

COUNTY OF INYO
SINGLE AUDIT REPORT
YEAR ENDED JUNE 30, 2017



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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

Board of Supervisors
County of Inyo
Independence, 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, each major fund, and the aggregate remaining fund information of the County of Inyo (the County), as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated March 29, 2018. Our audit includes a reference to other auditors who audited the financial statements of First 5 Inyo County, a discretely presented component unit, as described in our report on the County's financial statements. This report does not include the results of the other auditor's 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's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses and a significant deficiency.

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. We consider the deficiencies described in the accompanying schedule of findings and question cost, as 2017-002 and 2017-003 to be material weaknesses.

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. We consider the deficiency described in the accompanying schedule of findings and question cost, as 2017-001 to be a significant deficiency.

Compliance and Other Matters

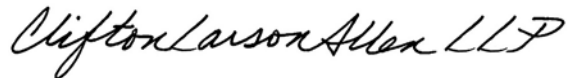
As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material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

County of Inyo's Response to Finding

County of Inyo's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. County of Inyo's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

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



CliftonLarsonAllen LLP

Roseville, California
March 29, 2018



INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE

Board of Supervisors
County of Inyo
Independence, California

Report on Compliance for Each Major Federal Program

We have audited the County of Inyo's (the County) compliance with the types of compliance requirements described 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, 2017. 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.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal 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; and 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). Those standards and the Uniform Guidance 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 program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2017.

Report on Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal 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 program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal 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 program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

Other Matters

The Schedule of the California Emergency Management Agency Grant Expenditures has not been subject to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we express no opinion on it.

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, each major fund, and the aggregate remaining fund information of the County, as of and for the year ended June 30, 2017, and have issued our report thereon dated March 29, 2018 which contained unmodified opinions on those financial statements. We did not audit the financial statements of First 5 Inyo County, which is a discretely presented component unit of the County. Those financial statements were audited by other auditors, whose reports thereon have been furnished to us, and our opinions, insofar as they relate to the amounts included for First 5 Inyo County are based solely on the reports of the other auditors. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the 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

Board of Supervisors
County of Inyo

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.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Roseville, California
March 29, 2018

**COUNTY OF INYO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2017**

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures	Expenditures to Subrecipients
<u>U.S. Department of Agriculture</u>				
Passed through CA Department of Public Health:				
Supplemental Nutrition Assistance Program (PH - SNAP Ed)	10.561		\$ 10,277	\$ -
Supplemental Nutrition Assistance Program	10.561		616,566	-
Subtotal SNAP Cluster - CFDA 10.561			626,843	-
Special Supplemental Nutrition Program for Women, Infants, and Children (WIC)	10.557		317,384	-
Total U.S. Department of Agriculture			944,227	-
<u>U.S. Department of Housing and Urban Development</u>				
Passed through State Department of Housing and Urban Development:				
HOME Investment Partnership Program	14.239		780,000	-
Total U.S. Department of Housing and Urban Development			780,000	-
<u>U.S. Department of Justice</u>				
Direct Programs:				
2016 Domestic Cannabis Eradication/Suppression Program	16.000	2016-130	5,000	-
Passed through California Emergency Management Agency:				
Crime Victim Assistance - Victim Witness Protection (VOCA)	16.575	VW16 25 0140	94,281	-
Total U.S. Department of Justice			99,281	-
<u>U.S. Department of Labor</u>				
Passed through Kern County:				
Workforce Investment Act - Adult Program	17.258		12,856	-
Total U.S. Department of Labor			12,856	-
<u>U.S. Department of Transportation</u>				
Passed through State Department of Transportation (Division of Aeronautics):				
Airport Improvement Program	20.106	AIP -03-06-0024-015-2013	44,705	-
Airport Improvement Program	20.106	AIP -03-06-0126-009-2014	47,772	-
Airport Improvement Program	20.106	AIP -03-06-0126-011-2015	59,814	-
Airport Improvement Program	20.106	AIP -03-06-0108-007-2015	74,899	-
Airport Improvement Program	20.106	AIP -03-06-0024-017-2015	492,581	-
Airport Improvement Program	20.106	AIP -03-06-0024-018-2016	43,408	-
Airport Improvement Program	20.106	AIP -03-06-0126-012-2016	189,038	-
Airport Improvement Program	20.106	AIP -03-06-0024-019-2017	9,864	-
Subtotal CFDA 20.106			962,081	-
Passed through CA State Department of Transportation:				
Highway Planning and Construction	20.205	RSTPLE-5948-(059)	384,180	-
Highway Planning and Construction	20.205	BRLO-5948-(074)	79,325	-
Highway Planning and Construction	20.205	BRLO-5948-(076)	69,278	-
Highway Planning and Construction	20.205	BRLO-5948-(085)	23,835	-
Highway Planning and Construction	20.205	RPSTPLE-5948(077)	406	-
Highway Planning and Construction	20.205	RPSTPLE-5948(080)	464,045	-
Highway Planning and Construction	20.205	RPSTPLE-5948(087)	23,525	-
Highway Planning and Construction	20.205	HISPL5948(090)	5,624	-
Subtotal CFDA 20.205			1,050,218	-

COUNTY OF INYO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2017

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures	Expenditures to Subrecipients
<u>U.S. Department of Transportation - Continued</u>				
Public Transportation Emergency Relief	20.527	EOER-32L0(047)	115,038	-
Public Transportation Emergency Relief	20.527	EOER-32L0(001)	217,939	-
Public Transportation Emergency Relief	20.527	EOER-24MO(001)	1,730,423	-
Subtotal CFDA 20.527			2,063,400	-
Total U.S. Department of Transportation			4,075,699	-
<u>U.S. Department of Energy</u>				
Direct Programs:				
Yucca Mountain Oversight Grant	81.065		45,821	-
Total U.S. Department of Energy			45,821	-
<u>U.S. Department of Health and Human Services</u>				
Passed through California Department of Child Support Services :				
Child Support Enforcement	93.563		743,162	-
Subtotal CFDA Number 93.563			743,162	-
Passed through State Department of Social Services:				
Promoting Safe and Stable Families	93.556		6,191	-
Temporary Assistance for Needy Families	93.558		731,005	-
Community-Based Child Abuse Prevention Grants	93.590		53,845	-
Stephanie Tubbs Jones Child Welfare Services Program	93.645		15,431	-
Foster Care - Title IV-E	93.658		667,438	-
Adoption Assistance Program	93.659		24,212	-
Child Welfare Service (CalWorks Title XX)	93.667		22,956	-
Chafee Foster Care Independence Program	93.674		7,057	-
Subtotal Pass-through			1,528,135	-
Passed through State Department of Aging:				
Title VII Elder Abuse Prevention	93.041		667	-
Title VII Ombudsmen	93.042		19,265	-
IID Prevention Services	93.043		2,668	-
IIIB: Supportive Services	93.044		126,688	-
Title III, Part C, Nutrition Services	93.045		223,198	-
IIIE: NFCSP	93.052		28,448	-
Nutrition Services Incentive Program	93.053		47,950	-
Subtotal Pass-Through			448,884	-
Passed through State Department of Public Health:				
Maternal and Child Health Federal Consolidated Programs	93.110		70,327	-
Immunization Grants	93.268		35,565	-
CARES Program-Ryan White AIDS Consortium	93.940		44,192	-
AIDS Surveillance	93.944		713	-
Public Health Emergency Preparedness	93.069		248,652	-
Subtotal Pass-Through			399,449	-
Passed through State Department of Health Care Services:				
California Children's Service-Admin	93.767		22,679	-
Medi-Cal Assistance Program	93.778		655,040	-
Medi-Cal Administrative Services	93.778		74,753	-
Subtotal CFDA Number 93.778			729,793	-
Maternal and Child Health Services Block Grant to the States	93.994		23,154	-
Subtotal Pass-Through			775,626	-
Passed through the State Department of Mental Health:				
SAMHSA: Substance Abuse Mental Health Svc. Admin	93.958		211,344	-

COUNTY OF INYO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2017

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures	Expenditures to Subrecipients
<u>U.S. Department of Health and Human Services - Continued</u>				
Passed through State Department of Alcohol and Drug Abuse:				
Block Grants for Prevention and Treatment of Substance Abuse (SAPT)	93.959		356,954	-
Total U.S. Department of Health and Human Services			4,463,554	-
<u>U.S. Department of Homeland Security</u>				
Passed through Governor's Office of Emergency Services:				
State Homeland Security Program (HSGP)	97.042	EMF-2016_EP00010	2,759	-
State Homeland Security Program (HSGP)	97.067	2015-0078, CalOES ID:027-0000	10,000	-
State Homeland Security Program (SHSP)	97.067	2014-0093, CalOES ID:027-0001	80,812	-
Subtotal CFDA Number 97.067			90,812	-
Subtotal Pass-Through			93,571	-
Passed through Governor's Office of Emergency Services:				
Pre-Disaster Mitigation	97.047	0258	27,108	-
Total U.S. Department of Homeland Security			120,679	-
Total Expenditures of Federal Awards			\$ 10,542,117	\$ -

COUNTY OF INYO
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2017

NOTE 1 BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards presents the activity of all federal awards programs of the County of Inyo for the year ended June 30, 2017. The information in this schedule is presented in accordance with the 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)*.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Therefore, some amounts presented in the schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

NOTE 3 CATALOG OF FEDERAL DOMESTIC (CFDA) NUMBERS

The program titles and CFDA numbers were obtained from the federal or pass-through grantor or the 2017 *Catalog of Federal Domestic Assistance*. When no CFDA number had been assigned to a program, the two-digit federal agency identifier and the federal contract number were used. When there was no federal contract number, the two-digit federal agency identifier and the word "unknown" were used.

NOTE 4 INDIRECT COST RATE

The County elected not to use the 10 percent de minimis indirect cost rate as covered in 2 CFR §200.414.

NOTE 5 LOANS WITH CONTINUING COMPLIANCE REQUIREMENTS

Outstanding federally-funded program loans, with a continuing compliance requirement, carried balances as of June 30, 2017 as follows:

Federal CFDA No.	Program Title	SEFA June 30, 2017	FY 16/17 Paydowns	Financial Statements Balance June 30, 2017
14.239	HOME Investment Partnerships Program	\$ 780,000	\$ -	\$ 780,000

COUNTY OF INYO
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2017

NOTE 6 PASS-THROUGH ENTITIES IDENTIFYING NUMBER

When federal awards were received from a pass-through entity, the schedule of expenditures of federal awards 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.

**COUNTY OF INYO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2017**

Section I – Summary of Auditors’ Results

Financial Statements

1. Type of auditors’ report issued: Unmodified
2. Internal control over financial reporting:
- Material weakness(es) identified? x yes no
 - Significant deficiency(ies) identified? x yes none reported
3. Noncompliance material to financial statements noted? yes x no

Federal Awards

1. Internal control over major federal programs:
- Material weakness(es) identified? yes x no
 - Significant deficiency(ies) identified? yes x none reported
2. Type of auditors’ report issued on compliance for major federal programs: Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? yes x no

Identification of Major Federal Programs

CFDA Number(s)

20.205
20.527

Name of Federal Program or Cluster

Highway Planning and Construction
Public Transportation Emergency Relief

Dollar threshold used to distinguish between Type A and Type B programs:

\$ 750,000

Auditee qualified as low-risk auditee?

 x yes no

COUNTY OF INYO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2017

Section II – Financial Statement Findings

Finding 2017-001
ACCRUED EXPENSES

Type of Finding: Significant Deficiency

Condition

During our audit, we noted that the County was carrying accounts payable from prior years that were no longer expected to be paid since the statute of limitations had expired.

Criteria

Generally accepted accounting principles (GAAP) states that accounts payable should only be recorded when amounts are due and payable.

Context

Based on State audits dating back to 2006, the County recorded liabilities totaling \$269,875 which were never paid since the County never received a demand letter requesting payment.

Effect of Condition

The fund financial statements for the General Fund overstated accounts payable by \$269,875 and understated fund balance by the same amount.

Cause

The County did not review its detail accounts payable listing to determine if the liabilities were still due and payable.

Repeat Finding

The finding is not a repeat finding.

Recommendation

We recommend that the County review the aging of its accounts payable as part of its year-end closing process to determine whether amounts outstanding reflect County obligations.

Views of responsible officials and planned corrective actions:

In the future, the County will review in detail all outstanding payables in detail to ensure the correct recording of future entries.

COUNTY OF INYO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2017

Finding 2017-002
UNEARNED REVENUES

Type of Finding: Material Weakness

Condition

During our audit, we noted that the County had recorded unearned revenues for nonexchange revenue that had met the criteria for revenue recognition in a prior year. Such revenues were understated in the prior year.

Criteria

Governmental Accounting Standards Board (GASB) Statement No. 33 states that nonexchange revenues should be recognized when the entity has met all eligibility requirements and the revenue is available.

Context

While performing audit procedures it was determined that the client was using the budgetary method to record these revenues as opposed to GAAP recognition under GASB 33 for nonexchange revenues.

Effect of Condition

The fund financial statements for the General Fund and Governmental activities were adjusted to include revenues of \$2,601,372 and beginning fund balance of \$15,695,846. The Solid Waste fund and Business Type Activities were restated to increase beginning net position by \$15,000.

Cause

The County did not properly apply revenue recognition principles when recording these transaction.

Repeat Finding

The finding is not a repeat finding.

Recommendation

We recommend that the County review unearned revenue account balances at year-end to ensure that revenue recognition principles have been properly applied and all earned revenue has been reported in the proper period.

Views of responsible officials and planned corrective actions:

For many years, the County has deferred revenue in restricted revenue sources and recognized the revenue as it was spent. In the future, all deferred revenue accounts will be reviewed at the end of the year to ensure they qualify as deferred revenue and back-up will be obtain if the amount is material.

COUNTY OF INYO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2017

Finding 2017-003
CLOSURE/POST CLOSURE LIABILITY

Type of Finding: Material Weakness

Condition

During our audit, we noted that the County had not included post closure / corrective action estimates in its calculation of closure/post closure liability.

Criteria

A portion of the estimated total current costs of closure and post closure care is required to be recognized as an expense and liability in each period that the landfill accepts waste, as required by generally accepted accounting principles (GAAP). Recognition should begin when the landfill begins to accept solid waste and continue in each period that it accepts waste and be completed by the time it stops accepting waste.

Context

While performing audit procedures it was determined that the County's closure/post closure liability was calculated using information provided for calculating the necessary cash closure reserve which does not include the post closure care and corrective action portions of the liability.

Effect of Condition

Both the fund and Business Type Activities for the Solid Waste understated the closure / post closure liability by \$9,554,825 and overstated beginning net position by \$9,315,776.

Cause

The County did not properly review the calculation of the closure/post closure liability to determine whether it included all components of the liability as estimated by County engineers.

Repeat Finding

The finding is not a repeat finding.

Recommendation

We recommend that the County reconcile the closure/post closure liability during the year-end close to ensure that all components of the liability agree back to what is reported to CalRecycle by the County engineers.

Views of responsible officials and planned corrective actions:

Historically, the County has only reported the closure cost liability because of the pledge of revenue agreed to by our Board of Supervisors. In the future, the County will report the full liability reported to CalRecycle.

Section III – Findings and Questioned Costs – Major Federal Programs

Our audit did not disclose any matters required to be reported in accordance with 2 CFR 200.516(a).