

Martin County, Florida

Single Audit Reports in Accordance with
OMB Circular A-133 and Chapter 10.550, Rules
of the Auditor General of the State of Florida

Fiscal Year Ended September 30, 2014

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Martin County

Schedule of Expenditures of Federal Awards and State Financial Assistance Year Ended September 30, 2014

Federal Grantor/State Agency Pass Through Entity/Program Title	CFDA/ CSFA #	Grant/Contract #	Expenditures		
			County	Subrecipient	Total
U.S. DEPARTMENT OF COMMERCE					
Direct awards					
National Oceanic: NOAA					
NOAA Estuary	11.463	NA11NMF4630234	\$ 6,093	\$ -	\$ 6,093
Total Department of Commerce			6,093	-	6,093
U.S. ELECTION ASSISTANCE COMMISSION (EAC)					
Passed through the Florida Department of State					
Division of Elections:					
Ballot on Demand	90.401	N/A	26,908	-	26,908
Help America Vote Act (HAVA) Federal Elections Activities	90.401	N/A	16,484	-	16,484
Total Election Assistance Commission			43,392	-	43,392
U.S. DEPARTMENT OF HOMELAND SECURITY					
Passed through Florida Dept. of Comm Affairs:					
Kitching Creek #11HM2W105301001	97.039	11-HM-2W-10-53-01-001	1,070,568	-	1,070,568
High Intensity Drug Trafficking Areas	95.001	WP13CR13WP0021	6,878	-	6,878
			1,077,446	-	1,077,446
Passed through the Florida Department of Financial Services					
Passed through the Florida Division of Emergency Management					
Homeland Security	97.067	12-DS-20-13-00-16	-	25,240	25,240
Operation Stonegarden	97.067	2011-SS-00067	34,505	-	34,505
Emergency Management Preparedness (EMPG)	97.042	14-FG-IM-10-53-01-110	69,086	-	69,086
Emergency Management Preparedness (EMPG)	97.042	15-FG-4D-10-53-01-110	1,200	-	1,200
Direct award			104,791	25,240	130,031
Federal Emergency Management Agency					
Homeland Security Hurricane Frances	97.036	05-PA-G%-10-53-00-835	371,434	-	371,434
Homeland Security Hurricane Jeanne	97.036	05-PA-E=10-53-00-946	613,437	-	613,437
Homeland Security Tropical Storm Fay	97.036	09-PA-B9-10-53-13-727	199	-	199
Homeland Security Hurricane Isaac (FEMA-4084-DR-FL)	97.036	13-IS-3S-10-53-02-531	175,751	-	175,751
			1,160,821	-	1,160,821
Total Department of Homeland Security			2,343,058	25,240	2,368,298
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES					
Passed through Florida Department of Revenue, Administration for Children and Families:					
Child Support Enforcement Program (Title IV-D)	93.563	CE343	145,852	-	145,852
Child Support Enforcement Program (Title IV-D)	93.563	COC43	16,554	-	16,554
			162,406	-	162,406
Passed through Florida DCA:					
CSBG Cluster					
Community Services Block Grant	93.569	14-SB-0D-12-00-01-023	-	48,962	48,962
			-	48,962	48,962
Total Department of Health and Human Services			162,406	48,962	211,368

(Continued)

Martin County

**Schedule of Expenditures of Federal Awards and State Financial Assistance (Continued)
Year Ended September 30, 2014**

Federal Grantor/State Agency Pass Through Entity/Program Title	CFDA/ CSFA #	Grant/Contract #	Expenditures		
			County	Subrecipient	Total
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT					
Direct awards					
Office of Community Planning and Development:					
Shelter Plus Care	14.238	FL0118C4H091104	39,512	-	39,512
Shelter Plus Care	14.238	FL0117L4H091205	61,430	-	61,430
Shelter Plus Care	14.238	FL0309L4H091204	68,767	-	68,767
Shelter Plus Care	14.238	FL0118L4H091205	74,501	-	74,501
Shelter Plus Care	14.238	FL0117L4H091306	32,185	-	32,185
Shelter Plus Care	14.238	FL0309L4H091305	33,688	-	33,688
			<u>310,083</u>	<u>-</u>	<u>310,083</u>
Passed through Florida Department of Community Affairs:					
Community Development Block Grant	14.228	11DB-C5-10-53-01-C03	8,201	-	8,201
Community Development Block Grant	14.228	10DB-4X--10-53-01-F14	386,991	-	386,991
Community Development Block Grant	14.228	B-11-UN-12-0026	51,762	-	51,762
			<u>446,954</u>	<u>-</u>	<u>446,954</u>
Total Department of Housing and Urban Development			<u>757,037</u>	<u>-</u>	<u>757,037</u>
U.S. DEPARTMENT OF INTERIOR					
Fish and Wildlife Service					
Sport Fish Restoration	15.605	FWC-13128	50,000	-	50,000
Clean Vessel Act	15.616	MV073	39,382	-	39,382
Clean Vessel Act	15.616	MV116	120,713	-	120,713
			<u>210,095</u>	<u>-</u>	<u>210,095</u>
U.S. DEPARTMENT OF JUSTICE					
Direct award					
Office of Justice Programs, Bureau of Justice Assistance:					
2012 SCAAP	16.606	2014-AP-BX-0733	241,092	-	241,092
Direct awards					
Drug Enforcement Administration:					
US Marshals Warrant	16.000	JLEO-12-0300	45,000	-	45,000
Operation Road Rash	16.000	FC/FLS/1803	12,797	-	12,797
Equitable Sharing	16.000	FL0430000	848	-	848
			<u>58,645</u>	<u>-</u>	<u>58,645</u>
Passed through the Florida Department of Law Enforcement:					
Edward Byrne Memorial Grant	16.738	2014-JAGC-MART-1-E5-172	72,668	-	72,668
DOJ	16.738	2013-DJ-BX-0071	23,349	-	23,349
DOJ	16.738	2013-DJ-BX-0011	24,555	-	24,555
DOJ	16.738	2011-DJ-BX-2392	1,683	-	1,683
			<u>122,255</u>	<u>-</u>	<u>122,255</u>
Passed through the Office of Attorney General,					
Office of Justice Programs, Office of Victims of Crime:					
Victims of Crime Act Grant (VOCA)	16.575	V12123	58,458	-	58,458
DOJ – DEA Marijuana					
	16.UNKNOWN		4,400	-	4,400
Total Department of Justice			<u>484,850</u>	<u>-</u>	<u>484,850</u>
U.S. DEPARTMENT OF TRANSPORTATION					
Passed through Federal Aviation Administration:					
Noise Mitigation Phase 2	20.106	AIP 3-12-0076-015-2009	81,607	-	81,607
FAA Lighting/Wildlife Assessment	20.106	AIP-3-12-0076-017-2013	123,343	-	123,343
FAA 12-30 Rehab/Lighting	20.106	AIP-3-12-0076-018-2014	38,609	-	38,609
			<u>243,559</u>	<u>-</u>	<u>243,559</u>

(Continued)

Martin County

**Schedule of Expenditures of Federal Awards and State Financial Assistance (Continued)
Year Ended September 30, 2014**

Federal Grantor/State Agency Pass Through Entity/Program Title	CFDA/ CSFA #	Grant/Contract #	Expenditures		
			County	Subrecipient	Total
Direct Awards					
Federal Transit Administration:					
Section 5303 AQ262	20.505	FM#41373311401	136,423	-	136,423
Section 5307 FY 05/06	20.507	FL-90-X586-00	6,153	-	6,153
Section 5307 FY 06/07	20.507	FL-90-X639-00	16,000	-	16,000
Section 5307 FY 07/08	20.507	FL-90-X677-00	170,565	-	170,565
Section 5307 FY 08/09	20.507	FL-90-X703-00	78,204	-	78,204
Section 5307 FY 09/10	20.507	FL-90-X745-00	105,551	-	105,551
Section 5307 FY 10/11	20.507	FL-90-X786	16,311	-	16,311
Section 5307 FY11/12	20.507	FL-95-X044	36,997	-	36,997
			<u>429,781</u>	<u>-</u>	<u>429,781</u>
Section 5311 FDOT JPA FY 08-FY14	20.509	FM#425977-1-84-01 (APG54)	55,630	-	55,630
MPO Transportation Planning (12/13 and FY14)	20.205	AA081/ FM#427829-1-14-01	381,966	-	381,966
MPO Transportation Planning (FY15/FY16)	20.205	AA081/ FM#427829-1-14-01	121,393	-	121,393
CR-A1A (US1 TO SATURN)(LAP)	20.205	431649-1-58-01	324,067	-	324,067
			<u>827,426</u>	<u>-</u>	<u>827,426</u>
Section 5317 – NEW FREEDOM	20.521	FL-57-X033-00	4,060	-	4,060
Section 5317 – NEW FREEDOM	20.521	FL-57-X047	2,832	-	2,832
			<u>6,892</u>	<u>-</u>	<u>6,892</u>
Total Department of Transportation			<u>1,699,711</u>	<u>-</u>	<u>1,699,711</u>
Total Expenditures of Federal Financial Assistance			<u>\$ 5,706,642</u>	<u>\$ 74,202</u>	<u>\$ 5,780,844</u>
FLORIDA DEPARTMENT OF COMMUNITY AFFAIRS					
Passed through Division of Emergency Management:					
FY14 Emergency Preparedness	31.063	14-BG-83-10-53-01-043	\$ 55,992	\$ -	\$ 55,992
FY15 Emergency Preparedness	31.063	15-BG-83-10-53-01-043	37,209	-	37,209
Total Florida Department of Community Affairs			<u>93,201</u>	<u>-</u>	<u>93,201</u>
FLORIDA DEPARTMENT OF COMMUNITY AFFAIRS, DIVISION OF HOUSING FINANCE CORPORATION					
Passed through State Housing Initiative Program:					
State Housing Initiative Program (SHIP) 11/12	52.901	N/A	95,366	-	95,366
State Housing Initiative Program (SHIP) FY14	52.901	N/A	76,745	-	76,745
Total Florida Department of Community Affairs - Housing Finance			<u>172,111</u>	<u>-</u>	<u>172,111</u>
FLORIDA DEPARTMENT OF HEALTH, BUREAU OF EMERGENCY MEDICAL					
Direct Programs:					
Emergency Medical Services	64.003	FDH C2043	26,895	-	26,895
Total Florida Department of Health, Bureau of Emergency Medical			<u>26,895</u>	<u>-</u>	<u>26,895</u>

(Continued)

Martin County

**Schedule of Expenditures of Federal Awards and State Financial Assistance (Continued)
Year Ended September 30, 2014**

Federal Grantor/State Agency Pass Through Entity/Program Title	CFDA/ CSFA #	Grant/Contract #	Expenditures		
			County	Subrecipient	Total
FLORIDA DEPARTMENT OF ENVIRONMENTAL PROTECTION					
Direct Programs:					
Beach Erosion Control:					
Bathtub Beach Nourishment	37.003	12MI2	281,860	-	281,860
Shore Protection	37.003	12MI1	9,675	-	9,675
			<u>291,535</u>	<u>-</u>	<u>291,535</u>
Water Management Districts – Land Acquisition					
Rio St. Lucie Stormwater SFWMD	37.022	4600002894	310,000	-	310,000
Statewide Surface Water Restoration and Wastewater Projects:					
Railroad Avenue	37.039	S0644	49,400	-	49,400
Rio St Lucie Stormwater	37.039	S0642	239,911	-	239,911
Kitchen Creek Restoration	37.039	4600000729	152,607	-	152,607
Oyster Reef Restoration	37.039	4600002796	17,088	-	17,088
Cypress Creek	37.039	4600001243	219,927	-	219,927
			<u>678,933</u>	<u>-</u>	<u>678,933</u>
Total Florida Department of Environmental Protection			<u>1,280,468</u>	<u>-</u>	<u>1,280,468</u>
FLORIDA DEPARTMENT OF AGRICULTURE AND CONSUMER SERVICES					
Mosquito Control: Mosquito Control Arthropod Control	42.003	FDACS013082	41,680	-	41,680
Total Florida Department of Agriculture and Consumer Services			<u>41,680</u>	<u>-</u>	<u>41,680</u>
FLORIDA DEPARTMENT OF STATE, DIVISION OF LIBRARY AND INFORMATION					
Direct Programs:					
State Aid to Libraries	45.030	13-ST-30	9,202	-	9,202
State Aid to Libraries	45.030	14-ST-32	46,461	-	46,461
State Aid to Libraries	45.030	12-ST-30	23,625	-	23,625
Total Florida Department of State, Division of Library and Information			<u>79,288</u>	<u>-</u>	<u>79,288</u>
FLORIDA DEPARTMENT OF TRANSPORTATION					
Direct Programs:					
Transportation Disadvantage	55.002	AR267	16,357	-	16,357
Transportation Disadvantaged Planning FY14-15	55.002	ARH90	3,387	-	3,387
			<u>19,744</u>	<u>-</u>	<u>19,744</u>
Noise Mitigation Phase 2	55.004	420577-1-94-01	2,148	-	2,148
Runway 25 Obstruction Removal	55.004	435625-1-94-01	47,739	-	47,739
Non-Movement Area Rehab	55.004	433158-1-94-01	52,748	-	52,748
Runway 12-30 Resurfacing	55.004	427875-1-94-01	2,140	-	2,140
APRON Rehabilitation	55.004	431215-1-94-01	130,412	-	130,412
Runway 12-30 Lighting	55.004	423958-1-94-01	4,575	-	4,575
Wildlife Hazard Assessment	55.004	433157-1-94-01	2,277	-	2,277
			<u>242,039</u>	<u>-</u>	<u>242,039</u>
Willoughby Extension	55.008	419669-1-48-01	23,057	-	23,057
			<u>23,057</u>	<u>-</u>	<u>23,057</u>
N. Sewalls Point Resurfacing	55.009	429565-1-58-01	202,719	-	202,719
Dixie Hwy Resurf US1 to Cove	55.009	429563-1-58-01	798,942	-	798,942
Dixie Hwy/Indian St Drainage	55.009	427571-1-58-01	143,091	-	143,091
Willoughby Blvd Resurfacing	55.009	429564-1-58-01	981,234	-	981,234
			<u>2,125,986</u>	<u>-</u>	<u>2,125,986</u>
Public Transit Block Grant FY10	55.010	APU07/407189-1-84-02	313,586	-	313,586
76-Kanner	55.026	429786-1-38-01	45,547	-	45,547
Total Florida Department of Transportation			<u>2,769,959</u>	<u>-</u>	<u>2,769,959</u>
Total Expenditures of State Financial Assistance			<u>\$ 4,463,602</u>	<u>\$ -</u>	<u>\$ 4,463,602</u>

Martin County, Florida

Notes to the Schedule of Expenditures of Federal Awards and State Financial Assistance Year Ended September 30, 2014

1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance (the "Schedule") includes the grant activity of federal award programs and state financial assistance projects of Martin County, Florida (the County) for the year ended September 30, 2014. The information in this schedule is presented in accordance with the requirements of the Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and Chapter 10.550, *Rules of the Auditor General of the State of Florida*. Because this 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 assets or cash flows of the County.

2. Summary of Significant Accounting Policies

The Schedule is presented using the modified accrual basis of accounting for expenditures accounted for in governmental type funds and on the accrual basis of accounting for expenses of the proprietary fund types. Such expenditures/expenses are recognized following the cost principles contained in OMB Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments*, wherein certain types of expenditures/expenses are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available.



**Report on Internal Control Over Financial Reporting and on
Compliance and Other Matters Based on an Audit of Financial
Statements Performed in Accordance With
Government Auditing Standards**

Independent Auditor's Report

Honorable Chair and Members of
the Board of County Commissioners
Martin County, Florida

Honorable William D. Snyder
Sheriff

Honorable Carolyn Timmann
Clerk of the Circuit Court

Honorable Vicki Davis
Supervisor of Elections

Honorable Laurel Kelly
Property Appraiser

Honorable Ruth Pietruszewski
Tax Collector

We have audited, in accordance with 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 Martin County, Florida (the "County") as of and for the year ended September 30, 2014, 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 31, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County's internal controls 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.

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 combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County'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 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.

McGladrey LLP

West Palm Beach, Florida
March 31, 2015



**Independent Auditor's Report
on Compliance For Each Major Federal Program and State
Project; and on Report on Internal Control Over Compliance;
and Report on the Schedule of Expenditures of Federal Awards
and State Financial Assistance Required by OMB Circular A-133
and Chapter 10.550, Rules of the Auditor General, State of Florida**

Honorable Chair and Members of
the Board of County Commissioners
Martin County, Florida

Honorable William D. Snyder
Sheriff

Honorable Carolyn Timmann
Clerk of the Circuit Court

Honorable Vicki Davis
Supervisor of Elections

Honorable Laurel Kelly
Property Appraiser

Honorable Ruth Pietruszewski
Tax Collector

Report on Compliance for Each Major Federal Program and State Project

We have audited Martin County, Florida's (the "County") compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* and the requirements described in the *Department of Financial Services' State Projects Compliance Supplement*, that could have a direct and material effect on each of the County's major federal programs and state projects for the year ended September 30, 2014. The County's major federal programs and state projects are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal programs and state projects 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 OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and Chapter 10.550, *Rules of the Auditor General of the State of Florida*. Those standards, OMB Circular A-133 and Chapter 10.550 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 or state project 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 and state project. However, our audit does not provide a legal determination on the County's compliance.

Opinion on Each Major Federal Program and State Project

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 and state projects for the year ended September 30, 2014.

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 a major federal program or state project 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 state project and to test and report on internal control over compliance in accordance with OMB Circular A-133 and Chapter 10.550, 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 or state project 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 or state project 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 and state project that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to 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 OMB Circular A-133 and Chapter 10.550. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards and State Financial Assistance

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 September 30, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our reported dated March 31, 2015, 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 and state financial assistance is presented for the purposes of additional analysis as required by OMB Circular A-133 and Chapter 10.550, *Rules of the Auditor General of the State of Florida* 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 the auditing standards generally accepted in the United States of America. In our opinion the schedule of expenditure of federal awards and state financial assistance is fairly stated in all material respects in relation to the basic financial statements as a whole.

McGladrey LLP

West Palm Beach, Florida
March 31, 2015

Martin County, Florida

**Schedule of Findings and Questioned Costs
Year Ended September 30, 2014**

I – Summary of Independent Auditor's Results

Financial Statements

Type of auditor's report issued:		Unmodified
Internal control over financial reporting:		
Material weakness(es) identified?	<u> </u> Yes	<u> X </u> No
Significant deficiency(ies) identified that are not considered to be material weakness(es)?	<u> </u> Yes	<u> X </u> None Reported
Noncompliance material to financial statements noted?	<u> </u> Yes	<u> X </u> No

Federal Awards

Internal control over major programs:		
Material weakness(es) identified?	<u> </u> Yes	<u> X </u> No
Significant deficiency(ies) identified that are not considered to be material weakness(es)?	<u> </u> Yes	<u> X </u> None Reported
Type of auditor's report issued on compliance for major programs:		Unmodified
Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133?	<u> </u> Yes	<u> X </u> No

The program tested as major included the following:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
20.205	Highway Planning and Construction
97.036	Disaster Grants-Public Assistance
97.039	Hazard Mitigation Grant

Dollar threshold used to distinguish between type A and type B programs:	\$	300,000
Auditee qualified as low-risk auditee?	<u> X </u> Yes	<u> </u> No

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Martin County, Florida

Schedule of Findings and Questioned Costs (Continued)
Year Ended September 30, 2014

State Financial Assistance

Internal control over major projects:

Material weakness(es) identified?	_____	<u> X </u>	No
Significant deficiency(ies) identified that are not considered to be material weakness(es)?	_____ Yes	<u> X </u>	None Reported

Type of auditor's report issued on compliance for major projects:	Unmodified
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Any audit findings disclosed that are required to be reported in accordance with Chapter 10.550, <i>Rules of the Auditor General of the State of Florida</i> ?	_____ Yes	<u> X </u>	No
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The project tested as major included the following:

<u>CSFA Number(s)</u>	<u>Name of State Financial Assistance Project</u>
55.009	Small County Outreach Program
55.010	Public Transit Block Grant

Dollar threshold used to distinguish between type A and type B projects:	\$	300,000
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II – Financial Statement Findings

None reported.

III – Federal Award Findings and Questioned Costs

None reported

IV – State Financial Assistance Findings and Questioned Costs

None reported

Martin County, Florida

**Summary Schedule of Prior Year Audit Findings
Year Ended September 30, 2014**

2013-1 U.S. Department of Housing and Urban Development

<u>Title:</u>	<u>CFDA#:</u>
Community Development Block Grants	14.228

Finding: We noted there was no semi-annual certification to support the charges of salaries and wages for the one employee that worked solely on this grant program as required under OMB Circular A-87.

Status: Corrective action has been taken.