DAVIS COUNTY

INDEPENDENT AUDITORS' REPORT ON
STATE AND LEGAL COMPLIANCE

DECEMBER 31, 2014

Christensen,
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Business Advisors

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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
Davis County
Farmington, Utah

REPORT ON COMPLIANCE

We have audited Davis County's compliance with the general and major state program compliance requirements described in the *State of Utah Legal Compliance Audit Guide* for the year ended December 31, 2014.

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

Budgetary Compliance
Fund Balance
Justice Courts
Utah Retirement Systems Compliance
Enterprise Fund Transfers, Reimbursements, Loans, and Services
Nepotism
Budget Notice and Format

The County received the following major assistance programs from the State of Utah:

Mental Health (Department of Human Services)
Substance Abuse (Department of Human Services)
Senior Services Programs (Department of Human Services)

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, Davis County complied, in all material respects, with the general compliance requirements identified above and the compliance requirements that are applicable to each of its major state programs for the year ended December 31, 2014.

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.

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.

Ogden, Utah
June 29, 2015

Davis County Government
Schedule of Expenditures of State Awards
For the Year Ended December 31, 2014

Grant Name	Award/ Contract #	Year of Last Audit	Expenditures
ATTORNEY GENERAL'S OFFICE			
Children's Justice Center Program	11-0518	2013	$ 194,055.50
Subtotal - Attorney General's Office			$ 194,055.50
DEPT. OF ENVIRONMENTAL QUALITY			
Environmental Services	13-2509		$ 27,400.00
Environmental Services	15-0044		$ 38,585.00
Subtotal - Dept. of Environmental Quality			$ 65,985.00
UTAH DEPT. OF HEALTH			
Section I--Tobacco Prevention & Control Program	15-0073		$ 37,778.24
Section II--CHEC	15-0806		$ 7,019.89
Section I--Minimum Performance Standards	14-2428		$ 55,079.00
Section II--LHD Environmental Services	14-2428		$ 12,500.00
Section III--Utah Indoor Clean Air ProgramLHD Environmental Services	14-2428		$ 1,865.00
Section I--CHEC	14-0938		$ 8,520.59
Section I--Tobacco Prevention	14-0307		$ 49,784.82
Section III--Tobacco Prevention & Control Tax	14-0307		$ 19,808.83
Section I--TB Control	14-1838		$ 2,550.00
Section I--Tobacco Prevention & Control Program	13-1526		$ 69,318.04
Section I--Minimum Performance Standards	13-2279		$ 55,079.00
Section III--Utah Indoor Clean Air Program	13-2279		$ 1,573.00
EMS Grant			$ 29,150.00
Subtotal - Utah Dept. of Health			$ 350,026.41
UTAH DEPT. OF HUMAN SERVICES			
Senior Services Programs	15-0511	2014	$ 427,400.49
Senior Services Programs	14-0650	2014	$ 299,831.69
Home and Community-Based Medicaid Aging Waiver Program	14-0070		$ 4,370.85
Home and Community-Based Medicaid Aging Waiver Program	15-0028		$ 8,975.82
Mental Health	12-2434	2014	$ 3,506,134.22
Substance Abuse	12-2387	2013	$ 1,595,912.36
Medicaid Fee for Service			$ 20,333.11
Subtotal - Utah Dept. of Human Services			$ 5,862,958.54
Utah State Library Division			
Cooperative Sharing of Library Resources	15-0046		$ 14,140.00
Community Library Enhancement Funds	14-0150		$ 38,326.00
Subtotal - Utah State Library Division			$ 52,466.00
Dept. of Workforce Services			
Weatherization Assistance Program (Rocky Mtn. Power)	13-2294		$ 3,944.05
Weatherization Assistance Program (Questar Gas)	13-2292		$ 154,428.00
Weatherization Assistance Program (Rocky Mtn. Power)	12-1776		$ 11,969.55
Subtotal - Dept. of Workforce Services			$ 170,341.60
Utah Commission on Criminal and Juvenile Justice			
Beer Tax Funds			$ 191,592.73
State Asset Forfeiture Grant	12N60		$ 11,750.00
Subtotal - Utah Commission on Criminal and Juvenile Justice			$ 203,342.73

Utah Highway Safety Office

DUI Overtime		$ 7,562.79
Child Passenger Safety Program	MOU	$ 7,500.00
Subtotal - Utah Highway Safety Office		$ 15,062.79
TOTAL GRANT, CONTRACT, AND LOAN FUND EXPENDITURES		$ 6,914,238.57