,280	66%	844	1,280	-	-	1,280	66%	844	-	-	-	-	66%	-
Subtotal (1-2-3-4)	1,680,462	22,264	-	1,658,198		1,094,411	1,680,462	22,264	-	1,658,198		1,094,411	-	-	-	-		-
Blood Testing	398	-	-	398	66%	263	398	-	-	398	66%	263	-	-	-	-	66%	-
ADP	-	-	-	-	66%	-	-	-	-	-	66%	-	-	-	-	-	66%	-
Net Total (5+6+7)	$ 1,680,860	$ 22,264	$ -	1,658,596		$ 1,094,674	$ 1,680,860	$ 22,264	$ -	$ 1,658,596		$ 1,094,674	$ -	$ -	$ -	$ -		$ -
Calendar Quarter Ended 9/30/17																		
Salary/Overhead (Exclude Blood Tests)	$ 1,510,954	$ 22,399	$ -	$ 1,488,555	66%	$ 982,447	$ 1,510,954	$ 22,399	$ -	$ 1,488,555	66%	$ 982,447	$ -	$ -	$ -	$ -	66%	$ -
Fees/Costs	-	-	-	-	66%	-	-	-	-	-	66%	-	-	-	-	-	66%	-
Interest/Program Income	21,695	2,493	-	19,202	66%	12,673	21,695	2,493	-	19,202	66%	12,673	-	-	-	-	66%	-
Blood Testing Fees	755	-	-	755	66%	498	755	-	-	755	66%	498	-	-	-	-	66%	-
Subtotal (1-2-3-4)	1,488,504	19,906	-	1,468,598		969,276	1,488,504	19,906	-	1,468,598		969,276	-	-	-	-		-
Blood Testing	511	-	-	511	66%	337	511	-	-	511	66%	337	-	-	-	-	66%	-
ADP	-	-	-	-	66%	-	-	-	-	-	66%	-	-	-	-	-	66%	-
Net Total (5+6+7)	$ 1,489,015	$ 19,906	$ -	$ 1,469,109		$ 969,613	$ 1,489,015	$ 19,906	$ -	$ 1,469,109		$ 969,613	$ -	$ -	$ -	$ -		$ -
Calendar Quarter Ended 12/31/17																		
Salary/Overhead (Exclude Blood Tests)	$ 1,770,465	$ 25,380	$ 756,505	$ 988,580	66%	$ 652,464	$ 1,770,465	$ 25,380	$ 756,505	$ 988,580	66%	$ 652,464	$ -	$ -	$ -	$ -	66%	$ -
Fees/Costs	-	-	-	-	66%	-	-	-	-	-	66%	-	-	-	-	-	66%	-
Interest/Program Income	18,968	2,756	-	16,212	66%	10,700	18,968	2,756	-	16,212	66%	10,700	-	-	-	-	66%	-
Blood Testing Fees	884	-	-	884	66%	584	884	-	-	884	66%	584	-	-	-	-	66%	-
Subtotal (1-2-3-4)	1,750,613	22,624	756,505	971,484		641,180	1,750,613	22,624	756,505	971,484		641,180	-	-	-	-		-
Blood Testing	474	-	-	474	66%	313	474	-	-	474	66%	313	-	-	-	-	66%	-
ADP	-	-	-	-	66%	-	-	-	-	-	66%	-	-	-	-	-	66%	-
Net Total (5+6+7)	$ 1,751,087	$ 22,624	$ 756,505	971,958		$ 641,493	$ 1,751,087	$ 22,624	$ 756,505	$ 971,958		$ 641,492	$ -	$ -	$ -	$ -		$ 1

EXHIBIT A-1 (c)

COUNTY OF CHESTER, PENNSYLVANIA
CHILD SUPPORT ENFORCEMENT
COMPARISON OF REPORTED INCENTIVES TO INCENTIVES ON DEPOSIT
FOR THE YEAR ENDED DECEMBER 31, 2017

Month	MSE Incentive Paid Cost Worksheet Ending Incentive Balance	Audited Title IV-D Account Incentive Balance	Type of Account Structure
January 1	$0	$0	
March 31	138,081	138,081	( ) Separate Bank Account
June 30	411,665	411,665	(X) Restricted Fund - General Ledger
September 30	595,879	595,879	( ) Other: _____
December 31	0	0	

EXHIBIT A-1 (d)

COUNTY OF CHESTER, PENNSYLVANIA
CHILD SUPPORT ENFORCEMENT
COMPARISON OF SINGLE AUDIT TITLE IV-D ACCOUNT WITH REPORTED TITLE IV-D ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2017

County Chester Year Ended December 31, 2017

	Single Audit TITLE IV-D Account	Reported TITLE IV-D Account	Single Audit Over/(Under) Reported
Balance at January 1	$ 350,000	$ 350,000	$ -
Receipts:			
Reimbursements	3,629,913	3,629,913	-
Incentives	730,441	730,441	-
Title XIX Incentives	1,004	1,004	-
Interest	-	-	-
Program Income	58,910	58,910	-
Genetic Testing Costs	4,000	4,000	-
Maintenance of Effort (MOE)	1,892,063	1,892,063	-
Other: Petty Cash	-	-	-
Total Receipts	$ 6,316,331	$ 6,316,331	$ -
Intra-fund Transfers - In	-	-	-
Funds Available	$ 6,666,331	$ 6,666,331	$ -
Disbursements:			
Transfers to General Fund	-	-	-
Vendor Payments	6,316,331	6,316,331	-
Bank Charges	-	-	-
Other: _____	-	-	-
Total Disbursements	$ 6,316,331	$ 6,316,331	$ -
Intra-fund Transfers - Out	-	-	-
Balance at December 31	$ 350,000	$ 350,000	$ -

The Title IV-D account consists of 1 account.

The Title IV-D account is comprised of a 1 checking, 0 savings, 0 CD, and 0 other accounts.

FAMILY CENTER MONTHLY INVOICE FORM

County ID# 15	Contract Number: 4100067003
County: **CHESTER**	
Grantee: CHESTER COUNTY DEPT. OF HUMAN SERVICES	**Fiscal Year 2016-2017**
	Reporting Month June 2017
Address: 313 W. MARKET STREET	
City, State, ZIP: WEST CHESTER, PA 19380	InvoiceDate 8.23.17
	Invoice# FC_15_Jun2017
Contact Name: CHRISTINE SINGER	
Contact Phone#: 610-344-6517	
Vendor Code: 139083-026	Bank Routing # 36001808
FID: 23-6003040	Bank Account# 364060731

Budget Category	OCDEL Grant Funds	Expenditures this Month	YTD Cumulative Expenditures
I. TOTAL PERSONNEL (total amount of salaries and benefits)	243,702.00	27,863.94	240,501.12
II. OPERATIONS			
Profess/Technical Services	19,497.00	4,138.89	19,497.00
Training/Conferences	-		
Transportation/Travel	1,300.00	175.21	1,300.00
Service Contracts	1,464.00	364.00	1,464.00
Communication	-		
Facility Expenses	19,883.00	1,789.06	19,465.89
Supplies	767.00	482.75	767.00
Evaluation	-		
FC Trainings (PAT)	7,804.00	372.48	4,664.69
Other:	-		
Indirect Costs	-		
TOTAL OPERATIONS	50,715.00	7,322.39	47,158.58
III. EQUIPMENT			
Equipment ($500 or less)	-		
Equipment ($500 or more)	-		
TOTAL EQUIPMENT	-		
TOTAL BUDGET	294,417.00	35,186.33	287,659.70

Please submit an original to RA-PWOCDELEXPENDITUR@PA.GOV by the 15th of each month

PROMOTING RESPONSIBLE FATHERHOOD/CHILD ABUSE PREVENTION MONTHLY INVOICE FORM

County ID# 15

County: **CHESTER**

Grantee: CHESTER COUNTY DEPT. OF HUMAN SERVICES

Address: 313 WEST MARKET STREET

City, State, ZIP: WEST CHESTER, PA 19380

Contact Name: CHRISTINE SINGER

Contact Phone#: 610-344-6517

Contract Number: 4100066948

Fiscal Year 2016-2017

Reporting Month June 2017

InvoiceDate 8.23.17

Invoice# PRF_15_Jun2017

Vendor Code: 139083-026

FID: 23-6003040

Bank Routing # 036001808

Bank Account# 364060731

Budget Category	OCDEL Grant Funds	Expenditures this Month	YTD Cumulative Expenditures
I. TOTAL PERSONNEL (total amount of salaries and benefits)	30,600.00	3,850.20	30,600.00
II. OPERATIONS			
Profess/Technical Services	-	-	-
Training/Conferences	-	-	-
Transportation/Travel	-	-	-
Service Contracts	-	-	-
Communication	-	-	-
Facility Expenses	-	-	-
Supplies	-	-	-
Evaluation	-	-	-
FC Trainings (PAT)	-	-	-
Other:	-	-	-
Indirect Costs	-	-	-
TOTAL OPERATIONS	-	-	-
III. EQUIPMENT			
Equipment ($500 or less)	-	-	-
Equipment ($500 or more)	-	-	-
TOTAL EQUIPMENT	-	-	-
TOTAL BUDGET	30,600.00	3,850.20	30,600.00

Please submit an original to RA-PWOCDELEXPENDITUR@PA.GOV by the 15th of each month

EXHIBIT III

COUNTY OF CHESTER, PENNSYLVANIA
SCHEDULE OF REVENUES AND EXPENDITURES
MEDICAL ASSISTANCE TRANSPORTATION PROGRAM
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Reported	Actual
Service Data:		
Expenditures		
Group I Clients	$ 2,222,310	$ 2,222,310
Group II Clients	246,622	246,622
Total Expenditures	$ 2,468,932	$ 2,468,932
Allocation Data:		
Revenues		
Department of Human Services	$ 2,525,045	$ 2,525,045
Interest Income	-	-
Total Allocation	2,525,045	2,525,045
Funds Expended		
Operating Costs	2,292,371	2,292,371
Administrative Costs	176,561	176,561
Total Funds Expended	2,468,932	2,468,932
Excess Revenues over Expenditures	$ 56,113	$ 56,113

EXHIBIT V(a) EI

COUNTY OF CHESTER, PENNSYLVANIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CARRYOVER FUNDS - EARLY INTERVENTION SERVICES
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Source of DHS Funding	Appropriation	DHS Funds Available			Cost Eligible for DHS Participation (4)	Balance of Funds (5)	Grand Fund Adjustments (6)	Total Fund Balance (7)
		Carryover (1)	Allotment (2)	Total Allocation (3)				
A. Early Intervention Services								
1. Early Intervention Services	10235	$392,244	$1,455,167	$1,847,411	$1,841,492	$5,919	$0	$5,919
2. Early Intervention Training	10235	$292	$7,972	$8,264	$8,264	$0	$0	$0
3. Early Intervention Administration	10235	$73,044	$296,808	$369,852	$362,440	$7,412	$0	$7,412
4. Infants & Toddlers w/Disabilities (Part C)	70170	$0	$1,054,671	$1,054,671	$1,054,671	$0	$0	$0
5. IT&F Waiver Administration	10235/70184	$71,088	$95,716	$166,804	$91,820	$74,984	$0	$74,984
6. Total Early Intervention Services		$536,668	$2,910,334	$3,447,002	$3,358,687	$88,315	$0	$88,315

EXHIBIT V(b) EI

COUNTY OF CHESTER, PENNSYLVANIA
REPORT OF INCOME AND EXPENDITURES - EARLY INTERVENTION SERVICES
FOR THE FISCAL YEAR ENDED JUNE 30,2017

	Admin Office	Early Intervention	Supports Coordination	Total
I. TOTAL ALLOCATION				$ 3,447,002
II. TOTAL EXPENDITURES	$ 504,652	$ 2,195,355	$ 1,570,091	$ 4,270,098
III. COSTS OVER ALLOCATION				
A. County Funded Eligible	-	-	-	-
B. County Funded Ineligible	-	-	-	-
C. Other Eligible	-	-	-	-
D. Other Ineligible	-	-	-	-
Subtotal Costs Over Allocation	-	-	-	-
IV. REVENUES				
A. Program Service Fees	-	1,238	412	1,650
B. Private Insurance	-	-	-	-
C. Medical Assistance	-	-	516,655	516,655
D. Earned Interest	10,121	-	-	10,121
E. Other	-	18,533	1,467	20,000
Subtotal Revenues	10,121	19,771	518,534	548,426
V. DHS REIMBURSEMENT				
A. DHS Cat. Funding 90%	362,440	1,958,026	946,401	3,266,867
B. DHS Cat. Funding 100%	91,820	-	-	91,820
Subtotal DHS Reimbursement	454,260	1,958,026	946,401	3,358,687
VI. COUNTY MATCH				
10% County Match	40,271	217,558	105,156	362,985
Subtotal County Match	40,271	217,558	105,156	362,985
VII. TOTAL DHS REIMB. & COUNTY MATCH	494,531	2,175,584	1,051,557	3,721,672
VIII. TOTAL CARRYOVER				$ 88,315

Exhibit VI(a) BG - S

COUNTY CHESTER, PENNSYLVANIA
COUNTY HUMAN SERVICES BLOCK GRANT
BLOCK GRANT SUMMARY REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

County Match	**3.23%**
Actual County Match ($)	$ 741,640
Actual County Match (%)	3.41%

Block Grant Reporting			Costs Eligible for DHS Participation (2)									
Sources of Funding:	**Appropriation**	**DHS Allocation (1)**	**Mental Health**	**Intellectual Disabilities**	**Homeless Assistance**	**Child Welfare**	**HSS**	**D&A**	**Total**	**Balance of Funds (3)**	**Adjustments (4)**	**Total Fund Balance (5)**
1 State Human Services Block Grant	Multiple	$ 21,768,645	$ 13,536,093	$ 4,392,246	$ 248,079	$ 1,536,568	$ 665,659	$ 739,348	$ 21,117,993	$ 650,652	$ 42,446	$ 693,098
2 SSBG	Multiple	374,224	123,035	251,189	-				374,224	-	-	-
3 SABG	70113	-			-				-	-	-	-
4 CMHSBG	70167	215,432	215,432						215,432	-	-	-
5 MA	70175	1,022,334	-	$ 1,022,297					1,022,297	37	-	37
6 Crisis Counseling	80222	-							-	-	-	-
Total for Block Grant		$ 23,380,635	$ 13,874,560	$ 5,665,732	$ 248,079	$ 1,536,568	$ 665,659	$ 739,348	$ 22,729,946	$ 650,689	$ 42,446	$ 693,135

Retained Earnings	
I. Unexpended Allocation	$ 650,652
II. Maximum Retained Earnings (3%)	$ 653,059
III. Waiver Requested Money (If applicable)	$ -
IV. Total Requested Retained Earnings	$ 650,652

Prior Year Retained Earnings	
I. FY 13-14 Retained Earnings	$ 645,966
II. Maximum Retained Earnings (3%)	$ 645,966
III. Total Expended Ratined Earined - Waiver of 3%	$ -
IV. Amount to be Returned to DHS	$ -

Exhibit VI(b) BG - S

COUNTY OF CHESTER, PENNSYLVANIA
COUNTY HUMAN SERVICES BLOCK GRANT
SCHEDULE OF FUND BALANCES-SUMMARY REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Sources of Funding	Appropriation	Total Carryover (1)	Allotment (2)	DHS Allocation (3)	Costs Eligible for DHS Participation (4)	Balance of Funds (5)	Adjustments (6)	Total Fund Balance (7)
A.	**Mental Health Services**								
1	State - Personal Care Homes	10252	$0	$0	$0	$0	$0	$0	$0
2	Federal - Self Directed Care - TTI	70127	$0	$0	$0	$0	$0	$0	$0
3	Federal - Infusing Peer Specialist Into Crisis Services - TTI	70127	$0	$0	$0	$0	$0	$0	$0
4	Federal - PATH Homeless Grant	70154	$0	$0	$0	$0	$0	$0	$0
5	Federal - Capitalization of POMS	70522	$0	$0	$0	$0	$0	$0	$0
6	Federal - Project Launch	71021	$0	$0	$0	$0	$0	$0	$0
7	Federal - Bio-Terrorism Hospital Preparedness	80343	$0	$0	$0	$0	$0	$0	$0
	Subtotal Mental Health Services		$0	$0	$0	$0	$0	$0	$0
B.	**Intellectual Disabilities Services**								
1	Temporary NBG Funds for Regional Collaboratives	10255	$0	$2,500	$2,500	$0	$2,500	$0	$2,500
2	Elwyn	10236	$0	$0	$0	$0	$0	$0	$0
3	Money Follows the Person	10263	$0	$0	$0	$0	$0	$0	$0
	Subtotal Intellectual Disabilities Services		$0	$2,500	$2,500	$0	$2,500	$0	$2,500
C.	Drug & Alcohol Services	10262	$0	$0	$0	$0	$0	$0	$0
1	State Centers of Excellence		$0	$0	$0	$0	$0	$0	$0
	Subtotal Drug & Alcohol Services		$0	$0	$0	$0	$0	$0	$0
D.	Total For Non-Block Grant Reporting		$0	$2,500	$2,500	$0	$2,500	$0	$2,500

Exhibit VIII(a)

COUNTY OF CHESTER, PENNSYLVANIA
CCIS RECAP
CHILD CARE INFORMATION SERVICES
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Low Income		Former TANF		
	Admin	Service	Admin	Service	LI & FT Total
REVENUE					
DHS Funds	$ 750,950	$ 10,465,434	$ 178,336	$ 2,374,398	$ 13,769,118
Interest	-	5,821		-	5,821
P/C Overpayments	-	100	-	-	100
Overpay, YMCA Jennersville	-	57,587	-	-	57,587
TOTAL REVENUE	$ 750,950	$ 10,528,942	$ 178,336	$ 2,374,398	$ 13,832,626
EXPENDITURES					
Final Reports Total	$ 722,451	$ 10,405,985	$ 184,364	$ 2,354,499	$ 13,667,299
TOTAL EXPENDITURES	722,451	10,405,985	184,364	2,354,499	13,667,299
Subtotal - LI/FT	$ 28,499	$ 122,957	$ (6,029)	$ 19,899	$ 165,327

Exhibit VIII(b,c,d)

COUNTY OF CHESTER PENNSYLVANIA
CCIS RECAP (CONTINUED)
CHILD CARE INFORMATION SERVICES
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	TANF TRAINING	TANF WORKING	TANF STATE MOE	FOOD STAMPS	GENERAL ASSISTANCE	TANF TOTAL
REVENUE						
TANF/FS/GA SERVICE						
DHS Funds	$ 391,589	$ 718,648	$ 291,645	$ 58,111	$ 3,106	$ 1,463,099
Total Service	391,589	718,648	291,645	58,111	3,106	1,463,099
TANF/FS FSS						
DHS Funds	31,554	50,952	17,213	3,122	-	102,842
Total FSS	31,554	50,952	17,213	3,122	-	102,842
TOTAL REVENUE	423,143	769,600	308,858	61,233	3,106	1,565,941
EXPENDITURES						
TANF/FS/GA SERVICE						
Final Report Totals	387,679	726,657	300,267	64,306	2,031	1,480,940
Total Service	387,679	726,657	300,267	64,306	2,031	1,480,940
TANF/FS FSS						
Final Report Totals	32,198	51,991	17,564	3,186	-	104,939
Total FSS	32,198	51,991	17,564	3,186	-	104,939
TOTAL EXPENDITURES	419,877	778,647	317,831	67,492	2,031	1,585,879
Subtotal - TANF/FS/GA	$ 3,266	$ (9,047)	$ (8,974)	$ (6,258)	$ 1,075	$ (19,938)

COUNTY OF CHESTER, PENNSYLVANIA

Schedule of Commonwealth of Pennsylvania

Department of Human Services

Year ended December 31, 2017

CFDA Name	CFDA Number	Federal Expenditures per the SEFA	Federal Awards Received per the audit confirmation reply from Pennsylvania	Difference (C-D)	%Difference (E/D)	Detailed Explanation of the Differences
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	53,422	57,391	(3,969)	-6.92%	$1,278 payment received in 2017 was accrued in 2016; $2,117 payment sent in 2017 was received in 2018; Timing difference was noted between the state confirm and receipt by the County in the amount of $3,129.
Early Intervention Base	84.181	906,467	832,366	74,101	8.90%	$263,667 payment received in 2017 was accrued in 2016; $186,556 payment sent in 2017 was received & booked in 2018.
Guardianship Assistance	93.090	33,225	20,036	13,189	65.83%	$8,630 payment received in 2017 was accrued in 2016; $21,481 accrued in 2017 and not received as of 12/31/2017. Timing difference was noted between the state confirm and receipt by the County in the amount of $746. 2017 Accrual estimate was lower than actual by $1,083
Family Center Grant	93.556	92,729	189,725	(96,996)	-51.12%	2 payments of $309 and $464 received in 2017 were accrued in 2016. The County noted a timing difference between the state confirm and receipt by the County in the amount of $783; State receipts received early in 2017 were accrued back to 2016.
Child Care Mandatory and Matching Funds of Child Care Dev. Fund	93.558	1,102,609	900,652	201,957	22.42%	$246,900 payment received in 2017 was accrued in 2016; $35,896 payment sent in 2017 was received & booked in 2018. Timing difference of $9,047 between state confirm and receipt by County.
Temporary Assistance to Needy Families	93.558	795,123	1,018,602	(223,479)	-21.94%	2 payments of $4,680 and $69,418 received in 2017 were accrued in 2016. Multiple accrual reversals totaling $817,442 were made. 2017 accruals totaling $519,865 were not received by 12/31/2017.
Child Support Enforcement	93.563	3,629,913	3,717,002	(87,089)	-2.34%	2 payments of $195,351. and $341,443. received in 2017 were accrued in 2016; State adjustment of ($6,850.) due to overstated expenses; $449,703. in 2017 accruals were not received by 12/31/2017
Child Care Mandatory and Matching Funds of Child Care Dev. Fund	93.575	4,033,483	4,003,021	30,462	0.76%	$121,796 and $13,069 payments sent in 2017 were booked & received in 2018; $145,389 check sent from the County to the State because receipts exceeded costs; 3 adjustments totaling $19,938. were made by the state to correct for overstated 2016 expenditures.
Family Center Grant	93.590	3,803	7,359	(3,556)	-48.32%	Payments of $3,556 for July-Dec 2016 were received in 2017.
Fatherhood initiative Grant	93.590	30,482	32,080	(1,598)	-4.98%	The County noted a timing difference between the state confirm and receipts by the County in the amount of $1,598
Child Care Mandatory and Matching Funds of Child Care Dev. Fund	93.596	5,042,938	5,042,938	-	0.00%	Explanation not necessary - Difference is 0.
Child Welfare Services - State Grants (Title IV-B)	93.645	171,818	171,818	-	0.00%	Explanation not necessary - Difference is 0.
Information Technology Grant	93.658	82,359	67,191	15,168	22.57%	Payments received in 2017 and recorded as revenue in 2016 - $28,163; $21,259; and $17,769. Estimated amounts accrued as of 12/31/2017 include 3Q16-17-$21,863 4Q16-17 - $21,627; 1Q17-18-$18,105; 2Q17-18-$20,833. Timing and adjustment difference of $69.
Title IV-E	93.658	2,278	2,278	-	0.00%	Explanation not necessary - Difference is 0.
Title IV-E - Foster Care	93.658	1,838,716	1,082,979	755,737	69.78%	The County noted a timing difference between the state confirm and receipt by the County in the amount of $755,737. State receipts received early in 2017 were accrued back to 2016.
Title IV-E - Adoption	93.659	814,004	337,667	476,337	141.07%	Amount accrued back to 2017 $477,721. Adjustment difference of $1,384 between actual and estimates.
Child Care Mandatory and Matching Funds of Child Care Dev. Fund	93.667	938,770	938,976	(206)	-0.02%	$40,732 payment sent in 2016 was received in 2017; $40,939 payment sent in 2017 was received & booked in 2018.
Mental Health	93.667	374,224	374,224	-	0.00%	Explanation not necessary - Difference is 0.
Title XX - Protective Services	93.667	263,587	263,587	-	0.00%	Explanation not necessary - Difference is 0.
Independent Living - Title IV-E	93.674	75,549	55,240	20,309	36.77%	$18,413 payment received in 2017 was accrued in 2016; ($16,518) accrual reversed for 2017; $18,414 accrual was booked in 2017 was not received as of 12/31/2017.
Medical Assistance Transportation Program (MATP)	93.778	1,216,840	1,199,656	17,184	1.43%	Refund due to state of $130,907 recorded against revenues received. Deferred revenue recognized of $137,949 from prior periods. $10,142 was accrued as of 12/31/2017.
IDD Waiver	93.778	956,778	1,045,962	(89,184)	-8.53%	$255,584 received in December 2016 was recognized as revenue in 2017. $65,115 accrued in 2016 was reversed in 2017. $15,018 was recorded as IDD Community Based; Payments of $252,491 received in December were recorded as revenue in 2018.; $1,957 deferred in 2016 was recognized in 2017. $37 and $2,362 of revenue was deferred to 2018.
Early Intervention Waiver	93.778	346,255	47,858	298,397	623.50%	Payments of $259,696 came through the PROMISe Program and were not on the state confirm. $37,492 deferred 2017 revenue to 2018. $9,275.19 accrued 2017 revenue. $58,404 reversed 2016 revenue deferral. The County noted a timing difference of $8,514 between the state confirm and receipt by the County.
Medicaid Administration	93.778	15,558	3,715	11,843	318.79%	$706 sent in 2016 was received and accrued back to 2016. $3715 was received and accrued back to 2016. 3Q 16-17- $4,186, 4Q 16-17-$3,033, 1Q 17-18-$3,542 and 2Q 17-18-$4,797 were accrued as of 12/31/2017.
IDD Community Based	93.778	1,263,944	-	1,263,944	100.00%	Payments came through Promise Program. Except payments $15,018, $1,523 and $10,180 reported on the state confirm. $17,992 was accrued as of 12/31/2017.
Maternal, Infant, Early Childhood Home Visitation Program	93.870	212,205	212,205	-	0.00%	Explanation not necessary - Difference is 0.
Block Grants for Community Mental Health Services	93.958	215,432	215,432	-	0.00%	Explanation not necessary - Difference is 0.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

COUNTY OF CHESTER, PENNSYLVANIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2017

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued: Unmodified

Internal control over financial reporting:
Material weakness(es) identified? ____ yes __X__ no

Significant deficiency(ies) identified that are not considered to be material weaknesses?
___ yes __X__ none reported

Noncompliance material to financial statements noted? ____ yes __X__ no

Federal Awards

Internal control over major programs:
Material weakness(es) identified? __X__ yes ____ no

Significant deficiency(ies) identified that are not considered to be material weaknesses?
____ yes __X___ none reported

Type of auditors' report issued on compliance for major programs: Modified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? __X__ yes ____ no

Identification of major programs

CFDA Number(s)	Name of Federal Program or Cluster
14.218	Community Development Block Grant
14.239	HOME Investment Partnership Program
14.267	Continuum of Care Program
93.558	Temporary Assistance for Needy Families Cluster
93.575/93.596	Child Care Development Cluster
93.658	Foster Care Title IV-E
93.778	Medicaid Cluster
20.514	Transit Security Training Facility
93.959	Block Grants for the Prevention and Treatment of Substance Abuse

Name of DHS Program
Child Care Information Services Program
Child, Youth, and Families Program
Medical Assistance Transportation Program

Dollar threshold used to distinguish between Type A and Type B programs: $1,348,695

Auditee qualified as low-risk auditee? ____ yes __X__ no

COUNTY OF CHESTER, PENNSYLVANIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUTED)
FOR THE YEAR ENDED DECEMBER 31, 2017

Section II – Financial Statement Findings

None.

Section III - Federal and Pennsylvania Department of Human Service Awards' Findings and Questioned Costs

Finding 2017-001	Reporting
	CFDA # 93.558 Temporary Assistance to Needy Families (TANF) U.S. Department of Health and Human Services Pass-through Pennsylvania Department of Human Services
Criteria:	2 CFR part 200 section 303 indicates that the County is responsible for establishing and maintaining effective internal control over the Federal award that provides reasonable assurance that the County is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award.
Condition:	Four of the seven reports selected for testing in the TANF cluster did not have sufficient audit evidence to demonstrate they were approved prior to submission. There were no instances of noncompliance with reporting requirements related to the reports selected.
Cause:	The department was in the process of training a new fiscal officer and deviated from the established procedures since the reports were prepared collaboratively during the training process.
Effect:	Due to the training of a new fiscal officer, internal controls over this requirement were not operating effectively. The finding was a repeat of Finding 2016-001 in the prior year.
Questioned Costs:	None noted.
Recommendation:	The County should follow its established internal controls procedures over reporting requirements.
Views of Responsible Officials:	The County concurs with the finding. The Accounting Supervisor will review, initial, and date the report as approved prior to its submission to the grantor.

COUNTY OF CHESTER, PENNSYLVANIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUTED)
FOR THE YEAR ENDED DECEMBER 31, 2017

Section III - Federal and Pennsylvania Department of Human Service Awards' Findings and Questioned Costs (Continued)

Finding 2017-002	Cash Management
	CFDA # 93.778 Medicaid Cluster PA Department of Human Services Medical Assistance Transportation Program
Criteria:	2 CFR part 200 section 305 (8) indicates that the County must maintain advance payments of Federal awards in interest-bearing accounts and section 305 (9) indicates that interest earned on Federal advance payments deposited in interest-bearing accounts must be remitted annually to the Department of Human Services if the interest amounts to more than $500.
Condition:	The program received advance payments, which were maintained in the County's pooled cash account. The funds were maintained in the cash account for a period of time before being disbursed to subrecipients, however, no interest was allocated to the program. Based on the interest rates of the cash account during the year, the program should have earned more than $500 in interest.
Cause:	All advance payments for the MATP portion of the Medicaid Cluster were placed into the county cash concentration bank account to be used to fund program expenditures. The finance department allocates interest monthly based on the equity each department has in the cash concentration account. Since most of the programs in the Department of Community Development operate on a reimbursement basis, the department, as a whole, generally had little to no equity within the cash concentration account. As such, the finance department informed the program that it had earned no interest during the year under audit.
Effect:	Internal control over this requirement was not designed effectively and the programs are not in compliance with cash management requirements.
Questioned Costs:	$589
Recommendation:	The County should review interest allocation procedures for funds in the pooled cash account to ensure interest is allocated on a program basis instead of on a fund basis.
Views of Responsible Officials:	The County concurs with the finding. The County Finance Department will calculate the interest earned for the net available program funds on a quarterly basis. The DCD Accounting Supervisor will include the interest earned on the Quarterly MATP reports that are submitted to the Pennsylvania Department of Human Services (DHS).

COUNTY OF CHESTER, PENNSYLVANIA
SUMMARY OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2017

The summary which follows indicates the current year status of findings identified in the prior year Single Audit Report.

County Program(s)	Prior Year Finding	Brief Description of Finding	Current Year Status
Temporary Assistance for Needy Families	2016-001	Reporting	See Current Year Finding 2017-001
Community Development Block Grant HOME Investment Partnership Program Emergency Solutions Grant Program	2016-002	Subrecipient Monitoring	Resolved
Medicaid Cluster	2016-003	Reporting	Resolved
Foster Care – Title IV-E	2016-004	Eligibility	Resolved