

Rock County

Report on Federal and State Awards

December 31, 2020

Rock County

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

To the County Board of
Rock County

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Rock County, Wisconsin as of and for the year ended December 31, 2020 and the related notes to the financial statements, which collectively comprise Rock County's basic financial statements, and have issued our report thereon dated December 22, 2021.

Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2020-001, that we consider to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Rock County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the 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*.

Rock County's Response to Finding

Rock County's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. Rock County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Baker Tilly US, LLP

Madison, Wisconsin
December 22, 2021

**Independent Auditors' Report on Compliance for Each
Major Federal and Major State Program; Report on
Internal Control Over Compliance; and Report on the
Schedule of Expenditures of Federal and State Awards Required
by the Uniform Guidance and the *State Single Audit Guidelines***

To the County Board of
Rock County

Report on Compliance for Each Major Federal and Major State Program

We have audited Rock County's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *State Single Audit Guidelines* that could have a direct and material effect on each of Rock County's major federal and major state programs for the year ended December 31, 2020. Rock County's major federal and major state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal and state statutes, regulations and the terms and conditions of its federal and state awards applicable to its federal and state programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of Rock County's major federal and major state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance); and the *State Single Audit Guidelines*. Those standards, the Uniform Guidance and the *State Single Audit Guidelines* 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 or a major state program occurred. An audit includes examining, on a test basis, evidence about Rock County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal and major state program. However, our audit does not provide a legal determination of Rock County's compliance.

Opinion on Each Major Federal and Major State Program

In our opinion, Rock County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and major state programs for the year ended December 31, 2020.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance, which is required to be reported in accordance with the Uniform Guidance and the *State Single Audit Guidelines* and which is described in the accompanying schedule of findings and questioned costs as item 2020-003. Our opinion on each major federal and major state program is not modified with respect to this matter.

Rock County's Response to Finding

Rock County's response to the noncompliance finding identified in our audit is described in the accompanying schedule of findings and questioned costs. Rock County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Management of Rock County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Rock County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal or major state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and major state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and the *State Single Audit Guidelines*, 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 Rock County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct, noncompliance with a type of compliance requirement of a federal or state program on a timely basis. *A material weakness in internal control over compliance* is a deficiency or a 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 or state program will not be prevented or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified certain deficiencies in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as items 2020-002 and 2020-003, that we consider to be significant deficiencies.

Rock County's Response to Findings

Rock County's response to the internal control over compliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. Rock County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Purpose of This Report

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and the *State Single Audit Guidelines*. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal and State Awards Required by the Uniform Guidance and the *State Single Audit Guidelines*

We have audited the financial statements of Rock County, Wisconsin as of and for the year ended December 31, 2020 and the related notes to the financial statements which collectively comprise Rock County's basic financial statements. We issued our report thereon dated December 22, 2021, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements. The accompanying schedule of expenditures of federal and state awards is presented for purposes of additional analysis as required by the Uniform Guidance and the *State Single Audit Guidelines* and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal and state awards is fairly stated in all material respects in relation to the basic financial statements.

The image shows a handwritten signature in black ink that reads "Baker Tilly US, LLP". The signature is written in a cursive, flowing style.

Madison, Wisconsin
March 23, 2022

County of Rock

Schedule of Expenditures of Federal and State Awards
Year Ended December 31, 2020

| Grantor Agency / Program Title | Federal ALN | Pass- Through Agency | Pass-Through Agency ID | Expenditures | Payments to Subrecipients |
|--|----------------|----------------------------|---------------------------|----------------|------------------------------|
| Federal Programs | | | | | |
| U. S. Department of Agriculture | | | | | |
| Child Nutrition Cluster | | | | | |
| School Breakfast Program | 10.553 | DPI | Unknown | \$ 7,740 | \$ - |
| National School Lunch Program | 10.555 | DPI | Unknown | 14,177 | - |
| Total Child Nutrition Program | | | | <u>21,917</u> | <u>-</u> |
| SNAP Cluster | | | | | |
| State Administrative Matching Grants for the Supplemental Nutrition Assistance Program | 10.561 | DHS | CARS 61, 284, 286 | 706,158 | - |
| Total SNAP Cluster | | | | <u>706,158</u> | <u>-</u> |
| Soil and Water Conservation | 10.902 | N/A | N/A | 24,291 | - |
| Environmental Quality Incentives Program | 10.912 | N/A | N/A | 24,291 | - |
| Conservation Stewardship Program | 10.924 | N/A | N/A | 13,424 | - |
| Conservation Reserve Program | 10.069 | N/A | N/A | 1,918 | - |
| WIC Grants To States (WGS) | 10.578 | DHS | Unknown | 12,225 | - |
| Total U.S. Department of Agriculture | | | | <u>804,224</u> | <u>-</u> |
| U.S. Department of Justice | | | | | |
| COVID-19 Coronavirus Emergency Supplemental Funding Program | 16.034 | N/A | N/A | 26,022 | - |
| Public Safety Partnership and Community Policing Program | 16.710 | DOJ | Unknown | 4,355 | - |
| Edward Burne Memorial Justice Assistance Grant (JAG) Program | 16.738 | DOJ | Unknown | 39,929 | - |
| Total U.S. Department of Justice | | | | <u>70,306</u> | <u>-</u> |
| U.S. Department of Transportation | | | | | |
| COVID-19 Airport Improvement Program | 20.106 | DOT | Unknown | 157,000 | - |
| Highway Safety Cluster | | | | | |
| State and Community Highway Safety | 20.600 | Janesville PD | Unknown | 13,238 | - |
| Alcohol Impaired Driving Countermeasures Incentive Grants | 20.601 | Beloit PD | Unknown | 16,593 | - |
| Occupant Protection Incentive Grants | 20.602 | DOT | Unknown | 46,535 | - |
| National Highway Traffic Safety Administration | 20.616 | DOT | Unknown | 14,960 | - |
| Total Highway Safety Cluster | | | | <u>91,326</u> | <u>-</u> |
| Transit Services Programs Cluster | | | | | |
| Enhanced Mobility of Seniors and Individuals with Disabilities | 20.513 | DOT | Unknown | 62,409 | - |
| Total Transit Services Programs Cluster | | | | <u>62,409</u> | <u>-</u> |
| Total U.S. Department of Transportation | | | | <u>310,735</u> | <u>-</u> |

See notes to schedules of expenditures of federal and state awards

County of Rock

Schedule of Expenditures of Federal and State Awards
 Year Ended December 31, 2020

| Grantor Agency / Program Title | Federal ALN | Pass- Through Agency | Pass-Through Agency ID | Expenditures | Payments to Subrecipients |
|---|----------------|----------------------------|---------------------------|------------------|------------------------------|
| Federal Programs | | | | | |
| U.S. Department of Treasury | | | | | |
| COVID-19 Coronavirus Relief Fund | 21.019 | DOA | Unknown | \$ 2,885,265 | \$ - |
| COVID-19 Coronavirus Relief Fund | 21.019 | DHS | Unknown | <u>2,230,978</u> | <u>-</u> |
| Subtotal | | | | <u>5,116,243</u> | <u>-</u> |
| Total U.S. Department of Treasury | | | | <u>5,116,243</u> | <u>-</u> |
| U.S. Department of Education | | | | | |
| Special Education-Grants for Infants and Families | 84.181 | DHS | CARS 550 | <u>167,653</u> | <u>-</u> |
| Total U.S. Department of Education | | | | <u>167,653</u> | <u>-</u> |
| Election Assistance Commission | | | | | |
| COVID-19 2018 HAVA Election Security Grant | 90.404 | WEC | Unknown | <u>81,536</u> | <u>-</u> |
| Total U.S. Elections Assistance Commission | | | | <u>81,536</u> | <u>-</u> |
| U. S. Department of Health and Human Services | | | | | |
| Special Programs for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services | 93.043 | DHS | Unknown | 975 | - |
| COVID-19 Special Program for the Aging, Title IV, and Title II, Discretionary Projects | 93.048 | DHS | Unknown | 6,076 | - |
| Aging Cluster | | | | | |
| Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers | 93.044 | DHS | Unknown | 147,368 | - |
| COVID-19 Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers | 93.044 | DHS | Unknown | <u>25,575</u> | <u>-</u> |
| Subtotal | | | | <u>172,943</u> | <u>-</u> |
| Special Programs for the Aging, Title III, Part C, Nutrition Services | 93.045 | DHS | Unknown | 74,232 | - |
| COVID-19 Special Programs for the Aging, Title III, Part C, Nutrition Services | 93.045 | DHS | Unknown | <u>298,050</u> | <u>-</u> |
| Subtotal | | | | <u>372,282</u> | <u>-</u> |
| Nutrition Services Incentive Program | 93.053 | DHS | Unknown | <u>43,958</u> | <u>-</u> |
| Total Aging Cluster | | | | <u>589,183</u> | <u>-</u> |
| National Family Caregiver Support, Title III, Part E | 93.052 | DHS | Unknown | 35,779 | - |
| COVID-19 National Family Caregiver Support, Title III, Part E | 93.052 | DHS | Unknown | <u>14,620</u> | <u>-</u> |
| Subtotal | | | | <u>50,399</u> | <u>-</u> |

See notes to schedules of expenditures of federal and state awards

County of Rock

Schedule of Expenditures of Federal and State Awards
 Year Ended December 31, 2020

| Grantor Agency / Program Title | Federal ALN | Pass- Through Agency | Pass-Through Agency ID | Expenditures | Payments to Subrecipients |
|--|----------------|----------------------------|---|------------------|------------------------------|
| Federal Programs | | | | | |
| Public Health Emergency Preparedness | 93.069 | DHS | CARS 155015 | \$ 60,116 | \$ - |
| Environmental Public Health and Emergency Response | 93.070 | DHS | CARS 150078 | 1,506 | - |
| Medicare Enrollment Assistance Program | 93.071 | DHS | Unknown | 10,368 | - |
| Immunization Cooperative Agreements | 93.268 | DHS | CARS 155020 | 34,937 | - |
| State Health Insurance Assistance Program | 93.324 | DHS | Unknown | 7,439 | - |
| Prevention and Management of Diabetes and Heart Disease and Stroke | 93.426 | DHS | CARS 150426, 150427 | 35,287 | - |
| Promoting Safe and Stable Families | 93.556 | DCF | SPARC 3306 | 57,103 | - |
| Temporary Assistance for Needy Families | 93.558 | DHS | CARS 561, SPARC 3632 | 522,821 | - |
| Child Support Enforcement | 93.563 | DCF | SPARC 7332, 7477, 7482, 7506, 7560 ,7618 | 2,733,079 | - |
| Low Income Home Energy Assistance Block Grant | 93.568 | DOA | Unknown | 201,365 | 201,365 |
| CCDF Cluster | | | | | |
| Child Care and Development Block Grant | 93.575 | DCF | SPARC 831, 840, 852 | <u>463,106</u> | <u>-</u> |
| Total CCDF Cluster | | | | <u>463,106</u> | <u>-</u> |
| Adoption and Legal Guardianship Incentive Payments | 93.603 | DCF | SPARC 3394A | 3,375 | - |
| Stephanie Tubbs Jones Child Welfare Services Program | 93.645 | DCF | SPARC 3413, 3561, 3681 | 180,133 | - |
| Foster Care - Title IV-E | 93.658 | DCF | SPARC 3396, 3413, 3554, 3561, 3604, 3681 | 2,076,617 | - |
| COVID-19 Foster Care - Title IV-E | 93.658 | DCF | SPARC 3619 | <u>111,990</u> | <u>-</u> |
| Subtotal | | | | <u>2,188,607</u> | <u>-</u> |
| Adoption Assistance | 93.659 | DCF | SPARC 3574 | 8,927 | - |
| COVID-19 Emergency Grants to Address Mental and Substance Use Disorders During COVID-19 | 93.665 | DCF | CARS 533279 | 35,730 | - |
| Social Services Block Grant | 93.667 | DHS | CARS 561 | 786,042 | - |
| Child Abuse and Neglect State Grants | 93.669 | DCF | SPARC 3232 | 4,013 | - |
| Children's Health Insurance Program | 93.767 | DHS | CARS 284, 286 | 109,291 | - |
| Medicaid Cluster | | | | | |
| Medical Assistance Program | 93.778 | DHS | CARS 62, 284, 286, 878, 881, 560152, 560155 | 2,496,146 | - |
| Medical Assistance Program - WIMCR | 93.778 | DHS | Unknown | 1,297,571 | - |
| Medical Assistance Program - CLTS | 93.778 | DHS | Unknown | <u>5,019,914</u> | <u>-</u> |
| Total Medicaid Cluster | | | | <u>8,813,631</u> | <u>-</u> |
| Opioid STR | 93.788 | DHS | CARS 533259 | 187,490 | - |

See notes to schedules of expenditures of federal and state awards

County of Rock

Schedule of Expenditures of Federal and State Awards
 Year Ended December 31, 2020

| Grantor Agency / Program Title | Federal ALN | Pass- Through Agency | Pass-Through Agency ID | Expenditures | Payments to Subrecipients |
|---|----------------|----------------------------|--|----------------------|------------------------------|
| Federal Programs | | | | | |
| Block Grants for Community Mental Health Services | 93.958 | DHS | CARS 515, 569, 533277, 533283 | \$ 157,264 | \$ - |
| Block Grants for Prevention and Treatment of Substance Abuse | 93.959 | DHS | CARS 515, 545, 546, 570, 576, 589, 533165, | 726,896 | - |
| Preventive Health and Health Services Block Grant funded solely with Prevention and Public Health Funds (PPHF) | 93.991 | DHS | CARS 159220 | 10,710 | - |
| Maternal and Child Health Services Block Grant to the States | 93.994 | DHS | CARS 159320 | <u>64,574</u> | <u>-</u> |
| Total U.S. Department of Health and Human Services | | | | <u>18,050,443</u> | <u>201,365</u> |
| Office of National Drug Control Policy | | | | | |
| High Intensity Drug Trafficking Areas Program | 95.001 | MKE HIDTA | Unknown | <u>31,843</u> | <u>-</u> |
| Total Office of National Drug Control Policy | | | | <u>31,843</u> | <u>-</u> |
| U.S. Department of Homeland Security | | | | | |
| Hazard Mitigation Grant | 97.039 | DMA | Unknown | <u>90,718</u> | <u>-</u> |
| Total U.S. Department of Homeland Security | | | | <u>90,718</u> | <u>-</u> |
| U.S. Department of Interior | | | | | |
| USGS National Geospatial Program | 15.817 | DOA | Unknown | <u>76,715</u> | <u>-</u> |
| Total U.S. Department of Interior | | | | <u>76,715</u> | <u>-</u> |
| Total federal programs | | | | <u>\$ 24,800,416</u> | <u>\$ 201,365</u> |

See notes to schedules of expenditures of federal and state awards

County of Rock

Schedule of Expenditures of Federal and State Awards
 Year Ended December 31, 2020

| Grantor Agency / Program Title | State ID Number | Expenditures | Payments to Subrecipients |
|---|--------------------|------------------|------------------------------|
| State Programs | | | |
| Wisconsin Department of Agriculture, Trade and Consumer Protection | | | |
| Clean Sweep | 115.040 | \$ 11,000 | \$ - |
| County Staff and Support | 115.150 | 163,594 | - |
| Land and Water Resource Management | 115.400 | <u>48,292</u> | - |
| Total Wisconsin Department of Agriculture, Trade, and Consumer Protection | | <u>222,886</u> | - |
| Wisconsin Department of Public Instruction | | | |
| Public Library Systems Aid | 255.002 | <u>467,820</u> | - |
| Total Wisconsin Department of Public Instruction | | <u>467,820</u> | - |
| Wisconsin Department of Natural Resources | | | |
| Recreational Aids - Snowmobile Trail and Area | 370.485 | 57,543 | - |
| Wildlife Damage Control and Abatement | 370.553 | 7,962 | - |
| Conservation Grant | 370.XXX | 3,228 | - |
| Snowmobile Enforcement | 370.XXX | 5,023 | - |
| Water Patrol | 370.XXX | 26,074 | - |
| Transient Non-Community Well Program | 370.XXX | <u>19,163</u> | - |
| Total Wisconsin Department of Natural Resources | | <u>118,993</u> | - |
| Wisconsin Department of Transportation | | | |
| Elderly and Handicapped County Aids | 395.101 | <u>472,071</u> | - |
| Total Wisconsin Department of Transportation | | <u>472,071</u> | - |
| Wisconsin Department of Health Services | | | |
| Emergency Quarantine | 435.105000 | 118,701 | - |
| Comm Disease Ctrl & Prev | 435.155800 | 7,530 | - |
| Cons Contracts CHHD LD | 435.157720 | 11,403 | - |
| IMAA State Share | 435.283 | 733,794 | - |
| IMAA Federal Share | 435.284 | 10,295 | - |
| IM FSET FED MA Amounts | 435.286 | 296 | - |
| APS-Adult Protective Services | 435.312 | 184,253 | - |
| Children's COP | 435.377 | 264,818 | - |
| Coordinated Services Team Initiative | 435.515 | 50,586 | - |
| Community Mental Health | 435.516 | 821,034 | - |
| Non-Resident | 435.531 | 48,646 | - |
| Mat In A Jail Setting | 435.533264 | 23,523 | - |
| Birth to Three Initiative | 435.550 | 209,010 | - |
| Aging & Dis Resource Ctr | 435.560100 | 918,877 | - |
| ADRC Dementia Care Proj | 435.560158 | 80,972 | - |
| Benefit Specialist County | 435.560320 | 33,438 | - |
| Senior Community Svs Prog | 435.560330 | 11,335 | - |
| Title 3C-1 Cong Meal Prog | 435.560350 | 55,195 | - |
| Title 3C-2 Home Meals | 435.560360 | 1,715 | - |
| Alzheimer's Family Caregiver Support Program | 435.560381 | 34,956 | - |
| Pharmaceutical Program SPAP | 435.560433 | 14,953 | - |
| Elder Abuse Service | 435.560490 | 90,556 | - |
| Basic County Allocation | 435.561 | 4,506,029 | - |
| Treatment Alternative PRG | 435.576 | 43,200 | - |
| FPI Non-Fed | 435.600 | 90,706 | - |
| STATE/COUNTY MATCH | 435.681 | 627,865 | - |
| CLTS WAIVER CWA ADMIN GPR | 435.877 | 228,519 | - |
| CLTS GRANDFATHER ADMN GPR | 435.880 | <u>41,679</u> | - |
| Total Wisconsin Department of Health Services | | <u>9,263,884</u> | - |

See notes to schedules of expenditures of federal and state awards

County of RockSchedule of Expenditures of Federal and State Awards
Year Ended December 31, 2020

| Grantor Agency / Program Title | State ID Number | Expenditures | Payments to Subrecipients |
|--|--------------------|----------------------|------------------------------|
| State Programs | | | |
| Wisconsin Department of Children and Families | | | |
| Food Stamp Agency Incentives | 437.0965 | \$ 61,371 | \$ - |
| AFDC Agency Incentives | 437.0975 | 42 | - |
| Medicaid Agency Incentives | 437.0980 | 54,800 | - |
| FTC Annual | 437.3202 | 83,028 | - |
| CW Kinship Care Program - Benefits | 437.3377 | 735,909 | - |
| CW Kinship Care Program - Assessment | 437.3380 | 62,685 | - |
| Grants for Foster Parents - Foster Parent Retention | 437.3390 | 9,209 | - |
| JJ Community Intervention Program | 437.3410 | 101,422 | - |
| JJ AODA | 437.3411 | 62,784 | - |
| JJ Youth Aids | 437.3413 | 2,922,787 | - |
| CW Children and Families Allocation | 437.3561 | 1,986,383 | - |
| CW Children & Families Allocations | 437.3681 | 160,320 | - |
| Out-of-Home Care Placements for Sex Trafficked Youth | 437.3720 | 30,731 | - |
| CS State GPR/PR Funding Allocation | 437.7502 | 286,814 | - |
| CS Medical Support GPR Earned | 437.7606 | <u>12,244</u> | - |
| Total Wisconsin Department of Children and Families | | <u>6,570,529</u> | <u>-</u> |
| Wisconsin Department of Justice | | | |
| Treatment Alternatives and Diversion | 455.239 | 125,000 | - |
| Officer Training and Standards | 455.279 | 25,760 | - |
| Reimbursement for Victim Witness Assistance Program | 455.503 | <u>171,829</u> | - |
| Total Wisconsin Department of Justice | | <u>322,589</u> | <u>-</u> |
| Wisconsin Department of Military Affairs | | | |
| Emergency Planning Grant | 465.337 | 36,421 | - |
| Emergency Government Response Equipment | 465.367 | <u>7,336</u> | - |
| Total Wisconsin Department of Military Affairs | | <u>43,757</u> | <u>-</u> |
| Wisconsin Department of Veterans Affairs | | | |
| County Veterans Service Officer | 485.001 | <u>13,000</u> | - |
| Total Wisconsin Department of Veterans Affairs | | <u>13,000</u> | <u>-</u> |
| Wisconsin Department of Administration | | | |
| Land Information Program | 505.173 | 56,627 | - |
| Public Benefits | 505.371 | <u>216,203</u> | <u>216,203</u> |
| Total Wisconsin Department of Administration | | <u>272,830</u> | <u>216,203</u> |
| Total state programs | | <u>\$ 17,768,359</u> | <u>\$ 216,203</u> |

See notes to schedules of expenditures of federal and state awards

Rock County

Notes to Schedule of Expenditures of Federal and State Awards
Year Ended December 31, 2020

1. Basis of Presentation

The accompanying schedule of expenditures of federal and state awards (the Schedule) includes the federal and state grant activity of Rock County, Wisconsin under programs of the federal and state government for the year ended December 31, 2020. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and the *State Single Audit Guidelines*. Because the Schedule presents only a selected portion of the operations of Rock County, it is not intended to and does not present the financial position, changes in net position or cash flows of Rock County.

2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual or modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass through entity identifying numbers are presented where available.

The underlying accounting records for some grant programs are maintained on the modified accrual basis of accounting. Under the modified accrual basis, revenues are recorded when susceptible to accrual; i.e., both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the liability is incurred. The accounting records for other grant programs are maintained on the accrual basis; i.e., when the revenue has been earned and the liability is incurred.

3. Pass-Through Grantors

Federal funds have been passed through the following grantors:

| | |
|---------------|---|
| DOT | Wisconsin Department of Transportation |
| DPI | Wisconsin Department of Public Instruction |
| DOA | Wisconsin Department of Administration |
| DHS | Wisconsin Department of Health Services |
| WEC | Wisconsin Elections Commission |
| DOJ | Wisconsin Department of Justice |
| DCF | Wisconsin Department of Children and Families |
| DMA | Wisconsin Department of Military Affairs |
| MKE HIDTA | Milwaukee High-Intensity Drug Trafficking Areas |
| Beloit PD | City of Beloit Police Department |
| Janesville PD | City of Janesville Police Department |

4. CARS/SPARC Report Dates

The Schedule of Expenditures of Federal and State Awards includes adjustments through the following Community Aids Reporting System (CARS) reports dated June 20, 2021 and System for Payments and Reports of Contracts (SPARC) reports for April and December 2020.

Rock County

Notes to Schedule of Expenditures of Federal and State Awards
Year Ended December 31, 2020

5. Indirect Cost Rate

Rock County has not elected to use the 10 percent de minimis indirect cost rate of the Uniform Guidance.

6. Subsequent Events

The federal government passed the American Rescue Plan Act on March 11, 2021 to respond to the COVID-19 public health emergency and its negative economic impacts. Amounts were appropriated for fiscal year 2021 to units of local government to mitigate the fiscal effects stemming from the public health emergency. The County's total award is \$31,729,599, which will be used to combat the negative effects of the public health emergency in the local economy. The County received 50 percent of the funds in June 2021, with the remaining expected a year later. The funds are to cover costs incurred by December 31, 2024. On July 8, 2021, the County authorized an allocation of \$7,500,000 of ARPA funding for use in 2021.

Rock County

Schedule of Findings and Questioned Costs
Year Ended December 31, 2020

Section I – Summary of Auditors’ Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP: Unmodified

Internal control over financial reporting:

Material weakness(es) identified? X yes no

Significant deficiency(ies) identified? yes X none reported

Noncompliance material to financial statements noted? yes X no

Federal and State Awards

Internal control over major programs:

| | <u>Federal Programs</u> | | <u>State Programs</u> | |
|--|-------------------------|-----------------------------|-----------------------|----------------------------|
| Material weakness(es) identified? | <u> </u> yes | <u> X </u> no | <u> </u> yes | <u> X </u> no |
| Significant deficiencies identified that are not considered to be material weakness(es)? | <u> X </u> yes | <u> </u> none reported | <u> </u> yes | <u> X </u> none reported |

Type of auditor’s report issued on compliance for major programs: Unmodified Unmodified

Any audit findings disclosed that are required to be reported in accordance with section 2 CFR 200.516(a) of the Uniform Guidance or the *State Single Audit Guidelines*? X yes no yes X no

Auditee qualified as low-risk auditee? yes X no yes X no

| | <u>Federal</u> | <u>State</u> | |
|--|----------------|--------------|------------------|
| | | <u>DHS</u> | <u>All Other</u> |
| Dollar threshold used to distinguish between type A and type B programs: | \$750,000 | \$707,239 | \$250,000 |

Identification of major federal programs:

| <u>Assistance Listing Numbers</u> | <u>Name of Federal Program or Cluster</u> |
|-----------------------------------|---|
| 21.019 | COVID-19 Coronavirus Relief Fund |
| 93.667 | Social Services Block Grant |
| 93.778 | Medicaid Cluster – Medical Assistance Program |

Rock County

Schedule of Findings and Questioned Costs
Year Ended December 31, 2020

Identification of major state programs:

| <u>State Numbers</u> | <u>Name of State Program</u> |
|----------------------|--------------------------------------|
| 115.150 | County Staff and Support |
| 115.400 | Land and Water Resource Management |
| 435.561, 435.681 | Basic County Allocation |
| 437.3561, 437.3681 | CW Children and Families Allocation |
| 435.516 | Community Mental Health |
| 435.560100 | Aging and Disability Resource Center |

Section II – Financial Statement Findings Required to be Reported in Accordance with *Government Auditing Standards*

Finding 2020-001: Internal Control Over Financial Reporting

Material Journal Entries and Preparation of Financial Statements

Repeat Finding 2019-001

Criteria: According to Statement on Auditing Standards (SAS) AU-C Section 315, sufficient internal controls should be in place that provide for the preparation of reliable financial statements, including the schedule of expenditures of federal and state awards that are fairly presented in conformity with generally accepted accounting principles.

Condition/Context: Material journal entries were identified during the course of the audit. Also, we, as your auditors, prepared your annual financial statements.

Cause: County staff did not identify certain adjustments to the County's books, and the County contracted with the auditors to prepare the financial statements.

Effect: The financial statements did not contain all of the required disclosures and account balances prior to material changes by the auditors.

Recommendation: We recommend that the County put in place procedures in order to reduce the risk of material adjustments as well as determining if resources would be available to prepare a complete set of financial statements.

Management's Response: The County continues to work on procedures and staff responsibilities to reduce the risk of material adjustments. Due to budget constraints, it is unlikely the County will have the staff to prepare a complete set of financial statements.

Rock County

Schedule of Findings and Questioned Costs
Year Ended December 31, 2020

Section III – Federal Awards and State Awards Findings and Questioned Costs

Finding 2020-002

Program Federal Assistance Listing Number and Title: 21.019 COVID-19 Coronavirus Relief Funds

Award Number: Unknown

Federal Agency: U.S. Department of Treasury

Pass-Through Agency: Wisconsin Department of Administration

Criteria: CFR 200.303 Internal Controls require that non-federal entities receiving federal awards establish and maintain internal control designed to reasonably ensure compliance with federal laws, regulations and program compliance requirements. To minimize the risk of errors, internal controls should be in place for all program compliance requirements, including appropriate review and approval of reports.

Condition/Context: Local governments were allowed to submit eligible expenditures for reimbursement during four reporting periods. Zero out of the two reports submitted were reviewed or approved by someone other than the preparer prior to submission. The sample was not statistically valid.

Cause: The County currently does not have proper internal controls in place over review and approval of reports for accuracy before being submitted to the state agency.

Effect: Lack of effective controls over review and approval could result in reports being submitted with errors.

Questioned Costs: None.

Recommendation: The County should review its internal control procedures to ensure there are proper review and approval processes in place before reports are submitted to the state agency.

Management Response: Vacant positions were filled so there is now staff to review reports.

Rock County

Schedule of Findings and Questioned Costs
Year Ended December 31, 2020

Finding 2020-003

Program Federal Assistance Listing Number and Title: 21.019 COVID-19 Coronavirus Relief Funds

Award Number: Unknown

Federal Agency: U.S. Department of Treasury

Pass-Through Agency: Wisconsin Department of Administration

Criteria: Per section 4.2 and 4.3 of Wisconsin Department of Administration's Routes to Recovery program guidance, which was based on the United States Department of Treasury's interpretation of guidance to recipients of the funding available under section 601(a) of the Social Security Act, as added by section 5001 of the Coronavirus Aid, Relief, and Economic Security Act (CARES Act), local governments must have back-up documentation for their expenditures such as payroll or other accounting records or any other documentation showing the amount of the expense, how and when it was paid, and to whom.

Condition/Context: Three of the nine payroll items tested could not be supported by sufficient documentation or documentation did not exist. The sample was not statistically valid.

Cause: The County currently does not have proper internal controls in place over review and approval of expenditures and related supporting documentation before being submitted to the state agency for reimbursement.

Effect: Lack of effective controls over review and approval could result in ineligible expenditures being submitted for reimbursement.

Questioned Costs: \$2,322

Recommendation: The County should review its internal control procedures to ensure expenditures are being properly reviewed and approved for compliance and that appropriate supporting documentation exists.

Management Response: Vacant positions were filled so there is now staff to review reports.

Rock County

Schedule of Findings and Questioned Costs
Year Ended December 31, 2020

Section IV – Other Issues

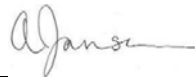
Does the auditor's report or the notes to the financial statements include disclosure with regard to substantial doubt as to the auditee's ability to continue as a going concern? yes X no

Does the audit report show audit issues (i.e., material noncompliance, nonmaterial noncompliance, questioned costs, material weakness, significant deficiency, management letter comment, excess revenue or excess reserve) related to grants/contracts with funding agencies that require audits to be in accordance with the *State Single Audit Guidelines*:

| | | |
|---|-------------------|------------------|
| Department of Agriculture, Trade, and Consumer Protection | <u> </u> yes | <u> X </u> no |
| Department of Public Instruction | <u> </u> yes | <u> X </u> no |
| Department of Natural Resources | <u> </u> yes | <u> X </u> no |
| Department of Transportation | <u> </u> yes | <u> X </u> no |
| Department of Health Services | <u> </u> yes | <u> X </u> no |
| Department of Children and Families | <u> </u> yes | <u> X </u> no |
| Department of Justice | <u> </u> yes | <u> X </u> no |
| Department of Military Affairs | <u> </u> yes | <u> X </u> no |
| Department of Veterans Affairs | <u> </u> yes | <u> X </u> no |
| Department of Administration | <u> X </u> yes | <u> </u> no |

Was a Management Letter or other document conveying audit comments issued as a result of this audit? X yes no

Name and signature of partner



Andrea Jansen, CPA, CFE, Partner

Date of report

March 23, 2022