

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**COMPONENT UNIT FINANCIAL STATEMENTS
WITH
INDEPENDENT AUDITOR'S REPORTS
YEAR ENDED JUNE 30, 2012**



NICHOLS, CAULEY & ASSOCIATES, LLC

Certified Public Accountants
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CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

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INDEPENDENT AUDITOR'S REPORT

To the Board of Health
Cherokee County Department of Public Health
100 West Walnut Avenue, Suite 92
Dalton, Georgia 30720

We have audited the accompanying component unit financial statements of the Cherokee County Department of Public Health (Department), a component unit of Cherokee County, Georgia, as of and for the year ended June 30, 2012, as listed in the table of contents. These component unit financial statements are the responsibility of the Department's management. Our responsibility is to express an opinion on these component unit financial statements based on our audit.

We conducted our audit 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the component unit financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the component unit financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall component unit financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the component unit financial statements referred to above present fairly, in all material respects, the financial position of the Department, as of June 30, 2012, and the results of its operations for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 10, 2012 on our consideration of the Department's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison on pages 3 through 10 and 30 through 31 be presented to supplement the basic component unit financial statements. Such information, although not a part of the basic component unit financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic component unit financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic component unit financial statements, and other knowledge we obtained during our audit of the basic component unit financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming an opinion on the component unit financial statements of the Cherokee County Department of Public Health, taken as a whole. The financial information listed as supplemental information in the table of contents, is presented for purposes of additional analysis and is not a required part of the component unit financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the component unit financial statements. The financial information listed as supplemental information in the table of contents and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying and other records used to prepare the component unit financial statements. The information has been subjected to the auditing procedures applied in the audit of the component unit financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the component unit financial statements or to the component unit financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the component unit financial statements as a whole.

Richards, Cauley + Associates, LLC

Atlanta, Georgia
December 10, 2012

**CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

The management of the Cherokee County Department of Public Health (Department) is pleased to provide this narrative discussion and analysis of the financial activities of the Department for the fiscal year ended June 30, 2012. The Department's financial performance is discussed and analyzed within the context of the accompanying financial statements and disclosures following this section.

Public Health Facilities and Staffing: The clinical operations of the Cherokee County Department of Public Health (Department) are located on 1919 Univeter Road in Canton, Georgia & 75 North Main Street in Woodstock, Georgia. The Cherokee County Department of Public Health has 122 full time employees and 46 part time employees.

Public Health: This program includes state public health mandated services that are funded primarily through specific grant-in-aid allotments, local governmental funding, Medicare/Medicaid reimbursement fees, and contract reimbursements for services. This revenue is used to primarily fund the salaries and related fringe benefits of nurses, physicians, and support staff. It is also used to fund related expenses that provide the following to Cherokee County residents: cancer screenings, child and family health planning services, immunizations, hypertension screening and management, tuberculosis services, sexually transmitted disease services, dental services, pharmacy services, environmental services (e.g. food service inspections, tourist accommodations, sewage disposal, insect control, etc.), and health assessment services.

North Georgia Health District Oversight: The Cherokee, Fannin, Gilmer, Murray, Pickens, and Whitfield County Departments of Public Health comprise Georgia's Public Health District 1 Unit 2. The Health District provides administrative support services, the cost of which is recorded in the financial records of the Cherokee County Department of Public Health and is allocated to the other Departments based on their proportionate share of these expenses.

**CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

Financial Highlights

- The Department's assets exceeded its liabilities by \$1,624,935 (total net assets) as of June 30, 2012.
- Total net assets are comprised of the following:
 - (1) Capital assets, net of related debt, of \$319,865;
 - (2) Restricted for prior year program income, of \$100,922;
 - (3) Unrestricted net assets report an excess of \$1,204,148.
- The Department's governmental fund reported total ending fund balance of \$1,730,144 at June 30, 2012. This compares to the prior year ending fund balance of \$1,859,926 showing a decrease of \$129,782 during the current year.
- The Department's financial stability from year-to-year is somewhat dependent on its ability to carry over patient-generated fees from one fiscal year into the following fiscal year to meet total annual funding requirements. The State allows the Department to re-budget and spend carry over funds in the year subsequent to receipt. Administrative claiming is included as this type of funding. The administrative claiming income is designed to obtain Medicaid reimbursement for administrative costs for non-clinical, population-based services attributable to those who are Medicaid eligible.

The above financial highlights are explained in more detail in the "financial analysis" section of this document.

Overview of the Financial Statements

This Management Discussion and Analysis document introduces the Department's basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the basic financial statements. The Department also includes in this report additional information to supplement the basic financial statements.

**CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

Required Financial Statements

Government-wide Statements

The government-wide statements report information about the Department as a whole. These statements provide both long-term and short-term information about the Department's overall financial status. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in accrual accounting and elimination or reclassification of activities between funds.

The first of these government-wide statements is the *Statement of Net Assets*. This is the government-wide statement of position presenting information that includes all of the Department's assets and liabilities, with the difference reported as *net assets*. It also provides the basis for evaluating the capital structure of the Department and assessing the liquidity and financial flexibility of the Department. The Statement of Net Assets is prepared using accounting methods similar to private sector companies.

The second government-wide statement is the *Statement of Activities*, which reports how the Department's net assets changed during the current calendar year. All current year revenues and expenses are included regardless of when cash is received or paid.

The government-wide financial statements are presented on pages 11 and 12 of this report.

Fund Financial Statements

Fund financial statements of the Department consists of the following:

The Department's basic services are included in a governmental fund, which focuses on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental fund statement provides a detailed short-term view that helps you determine whether or not there are more or fewer financial resources that can be spent in the near future to finance the Department's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information on page 15 that explains the relationship (or differences) between them.

The fund financial statements are presented on page 13-15 of this report.

**CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

Financial Analysis of the Department

The Statement of Net Assets and Statement of Activities report information about the Department's net assets and the changes in them. One can think of the Department's net assets – the difference between assets and liabilities – as one way to measure financial health or financial position. Over time, increases or decreases in the Department's net assets are one indicator of whether its financial health is improving or deteriorating. However, one will need to consider other non-financial factors such as changes in economic conditions, population growth, and new or changed government legislation.

Net Assets

To begin our analysis, a summary of the Department's Statement of Net Assets is presented in the Table below.

	<u>FY 2012</u>	<u>FY 2011</u>	<u>Change</u>
Cash	\$ 1,009,673	\$ 728,267	\$ 281,406
Accounts receivable	124,796	94,034	30,762
Due from Department of Community Health	--	1,559,343	(1,559,343)
Due from Department of Public Health	1,042,348	--	1,042,348
Due from other governments	16,028	108,515	(92,487)
Capital assets, net of accumulated depreciation	<u>319,865</u>	<u>502,409</u>	<u>(182,544)</u>
Total assets	<u>2,512,710</u>	<u>2,992,568</u>	<u>(479,858)</u>
Account payable	142,241	161,703	(19,462)
Accrued liabilities	--	97,611	(97,611)
Due to Department of Community Health	--	370,919	(370,919)
Due to Department of Public Health	320,460	--	320,460
Compensated absences	<u>425,074</u>	<u>434,769</u>	<u>(9,695)</u>
Total liabilities	<u>887,775</u>	<u>1,065,002</u>	<u>(177,227)</u>
Invested in capital assets, net of related debt	319,865	502,409	(182,544)
Restricted for prior year program income	100,922	48,864	52,058
Net assets - unrestricted	<u>1,204,148</u>	<u>1,376,293</u>	<u>(172,145)</u>
Total net assets	<u>\$ 1,624,935</u>	<u>\$ 1,927,566</u>	<u>\$ (302,631)</u>

**CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

The Department's reserve fund is comprised of restricted net assets, unrestricted net assets, and amounts invested in capital assets. As shown above, at the end of the fiscal year 2012, the Department had a net asset balance of \$1,624,935 which is a decrease of \$302,631 from the previous fiscal year. Of the net asset balance, \$1,204,148 is unrestricted and can be carried forward with no time restrictions for utilization. Restricted net assets of \$100,922 represent net income of specific programs that must be utilized in the next fiscal year. The remaining net assets amount of \$319,865 is invested in capital assets. The capital assets are used by the Department to achieve its service goals.

Changes in Net Assets

The following table is a summary of the major changes in net assets compared to the prior year as shown in the Statement of Activities.

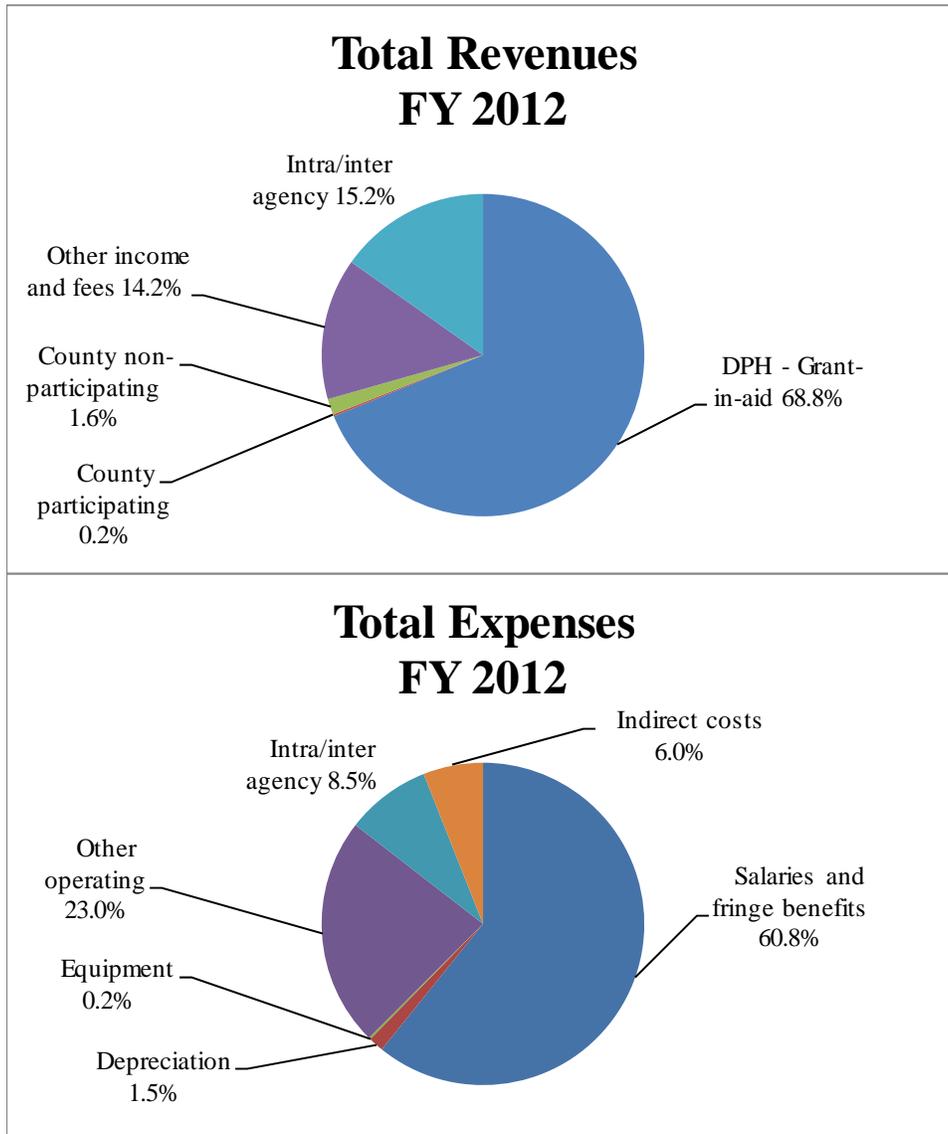
	<u>FY 2012</u>	<u>FY 2011</u>	<u>Change</u>
Revenues:			
DPH - Grant-in-aid	\$ 8,616,165	\$ 9,279,133	\$ (662,968)
County participating	19,708	19,708	--
County non-participating	198,046	294,564	(96,518)
Other income and fees	1,783,018	1,852,804	(69,786)
Intra/inter agency	1,900,302	1,941,291	(40,989)
Total revenues	<u>12,517,239</u>	<u>13,387,500</u>	<u>(870,261)</u>
Expenses:			
Salaries and fringe benefits	7,799,291	7,617,818	181,473
Depreciation	188,541	174,462	14,079
Equipment	24,196	174,194	(149,998)
Other operating	2,949,539	3,807,834	(858,295)
Intra/inter agency	1,086,460	1,008,999	77,461
Indirect costs	771,843	824,390	(52,547)
Total expenditures	<u>12,819,870</u>	<u>13,607,697</u>	<u>(787,827)</u>
Change in net assets	(302,631)	(220,197)	(82,434)
Net assets - beginning	<u>1,927,566</u>	<u>2,147,763</u>	<u>(220,197)</u>
Net assets - ending	<u>\$ 1,624,935</u>	<u>\$ 1,927,566</u>	<u>\$ (302,631)</u>

**CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

As shown above, in fiscal year 2012, the Department received \$12,517,239 in revenues. Total revenues decreased by \$870,261 (6.5%) from the prior year primarily due to decreases in grant-in-aid funding of \$662,968 and in County non-participating funding of \$96,518.

In fiscal year 2012, the Cherokee County Department of Public Health incurred \$12,819,870 in expenses related to all state programs and health clinic operations, a decrease of \$787,827 from fiscal year 2011. These decreased costs were primarily due to decreases other operating costs which relate to decreases in ten of the district public health programs by DPH.

The following graphs illustrate the breakout of the Department's total revenues and expenses by major category as Shown in the Statement of Activities.



**CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

Capital Assets

The following table provides a summary of capital asset activity:

	Governmental Activities	
	2012	2011
Capital assets:		
Office equipment	\$ 399,456	\$ 399,456
Computer equipment	241,632	241,632
Clinical equipment	500,784	494,787
Office furniture	44,254	44,254
Leasehold improvements	63,836	63,836
Vehicles	302,668	302,668
Total depreciable assets	1,552,630	1,546,633
Less accumulated depreciation	1,232,765	1,044,224
Book value - depreciable assets	\$ 319,865	\$ 502,409
Percentage depreciated	79.40%	67.52%

Depreciation expense totaling \$188,541 was taken, resulting in a decrease in book value. The Department's assets are now 79.40% depreciated.

Budgetary Highlights

The District staff, in conjunction with the County health department staff, develops an annual budget and presents it to the County Board of Health for approval. At the time the budget is prepared and adopted, the amount of the state and county appropriated funds are only estimates. The final state appropriation, if different from the staff estimate, will affect grant-in-aid, inter/intra agency, county participating and county non-participating and administrative claiming line items. The comparison between original budget and final budget line items for these revenues will reflect the differences between the staff estimates and state allocations.

For reporting purposes, the fees for services collected by the Department in a fiscal year are shown as revenues. The Department also includes in the budget and operations revenue carried forward from the prior year but does not reflect this as revenue in the current year activity. This is a practice which is common among other health departments and a practice that is approved by the Georgia Department of Public Health.

There were significant variations from the original budget to the final budget and from the final

**CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

budget to the actual results. State grant in aid, county participating revenue, and inter/intra agency revenue were budgeted using projections based on current known financial information and circumstances. These projections were subsequently adjusted according to changes in grant allocations, state budget revisions and economic conditions. The revenues and other financing sources budgets were amended upward in 2012, by \$4,755,428 or 56.4% and actual revenues and other financing sources were below final budget by \$624,634 or 4.7%.

Furthermore, salaries and other operating expenses were originally budgeted based on funding and position requirements present at the beginning of the fiscal year and subsequently adjusted. The Department under spent the final expenditure budget by \$543,716 or 4.1%. Because of the shrinking economy, all departments attempted to minimize their spending to help offset with reducing revenues.

Department of Public Health Transition

The Georgia Department of Public Health (DPH) was established by House Bill 214, which was passed by the Georgia Assembly on March 31, 2012 and signed by the governor on May 13, 2012. The Georgia DPH was assigned all of the functions of the Division of Public Health of the Department of Community Health (DCH). The Department has contracted with DPH to provide the administrative and other services previously provided by DCH in addition to grant-in-aid funding.

Currently Known Facts, Decisions or Conditions

There are no litigation issues, capital additions or major policy decisions currently under review.

Requests For Information

This financial report is designed to provide a general overview of the Department's finances and to demonstrate the Department's accountability for the money it receives. Questions concerning any information provided in this report or request for additional financial information should be addressed to the Director of Fiscal Management, North Georgia Health District, District 1 Unit 2, 100 West Walnut Avenue, Suite 92, Dalton, Georgia 30720.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Statement of Net Assets

June 30, 2012

	<u>Governmental Activities</u>
<u>ASSETS</u>	
Cash	\$ 1,009,673
Receivables	124,796
Due from the Department of Public Health	1,042,348
Due from other governments	16,028
Capital assets, net of accumulated depreciation of \$1,232,765	<u>319,865</u>
Total assets	<u><u>\$ 2,512,710</u></u>
<u>LIABILITIES</u>	
Current liabilities:	
Accounts payable	\$ 142,241
Due to the Department of Public Health	<u>320,460</u>
Total current liabilities	462,701
Long-term liabilities -	
Compensated absences	<u>425,074</u>
Total liabilities	<u><u>887,775</u></u>
<u>NET ASSETS</u>	
Invested in capital assets, net of related debt	319,865
Restricted for prior year program income	100,922
Unrestricted	<u>1,204,148</u>
Total net assets	<u><u>1,624,935</u></u>
Total liabilities and net assets	<u><u>\$ 2,512,710</u></u>

See accompanying independent auditor's report and notes to financial statements.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Statement of Activities

Year Ended June 30, 2012

Functions	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Total Governmental Activities
Governmental activities -				
Public health services	\$ 12,819,870	\$ 1,783,018	\$ 8,833,919	\$ (2,202,933)
	General revenues -			
	Intra/inter agency			1,900,302
	Total general revenues			1,900,302
	Change in net assets			(302,631)
	Net assets - beginning			1,927,566
	Net assets - ending			\$ 1,624,935

See accompanying independent auditor's report and notes to financial statements.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Balance Sheet
Governmental Funds**

June 30, 2012

	<u>General Fund</u>
<u>ASSETS</u>	
Cash	\$ 1,009,673
Receivables	124,796
Due from the Department of Public Health	1,042,348
Due from other governments	16,028
Total assets	<u>\$ 2,192,845</u>
 <u>LIABILITIES AND FUND BALANCE</u>	
Liabilities:	
Accounts payable	\$ 142,241
Due to the Department of Public Health	320,460
Total liabilities	<u>462,701</u>
 Fund balance:	
Reserved - prior year program income	100,922
Assigned - public health	1,629,222
Total fund balance	<u>1,730,144</u>
 The amount reported for governmental activities in the statement of net assets is different because:	
Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the funds	319,865
Certain liabilities, such as compensated absences, are not due and payable in the current period and, therefore, are not reported in the funds	<u>(425,074)</u>
Net assets of governmental activities	<u>\$ 1,624,935</u>

See accompanying independent auditor's report and notes to financial statements.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds**

Year Ended June 30, 2012

	<u>General Fund</u>
Revenues:	
DPH - grant-in-aid	\$ 8,616,165
County participating	19,708
County non-participating	198,046
Fee income	982,962
Medicaid/Medicare	144,355
Contracts	462,593
Other local funds	2,586
Administrative claiming	190,522
Intra/inter agency	1,900,302
Total revenues	<u>12,517,239</u>
Expenditures:	
Salaries and fringe benefits	7,808,986
Equipment	30,193
Other operating	2,949,539
Inter/intra agency	1,086,460
Indirect costs	771,843
Total expenditures	<u>12,647,021</u>
Net Change in Fund Balance	(129,782)
Fund Balance at beginning of year	<u>1,859,926</u>
Fund Balance at end of year	<u><u>\$ 1,730,144</u></u>

See accompanying independent auditor's report and notes to financial statements.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balance - Governmental Funds to the Statement of Activities**

Year Ended June 30, 2012

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balance - total governmental funds \$ (129,782)

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense in the current year.

Current year capital asset additions	5,997
Current year depreciation expense	(188,541)

In the statement of activities, certain operating expenses - compensated absences (vacations) - are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially the amounts actually paid). During this year, compensated absences decreased by \$9,695.

9,695

Change in net assets of governmental activities \$ (302,631)

See accompanying independent auditor's report and notes to financial statements.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Notes to Financial Statements

June 30, 2012

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The component unit financial statements of Cherokee County Department of Public Health (Department) have been prepared in conformity with generally accepted accounting principles as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for established governmental accounting and financial reporting principles. The Department also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its governmental activities at the government-wide financial reporting level, provided they do not conflict with or contradict GASB pronouncements. The significant accounting principles and policies utilized by the Department are described below.

A. Reporting entity

The Cherokee County Department of Public Health was created by constitutional ratification and is a component unit of Cherokee County, Georgia.

The Cherokee County Board of Health (Board) is a seven member board comprised of Cherokee County Commission representative, the Cherokee County school superintendent, a licensed physician practicing in Cherokee County, a City of Canton Council representative, two members appointed by the Cherokee County Commission and one member appointed by the City of Canton Council.

The Board has decision-making authority, the power to designate management, the ability to significantly influence operations and primary accountability for fiscal matters.

The Board determines its public health operating budget annually subject to the approval of the Cherokee County Board of Commissioners. The budget of other various programs is determined based on funds awarded by the Georgia Department of Public Health. Budget revisions are approved by management. All annual appropriations lapse at year-end.

The Board determines the community's health needs, collects and analyzes data, develops programs and activities, secures compliance with rules and regulations and enforces laws pertaining to health.

These financial statements present the Department as a component unit of Cherokee County, Georgia (the primary government). As defined by GASB Statement No. 14, component units are legally separate entities that are included in the primary government's reporting entity because of the significance of their operating or financial relationships with the primary government. The Department is a component unit of Cherokee County, Georgia because it is fiscally accountable. Further, the department has no related party organizations nor does it participate in any joint ventures.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Notes to Financial Statements

June 30, 2012

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

B. Government-Wide Financial Statements

The government-wide financial statements include the statement of net assets and the statement of activities. These statements report financial information for the Department as a whole.

In the statement of net assets, activities are reported using the *economic resources basis* and the *full accrual basis of accounting*, which recognized all long-term assets and receivables as well as long-term debt and obligations. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grant and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. The Board's net assets are reported in three parts; invested in capital assets; restricted net assets; and unrestricted net assets. The Board first utilizes restricted resources to finance qualifying activities.

Donations, intra/inter agency revenues, and certain other income not properly included among program revenues are reported instead as general revenues.

The government-wide Statement of Activities presents a comparison between direct expenses and program revenues for the public health function. Direct expenses are those that are specifically associated with the public health function and therefore are clearly identifiable to that function. The Department has no indirect expenses which require allocation to the public health function.

Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational requirements of a particular function.

C. Fund Financial Statements

The financial transactions of the Department are reported in a single governmental fund in the fund financial statements. The operations of the fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, revenues, and expenditures or expenses as appropriate. The focus of the governmental fund's measurement (in the fund statements) is upon determination of financial position (sources, uses, and balances of financial resources) rather than upon net income.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Notes to Financial Statements

June 30, 2012

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

C. Fund Financial Statements

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of current period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, expenditures related to compensated absences are recorded only when payment is due.

D. Assets, liabilities and net assets

1. Cash and investments

The Department's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition by the Department. Investments are stated at cost, which approximates market value.

Georgia law authorizes the Department to invest in the following types of obligations:

- Obligations of the State of Georgia or of any other states
- Obligations of the United States government
- Obligations fully insured or guaranteed by the United States government or United States Government Agency
- Obligations of any corporation of the government
- Prime bankers' acceptances
- The State of Georgia local government investment pool (i.e. Georgia Fund I)
- Repurchase agreements
- Obligations of the other political subdivisions of the State of Georgia

The Department does not maintain any formalized deposit or investment policies.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Notes to Financial Statements

June 30, 2012

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

D. Assets, liabilities and net assets

2. Receivables

The Department provides public health services for the citizens of Cherokee County, Georgia, regardless of their ability to pay for such services. Services are provided based on a sliding fee schedule. Individuals receiving services are requested to pay for the services rendered, but payment is not required. Detailed records of amounts receivable from patient services are maintained, but a 100% allowance for doubtful accounts is maintained for that amount. The allowance is maintained due to the uncertainty as to the collectability of the balance. The Department maintains a policy that fees are recognized when collected.

Other receivables including those from the Georgia Department of Public Health are deemed fully collectible. There is no specific allowance provided for them.

3. Inventory

Inventory is stated at the lower of cost or market. Cost is determined on the first-in, first out basis. Inventories are expensed when consumed.

4. Capital assets

Capital assets, which include furniture, fixtures, and equipment, are reported in the governmental column in the government-wide financial statements. For GAAP purposes, the Department defines capital assets as assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of three years. Such assets are recorded at historical cost. The costs of normal maintenance and repairs that do not add to the value of the asset or materiality extend assets lives are not capitalized. All capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Clinical equipment	4 years
Computer equipment	3 years
Leasehold improvements	10 years
Office equipment	5 years
Office furniture	10 years
Vehicles	6 years

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Notes to Financial Statements

June 30, 2012

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

D. Assets, liabilities and net assets

5. Accrued liabilities

Once incurred, accrued liabilities are paid in a timely manner and in full from current financial resources, and are reported as obligations in the fund financial statements.

6. Compensated absences

Annual and sick leave costs are accrued as a liability as the benefits are earned. Employees can earn annual leave at the rate of ten (10) hours per month during the first five (5) years of employment; twelve (12) hours per month after five (5) through ten (10) years of employment; and fourteen (14) hours per month after ten (10) years of employment. There is no requirement that annual leave be taken, but the maximum accumulation is (45) days. At termination, employees are paid for any accumulated annual leave. See Note VI.

Employees accumulate sick leave at the rate of ten (10) hours per month. The maximum permissible accumulation is ninety (90) days. Forfeited leave is accumulated and according to certain provisions can be utilized for extended major illnesses and retirement. No sick leave is paid upon employee termination. Accumulated sick leave benefits have not been recorded as a liability because these benefits are paid only upon the illness of an employee, and the amount of such payments cannot be reasonably estimated.

7. Fund Equity

Beginning with fiscal year 2011, the Department has adopted, for financial reporting purposes, GASB Statement No. 54, which redefined how fund balances of governmental funds are presented in the financial statements. Fund balances are classified as follows:

Nonspendable – Amounts that cannot be spent either because they are not in a spendable form or because they are legally or contractually required to be maintained in tact.

Restricted – Amounts that can be spent only for specific purposes because of state or federal laws or externally imposed conditions by grantors. The Department has classified prior year program income (PYPI) as Restricted.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Notes to Financial Statements

June 30, 2012

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

D. Assets, liabilities and net assets

7. Fund Balance – Governmental Funds Statement

Committed – Amounts that can only be used for specific purposes determined by a formal action of the governing authority.

Assigned – Amounts that do not meet the criteria to be classified as Restricted or Committed, but that are intended to be used for specific purposes designated by the governing authority.

Unassigned – All amounts not included in other spendable classifications.

The Department applies restricted resources first when an expense is incurred for purpose for which both restricted and unrestricted net assets are available.

8. Net assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net assets are reported as unrestricted.

E. Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenues and expenditures during the year. Actual results could differ from those estimates.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Notes to Financial Statements

June 30, 2012

II. CASH AND INVESTMENTS

Custodial credit risk – deposits

Custodial credit risk is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. State statutes require all deposits and investments (other than federal or state government instruments) to be collateralized by depository insurance, obligations of the U.S. government, or bonds of public authorities, counties, or municipalities. The Department’s cash and investment policies do not specifically address custodial credit risk. As of June 30, 2012, the carrying amount of the Department’s bank deposits was \$1,008,618 and the bank balance was \$1,451,396. The Department also had an imprest petty cash fund of \$1,055. As of June 30, 2012, the Department did not have any balances exposed to custodial credit risk as uninsured and uncollateralized by GASB pronouncements.

III. DUE FROM (TO) THE DEPARTMENT OF PUBLIC HEALTH (DPH)

Program Number	Program Name	Due From	Due To	Net
007	WIC - Nutrition Education	\$ 30,194	\$ --	\$ 30,194
009	WIC - Breastfeeding	42,905	--	42,905
020	Georgia Cancer Registry	3,006	346	2,660
025	Federal Cancer Registry	10,359	304	10,055
027	Genetics	14,761	7,000	7,761
029	Children's 1st - 3	9,324	4,254	5,070
030	Children's 1st - 4	11,196	5,997	5,199
031	TB Case Management	18,596	18,476	120
044	HIV/AIDS Substance Abuse	--	10,570	(10,570)
056	Breasttest and More	23,014	9,706	13,308
063	Hypertension Management Outreach	62,928	5,664	57,264
066	Immunization	14,573	--	14,573
076	Oral Health	5,000	--	5,000
078	District Cadre Rent	2,825	2,826	(1)
094	Ryan White Aids Project	15,679	1,863	13,816
112	Early Intervention	29,102	24,835	4,267
245	EPI Capacity	655	2,226	(1,571)
265	Childhood Lead Poisoning	91	793	(702)
280	EPI Capacity Additional	--	1,350	(1,350)

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Notes to Financial Statements

June 30, 2012

III.DUE FROM (TO) THE DEPARTMENT OF PUBLIC HEALTH (DPH)

301	WIC Cost Pool	161,914	--	161,914
322	HIV Prevention In Youth	--	105	(105)
329	Breastfeeding Peer Counseling	14,205	--	14,205
344	Community Health Awareness Screening Education Program	13,528	1,660	11,868
401	Family Planning - TANF	99,848	53,312	46,536
404	Wellness Child Outreach (EPSDT)	8,823	3,552	5,271
405	State Cervical Cancer Screening Program	23,841	3,594	20,247
409	Children Medical Services (CMS)	139,951	77,233	62,718
460	Outpatient UNHSI	232	253	(21)
461	Outpatient UNHSI / Audiology Support	9,627	3,576	6,051
464	State Breast and Cervical Cancer	9,627	3,037	6,590
466	Health Promotion Initiative	21,983	5,850	16,133
498	PH Emergency Preparedness Program	36,166	28,131	8,035
501	CDC/Cities Readiness Initiative (CRI)	670	3,600	(2,930)
522	MIECHV	1,010	2,219	(1,209)
524	Komen For Cure Breast Cancer	--	67	(67)
543	Infants and Toddlers with Disabilities	16,488	19,202	(2,714)
557	Children 1st - First Care	3,408	2,590	818
559	Family Planning - District Cadre Realignment	5,975	7,192	(1,217)
566	HCEPPR Coordination	8,941	7,110	1,831
567	Hopsital Resource Deployment Cache Storage	--	278	(278)
643	WIC Administrative Costs	171,903	1,689	170,214
		<u>\$ 1,042,348</u>	<u>\$ 320,460</u>	<u>\$ 721,888</u>

IV.DUE FROM OTHER GOVERNMENTS

Amounts due from other governments include the following -

Due from Cherokee County, Georgia

\$ 16,028

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Notes to Financial Statements

June 30, 2012

V. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2012 was as follows:

	<u>Balance</u> <u>June 30, 2011</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance</u> <u>June 30, 2012</u>
Capital assets:				
Office equipment	\$ 399,456	\$ --	\$ --	\$ 399,456
Computer equipment	241,632	--	--	241,632
Clinical equipment	494,787	5,997	--	500,784
Office furniture	44,254	--	--	44,254
Leasehold improvements	63,836	--	--	63,836
Vehicles	302,668	--	--	302,668
Capital assets at cost	<u>1,546,633</u>	<u>5,997</u>	<u>--</u>	<u>1,552,630</u>
Less accumulated depreciation:				
Office equipment	239,253	46,143	--	285,396
Computer equipment	231,678	1,991	--	233,669
Clinical equipment	290,886	77,747	--	368,633
Office furniture	34,387	5,831	--	40,218
Leasehold improvements	33,411	6,384	--	39,795
Vehicles	214,609	50,445	--	265,054
Total accumulated depreciation	<u>1,044,224</u>	<u>188,541</u>	<u>--</u>	<u>1,232,765</u>
Capital assets, net	<u>\$ 502,409</u>	<u>\$ (182,544)</u>	<u>\$ --</u>	<u>\$ 319,865</u>

VI. NONCURRENT LIABILITIES

The following is a summary of changes in noncurrent liabilities of the Department for the fiscal year ended June 30, 2012:

	<u>Balance at</u> <u>June 30, 2011</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance at</u> <u>June 30, 2012</u>	<u>Amounts due</u> <u>in one year</u>
Compensated absences	<u>\$ 434,769</u>	<u>\$ 23,081</u>	<u>\$ 32,776</u>	<u>\$ 425,074</u>	<u>\$ -</u>

Management does not consider any of the compensated absences to be payable within one year.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Notes to Financial Statements

June 30, 2012

VII. RELATED PARTIES

A. Georgia Department of Public Health

The Department submits monthly Income and Expenditure Reports to their funding agency, primarily the Georgia Department of Public Health (DPH), for reimbursement purposes. These reports are prepared in accordance with DPH guidelines, and do not include any adjustments made at the fiscal year end. Accordingly, the revenues and expenses included in the financial report may differ from amounts reported in the June 30, 2012 Income and Expenditure Report submitted to DPH. The financial statements do not reflect prior year program income as a revenue item. The supplemental schedule by program does reflect prior year program income as a revenue item.

The Department received \$8,616,165 (68.8%) of its total revenues from the Georgia Department of Public Health.

The audit provisions of the Georgia DPH require the audit be conducted in accordance with:

1. Generally Accepted Auditing Standards established by the American Institute of Certified Public Accountants (AICPA).
2. *Standards for Audit of Governmental Organizations, Programs, Activities, and Functions* promulgated by the U.S. General Accounting Office (The Yellow Book).
3. If applicable, the provisions of the Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments and Nonprofit Organizations*.

In addition, the Georgia DPH requires that the report include "Schedules of Revenues and Expenditures – Budget and Actual" by program. These schedules are not on a budgetary basis and do not include encumbrances. Additionally, DPH requires a "Schedule of Auditor's Proposed Financial Settlement", a "Schedule of State Contractual Assistance", and a "Schedule of Changes in Fund Balance".

B. Cherokee County, Georgia

Cherokee County, Georgia provides the Department with Building space, liability insurance and maintenance on the building. During the year, the Department also received county participating and non-participating revenues of \$19,708 and \$198,046, respectively, from Cherokee County, Georgia.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Notes to Financial Statements

June 30, 2012

VIII. DEFINED BENEFIT PENSION PLAN

A. Employee's Retirement System of Georgia (ERS)

1. Plan Description

All full-time employees of the Cherokee County Department of Public Health hired prior to January 1, 2009 are covered by the Employee's Retirement System of Georgia (ERS), a cost-sharing multiple-employer public employee's retirement system (PERS). The ERS Board of Trustees has the ability to establish and amend benefit provisions.

The Plan ("Old Plan") was amended on July 1, 1982. Each employee hired after July 1, 1982 but before January 1, 2009 was eligible to participate in this amended plan ("New Plan"). Each employee that was employed before July 1, 1982 had the right to either retain coverage under the original plan provisions or to participate under the amended provisions of the plan.

Members become vested after 10 years of creditable service. Upon termination of employment, member contributions are refundable with interest.

A member may retire and elect to receive normal monthly retirement benefits after completion of 10 years of creditable service and attainment of age 60. If a member chooses, they may begin receiving reduced benefits before age 60 with a minimum of 25 years of service with a 7% benefit reduction for each year under age 60 and/or each year under 30 years of service, whichever is less, with a maximum reduction of 35%.

Upon retirement, the member will receive a monthly benefit based on salary, age, and years of service. Death, disability, and spousal benefits are also available through ERS. Additionally, ERS makes periodic cost-of-living adjustments to the monthly benefits.

The Department's current year covered payroll was \$3,828,815, and its total current year payroll for all employees was \$5,413,844.

The Employee's Retirement System of Georgia issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to Employee's Retirement System of Georgia, Two Northside 75, Atlanta, Georgia 30318.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Notes to Financial Statements

June 30, 2012

VIII. DEFINED BENEFIT PENSION PLAN

A. Employee's Retirement System of Georgia (ERS)

2. Funding Policy

Employees of the Department are required to pay 1.5% (under the amended plan) and 6.5% (under the original plan) of their gross earnings to the pension plan. The Department makes annual contributions to the pension plan equal to the amount required by the state statutes. During 2012, the department was required to contribute 10.41% (for participants under the amended plan) and 10.41% (for participants under the original plan) for its covered payroll to the plan. The contribution requirement of plan members and the Department are established and may be amended by the ERS Board of Trustees.

The Department's contributions to the ERS for the fiscal years ending June 30, 2012 and 2011 were \$452,439 and \$424,296 respectively, equal to 11.8% and 10.4% of covered payroll, respectively. The employees' contributions to the ERS for the fiscal years ending June 30, 2012 and 2011 were \$58,343 and \$61,123, respectively, equal to 1.5% of covered payroll for both years.

B. Georgia State Employee Pension and Savings Plan (GSEPS)

1. Plan Description

All full-time employees of the Cherokee County Board of Health hired subsequent to January 1, 2009 are covered by the Georgia State Employee Pension and Savings Plan (GSEPS), a cost-sharing multiple-employer public employee's retirement system (PERS). The GSEPS Board of Trustees has the ability to establish and amend benefit provisions. Each employee that was employed before January 1, 2009 had the right to either retain coverage under ERS or to participate under the new GSEPS plan.

All full-time employees are eligible and must participate in the GSEPS. Members become vested after 10 years of creditable service. Upon termination of employment, member contributions are refundable with interest.

A member may retire and elect to receive normal monthly retirement benefits after completion of 10 years of creditable service and attainment of age 60 or after completion of 30 years of service regardless of age. If a member chooses, they may begin receiving reduced benefits before age 60 with a minimum of 25 years of service with a 7% benefit reduction for each year under age 60 or each year under 30 years of service, whichever is less, with a maximum reduction of 35%.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Notes to Financial Statements

June 30, 2012

VIII. DEFINED BENEFIT PENSION PLAN

B. Georgia State Employee Pension and Savings Plan (GSEPS)

1. Plan Description

Upon retirement, the member will receive a monthly benefit based on salary, age, and years of service. Disability and spousal benefits are available through GSEPS. The Plan makes periodic cost-of-living adjustments to the monthly benefit.

The Department's current year covered payroll was \$1,025,331, and total payroll for all employees was \$5,413,844.

2. Funding Policy

Employees of the Department are required to pay 1.25% of their gross earnings to the pension plan. The Department makes annual contributions to the pension plan equal to the amount required by the state statutes. During 2012, the Department was required to contribute 6.5% of its covered payroll to the plan. The contribution requirements of the plan members and the Department are established and may be amended by the GSEPS Board of Trustees.

The Department's contributions to the GSEPS for the fiscal year ending June 30, 2012 and 2011 and was \$76,080 and \$58,395, equal to and 7.4% and 6.5% of covered payroll, respectively. The employees' contributions to the GSEPS for the fiscal year ending June 30, 2012 and 2011 were \$12,816 and \$11,161, equal to 1.25% of covered payroll for both years.

IX. DEFINED CONTRIBUTION PLAN

The Georgia State Employee Pension and Savings Plan (GSEPS) has a defined contribution 401(k) component. This plan is for full time employees who are already enrolled in the defined benefit portion of the plan. The plan is audited by an independent auditor and a separate report is issued. A copy can be obtained from Employees' Retirement System, Two Northside 75, Suite 300, Atlanta, Georgia 30318. Member contributions can be any percentage of salary, up to a dollar maximum set by the IRS. The employer makes matching contributions dollar for dollar on the first 1% of salary, and at fifty cents on the dollar for the next 4% of salary. Employer contributions for the year ended June 30, 2012 and 2011 were \$11,240 and \$8,887, respectively, and employee contributions for June 30, 2012 and 2011 were \$34,091 and \$25,904, respectively.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Notes to Financial Statements

June 30, 2012

IX. DEFINED CONTRIBUTION PLAN

The Georgia Defined Contribution Plan (GDCP), a defined contribution plan, was created by the 1992 Georgia General Assembly for temporary, seasonal, and part-time employees who are not eligible for membership in the employees' Retirement System. The pension plan is audited by an independent auditor and a separate report is issued. A copy can be obtained from Employees' Retirement System, Two Northside 75, Suite 300, Atlanta, Georgia 30318. Member contributions amount to 7.5% of annual compensation. The state does not make contributions on behalf of the employee. The members contribution is refundable upon termination of employment by application to Employees' Retirement System. The contributions for the years ended June 30, 2012 and 2011 were \$58,343 and \$32,817, respectively.

X. RISK MANAGEMENT

Boards of Health have Sovereign Immunity under the State Constitution and Georgia Code; therefore, the Department has limited liability.

The Board of Health's liability is covered by the Georgia Department of Administrative Services (GDOAS). The employees' liability is covered by the GDOAS and the State Fidelity Board. Workers' compensation is also covered by the GDOAS.

Health insurance is covered by the State of Georgia Health Benefit Plan.

Cherokee County Public Health Department's building and contents are insured by Cherokee County Government.

XI. CONTINGENCIES

The Department's nature of business is such that it ordinarily results in a certain amount of litigation. In the opinion of management for the Department, there is no litigation in which the outcome will have a material effect on the financial statements.

XII. SUBSEQUENT EVENTS

The Department assessed events that have occurred subsequent to June 30, 2012 through December 10, 2012 for potential recognition and disclosure in the component unit financial statements. No events have occurred that would require adjustment to or disclosure in the component unit statements which were issued on December 10, 2012.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues, Expenditures and Other Financing Sources (Uses) -
Budget to Actual**

	Year Ended June 30, 2012			Variance, Favorable (Unfavorable)
	Budgeted Amounts		Actual	
	Original	Final		
Revenues:				
DPH - grant-in-aid	\$ 5,967,128	\$ 9,135,888	\$ 8,616,165	\$ (519,723)
County participating	19,708	19,708	19,708	--
County non-participating	218,792	172,292	198,046	25,754
Fee income	957,071	1,008,588	982,962	(25,626)
Medicaid/Medicare	81,875	145,257	144,355	(902)
Contracts	514,759	502,122	462,593	(39,529)
Other local funds	1,500	1,660	2,586	926
Donations	3,600	--	--	--
Administrative claiming	180,000	150,000	190,522	40,522
Intra/inter agency	264,800	1,824,431	1,900,302	75,871
Total revenues	<u>8,209,233</u>	<u>12,959,946</u>	<u>12,517,239</u>	<u>(442,707)</u>
Other financing sources:				
Use of assigned fund balance	190,987	195,702	--	(195,702)
Transfer from fund balance -				
Prior year program income	<u>35,089</u>	<u>35,089</u>	<u>48,864</u>	<u>13,775</u>
Other financing sources	226,076	230,791	48,864	(181,927)
Total revenues and other financing sources	<u>\$ 8,435,309</u>	<u>\$ 13,190,737</u>	<u>\$ 12,566,103</u>	<u>\$ (624,634)</u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues, Expenditures and Other Financing Sources (Uses) -
Budget to Actual**

Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variance, Favorable (Unfavorable)
	Original	Final		
Expenditures:				
Salaries and fringe benefits	\$ 5,005,559	\$ 8,027,835	\$ 7,808,986	\$ 218,849
Equipment	24,174	35,739	30,193	5,546
Other operating	2,160,011	3,355,858	2,949,539	406,319
Inter/intra agency	704,936	1,012,226	1,086,460	(74,234)
Indirect costs	540,629	759,079	771,843	(12,764)
	<u>8,435,309</u>	<u>13,190,737</u>	<u>12,647,021</u>	<u>543,716</u>
Deficit of revenues and other financing sources over expenditures	<u>\$ --</u>	<u>\$ --</u>	(80,918)	<u>\$ (80,918)</u>
Other financing (uses) -				
Transfer to fund balance -				
Prior year program income			<u>(100,922)</u>	
Deficit of revenues and other financing sources over expenditures and other financing (uses)			<u>\$ (181,840)</u>	

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues, Expenditures and Other Financing Sources -
Budget to Actual
Program 001 - Public Health
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues:			
DPH - grant-in-aid	\$ 1,031,510	\$ 1,180,962	\$ (149,452)
County participating	19,708	19,708	--
County non-participating	198,046	172,292	25,754
Fee income	935,423	951,000	(15,577)
Medicaid/Medicare	53,363	54,000	(637)
Contracts	--	30	(30)
Other local funds	2,586	1,660	926
Administrative claiming	190,522	150,000	40,522
Intra/inter agency	99,511	26,500	73,011
Total revenues	<u>2,530,669</u>	<u>2,556,152</u>	<u>(25,483)</u>
Other financing sources-			
Transfer from fund balance -			
Prior year program income	<u>--</u>	<u>150,519</u>	<u>(150,519)</u>
Total revenues and other			
financing sources	<u>2,530,669</u>	<u>2,706,671</u>	<u>(176,002)</u>
Expenditures:			
Salaries and fringe benefits	1,753,758	1,808,432	54,674
Equipment	8,592	8,500	(92)
Other operating	346,727	379,300	32,573
Inter/intra agency	410,083	333,009	(77,074)
Indirect costs	190,193	177,430	(12,763)
Total expenditures	<u>2,709,353</u>	<u>2,706,671</u>	<u>(2,682)</u>
Deficit of revenues and other financing			
sources over expenditures	<u>\$ (178,684)</u>	<u>\$ --</u>	<u>\$ (178,684)</u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 007 - WIC - Nutrition Education
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
DPH - grant-in-aid	<u>\$ 64,876</u>	<u>\$ 85,750</u>	<u>\$ (20,874)</u>
Expenditures -			
Other operating	<u>64,876</u>	<u>85,750</u>	<u>20,874</u>
Excess of revenues over expenditures	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 009 - WIC - Breastfeeding
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
DPH - grant-in-aid	<u>\$ 89,705</u>	<u>\$ 102,890</u>	<u>\$ (13,185)</u>
Expenditures:			
Equipment	1,104	2,500	1,396
Other operating	<u>88,601</u>	<u>100,390</u>	<u>11,789</u>
Total expenditures	<u>89,705</u>	<u>102,890</u>	<u>13,185</u>
Excess of revenues over expenditures	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 020 - Georgia Cancer Registry
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	Variance, Favorable (Unfavorable)
Revenues:			
DPH - grant-in-aid	\$ 57,733	\$ 57,758	\$ (25)
Intra/inter agency	2,515	2,515	--
Total revenues	<u>60,248</u>	<u>60,273</u>	<u>(25)</u>
Expenditures:			
Salaries and fringe benefits	24,807	24,807	--
Other operating	31,109	31,134	25
Indirect costs	<u>4,332</u>	<u>4,332</u>	<u>--</u>
Total expenditures	<u>60,248</u>	<u>60,273</u>	<u>25</u>
Excess of revenues over expenditures	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 021 - District Administration
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
DPH - grant-in-aid	<u>\$ 104,730</u>	<u>\$ 104,730</u>	<u>\$ --</u>
Expenditures -			
Intra/inter agency	<u>104,730</u>	<u>104,730</u>	<u>--</u>
Excess of revenues over expenditures	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Revenues and Expenditures

Budget to Actual

Program 024 - Children's 1st - 2

Year Ended June 30, 2012

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues:			
DPH - grant-in-aid	\$ 70,033	\$ 70,033	\$ --
Intra/inter agency	4,042	4,042	--
Total revenues	<u>74,075</u>	<u>74,075</u>	<u>--</u>
Expenditures:			
Salaries and fringe benefits	61,658	61,658	--
Other operating	7,339	7,339	--
Inter/intra agency	30	30	--
Indirect costs	<u>5,048</u>	<u>5,048</u>	<u>--</u>
Total expenditures	<u>74,075</u>	<u>74,075</u>	<u>--</u>
Excess of revenues over expenditures	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 025 - Federal Cancer Registry
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues:			
DPH - grant-in-aid	\$ 70,309	\$ 71,326	\$ (1,017)
Intra/inter agency	175	175	--
Total revenues	<u>70,484</u>	<u>71,501</u>	<u>(1,017)</u>
Expenditures:			
Salaries and fringe benefits	24,807	24,807	--
Other operating	42,227	43,244	1,017
Indirect costs	<u>3,450</u>	<u>3,450</u>	<u>--</u>
Total expenditures	<u>70,484</u>	<u>71,501</u>	<u>1,017</u>
Excess of revenues over expenditures	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Revenues and Expenditures

Budget to Actual

Program 027 - Genetics

Year Ended June 30, 2012

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues:			
DPH - grant-in-aid	\$ 65,522	\$ 77,773	\$ (12,251)
Intra/inter agency	2,488	2,488	--
Total revenues	<u>68,010</u>	<u>80,261</u>	<u>(12,251)</u>
Expenditures:			
Salaries and fringe benefits	44,460	45,229	769
Other operating	17,717	29,199	11,482
Indirect costs	5,833	5,833	--
Total expenditures	<u>68,010</u>	<u>80,261</u>	<u>12,251</u>
Excess of revenues over expenditures	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Revenues, Expenditures and Other Financing Sources (Uses)

Budget to Actual

Program 028 - MDA - Grant

Year Ended June 30, 2012

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
Contracts	\$ 3,600	\$ 3,600	\$ --
Other financing sources -			
Transfer from fund balance -			
Prior year program income	<u>3,601</u>	<u>3,600</u>	<u>1</u>
Total revenues and other			
financing sources	<u>7,201</u>	<u>7,200</u>	<u>1</u>
Expenditures:			
Salaries and fringe benefits	6,678	6,678	--
Indirect costs	<u>521</u>	<u>522</u>	<u>1</u>
Total expenditures	<u>7,199</u>	<u>7,200</u>	<u>1</u>
Excess of revenues and other financing			
sources over expenditures	2	<u><u>\$ --</u></u>	<u><u>\$ 2</u></u>
Other financing (uses) -			
Transfer to fund balance -			
Prior year program income	<u>(2)</u>		
Excess of revenues over expenditures			
and other financing (uses)	<u><u>\$ --</u></u>		

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Revenues and Expenditures

Budget to Actual

Program 029 - Children's 1st - 3

Year Ended June 30, 2012

	<u>Actual</u>	<u>Budget</u>	Variance, Favorable (Unfavorable)
Revenues:			
DPH - grant-in-aid	\$ 32,256	\$ 47,268	\$ (15,012)
Intra/inter agency	653	653	--
Total revenues	<u>32,909</u>	<u>47,921</u>	<u>(15,012)</u>
Expenditures:			
Salaries and fringe benefits	25,422	38,620	13,198
Other operating	6,987	8,801	1,814
Inter/intra agency	500	500	--
Total expenditures	<u>32,909</u>	<u>47,921</u>	<u>15,012</u>
Excess of revenues over expenditures	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Revenues, Expenditures and Other Financing (Uses)

Budget to Actual

Program 030 - Children's 1st - 4

Year Ended June 30, 2012

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues:			
DPH - grant-in-aid	\$ 86,528	\$ 86,648	\$ (120)
Medicaid/Medicare	2,836	2,700	136
Intra/inter agency	3,465	3,465	--
Total revenues	<u>92,829</u>	<u>92,813</u>	<u>16</u>
Expenditures:			
Salaries and fringe benefits	79,278	82,098	2,820
Equipment	1,745	1,745	--
Other operating	2,302	2,303	1
Indirect costs	6,668	6,667	(1)
Total expenditures	<u>89,993</u>	<u>92,813</u>	<u>2,820</u>
Excess of revenues over expenditures	2,836	<u>\$ --</u>	<u>\$ 2,836</u>
Other financing (uses) -			
Transfer to fund balance -			
Prior year program income	<u>(2,836)</u>		
Excess of revenues over expenditures and other financing (uses)	<u>\$ --</u>		

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 031 - TB Case Management
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues:			
DPH - grant-in-aid	\$ 173,560	\$ 205,290	\$ (31,730)
Inter/intra agency transfers	7,553	7,553	--
Total revenues	<u>181,113</u>	<u>212,843</u>	<u>(31,730)</u>
Expenditures:			
Salaries and fringe benefits	120,925	134,103	13,178
Other operating	38,315	56,867	18,552
Inter/intra agency	6,476	6,476	--
Indirect costs	<u>15,397</u>	<u>15,397</u>	<u>--</u>
Total expenditures	<u>181,113</u>	<u>212,843</u>	<u>31,730</u>
Excess of revenues over expenditures	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 044 - HIV/AIDS Substance Abuse
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues:			
DPH - grant-in-aid	\$ 18,649	\$ 41,835	\$ (23,186)
Inter/intra agency	30,820	30,820	--
Total revenues	<u>49,469</u>	<u>72,655</u>	<u>(23,186)</u>
Expenditures:			
Salaries and fringe benefits	45,835	55,282	9,447
Other operating	1,759	15,498	13,739
Indirect costs	<u>1,875</u>	<u>1,875</u>	<u>--</u>
Total expenditures	<u>49,469</u>	<u>72,655</u>	<u>23,186</u>
Excess of revenues over expenditures	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 048 - HIV/AIDS Substance Abuse
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
DPH - grant-in-aid	<u>\$ 6,433</u>	<u>\$ 6,433</u>	<u>\$ --</u>
Expenditures:			
Salaries and fringe benefits	5,951	5,951	--
Indirect costs	<u>482</u>	<u>482</u>	<u>--</u>
Total expenditures	<u>6,433</u>	<u>6,433</u>	<u>--</u>
Excess of revenues over expenditures	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 056 - Breasttest and More
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
DPH - grant-in-aid	<u>\$ 209,010</u>	<u>\$ 209,011</u>	<u>\$ (1)</u>
Expenditures:			
Other operating	202,739	202,740	1
Indirect costs	<u>6,271</u>	<u>6,271</u>	<u>--</u>
Total expenditures	<u>209,010</u>	<u>209,011</u>	<u>1</u>
Excess of revenues over expenditures	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 063 - Hypertension Management Outreach
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
DPH - grant-in-aid	<u>\$ 62,928</u>	<u>\$ 62,928</u>	<u>\$ --</u>
Expenditures:			
Intra/inter agency	58,208	58,208	--
Indirect costs	<u>4,720</u>	<u>4,720</u>	<u>--</u>
Total expenditures	<u>62,928</u>	<u>62,928</u>	<u>--</u>
Excess of revenues over expenditures	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Revenues, Expenditures and Other Financing Sources (Uses)

Budget to Actual

Program 066 - Immunization

Year Ended June 30, 2012

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues:			
DPH - grant-in-aid	\$ 59,344	\$ 59,344	\$ --
Inter/intra agency	35,404	35,404	--
Total revenues	<u>94,748</u>	<u>94,748</u>	<u>--</u>
Other financing sources -			
Transfer from fund balance -			
Prior year program income	<u>4</u>	<u>--</u>	<u>4</u>
Total revenues and other financing sources	<u>94,752</u>	<u>94,748</u>	<u>4</u>
Expenditures:			
Salaries and fringe benefits	68,313	68,313	--
Equipment	5,997	5,997	--
Other operating	6,837	6,837	--
Intra/inter agency	6,591	6,591	--
Indirect costs	<u>7,010</u>	<u>7,010</u>	<u>--</u>
Total expenditures	<u>94,748</u>	<u>94,748</u>	<u>--</u>
Excess of revenues over expenditures	4	<u><u>\$ --</u></u>	<u><u>\$ 4</u></u>
Other financing (uses) -			
Transfer to fund balance -			
Prior year program income	<u>(4)</u>		
Excess of revenues and other financing sources over expenditures and other financing (uses) \$	<u><u>--</u></u>		

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Revenues, Expenditures and Other Financing Sources

Budget to Actual

Program 067 - Ryan White III

Year Ended June 30, 2012

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues:			
Contracts	\$ 349,131	\$ 381,780	\$ (32,649)
Inter/intra agency	19,447	19,447	--
Total revenues	<u>368,578</u>	<u>401,227</u>	<u>(32,649)</u>
Other financing sources -			
Use of assigned fund balance	<u>--</u>	<u>16,928</u>	<u>(16,928)</u>
Total revenues and other financing sources	<u>368,578</u>	<u>418,155</u>	<u>(49,577)</u>
Expenditures:			
Salaries and fringe benefits	211,178	244,814	33,636
Other operating	157,400	173,341	15,941
Total expenditures	<u>368,578</u>	<u>418,155</u>	<u>49,577</u>
Excess of revenues over expenditures	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Revenues, Expenditures and Other Financing Sources

Budget to Actual

Program 068 - Ryan White III - 4th Qtr FYE

Year Ended June 30, 2012

	<u>Actual</u>	<u>Budget</u>	Variance, Favorable (Unfavorable)
Revenues:			
Fee income	\$ 1,302	\$ 1,500	\$ (198)
Medicaid/Medicare	12,470	12,500	(30)
Contracts	<u>109,862</u>	<u>116,712</u>	<u>(6,850)</u>
Total revenues	123,634	130,712	(7,078)
Other financing sources -			
Use of assigned fund balance	<u>--</u>	<u>16,928</u>	<u>(16,928)</u>
Total revenues and other financing sources	<u>123,634</u>	<u>147,640</u>	<u>(24,006)</u>
Expenditures:			
Salaries and fringe benefits	74,422	79,661	5,239
Other operating	<u>52,368</u>	<u>67,979</u>	<u>15,611</u>
Total expenditures	<u>126,790</u>	<u>147,640</u>	<u>20,850</u>
Deficit of revenues and other financing sources over expenditures	<u><u>\$ (3,156)</u></u>	<u><u>\$ --</u></u>	<u><u>\$ (3,156)</u></u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Revenues, Expenditures and Other Financing Sources

Budget to Actual

Program 076 - Oral Health

Year Ended June 30, 2012

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues:			
DPH - grant-in-aid	\$ 52,000	\$ 52,000	\$ --
Fee income	17,625	26,325	(8,700)
Medicaid/Medicare	58,348	60,140	(1,792)
Intra/inter agency	<u>18,634</u>	<u>15,774</u>	<u>2,860</u>
Total revenues	146,607	154,239	(7,632)
Other financing sources -			
Transfer from fund balance -			
Prior year program income	<u>4,229</u>	<u>4,229</u>	<u>--</u>
Total revenues and other financing sources	<u>150,836</u>	<u>158,468</u>	<u>(7,632)</u>
Expenditures:			
Salaries and fringe benefits	93,469	94,208	739
Other operating	27,026	34,303	7,277
Intra/inter agency	19,432	19,432	--
Indirect costs	<u>10,525</u>	<u>10,525</u>	<u>--</u>
Total expenditures	<u>150,452</u>	<u>158,468</u>	<u>8,016</u>
Excess of revenues and other financing sources over expenditures	<u>\$ 384</u>	<u>\$ --</u>	<u>\$ 384</u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 078 - District Cadre Rent
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
DPH - grant-in-aid	<u>\$ 33,902</u>	<u>\$ 33,903</u>	<u>\$ (1)</u>
Other financing sources -			
Transfer from fund balance - Prior year program income	<u> --</u>	<u> 16,928</u>	<u> (16,928)</u>
Total revenues and other financing sources	<u> 33,902</u>	<u> 50,831</u>	<u> (16,929)</u>
Expenditures -			
Other operating	<u> 33,902</u>	<u> 33,903</u>	<u> 1</u>
Excess of revenues over expenditures	<u><u> \$ --</u></u>	<u><u> \$ --</u></u>	<u><u> \$ --</u></u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Revenues and Expenditures

Budget to Actual

Program 089 - HIV District Rent

Year Ended June 30, 2012

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
DPH - grant-in-aid	<u>\$ 5,760</u>	<u>\$ 5,760</u>	<u>\$ --</u>
Expenditures:			
Inter/intra agency	5,328	5,328	--
Indirect costs	<u>432</u>	<u>432</u>	<u>--</u>
Total expenditures	<u>5,760</u>	<u>5,760</u>	<u>--</u>
Excess of revenues over expenditures	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 094 - Ryan White Aids Project
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
DPH - grant-in-aid	<u>\$ 173,204</u>	<u>\$ 178,791</u>	<u>\$ (5,587)</u>
Expenditures:			
Salaries and fringe benefits	25,736	28,161	2,425
Other operating	97,478	100,640	3,162
Intra/inter agency	37,250	37,250	--
Indirect costs	<u>12,740</u>	<u>12,740</u>	<u>--</u>
Total expenditures	<u>173,204</u>	<u>178,791</u>	<u>5,587</u>
Excess of revenues over expenditures	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Revenues, Expenditures and Other Financing Sources (Uses)

Budget to Actual

Program 112 - Early Intervention

Year Ended June 30, 2012

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues:			
DPH - grant-in-aid	\$ 265,883	\$ 275,947	\$ (10,064)
Fee income	2,114	2,120	(6)
Medicaid/Medicare	9,926	10,000	(74)
Intra/inter agency	5,073	5,073	--
Total revenues	<u>282,996</u>	<u>293,140</u>	<u>(10,144)</u>
Other financing sources -			
Use of assigned fund balance	<u>11,327</u>	<u>11,327</u>	<u>--</u>
Total revenues and other financing sources	<u>294,323</u>	<u>304,467</u>	<u>(10,144)</u>
Expenditures:			
Salaries and fringe benefits	97,009	106,851	9,842
Other operating	164,578	176,320	11,742
Intra/inter agency	--	600	600
Indirect costs	20,696	20,696	--
Total expenditures	<u>282,283</u>	<u>304,467</u>	<u>22,184</u>
Excess of revenues and other financing sources over expenditures	12,040	<u>\$ --</u>	<u>\$ 12,040</u>
Other financing (uses) -			
Transfer to fund balance - Prior year program income	<u>(12,040)</u>		
Excess of revenues and other financing sources over expenditures and other financing (uses)	<u>\$ --</u>		

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Revenues, Expenditures and Other Financing Sources (Uses)

Budget to Actual

Program 155 - Environmental Education

Year Ended June 30, 2012

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
Fee income	\$ 1,000	\$ 950	\$ 50
Other financing sources -			
Use of assigned fund balance	<u>964</u>	<u>964</u>	<u>--</u>
Total revenues and other financing sources	<u>1,964</u>	<u>1,914</u>	<u>50</u>
Expenditures:			
Other operating	1,756	1,779	23
Indirect costs	<u>136</u>	<u>135</u>	<u>(1)</u>
Total expenditures	<u>1,892</u>	<u>1,914</u>	<u>22</u>
Excess of revenues and other financing sources over expenditures	72	<u>\$ --</u>	<u>\$ 72</u>
Other financing (uses) -			
Transfer to fund balance - Prior year program income	<u>(72)</u>		
Excess of revenues and other financing sources over expenditures and other financing (uses)	<u>\$ --</u>		

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 170 - Hypertension/SHAPP
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
DPH - grant-in-aid	<u>\$ 6,500</u>	<u>\$ 6,500</u>	<u>\$ --</u>
Expenditures:			
Inter/intra agency	6,012	6,012	--
Indirect costs	<u>488</u>	<u>488</u>	<u>--</u>
Total expenditures	<u>6,500</u>	<u>6,500</u>	<u>--</u>
Excess of revenues over expenditures	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Revenues, Expenditures and Other Financing Sources (Uses)

Budget to Actual

Program 195 - District Operations

Year Ended June 30, 2012

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
Intra/inter agency	<u>\$ 1,602,167</u>	<u>\$ 1,602,167</u>	<u>\$ --</u>
Other financing sources -			
Transfer from fund balance -			
Prior year program income	<u>5,891</u>	<u>5,891</u>	<u>--</u>
Total revenues and other financing sources	<u>1,608,058</u>	<u>1,608,058</u>	<u>--</u>
Expenditures:			
Salaries and fringe benefits	1,235,974	1,281,158	45,184
Equipment	3,660	3,660	--
Other operating	<u>291,750</u>	<u>323,240</u>	<u>31,490</u>
Total expenditures	<u>1,531,384</u>	<u>1,608,058</u>	<u>76,674</u>
Excess of revenues and other financing sources over expenditures	76,674	<u>\$ --</u>	<u>\$ 76,674</u>
Other financing (uses) -			
Transfer to fund balance -			
Prior year program income	<u>(76,674)</u>		
Excess of revenues over expenditures and other financing (uses)	<u>\$ --</u>		

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Revenues, Expenditures and Other Financing Sources

Budget to Actual

Program 198 - Pharmacy

Year Ended June 30, 2012

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
Fee income	<u>\$ 24,002</u>	<u>\$ 25,193</u>	<u>\$ (1,191)</u>
Other financing sources -			
Transfer from fund balance -			
Prior year program income	<u>12,738</u>	<u>12,738</u>	<u>--</u>
Total revenues and other			
financing sources	<u>36,740</u>	<u>37,931</u>	<u>(1,191)</u>
Expenditures:			
Other operating	3,185	4,186	1,001
Inter/intra agency	31,804	31,994	190
Indirect costs	<u>1,751</u>	<u>1,751</u>	<u>--</u>
Total expenditures	<u>36,740</u>	<u>37,931</u>	<u>1,191</u>
Excess of revenues and other financing			
sources over expenditures	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 200 - Immunization - PHBG
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
DPH - grant-in-aid	<u>\$ 31,727</u>	<u>\$ 31,727</u>	<u>\$ --</u>
Expenditures -			
Inter/intra agency	<u>31,727</u>	<u>31,727</u>	<u>--</u>
Excess of revenues over expenditures	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 238 - Teen Center Youth Development
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
DPH - grant-in-aid	<u>\$ 34,034</u>	<u>\$ 34,034</u>	<u>\$ --</u>
Expenditures:			
Salaries and fringe benefits	26,792	26,792	--
Other operating	1,168	1,168	--
Indirect costs	<u>6,074</u>	<u>6,074</u>	<u>--</u>
Total expenditures	<u>34,034</u>	<u>34,034</u>	<u>--</u>
Excess of revenues over expenditures	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 241 - CDC/Cities Readiness Initiatives (CRI)
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
DPH - grant-in-aid	<u>\$ 7,650</u>	<u>\$ 7,651</u>	<u>\$ (1)</u>
Expenditures -			
Other operating	<u>7,650</u>	<u>7,651</u>	<u>1</u>
Excess of revenues over expenditures	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Revenues, Expenditures and Other Financing Sources (Uses)

Budget to Actual

Program 245 - EPI Capacity

Year Ended June 30, 2012

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues:			
DPH - grant-in-aid	\$ 55,480	\$ 57,051	\$ (1,571)
Inter/intra agency	9,906	9,906	--
Total revenues	<u>65,386</u>	<u>66,957</u>	<u>(1,571)</u>
Other financing sources -			
Transfer from fund balance -			
Prior year program income	<u>2</u>	<u>--</u>	<u>2</u>
Total revenues and other financing sources	<u>65,388</u>	<u>66,957</u>	<u>(1,569)</u>
Expenditures:			
Salaries and fringe benefits	57,003	57,614	611
Other operating	4,104	5,064	960
Indirect costs	<u>4,279</u>	<u>4,279</u>	<u>--</u>
Total expenditures	<u>65,386</u>	<u>66,957</u>	<u>1,571</u>
Excess of revenues and other financing sources over expenditures	2	<u><u>\$ --</u></u>	<u><u>\$ 2</u></u>
Other financing (uses) -			
Transfer to fund balance -			
Prior year program income	<u>(2)</u>		
Excess of revenues and other financing sources over expenditures and other financing (uses)	<u><u>\$ --</u></u>		

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Revenues and Expenditures

Budget to Actual

Program 247 - Public Health Emergency Preparedness (PHEP)

Year Ended June 30, 2012

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues:			
DPH - grant-in-aid	<u>\$ 34,872</u>	<u>\$ 34,873</u>	<u>\$ (1)</u>
Expenditures:			
Salaries and fringe benefits	31,766	31,767	1
Other operating	<u>3,106</u>	<u>3,106</u>	<u>--</u>
Total expenditures	<u>34,872</u>	<u>34,873</u>	<u>1</u>
Excess of revenues over expenditures	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 265 - Childhood Lead Poisoning
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
DPH - grant-in-aid	<u>\$ 71,297</u>	<u>\$ 72,000</u>	<u>\$ (703)</u>
Expenditures:			
Other operating	1,897	2,600	703
Inter/intra agency	64,000	64,000	--
Indirect costs	5,400	5,400	--
Total expenditures	<u>71,297</u>	<u>72,000</u>	<u>703</u>
Excess of revenues over expenditures	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 280 - EPI Capacity Additional
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
DPH - grant-in-aid	<u>\$ 1,125</u>	<u>\$ 15,000</u>	<u>\$ (13,875)</u>
Expenditures:			
Other operating	--	13,875	(13,875)
Indirect costs	<u>1,125</u>	<u>1,125</u>	<u>--</u>
Total expenditures	<u>1,125</u>	<u>15,000</u>	<u>13,875</u>
Excess of revenues over expenditures	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 298 - Children's 1st - Developmental
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
DPH - grant-in-aid	<u>\$ 15,193</u>	<u>\$ 15,193</u>	<u>\$ --</u>
Expenditures:			
Salaries and fringe benefits	10,754	10,754	--
Other operating	3,028	3,028	--
Indirect costs	1,411	1,411	--
Total expenditures	<u>15,193</u>	<u>15,193</u>	<u>--</u>
Excess of revenues over expenditures	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Revenues and Expenditures

Budget to Actual

Program 301- WIC Cost Pool

Year Ended June 30, 2012

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
DPH - grant-in-aid	<u>\$ 2,077,382</u>	<u>\$ 2,080,156</u>	<u>\$ (2,774)</u>
Expenditures -			
Salaries and fringe benefits	<u>2,077,382</u>	<u>2,080,156</u>	<u>2,774</u>
Excess of revenues over expenditures	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 306 - Youth Development Coordination
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
DPH - grant-in-aid	<u>\$ 29,173</u>	<u>\$ 29,174</u>	<u>\$ (1)</u>
Expenditures:			
Salaries and fringe benefits	23,826	23,826	--
Other operating	96	97	1
Indirect costs	<u>5,251</u>	<u>5,251</u>	<u>--</u>
Total expenditures	<u>29,173</u>	<u>29,174</u>	<u>1</u>
Excess of revenues over expenditures	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Revenues, Expenditures and Other Financing Sources (Uses)

Budget to Actual

Program 322 - HIV Prevention In Youth

Year Ended June 30, 2012

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues:			
DPH - grant-in-aid	\$ 29,895	\$ 30,000	\$ (105)
Inter/intra agency	1,248	1,248	--
Total revenues	<u>31,143</u>	<u>31,248</u>	<u>(105)</u>
Expenditures:			
Salaries and fringe benefits	14,672	14,672	--
Other operating	2,369	2,474	105
Inter/intra agency	12,334	12,334	--
Indirect costs	1,768	1,768	--
Total expenditures	<u>31,143</u>	<u>31,248</u>	<u>105</u>
Excess of revenues over expenditures	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 329 - Breastfeeding Peer Counseling
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues:			
DPH - grant-in-aid	\$ 125,216	\$ 125,216	\$ --
Inter/intra agency	1,228	1,228	--
Total revenues	<u>126,444</u>	<u>126,444</u>	<u>--</u>
Expenditures:			
Salaries and fringe benefits	101,164	101,164	--
Other operating	<u>25,280</u>	<u>25,280</u>	<u>--</u>
Total expenditures	<u>126,444</u>	<u>126,444</u>	<u>--</u>
Excess of revenues over expenditures	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Revenues and Expenditures

Budget to Actual

Program 344 - Community Health Awareness Screening Education Program

Year Ended June 30, 2012

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
DPH - grant-in-aid	<u>\$ 21,292</u>	<u>\$ 36,878</u>	<u>\$ (15,586)</u>
Expenditures:			
Other operating	18,526	34,112	15,586
Indirect costs	<u>2,766</u>	<u>2,766</u>	<u>--</u>
Total expenditures	<u>21,292</u>	<u>36,878</u>	<u>15,586</u>
Excess of revenues over expenditures	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 367 - Comprehensive STD Program
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
DPH - grant-in-aid	<u>\$ 1,529</u>	<u>\$ 1,529</u>	<u>\$ --</u>
Expenditures -			
Other operating	<u>1,529</u>	<u>1,529</u>	<u>--</u>
Excess of revenues over expenditures	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 401 - Family Planning - TANF
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	Variance, Favorable (Unfavorable)
Revenues:			
DPH - grant-in-aid	\$ 592,358	\$ 592,358	\$ --
Inter/intra agency	12,165	12,165	--
Total revenues	<u>604,523</u>	<u>604,523</u>	<u>--</u>
Expenditures:			
Salaries and fringe benefits	290,518	290,518	--
Other operating	86,042	86,042	--
Inter/intra agency	182,539	182,539	--
Indirect costs	45,424	45,424	--
Total expenditures	<u>604,523</u>	<u>604,523</u>	<u>--</u>
Excess of revenues over expenditures	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 404 - Wellness Child Outreach (EPSDT)
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	Variance, Favorable (Unfavorable)
Revenues:			
DPH - grant-in-aid	\$ 39,462	\$ 39,462	\$ --
Inter/intra agency	919	919	--
Total revenues	<u>40,381</u>	<u>40,381</u>	<u>--</u>
Expenditures:			
Salaries and fringe benefits	17,424	17,424	--
Other operating	4,951	4,951	--
Inter/intra agency	15,046	15,046	--
Indirect costs	2,960	2,960	--
Total expenditures	<u>40,381</u>	<u>40,381</u>	<u>--</u>
Excess of revenues over expenditures	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 405 - State Cervical Cancer Screening Program
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
DPH - grant-in-aid	<u>\$ 99,857</u>	<u>\$ 99,863</u>	<u>\$ (6)</u>
Expenditures:			
Other operating	92,367	92,373	6
Indirect costs	<u>7,490</u>	<u>7,490</u>	<u>--</u>
Total expenditures	<u>99,857</u>	<u>99,863</u>	<u>6</u>
Excess of revenues over expenditures	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues, Expenditures and Other Financing Sources (Uses) -
Budget to Actual
Program 409 - Children Medical Services (CMS)
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues:			
DPH-grant-in-aid	\$ 823,860	\$ 858,141	\$ (34,281)
Medicaid/Medicare	5,644	5,644	--
Inter/intra agency	<u>25,657</u>	<u>25,657</u>	<u>--</u>
	855,161	889,442	(34,281)
Other financing sources -			
Transfer from fund balance -			
Prior year program income	<u>5,976</u>	<u>5,976</u>	<u>--</u>
Total revenues and other financing sources	<u>861,137</u>	<u>895,418</u>	<u>(34,281)</u>
Expenditures:			
Salaries and fringe benefits	458,154	461,714	3,560
Equipment	3,963	4,565	602
Other operating	326,455	362,218	35,763
Inter/intra agency	2,112	2,112	--
Indirect costs	<u>64,809</u>	<u>64,809</u>	<u>--</u>
Total expenditures	<u>855,493</u>	<u>895,418</u>	<u>39,925</u>
Excess of revenues and other financing sources over expenditures	5,644	<u>\$ --</u>	<u>\$ 5,644</u>
Other financing (uses) -			
Transfer to fund balance -			
Prior year program income	<u>(5,644)</u>		
Excess of revenues and other financing sources over expenditures and other financing (uses)	<u>\$ --</u>		

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Revenues and Expenditures

Budget to Actual

Program 460 - Outpatient UNHSI

Year Ended June 30, 2012

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues:			
DPH - grant-in-aid	\$ 25,091	\$ 25,112	\$ (21)
Inter/intra agency	1,037	1,037	--
Total revenues	<u>26,128</u>	<u>26,149</u>	<u>(21)</u>
Expenditures:			
Salaries and fringe benefits	22,507	22,507	
Other operating	1,738	1,759	21
Indirect costs	<u>1,883</u>	<u>1,883</u>	<u>--</u>
Total expenditures	<u>26,128</u>	<u>26,149</u>	<u>21</u>
Excess of revenues over expenditures	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 461 - Outpatient UNHSI / Audiology Support
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues:			
DPH - grant-in-aid	\$ 41,939	\$ 49,163	\$ (7,224)
Inter/intra agency	1,952	1,952	--
Total revenues	<u>43,891</u>	<u>51,115</u>	<u>(7,224)</u>
Expenditures:			
Salaries and fringe benefits	31,513	31,790	277
Other operating	8,691	15,638	6,947
Indirect costs	3,687	3,687	--
Total expenditures	<u>43,891</u>	<u>51,115</u>	<u>7,224</u>
Excess of revenues over expenditures	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 464 - State Breast and Cervical Cancer
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
DPH - grant-in-aid	<u>\$ 67,500</u>	<u>\$ 67,500</u>	<u>\$ --</u>
Expenditures:			
Salaries and fringe benefits	326	327	1
Other operating	62,111	62,111	--
Indirect costs	5,063	5,062	1
Total expenditures	<u>67,500</u>	<u>67,500</u>	<u>--</u>
Excess of revenues over expenditures	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 466 - Health Promotion Initiative
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues:			
DPH - grant-in-aid	\$ 55,999	\$ 56,000	\$ (1)
Inter/intra agency	166	166	--
Total revenues	<u>56,165</u>	<u>56,166</u>	<u>(1)</u>
Expenditures:			
Salaries and fringe benefits	24,211	24,212	1
Other operating	27,079	27,079	--
Indirect costs	<u>4,875</u>	<u>4,875</u>	<u>--</u>
Total expenditures	<u>56,165</u>	<u>56,166</u>	<u>1</u>
Excess of revenues over expenditures	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 498 - PH Emergency Preparedness Program
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
DPH - grant-in-aid	<u>\$ 263,904</u>	<u>\$ 312,571</u>	<u>\$ (48,667)</u>
Expenditures:			
Salaries and fringe benefits	226,923	229,928	3,005
Other operating	13,538	59,200	45,662
Indirect costs	23,443	23,443	--
Total expenditures	<u>263,904</u>	<u>312,571</u>	<u>48,667</u>
Excess of revenues over expenditures	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 501 - CDC/Cities Readiness Initiative (CRI)
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	Variance, Favorable (Unfavorable)
Revenues -			
DPH - grant-in-aid	<u>\$ 11,933</u>	<u>\$ 40,000</u>	<u>\$ (28,067)</u>
Expenditures:			
Other operating	8,933	37,000	28,067
Indirect costs	<u>3,000</u>	<u>3,000</u>	<u>--</u>
Total expenditures	<u>11,933</u>	<u>40,000</u>	<u>28,067</u>
Excess of revenues over expenditures	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Revenues and Expenditures

Budget to Actual

Program 522 - MIECHV

Year Ended June 30, 2012

	<u>Actual</u>	<u>Budget</u>	Variance, Favorable (Unfavorable)
Revenues -			
DPH - grant-in-aid	<u>\$ 4,130</u>	<u>\$ 24,655</u>	<u>\$ (20,525)</u>
Expenditures:			
Salaries and fringe benefits	4,130	4,236	106
Other operating	<u>--</u>	<u>20,419</u>	<u>20,419</u>
Total expenditures	<u>4,130</u>	<u>24,655</u>	<u>20,525</u>
Excess of revenues over expenditures	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 524 - Komen For Cure Breast Cancer
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
DPH - grant-in-aid	<u>\$ 2,428</u>	<u>\$ 2,495</u>	<u>\$ (67)</u>
Expenditures -			
Other operating	<u>2,428</u>	<u>2,495</u>	<u>67</u>
Excess of revenues over expenditures	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 543 - Infants and Toddlers with Disabilities
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	Variance, Favorable (Unfavorable)
Revenues:			
DPH - grant-in-aid	\$ 296,918	\$ 317,792	\$ (20,874)
Inter/intra agency	9,844	9,844	--
Total revenues	<u>306,762</u>	<u>327,636</u>	<u>(20,874)</u>
Expenditures:			
Salaries and fringe benefits	198,944	212,079	13,135
Other operating	73,885	81,624	7,739
Inter/intra agency	349	349	--
Indirect costs	33,584	33,584	--
Total expenditures	<u>306,762</u>	<u>327,636</u>	<u>20,874</u>
Excess of revenues over expenditures	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Revenues, Expenditures and Other Financing Sources (Uses) -

Budget to Actual

Program 557 - Children 1st - First Care

Year Ended June 30, 2012

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues:			
DPH - grant-in-aid	\$ 28,731	\$ 28,778	\$ (47)
Medicaid/Medicare	273	273	--
Inter/intra agency	136	136	--
Total revenues	<u>29,140</u>	<u>29,187</u>	<u>(47)</u>
Other financing sources -			
Transfer from fund balance -			
Prior year program income	<u>1,691</u>	<u>1,691</u>	<u>--</u>
Total revenues and other financing sources	<u>30,831</u>	<u>30,878</u>	<u>(47)</u>
Expenditures:			
Salaries and fringe benefits	20,763	21,067	304
Other operating	7,622	7,638	16
Inter/intra agency	15	15	--
Indirect costs	2,158	2,158	--
Total expenditures	<u>30,558</u>	<u>30,878</u>	<u>320</u>
Excess of revenues and other financing sources over expenditures	273	<u>\$ --</u>	<u>\$ 273</u>
Other financing (uses) -			
Transfer to fund balance -			
Prior year program income	<u>(273)</u>		
Excess of revenues and other financing sources over expenditures and other financing (uses)	<u>\$ --</u>		

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Revenues and Expenditures

Budget to Actual

Program 559 - Family Planning - District Cadre Realignment

Year Ended June 30, 2012

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues:			
DPH - grant-in-aid	\$ 76,580	\$ 79,911	\$ (3,331)
Inter/intra agency	4,097	4,097	--
Total revenues	<u>80,677</u>	<u>84,008</u>	<u>(3,331)</u>
Expenditures:			
Salaries and fringe benefits	74,684	78,015	(3,331)
Indirect costs	5,993	5,993	--
Total expenditures	<u>80,677</u>	<u>84,008</u>	<u>3,331</u>
Excess of revenues over expenditures	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues and Expenditures
Budget to Actual
Program 566 - HCEPPR Coordination
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
DPH - grant-in-aid	<u>\$ 71,121</u>	<u>\$ 79,000</u>	<u>\$ (7,879)</u>
Expenditures:			
Salaries and fringe benefits	64,904	65,495	(591)
Other operating	1,715	9,003	7,288
Indirect costs	4,502	4,502	--
Total expenditures	<u>71,121</u>	<u>79,000</u>	<u>7,879</u>
Excess of revenues over expenditures	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Revenues and Expenditures

Budget to Actual

Program 567 - Hospital Resource Deployment Cache Storage

Year Ended June 30, 2012

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
DPH - grant-in-aid	<u>\$ 481</u>	<u>\$ 3,084</u>	<u>\$ (2,603)</u>
Expenditures:			
Other operating	308	2,910	2,602
Indirect costs	<u>173</u>	<u>174</u>	<u>1</u>
Total expenditures	<u>481</u>	<u>3,084</u>	<u>2,603</u>
Excess of revenues over expenditures	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Revenues and Expenditures

Budget to Actual

Program 577 - Tuberculosis: Comprehensive Clinical TB Course

Year Ended June 30, 2012

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues -			
DPH - grant-in-aid	<u>\$ 800</u>	<u>\$ 800</u>	<u>\$ --</u>
Expenditures -			
Other operating	<u>800</u>	<u>800</u>	<u>--</u>
Excess of revenues over expenditures	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Revenues, Expenditures and Other Financing Sources (Uses) -
Budget to Actual
Program 579 - BCW/ARRA of 2009 Part C - EI System
Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	Variance, Favorable (Unfavorable)
Revenues:			
DPH - grant-in-aid	\$ 55,974	\$ 55,975	\$ (1)
Medicaid/Medicare	1,495	--	1,495
Total revenues	<u>57,469</u>	<u>55,975</u>	<u>1,494</u>
Expenditures:			
Salaries and fringe benefits	30,946	30,947	(1)
Other operating	<u>25,028</u>	<u>25,028</u>	<u>--</u>
Total expenditures	<u>55,974</u>	<u>55,975</u>	<u>1</u>
Excess of revenues and other financing sources over expenditures	1,495	<u><u>\$ --</u></u>	<u><u>\$ 1,495</u></u>
Other financing (uses) -			
Transfer to fund balance -			
Prior year program income	<u>(1,495)</u>		
Excess of revenues and other financing sources over expenditures and other financing (uses)	<u><u>\$ --</u></u>		

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Revenues and Expenditures

Budget to Actual

Program 584 - SHAAP & Cardiovascular Health Initiative

Year Ended June 30, 2012

	<u>Actual</u>	<u>Budget</u>	Variance, Favorable (Unfavorable)
Revenues -			
DPH - grant-in-aid	<u>\$ 4,000</u>	<u>\$ 4,000</u>	<u>\$ --</u>
Expenditures:			
Inter/intra agency	3,700	3,700	--
Indirect costs	<u>300</u>	<u>300</u>	<u>--</u>
Total expenditures	<u>4,000</u>	<u>4,000</u>	<u>--</u>
Excess of revenues over expenditures	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Revenues, Expenditures and Other Financing Sources (Uses)

Budget to Actual

Program 643 - WIC Administrative Costs

Year Ended June 30, 2012

	<u>Actual</u>	<u>Budget</u>	<u>Variance, Favorable (Unfavorable)</u>
Revenues:			
DPH - grant-in-aid	\$ 776,859	\$ 805,866	\$ (29,007)
Fee income	1,496	1,500	(4)
Total revenues	<u>778,355</u>	<u>807,366</u>	<u>(29,011)</u>
Other financing sources -			
Transfer from fund balance -			
Prior year program income	<u>2,441</u>	<u>--</u>	<u>2,441</u>
Total revenues and other financing sources	<u>780,796</u>	<u>807,366</u>	<u>(26,570)</u>
Expenditures:			
Equipment	5,132	8,772	3,640
Other operating	450,117	472,493	22,376
Inter/intra agency	88,194	90,244	2,050
Indirect costs	<u>235,857</u>	<u>235,857</u>	<u>--</u>
Total expenditures	<u>779,300</u>	<u>807,366</u>	<u>28,066</u>
Excess of revenues and other financing sources over expenditures	1,496	<u>\$ --</u>	<u>\$ 1,496</u>
Other financing (uses) -			
Transfer to fund balance -			
Prior year program income	<u>(1,496)</u>		
Excess of revenues and other financing sources over expenditures and other financing (uses)	<u>\$ --</u>		

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Independent Auditor's
Proposed Financial Settlement
Year Ended June 30, 2012**

<u>Program Name</u>	<u>Program Number</u>	<u>Proposed Financial Settlement</u>
Public Health	001	\$ --
WIC - Nutrition Education	007	\$ --
WIC - Breastfeeding	009	\$ --
Georgia Cancer Registry	020	\$ --
District Administration	021	\$ --
Children's 1st - 2	024	\$ --
Federal Cancer Registry	025	\$ --
Genetics	027	\$ --
Children's 1st - 3	029	\$ --
Children's 1st - 4	030	\$ --
TB Case Management	031	\$ --
HIV/AIDS Substance Abuse	044	\$ --
HIV/AIDS Substance Abuse	048	\$ --
Breasttest and More	056	\$ --
Hypertension Management Outreach	063	\$ --
Immunization	066	\$ --
Oral Health	076	\$ --
District Cadre Rent	078	\$ --
HIV District Rent	089	\$ --
Ryan White Aids Project	094	\$ --
Early Intervention	112	\$ --
Hypertension/SHAPP	170	\$ --
Immunization - PHBG	200	\$ --
Teen Center Youth Development	238	\$ --
CDC/Cities Readiness Initiatives (CRI)	241	\$ --
EPI Capacity	245	\$ --
Public Health Emergency Preparedness (PHEP)	247	\$ --
Childhood Lead Poisoning	265	\$ --
EPI Capacity Additional	280	\$ --
Children's 1st - Developmental	298	\$ --
WIC Cost Pool	301	\$ --
Youth Development Coordination	306	\$ --
HIV Prevention In Youth	322	\$ --
Breastfeeding Peer Counseling	329	\$ --
Community Health Awareness Screening Education Program	344	\$ --

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

**Schedule of Independent Auditor's
Proposed Financial Settlement
Year Ended June 30, 2012**

<u>Program Name</u>	<u>Program Number</u>	<u>Proposed Financial Settlement</u>
Comprehensive STD Program	367	\$ --
Family Planning - TANF	401	\$ --
Wellness Child Outreach (EPSDT)	404	\$ --
State Cervical Cancer Screening Program	405	\$ --
Children Medical Services (CMS)	409	\$ --
Outpatient UNHSI	460	\$ --
Outpatient UNHSI / Audiology Support	461	\$ --
State Breast and Cervical Cancer	464	\$ --
Health Promotion Initiative	466	\$ --
PH Emergency Preparedness Program	498	\$ --
CDC/Cities Readiness Initiative (CRI)	501	\$ --
MIECHV	522	\$ --
Komen For Cure Breast Cancer	524	\$ --
Infants and Toddlers with Disabilities	543	\$ --
Children 1st - First Care	557	\$ --
Family Planning - District Cadre Realignment	559	\$ --
HCEPPR Coordination	566	\$ --
Hospital Resource Deployment Cache Storage	567	\$ --
Tuberculosis - Comprehensive Clinical TB Course	577	\$ --
BCW/ARRA of 2009 Part C - EI System	579	\$ --
SHAAP & Cardiovascular Health Initiative	584	\$ --
WIC Administrative Costs	643	\$ --

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of State Contractual Assistance

Year Ended June 30, 2012

Program Name	Program Number	Revenue	Expenditures	Amount Due (to) from State
Grant-in-aid passed through the Department of Public Health:				
Public Health	001	\$ 1,031,510	\$ 1,031,510	\$ --
WIC - Nutrition Education	007	64,876	64,876	30,194
WIC - Breastfeeding	009	89,705	89,705	42,905
Georgia Cancer Registry	020	57,733	57,733	2,660
District Administration	021	104,730	104,730	--
Children's 1st - 2	024	70,033	70,033	--
Federal Cancer Registry	025	70,309	70,309	10,055
Genetics	027	65,522	65,522	7,761
Children's 1st - 3	029	32,256	32,256	5,070
Children's 1st - 4	030	86,528	86,528	5,199
TB Case Management	031	173,560	173,560	120
HIV/AIDS Substance Abuse	044	18,649	18,649	(10,570)
HIV/AIDS Substance Abuse	048	6,433	6,433	--
Breasttest and More	056	209,010	209,010	13,308
Hypertension Management Outreach	063	62,928	62,928	57,264
Immunization	066	59,344	59,344	14,573
Oral Health	076	52,000	52,000	5,000
District Cadre Rent	078	33,902	33,902	(1)
HIV District Rent	089	5,760	5,760	--
Ryan White Aids Project	094	173,204	173,204	13,816
Early Intervention	112	265,883	265,883	4,267
Hypertension/SHAPP	170	6,500	6,500	--
Immunization - PHBG	200	31,727	31,727	--
Teen Center Youth Development	238	34,034	34,034	--
CDC/Cities Readiness Initiatives (CRI)	241	7,650	7,650	--
EPI Capacity	245	55,480	55,480	(1,571)
Public Health Emergency Preparedness (PHEP)	247	34,872	34,872	--
Childhood Lead Poisoning	265	71,297	71,297	(702)
EPI Capacity Additional	280	1,125	1,125	(1,350)
Children's 1st - Developmental	298	15,193	15,193	--
WIC Cost Pool	301	2,077,382	2,077,382	161,914
Youth Development Coordination	306	29,173	29,173	--
HIV Prevention In Youth	322	29,895	29,895	(105)
Breastfeeding Peer Counseling	329	125,216	125,216	14,205
Community Health Awareness Screening Education Program	344	21,292	21,292	11,868
Comprehensive STD Program	367	1,529	1,529	--
Family Planning - TANF	401	592,358	592,358	46,536

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of State Contractual Assistance

Year Ended June 30, 2012

<u>Program Name</u>	<u>Program Number</u>	<u>Revenue</u>	<u>Expenditures</u>	<u>Amount Due (to) from State</u>
Grant-in-aid passed through the Department of Public Health:				
Wellness Child Outreach (EPSDT)	404	39,462	39,462	5,271
State Cervical Cancer Screening Program	405	99,857	99,857	20,247
Children Medical Services (CMS)	409	823,860	823,860	62,718
Outpatient UNHSI	460	25,091	25,091	(21)
Outpatient UNHSI / Audiology Support	461	41,939	41,939	6,051
State Breast and Cervical Cancer	464	67,500	67,500	6,590
Health Promotion Initiative	466	55,999	55,999	16,133
PH Emergency Preparedness Program	498	263,904	263,904	8,035
CDC/Cities Readiness Initiative (CRI)	501	11,933	11,933	(2,930)
MIECHV	522	4,130	4,130	(1,209)
Komen For Cure Breast Cancer	524	2,428	2,428	(67)
Infants and Toddlers with Disabilities	543	296,918	296,918	(2,714)
Children 1st - First Care	557	28,731	28,731	818
Family Planning - District Cadre Realignment	559	76,580	76,580	(1,217)
HCEPPR Coordination	566	71,121	71,121	1,831
Hospital Resource Deployment Cache Storage	567	481	481	(278)
Tuberculosis - Comprehensive Clinical TB Cour:	577	800	800	--
BCW/ARRA of 2009 Part C - EI System	579	55,974	55,974	--
SHAAP & Cardiovascular Health Initiative	584	4,000	4,000	--
WIC Administrative Costs	643	776,859	776,859	170,214
Total Grant-in-aid		\$ 8,616,165	\$ 8,616,165	\$ 721,888

<u>Program Name</u>	<u>Program Number</u>	<u>Contract Number</u>	<u>Revenue</u>	<u>Expenditures</u>	<u>Amount Due (to) from State</u>
Department of Health and Human Services Contract -					
Title III Ryan White	067	6H76HA01708-08-01	\$ 349,131	\$ 349,131	\$ --
Title III Ryan White	068	6H76HA01708-09-02	109,862	109,862	--
Total Other Contracts			\$ 458,993	\$ 458,993	\$ --
Total Grant-in-aid, DHR Contracts, Federal and State Contracts			\$ 9,075,158	\$ 9,075,158	\$ 721,888

Refer to accompanying independent auditor's report.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Changes in Fund Balance

Year Ended June 30, 2012

	<u>Prior Year Program Income</u>	<u>Operating Fund Balance</u>	<u>Total</u>
Fund Balance - Beginning	\$ 48,864	\$ 1,811,062	\$ 1,859,926
Additions:			
Revenues	--	12,517,239	12,517,239
Prior year program income	100,922	48,864	149,786
Prior year admin claiming income	--	--	--
Deductions:			
Expenditures	--	(12,647,021)	(12,647,021)
Prior year program income	(48,864)	(100,922)	(149,786)
Prior year admin claiming income	--	--	--
Fund Balance - Ending	<u>\$ 100,922</u>	<u>\$ 1,629,222</u>	<u>\$ 1,730,144</u>

Refer to accompanying independent auditor's report.



NICHOLS, CAULEY & ASSOCIATES, LLC

A Professional Services Firm of:
Certified Public Accountants
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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 Health
Cherokee County Department of Public Health
100 West Walnut Avenue, Suite 92
Dalton, Georgia 30720

We have audited the component unit financial statements of the Cherokee County Department of Public Health (Department) as of and for the year ended June 30, 2012 and have issued our report thereon dated December 10, 2012. We conducted our audit 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Department's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the component unit financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Department's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Department's internal control over financial reporting.

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.

Our consideration of internal control over financial reporting 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 financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Department's component unit 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*.

This report is intended solely for the information and use of the Cherokee County Department of Public Health and the Georgia Department of Public Health and is not intended to be and should not be used by anyone other than these specified parties.

Richels, Cauley + Associates, LLC

Atlanta, Georgia
December 10, 2012



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REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Board of Health
Cherokee County Department of Public Health
100 West Walnut Avenue, Suite 92
Dalton, Georgia 30720

Compliance

We have audited Cherokee County Department of Public Health's (Department) compliance with the types of compliance requirements described in *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the Department's major federal programs for the year ended June 30, 2012. The Department's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the Department's management. Our responsibility is to express an opinion on the Department'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 OMB Circular A-133, *Audits of State and Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 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 Department'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 on the Department's compliance with those requirements.

In our opinion, the Cherokee County Department of Public Health complied, in all material respects, with the 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, 2012.

Internal Control Over Compliance

The management of the Department is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the Department's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, 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 Department'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 duties, 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.

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 the Department's internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of, the Board of Health, management and the Georgia Department of Public Health and is not intended to be and should not be used by anyone other than these specified parties.

Richards, Cauley + Associates, LLC

Atlanta, Georgia
December 10, 2012

CHEROKEE DEPARTMENT OF PUBLIC HEALTH

Schedule of Findings and Questioned Costs

Year Ended June 30, 2012

1. SUMMARY OF AUDITOR'S RESULTS:

SECTION I – SUMMARY OF AUDIT RESULTS

Financial Statements

Type of auditor's report issued: unqualified
Internal control over financial reporting:
Material weakness identified? _____ yes X no
Significant deficiency identified
not considered to be material weaknesses? _____ yes X none
Noncompliance material to financial statements
noted? _____ yes X no

Federal Awards

Internal Control over major programs:
Material weakness identified? _____ yes X no
Significant deficiency identified
not considered to be material weaknesses? _____ yes X none
Type of auditor's report issued on compliance
For major programs: unqualified
Any audit findings disclosed that are required
To be reported in accordance with
Circular A-133, Section .510(a)? _____ yes X no

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Programs</u>
10.557	Special Supplemental Nutritional Program for Women, Infants and Children.
93.918	Grants to Provide Outpatient Early Intervention Services
93.994	Maternal and Child Health Services Block Grant to the States

Dollar threshold used to distinguish
Between Type A and Type B programs: \$300,000
Auditee qualified as low-risk auditee? X yes _____ no

CHEROKEE DEPARTMENT OF PUBLIC HEALTH

Schedule of Findings and Questioned Costs

Year Ended June 30, 2012

2. FINANCIAL STATEMENT FINDINGS:

None Reported.

3. FEDERAL AWARD FINDINGS:

None Reported.

4. STATUS OF PRIOR AUDIT FINDINGS:

None Reported.

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2012

<u>FEDERAL GRANTOR/PASS THROUGH ENTITY</u> <u>GRANTOR/PROGRAM TITLE</u>	<u>Federal CFDA</u> <u>Number</u>	<u>Pass-Through</u> <u>Entity Identifying</u> <u>Number</u>	<u>Federal</u> <u>Program</u> <u>Expenditures</u>
<u>U. S. DEPARTMENT OF HEALTH & HUMAN SERVICES</u>			
Grants to Provide Outpatient Early Intervention with Respect to HIV Disease	93.918	6H76HA01708-08-01	\$ 349,131
Grants to Provide Outpatient Early Intervention with Respect to HIV Disease	93.918	6H76HA01708-09-02	109,862
			<u>458,993</u>
Pass through Georgia Department of Public Health:			
Public Health Emergency Preparedness	93.069	Program 241	7,650
Public Health Emergency Preparedness	93.069	Program 247	34,872
Public Health Emergency Preparedness	93.069	Program 498	263,904
Public Health Emergency Preparedness	93.069	Program 501	11,933
			<u>318,359</u>
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	Program 577	800
Family Planning Services	93.217	Program 559	68,922
Immunization Grants	93.268	Program 066	59,344
Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283	Program 025	70,309
Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283	Program 056	209,010
Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283	Program 584	4,000
			<u>283,319</u>
Affordable Care Act - Maternal, Infant, and Early Childhood Home Visiting Program Formula, Expansion, and Development Grants to States	93.505	Program 522	4,131

Refer to accompanying independent auditor's report and notes
to schedule of expenditures of federal awards

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2012

<u>FEDERAL GRANTOR/PASS THROUGH ENTITY</u> <u>GRANTOR/PROGRAM TITLE</u>	<u>Federal CFDA</u> <u>Number</u>	<u>Pass-Through</u> <u>Entity Identifying</u> <u>Number</u>	<u>Federal</u> <u>Program</u> <u>Expenditures</u>
<u>U. S. DEPARTMENT OF HEALTH & HUMAN SERVICES</u>			
Pass through Georgia Department of Public Health:			
Temporary Assistance for Needy Families	93.558	Program 024	70,033
Temporary Assistance for Needy Families	93.558	Program 238	34,034
Temporary Assistance for Needy Families	93.558	Program 306	29,173
Temporary Assistance for Needy Families	93.558	Program 401	592,358
			<u>725,598</u>
Medical Assistance Program	93.778	Program 021	<u>25,973</u>
National Bioterrorism Hospital Preparedness Program	93.889	Program 566	71,121
National Bioterrorism Hospital Preparedness Program	93.889	Program 567	481
			<u>71,602</u>
HIV Care Formula Grants	93.917	Program 094	<u>173,204</u>
HIV Prevention Activities - Health Department Based	93.940	Program 044	18,649
HIV Prevention Activities - Health Department Based	93.940	Program 048	6,433
HIV Prevention Activities - Health Department Based	93.940	Program 322	29,895
			<u>54,977</u>
Preventive Health Services - Sexually Transmitted Diseases	93.977	Program 367	<u>1,529</u>
Preventative Health and Heath Services Block Grant	93.991	Program 170	6,500
Preventative Health and Heath Services Block Grant	93.991	Program 200	31,727
			<u>38,227</u>
Maternal and Child Health Services Block Grant to the States	93.994	Program 029	32,256
Maternal and Child Health Services Block Grant to the States	93.994	Program 409	428,407
			<u>460,663</u>
			<u>2,745,641</u>

Refer to accompanying independent auditor's report and notes
to schedule of expenditures of federal awards

CHEROKEE COUNTY DEPARTMENT OF PUBLIC HEALTH

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2012

<u>FEDERAL GRANTOR/PASS THROUGH ENTITY</u> <u>GRANTOR/PROGRAM TITLE</u>	<u>Federal CFDA</u> <u>Number</u>	<u>Pass-Through</u> <u>Entity Identifying</u> <u>Number</u>	<u>Federal</u> <u>Program</u> <u>Expenditures</u>
<u>U.S. DEPARTMENT OF EDUCATION</u>			
Pass through Georgia Department of Community Health:			
Early Intervention Services (IDEA) Cluster:			
Special Education - Grants for Infants and Families	84.181	Program 543	<u>296,918</u>
ARRA - Special Education - Grants for Infants and Families	84.393	Program 298	15,193
ARRA - Special Education - Grants for Infants and Families	84.393	Program 579	<u>55,975</u>
			<u>71,168</u>
		Total U. S. Department of Education	<u>368,086</u>
<u>U.S. DEPARTMENT OF AGRICULTURE</u>			
Pass through Georgia Department of Public Health:			
Special Supplemental Nutrition Program for Women Infants, and Children	10.557	Program 007	64,876
Special Supplemental Nutrition Program for Women Infants, and Children	10.557	Program 009	89,705
Special Supplemental Nutrition Program for Women Infants, and Children	10.557	Program 301	2,077,382
Special Supplemental Nutrition Program for Women Infants, and Children	10.557	Program 329	125,216
Special Supplemental Nutrition Program for Women Infants, and Children	10.557	Program 643	<u>776,859</u>
		Total U. S. Department of Agriculture	<u>3,134,038</u>
		Total Expenditures of Federal Awards	<u>\$ 6,247,765</u>

Refer to accompanying independent auditor's report and notes
to schedule of expenditures of federal awards

CHEROKEE DEPARTMENT OF PUBLIC HEALTH

Notes to Schedule of Expenditures of Federal Awards

Year Ended June 30, 2012

1. General

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal awards received by the Cherokee County Department of Public Health. All federal awards received directly from federal agencies, as well as federal awards passed through other governmental agencies, are included on the schedule.

2. Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the full accrual basis of accounting, which is described in note I.B. to the Department's component unit financial statements. This schedule has been prepared in conformity with the accounting prescribed and permitted by DPH.

3. Relationship to Federal Financial Reports

Amounts reported in the accompanying schedule agree with the amounts reported in the related federal financial reports.