

**COUNTY OF SISKIYOU,  
CALIFORNIA**



**SINGLE AUDIT ACT  
REPORTS AND SCHEDULES  
FOR THE YEAR ENDED  
JUNE 30, 2021**

**THIS PAGE INTENTIONALLY LEFT BLANK**

**COUNTY OF SISKIYOU**  
**Single Audit Act**  
**For the Year Ended June 30, 2021**

**Table of Contents**

	Page
Independent Auditor’s Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards .....	1-2
Independent Auditor’s Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance .....	3-5
Schedule of Expenditures of Federal Awards for the Year Ended June 30, 2021 .....	6-9
Notes to Schedule of Expenditures of Federal Awards .....	10-11
Schedule of Findings and Questioned Costs .....	12-14
Management’s Corrective Action Plan .....	15

**THIS PAGE INTENTIONALLY LEFT BLANK**

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

To the Board of Supervisors and the Grand Jury  
County of Siskiyou  
Yreka, 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 Siskiyou, California, (County) as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated September 19, 2022.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as items 2021-001 and 2021-002 that we consider to be material weaknesses.

To the Board of Supervisors and the Grand Jury  
County of Siskiyou  
Yreka, California

### **Compliance and Other Matters**

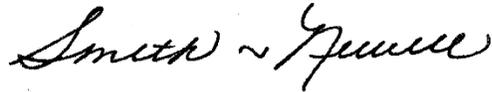
As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material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

### **County's Response to Finding**

The County's response to the finding identified in our audit is described in the accompanying management's corrective action plan. The County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

### **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.



Smith & Newell CPAs  
Yuba City, California  
September 19, 2022

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

To the Board of Supervisors and the Grand Jury  
County of Siskiyou  
Yreka, California

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

We have audited the County of Siskiyou, California's (County) compliance with the types of compliance requirements described in the 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, 2021. 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 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, 2021.

To the Board of Supervisors and the Grand Jury  
County of Siskiyou  
Yreka, California

## **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.

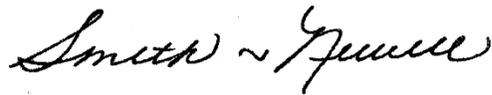
Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any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

To the Board of Supervisors and the Grand Jury  
County of Siskiyou  
Yreka, California

**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 of Siskiyou, California, (County) as of and for the year ended June 30, 2021 and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated September 19, 2022, 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.



Smith & Newell CPAs  
Yuba City, California  
September 19, 2022

**THIS PAGE INTENTIONALLY LEFT BLANK**

**COUNTY OF SISKIYOU**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended June 30, 2021**

Federal Program/Pass-Through Grantor/Program Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
<b>U.S. Department of Agriculture</b>				
State Department of Social Services:				
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	-	\$ -	\$ 1,273,144
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program - COVID	10.561	-	-	25,324
State Department of Public Health:				
Supplemental Nutrition Assistance Program	10.551	19-10348	-	117,037
<b>SNAP Cluster (10.551 and 10.561)</b>			-	1,415,505
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	19-10191	-	442,402
State Controller's Office:				
Schools and Roads - Grants to Counties	10.666	-	-	1,283,648
<b>Forest Service Schools and Roads Cluster (10.666)</b>			-	1,283,648
State Department of Food and Agriculture:				
Forest Health Protection	10.680	17-PA11050500-016	-	778
<b>Total U.S. Department of Agriculture</b>			-	3,142,333
<b>Department of Housing and Urban Development</b>				
State Department of Housing and Community Development:				
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228	Program Income	-	164,538
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228	Outstanding Loans	-	1,628,964
<b>Subtotal 14.228</b>			-	1,793,502
Home Investment Partnerships Program	14.239	Outstanding Loans	-	260,225
<b>Total Department of Housing and Urban Development</b>			-	2,053,727
<b>U.S. Department of the Interior</b>				
Direct Program:				
Geothermal Resources	15.434	-	-	18,811
Partners for Fish and Wildlife	15.631	-	-	6,130
U.S. Geological Survey - Research and Data Collection	15.808	-	-	7,295
<b>Total U.S. Department of the Interior</b>			-	32,236

See accompanying Notes to Schedule of Expenditures of Federal Awards

**COUNTY OF SISKIYOU**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended June 30, 2021**

Federal Program/Pass-Through Grantor/Program Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
<b>U.S. Department of Justice</b>				
Direct Program:				
Bulletproof Vest Partnership Program	16.607	-	\$ -	\$ 1,528
Drug Court Discretionary Grant Program	16.585	-	-	124,433
State Emergency Management Agency:				
Crime Victim Assistance	16.575	VW 1927 0470	-	55,836
Crime Victim Assistance	16.575	VW 2028 0470	-	160,653
Crime Victim Assistance	16.575	XC 1902 0470	-	95,973
Crime Victim Assistance	16.575	XC 2003 0470	-	56,828
<b>Subtotal 16.575</b>			-	369,290
Board of State and Community Corrections:				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	BSCC 0155-18-MH	-	3,825
<b>Total U.S. Department of Justice</b>			-	499,076
<b>U.S. Department of Transportation</b>				
Direct Program:				
Airport Improvement Program - COVID	20.106	-	-	23,755
State Department of Transportation:				
Highway Planning and Construction	20.205	BPMP-5902 (084)	-	65,222
Highway Planning and Construction	20.205	BRLS-5902 (080)	-	118,014
Highway Planning and Construction	20.205	RPSTPL-5902 (083)	-	75,734
<b>Highway Planning and Construction Cluster (20.205)</b>			-	258,970
Federal Transit Administration:				
Formula Grants for Rural Areas and Tribal Transit Program	20.509	64BO20-01420	-	271,816
Formula Grants for Rural Areas and Tribal Transit Program - COVID	20.509	64VO20-01037	-	284,889
<b>Subtotal 20.509</b>			-	556,705
<b>Total U.S. Department of Transportation</b>			-	839,430
<b>U.S. Department of the Treasury</b>				
State Department of Finance:				
Coronavirus Relief Fund	21.019	-	-	4,541,615
<b>Total U.S. Department of the Treasury</b>			-	4,541,615

See accompanying Notes to Schedule of Expenditures of Federal Awards

**COUNTY OF SISKIYOU**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended June 30, 2021**

Federal Program/Pass-Through Grantor/Program Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
<b>U.S. Department of Health and Human Services</b>				
State Department of Social Services:				
Guardianship Assistance	93.090	-	\$ -	\$ 143,659
Promoting Safe and Stable Families	93.556	-	-	47,889
Temporary Assistance for Needy Families	93.558	-	-	3,194,111
Stephanie Tubbs Jones Child Welfare Services Program	93.645	-	-	34,048
Foster Care - Title IV-E	93.658	-	-	1,675,042
Adoption Assistance	93.659	-	-	2,339,995
Social Services Block Grant	93.667	-	-	125,011
John H. Chafee Foster Care Program for Successful Transition to Adulthood	93.674	-	-	35,727
State Department of Child Support Services:				
Child Support Enforcement	93.563	-	-	1,111,571
State Department of Health Care Services:				
Public Health Emergency Preparedness	93.069	17-10200	-	123,786
Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354	COVID-19-4701	-	102,981
Human Immunodeficiency Virus (HIV)/Acquired Immunodeficiency Virus Syndrome (AIDS) Surveillance	93.944	19-10454	-	4,668
Maternal and Child Health Services Block Grant to the States	93.994	MCH	-	93,374
Immunization Cooperative Agreements	93.268	17-10353	-	33,212
Immunization Cooperative Agreements - COVID	93.268	17-10353	-	31,235
<b>Subtotal 93.268</b>			-	64,447
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	COVID-19ELC47	-	267,225
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	COVID-19ELC47	-	280,100
<b>Subtotal 93.323</b>			-	547,325
Opioid STR	93.788	HMA	-	17,760
Opioid STR	93.788	HMA	-	3,665
<b>Subtotal 93.788</b>			-	21,425
National Bioterrorism Hospital Preparedness Program	93.889	17-10200	-	124,777
National Bioterrorism Hospital Preparedness Program - COVID	93.889	6 U3REP190564-01-04	-	120,852
<b>Subtotal 93.889</b>			-	245,629

See accompanying Notes to Schedule of Expenditures of Federal Awards

**COUNTY OF SISKIYOU**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended June 30, 2021**

Federal Program/Pass-Through Grantor/Program Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
<b>U.S. Department of Health and Human Services (Continued)</b>				
State Department of Health Care Services (Continued):				
Medical Assistance Program	93.778	CCS	\$ -	\$ 56,095
Medical Assistance Program	93.778	CHDP	-	6,291
Medical Assistance Program	93.778	HCPCFC	-	4,933
Medical Assistance Program	93.778	20-10550	-	19,082
Medical Assistance Program	93.778	IHSS	-	23,627
Medical Assistance Program	93.778	MCH	-	25,046
Medical Assistance Program	93.778	Veteran Services	-	3,804
Medical Assistance Program	93.778	-	-	1,253,435
<b>Medicaid Cluster (93.778)</b>			-	1,392,313
State Department of Mental Health Services:				
Block Grants for Community Mental Health Services	93.958	SAMHSA	-	183,460
State Department of Alcohol and Drug Programs:				
Block Grants for Prevention and Treatment of Substance Abuse	93.959	SAPT	-	269,877
<b>Total U.S. Department of Health and Human Services</b>			-	11,756,338
<b>U.S. Executive Office of the President</b>				
County of Sacramento:				
High Intensity Drug Trafficking Areas Program	95.001	G13CV0002	-	52,024
<b>Total U.S. Executive Office of the President</b>			-	52,024
<b>U.S. Social Security Administration</b>				
Direct Program:				
Supplemental Security Income	96.006	-	-	5,200
<b>Disability Insurance/SSI Cluster (96.006)</b>			-	5,200
<b>Total U.S. Social Security Administration</b>			-	5,200
<b>Department of Homeland Security</b>				
State Office of Emergency Services:				
Emergency Management Performance Grants	97.042	2020-0006	-	133,970
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	FEMA-4569-DR-CA	-	457,071
Homeland Security Grant Program	97.067	2018-0054	-	30,547
Homeland Security Grant Program	97.067	2019-0035	-	13,041
<b>Subtotal 97.067</b>			-	43,588
<b>Total Department of Homeland Security</b>			-	634,629
<b>Total</b>			\$ -	\$ 23,556,608

See accompanying Notes to Schedule of Expenditures of Federal Awards

**COUNTY OF SISKIYOU**  
**Notes to Schedule of Expenditures of Federal Awards**  
**For the Year Ended June 30, 2021**

**1. REPORTING ENTITY**

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the County of Siskiyou, California. The County of Siskiyou reporting entity is defined in Note 1 to the County's basic financial statements. All federal awards received directly from federal agencies as well as federal awards passed through other government agencies are included on the Schedule of Expenditures of Federal Awards. The information in this Schedule is presented in accordance with the 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). Because the Schedule presents only a selected portion of the operations of the County, it is not intended to and does not present the financial position, changes in net position or cash flows of the County.

**2. BASIS OF ACCOUNTING**

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements, regardless of the measurement focus applied. The accompanying Schedule of Expenditures of Federal Awards, is presented using the modified accrual basis of accounting for grants accounted for in the governmental fund types and the accrual basis of accounting for grants accounted for in the proprietary fund types, as described in the notes to the County financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursements.

**3. INDIRECT COST RATE**

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

**4. RELATIONSHIP TO FEDERAL FINANCIAL REPORTS**

The amounts reported in the accompanying Schedule of Expenditures of Federal Awards agree or can be reconciled with amounts reported in the related federal financial assistance reports.

**5. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS**

The amounts reported in the accompanying Schedule of Expenditures of Federal Awards agree or can be reconciled with amounts reported in the County's basic financial statements.

**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 and the identifying number is shown as unknown.

**COUNTY OF SISKIYOU**  
**Notes to Schedule of Expenditures of Federal Awards**  
**For the Year Ended June 30, 2021**

**7. LOANS WITH CONTINUING COMPLIANCE REQUIREMENTS**

The County participates in certain federal award programs that sponsor revolving loan programs, which are administered by the County. These programs require servicing arrangements with the County. The funds are returned to the programs upon repayment of the principal and interest. In accordance with Section 200.510 of the Uniform Guidance, the County has reported the outstanding balance of loans from previous years that have significant continuing compliance requirements as of June 30, 2021, along with the value of total outstanding and new loans made during the current year.

The programs listed below had the following aggregate, federally funded loans outstanding at June 30, 2021:

		<u>Amount Outstanding</u>	
<u>Listing No.</u>	<u>Program Title</u>	<u>July 1, 2020</u>	<u>June 30, 2021</u>
14.228	Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	\$ 1,628,964	\$ 1,471,560
14.239	Home Investment Partnerships Program	<u>260,225</u>	<u>260,025</u>
	Total	<u>\$ 1,889,189</u>	<u>\$ 1,731,585</u>

**8. CORONAVIRUS RELIEF FUNDS**

The County was certified to receive funding through the Coronavirus Relief Funds passed through the State of California. Expenditures incurred from March to June 2020 were \$491,220, and are reported on the County's Schedule of Expenditures of Federal Awards for the fiscal year ending June 30, 2021.

**COUNTY OF SISKIYOU**  
**Schedule of Findings and Questioned Costs**  
**For the Year Ended June 30, 2021**

**SECTION I - SUMMARY OF AUDITOR'S RESULTS**

<b>Financial Statements</b>	<u>Status</u>
1. Type of auditor's report issued:	Modified
2. Internal controls over financial reporting:	
a. Material weaknesses identified?	Yes
b. Significant deficiencies identified and not considered to be material weaknesses?	No
3. Noncompliance material to financial statements noted?	No
 <b>Federal Awards</b>	
1. Internal control over major programs:	
a. Material weaknesses identified?	No
b. Significant deficiencies identified and not considered to be material weaknesses?	No
2. Type of auditor's report issued on compliance for major programs:	Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR Section 200.516(a)?	No
4. Identification of major programs:	
10.551 Supplemental Nutrition Assistance Program	
10.561 State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	
10.666 Schools and Roads – Grants to Counties	
21.019 Coronavirus Relief Fund	
93.323 Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	
93.558 Temporary Assistance for Needy Families	
93.563 Child Support Enforcement	
93.658 Foster Care – Title IV-E	
5. Dollar threshold used to distinguish between Type A and Type B programs?	\$750,000
6. Auditee qualified as a low-risk auditee under 2 CFR Section 200.520?	Yes

**SECTION II - FINANCIAL STATEMENT FINDINGS**

Implementation of Governmental Accounting Standards Board Statement	2021-001
Receivables	2021-002

**SECTION III - FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS**

None

**COUNTY OF SISKIYOU**  
**Schedule of Findings and Questioned Costs**  
**For the Year Ended June 30, 2021**

**2021-001 Implementation of Governmental Accounting Standards Board Statement (Material Weakness)**

**Criteria**

All governmental entities are required to implement all reporting requirements as they are issued.

**Condition**

The County did not implement GASB Statement No. 84 – Fiduciary Activities to classify the fiduciary funds by type and additions and deductions of each fund type.

**Cause**

The County did not have enough staff to implement the reporting statement.

**Effect**

The financial statements were not in compliance with the reporting standards of GASB.

**Questioned Cost**

No questioned costs were identified as a result of our procedures.

**Context**

Not applicable.

**Repeat Finding**

This is not a repeat finding.

**Recommendation**

We recommend that the County implement GASB Statement No. 84 and classify all fiduciary funds and all additions and deductions.

**Views of Responsible Officials and Planned Corrective Action**

Refer to separate Management's Corrective Action Plan for views of responsible officials and management's responses.

**COUNTY OF SISKIYOU**  
**Schedule of Findings and Questioned Costs**  
**For the Year Ended June 30, 2021**

**2021-002 Receivables (Material Weakness)**

**Criteria**

Governmental auditing standards require independent auditors to evaluate all misstatements of financial statements including the allowance for doubtful accounts.

**Condition**

At the time of our audit, we noted that accounts receivable required an adjustment of approximately \$1,846,471 and the allowance for doubtful accounts of approximately \$162,000 had not been reconciled.

**Cause**

The County did not record approximately \$1,846,471 in receivables at year-end and the allowance for doubtful accounts of \$162,000 was not reconciled.

**Effect**

The financial statements as presented to us contained misstatements and required adjustment.

**Questioned Cost**

No questioned costs were identified as a result of our procedures.

**Context**

Not applicable.

**Repeat Finding**

This is not a repeat finding.

**Recommendation**

We recommend that the County review receivables and allowance for doubtful accounts at year-end to determine if they have properly accrued all necessary receivables and allowances.

**Views of Responsible Officials and Planned Corrective Action**

Refer to separate Management's Corrective Action Plan for views of responsible officials and management's responses.

**THIS PAGE INTENTIONALLY LEFT BLANK**



**COUNTY OF SISKIYOU**

---

**COUNTY AUDITOR-CONTROLLER**

**Diane Olson, Auditor-Controller**

311 Fourth Street, Rm 101, Yreka, CA 96097

Phone: (530) 842-8030, Fax Number: (530) 842-8077

[www.co.siskiyou.ca.us](http://www.co.siskiyou.ca.us)

**COUNTY OF SISKIYOU, CALIFORNIA**

Management's Corrective Action Plan

For the Year Ended June 30, 2021

Prepared by: Diane Olson, Auditor-Controller

**THIS PAGE INTENTIONALLY LEFT BLANK**

**COUNTY OF SISKIYOU**  
**Management's Corrective Action Plan**  
**For the Year Ended June 30, 2021**

**2021-001 Implementation of Governmental Accounting Standards Board Statement (Material Weakness)**

We recommend that the County implement GASB Statement No. 84 and classify all fiduciary funds and all additions and deductions.

Management's Response: We concur with the recommendation.

Responsible Individual: Diane Olson, Auditor-Controller

Corrective Action Plan: The County will implement for the 2021-22 year.

Anticipated Completion Date: December 31, 2022

**2021-002 Receivables (Material Weakness)**

We recommend that the County review receivables and allowance for doubtful accounts at year-end to determine if they have properly accrued all necessary receivables and allowances.

Management's Response: The County concurs with the recommendation.

Responsible Individual: Diane Olson, Auditor-Controller

Corrective Action Plan: The County will implement for the 2021-22 year.

Anticipated Completion Date: December 31, 2022

**THIS PAGE INTENTIONALLY LEFT BLANK**