

WEBER COUNTY

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL
AND COMPLIANCE IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS AND THE UNIFORM GUIDANCE

DECEMBER 31, 2015



**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***

The Board of County Commissioners
Weber County, Utah

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Weber County as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise Weber County's basic financial statements, and have issued our report thereon dated June 17, 2016.

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 opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the County'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's financial statements are free of 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 County's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Christensen, Palmer & Ambrose P.C.

June 17, 2016



**Christensen,
Palmer & Ambrose**
Certified Public Accountants

Kent R. Christensen, CPA
Jeffrey L. Ambrose, CPA
Chuck Palmer, CPA

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

The Board of County Commissioners
Weber County, Utah

Report on Compliance for Each Major Federal Program

We have audited Weber County's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Weber County's major federal programs for the year ended December 31, 2015. Weber County's major federal programs are identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Weber 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 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 Weber 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 Weber County's compliance.

Opinion on Each Major Federal Program

In our opinion, Weber 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 December 31, 2015.

Report on Internal Control Over Compliance

Management of Weber 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 Weber 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 Weber 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.

Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

We have audited 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 Weber County, as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise Weber County's basic financial statements. We issued our report thereon dated June 17, 2016, 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 basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

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.

Christensen, Palmer & Cramrose P.C.

WEBER COUNTY CORPORATION
Schedule of Expenditures of Federal Awards
December 31, 2015

Federal CFDA Number	Name	Award/Contract #	Agency	Expenditures
<i>U.S. Department of Agriculture, Food and Nutrition Service</i>				
<i>passed through Utah Department of Health</i>				
10.557	WIC - Administration	15-2700143	WMHD	907,186
10.557	WIC - Food	15-2700143	WMHD	2,697,931
10.557	WIC - Administration	15-2700143	WMHD	298,536
10.557	WIC - Food	15-2700143	WMHD	911,877
10.559	Summer Food Service	14-2429	WMHD	100
10.559	Summer Food Service	16-2700013	WMHD	345
				<u>4,815,975</u>
<i>U.S. Department of Agriculture, Natural Resources Conservation Service (NRCS)</i>				
10.923	2012 Emergency Watershed Protection (EWP) Project	68-8D43-12-19	County	3,961,068
				<u>3,961,068</u>
	<i>Total U.S. Department of Agriculture</i>			<u>8,777,043</u>
<i>U.S. Department of Health and Human Services</i>				
<i>passed through Utah Department of Health</i>				
93.069	PHEP	15-0347	WMHD	167,406
93.069	PHEP	16-2700264	WMHD	158,596
93.074	PHEP-Ebola	15-0347	WMHD	3,217
93.074	PHEP-Ebola	15-2700478	WMHD	3,620
93.092	PREP	15-2700161	WMHD	87,318
93.092	PREP	15-2700161	WMHD	31,693
93.094	Be Wise	15-2700208	WMHD	11,242
93.094	Be Wise	15-2700573	WMHD	21,786
93.116	TB Elimination	15-2700351	WMHD	9,770
93.235	Abstinence	15-2700163	WMHD	43,144
93.235	Abstinence	15-2700163	WMHD	22,807
93.268	Immunizations	15-2700251	WMHD	60,242
93.283	Cancer Policy	15-0071	WMHD	1,436
93.283	CDC	14-2565	WMHD	31,391
93.305	CDC	16-2700059	WMHD	34,738
93.505	MIECHV/NFP	15-2700420	WMHD	458,477
93.521	Enhanced Prion	16-2700392	WMHD	-
93.521	Meningococcal H Flu	15-2700193	WMHD	1,475
93.521	ELC ACA HAI	15-1098	WMHD	725
93.752	Breast & Cervical Cancer	15-2700529	WMHD	16,284
93.757	1305 School	16-2700148	WMHD	-
93.757	EPICC 1422	15-2700347	WMHD	157,170
93.757	EPICC 1422	15-2700347	WMHD	192,944
93.758	PHHS Block	16-2700316	WMHD	2,766
93.758	PHHS Boost	15-2700240	WMHD	22,164
93.758	PHHS Boost	16-2700438	WMHD	3,903
93.761	Adult Falls	16-2700423	WMHD	2,666
93.778	TCM-Medicaid Home Visit	15-0619	WMHD	27,862
93.778	TCM-Medicaid Home Visit	16-2700051	WMHD	28,336
93.778	CHEC	15-0619	WMHD	16,830
93.778	CHEC	16-2700275	WMHD	31,271
93.889	MRC	15-0347	WMHD	-
93.889	MRC	16-2700264	WMHD	7,963
93.919	Breast & Cervical Cancer	15-0071	WMHD	7,362
93.940	HIV	15-2700293	WMHD	10,500
93.945	1305 PANO	14-2514	WMHD	-
93.945	1305 PANO	16-2700148	WMHD	-

**Federal
CFDA**

Number	Name	Award/Contract #	Agency	Expenditures
93.977	STD-CSPS	15-2700284	WMHD	14,488
93.991	PHHS Block	14-2514	WMHD	1,648
93.991	PHHS Block	14-2514	WMHD	19,195
93.991	PHHS Block	16-2700148	WMHD	41,514
93.994	MCH Block Grant	15-2700014	WMHD	88,223
93.994	Prenatal to 5	15-2700014	WMHD	28,800
93.994	MCH Block/P-5 Combined	16-2700345	WMHD	37,351
93.994	MCH Injury Prevention-VIPP	14-2514	WMHD	2,273
93.994	VIPP	16-270316	WMHD	27,992
				1,938,588

**U.S. Department of Health and Human Services
passed through State of Utah Office of the Lieutenant Governor**

93.617	Help America Vote Act	Unknown		10,783
				10,783

Total U.S. Department of Health and Human Services

1,949,371

**U.S. Department of Justice
passed through Utah State Crime Victim Reparations**

16.575	VOCA Victim/Witness Program	13-VOCA-83	County	
16.575	VOCA Victim/Witness Program	13-VOCA-84	County	15,725
				15,725

**U.S. Department of Justice, Bureau of Justice Assistance
passed through State of Utah Commission on Criminal and Juvenile Justice**

16.738	FY 2015 Byrne - Justice Assistance Grant	2011-DJ-BX-0318	County	8,915
				8,915

U.S. Department of Justice, Bureau of Justice Assistance

16.606	FY15 SCAAP Grant	2015-H1749-UT-AP	County	14,538
16.738	FY15 Justice Assistance Block Grant	15A191	County	5,907
16.827	FY16 Justice Reinvestment Initiative CPIP Grant	16C03	County	22,393
Total U.S. Department of Justice, Bureau of Justice Assistance				42,838

**U.S. Department of Justice, Bureau of Justice Assistance
passed through Ogden City Corp**

16.738	FY14 Edward Byrne Justice Assistance Grant	2014-DJ-BX-0662	County	5,612
Total U.S. Department of Justice passed through Ogden City Corp				5,612

Total U.S. Department of Justice

73,090

**U.S. Department of Housing and Urban Development
passed through Utah Department of Community and Culture**

14.228	CDBG Home Buyer Assistance Program		WHA	66,000
14.238	Shelter Plus Care		WHA	20,521
14.871	Section 8 Housing Choice Vouchers		WHA	815,425
14.181	Supportive Housing for Persons with Disabilities		WHA	233,678
Total U.S. Department of Housing and Urban Development				1,135,624

**U.S. Department of Homeland Security
passed through Utah Division of Emergency Management**

97.042	Emergency Mgmt. Performance Grant (EMPG)	EMPG PROJECT-2014-DEM-027	County	10,000
97.042	Emergency Mgmt. Performance Grant (EMPG)	EMPG-2015-DEM-029	County	52,500
20.703	2015 LEPC - HMEP	WBCE-15HMEP	County	2,750
97.067	Homeland Security 2013 SHSP	DEM-2013-SHSP-001	County	124,200

**Federal
CFDA**

<u>Number</u>	<u>Name</u>	<u>Award/Contract #</u>	<u>Agency</u>	<u>Expenditures</u>
97.067	Homeland Security 2014 SHSP	DES-2012-SHSP-001	County	49,120
97.047	FY14 Pre-Disaster Mitigation Competitive Grant	EMD-2015-PC-0004	County	35,136
Total U.S. Department of Homeland Security				273,706

U.S. Environmental Protection Agency

66.202	Stormwater Master Plan	XP-96818001/ACH #80331	County	3,312
Total U.S. Environmental Protection Agency				3,312

U.S. Department of the Interior, Fish and Wildlife Service

passed through Utah Division of Wildlife Resources

15.611	Wildlife Restoration and Basic Hunter Education	F15AF00015	County	400,000
Total U.S. Department of the Interior, Fish and Wildlife Service				400,000

TOTAL WEBER COUNTY CORPORATION

12,612,146

WEBER COUNTY, UTAH
NOTES TO SUPPLEMENTARY SCHEDULE
OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2015

1. **Purpose of the Schedule** – The accompanying Schedule of Expenditures of Federal Awards (Schedule) is a supplementary schedule to the County’s basic financial statements and is presented for purposes of additional analysis. The Schedule is required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance).

2. **Basis of Presentation** –
 - a. The Schedule includes the federal grant activity of Weber County under programs of the federal government for the year ended December 31, 2015. Because the Schedule presents only a selected portion of the operations of Weber County, it is not intended to and does not present the financial position, changes in net position, or cash flows of Weber County.

 - b. The County’s reporting entity is fully described in Footnote 1 of the County’s basic financial statements.

3. **Summary of Significant Accounting Policies** –
 - a. Basis of accounting - Federal financial assistance programs included in the Schedule are primarily reported in the County’s basic financial statements as grants and contributions in the entity-wide Statement of Activities and as intergovernmental revenue in the fund financial statements. The Schedule is presented using the same basis of accounting as that used in reporting the expenditures of the related funds in the County’s basic financial statements. The basis of accounting used for each fund is described in Footnote 1 of the County’s basic financial statements.

 - b. Pass-through entity identifying numbers are presented where available.

 - c. Matching Costs – The Schedule does not include matching expenditures.

4. **Noncash Federal Awards** – Noncash federal awards represent commodities consumed during the year, expressed at market value. The State of Utah estimates the per unit fair market value of these commodities, Noncash federal financial assistance is calculated by multiplying the per unit fair market value by the net commodities consumed.

5. **Reconciliation of Expenditures to Federal Revenues** – Expenditures reported in the Schedule agree with the federal revenues reported in the County’s basic financial statements with the following reconciling items:

Total Federal Expenditures from the Schedule	\$	12,612,146
Intergovernmental Revenue Per the Financial Statements		
Governmental Funds.....	\$	10,201,140
Discrete Component Units		
Weber Morgan Health Department.....		7,495,234
Weber Housing Authority.....		1,135,624
Total Intergovernmental Revenue.....	\$	18,831,998
Less:		
Grants Received from the State of Utah.....	\$	(2,444,246)
Grants and Contributions received from Local and Other Agencies.....		(3,816,474)
Other Miscellaneous reconciling items, net.....		40,868
	\$	(6,219,852)
Net Federal Revenue per the Fund Financial Statements.....	\$	12,612,146

WEBER COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2015

I. SUMMARY OF AUDITORS' RESULTS

1. The independent auditors' report on the financial statements expressed an unmodified opinion.
2. No deficiencies in internal control over financial reporting were required to be reported.
3. No instances of noncompliance considered to be material to the financial statements were disclosed by the audit.
4. No conditions in internal control over compliance with requirements applicable to major federal awards programs were required to be reported.
5. The independent auditors' report on compliance with requirements applicable to major federal award programs expressed an unmodified opinion.
6. The audit disclosed no findings required to be reported by Title 2 U.S. Code of Federal Regulations Part 200.
7. The major federal programs of the County for the year ended December 31, 2015 are as follows:

Program	CFDA#	Expenditures
Special Supplemental Nutrition Program for Women, Infants, and Children (WIC)	10.557	\$ 4,815,530

8. A threshold of \$750,000 was used to distinguish between Type A and Type B programs as those terms are defined by Title 2 U.S. Code of Federal Regulations Part 200.
9. The County qualified as a low risk auditee as that term is defined in the Uniform Guidance.

II. FINANCIAL STATEMENTS FINDINGS SECTION

None

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS SECTION

None

WEBER COUNTY
INDEPENDENT AUDITORS' REPORT ON
STATE AND LEGAL COMPLIANCE
DECEMBER 31, 2015



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND ON
INTERNAL CONTROLS OVER COMPLIANCE IN ACCORDANCE
WITH THE STATE OF UTAH LEGAL COMPLIANCE AUDIT GUIDE**

Honorable County Commissioners
Weber County
Ogden, Utah

REPORT ON COMPLIANCE

We have audited Weber County's compliance with the applicable general state compliance requirements described in the *State of Utah Legal Compliance Audit Guide* for the year ended December 31, 2015.

The general compliance requirements applicable to the County are identified as follows:

- Budgetary Compliance
- Fund Balance
- Utah Retirement Systems Compliance
- Restricted Taxes and Related Revenue
- Open and Public Meetings Act
- Treasurer's Bond

Management's Responsibility

Compliance with the requirements referred to above is the responsibility of the County's management.

Auditor's Responsibility

Our responsibility is to express an opinion on the County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the *State of Utah Legal Compliance Audit Guide*. Those standards and the *State of Utah Legal Compliance Audit Guide* require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the compliance requirements referred to above that could have a material effect on the County and its major programs 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. Our audit does not provide a legal determination of the County's compliance with those requirements.

Opinion

In our opinion, Weber County complied, in all material respects, with the compliance requirements identified above that could have a direct and material effect on Weber County for the year ended December 31, 2015.

REPORT ON INTERNAL CONTROL OVER COMPLIANCE

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the compliance requirements referred to above. In planning and performing our audit, we considered the County's internal control over compliance to determine the auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A deficiency in internal control over compliance 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, noncompliance 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 compliance requirement 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 general state compliance requirement 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 that might be deficiencies, significant deficiencies, or material weaknesses in internal control over compliance. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses may exist that have not been identified.

Purpose of 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.

Christensen, Palmer & Ambrose P.C.