

Rock County

Report on Federal and State Awards

December 31, 2022

Rock County

Table of Contents
December 31, 2022

	<u>Page</u>
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	1
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 <i>State Single Audit Guidelines</i>	3
Schedule of Expenditures of Federal and State Awards	6
Notes to Schedule of Expenditures of Federal and State Awards	11
Schedule of Findings and Questioned Costs	13

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

Independent Auditors' Report

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 (*Government Auditing Standards*), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Rock County, Wisconsin (the County), as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated July 31, 2023.

Report on Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We identified a deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2022-001, that we consider to be a material weakness.

Report on Compliance and Other Matters

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

The County's Response to Finding

Government Auditing Standards requires the auditor to perform limited procedures on the County's response to the finding identified in our audit and described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the other 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.

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

Madison, Wisconsin
July 31, 2023

**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**

Independent Auditors' Report

To the County Board of
Rock County

Report on Compliance for Each Major Federal and Major State Program

Opinion on Each Major Federal and Major State Program

We have audited Rock County, Wisconsin's (the County) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* and the *State Single Audit Guidelines* (the *Guidelines*) that could have a direct and material effect on each of the County's major federal and major state programs for the year ended December 31, 2022. The 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.

In our opinion, the County 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 and major state programs for the year ended December 31, 2022.

Basis for Opinion on Each Major Federal and Major State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); 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 *Guidelines*. Our responsibilities under those standards, the Uniform Guidance, and the *Guidelines* are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal and major state program. Our audit does not provide a legal determination of the County's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the County's federal and state programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the County's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance, and the *Guidelines* will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the County's compliance with the requirements of each major federal and major state program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance, and the *Guidelines*, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of the County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and the *Guidelines*, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and the *Guidelines* and which are described in the accompanying schedule of findings and questioned costs as items 2022-002 and 2022-003. Our opinion on each major federal and major state program is not modified with respect to these matters.

Government Auditing Standards requires the auditor to perform limited procedures on the County's response to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify a deficiency in internal control over compliance that we consider to be a material weakness and another deficiency that we consider to be a significant deficiency.

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. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2022-002, to be a material weakness.

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. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2022-003 to be a significant deficiency.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Government Auditing Standards requires the auditor to perform limited procedures on the County's response to the internal control over compliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The 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.

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 *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 *Guidelines*

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated July 31, 2023, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal and state awards is presented for purposes of additional analysis as required by the Uniform Guidance and the *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 as a whole.



Madison, Wisconsin
September 28, 2023

Rock County

Schedule of Expenditures of Federal and State Awards
 Year Ended December 31, 2022

Grantor Agency/Program Title	Assistance Listing Number	Pass- Through Agency	Pass- Through Agency ID	Expenditures	Payments Made to Subrecipients
FEDERAL PROGRAMS					
U.S. Department of Agriculture					
Conservation Reserve Program	10.069	N/A	N/A	\$ 2,453	\$ -
Child Nutrition Cluster:					
School Breakfast Program	10.553	DPI	Unknown	8,626	-
National School Lunch Program	10.555	DPI	Unknown	17,014	-
Total Child Nutrition Cluster				<u>25,640</u>	<u>-</u>
SNAP Cluster:					
COVID-19 State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	DHS	CARS 250, 251, 255	228,692	-
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	DHS	CARS 61, 284	723,126	-
Subtotal				<u>951,818</u>	<u>-</u>
Total SNAP Cluster				<u>951,818</u>	<u>-</u>
WIC Grants to States (WGS)	10.578	DHS	Unknown	11,675	-
Soil and Water Conservation	10.902	N/A	N/A	31,073	-
Environmental Quality Incentives Program	10.912	N/A	N/A	31,073	-
Conservation Stewardship Program	10.924	N/A	N/A	17,172	-
Agricultural Conservation Easement Program	10.931	N/A	N/A	64,000	-
Total U.S. Department of Agriculture				<u>1,134,904</u>	<u>-</u>
U.S. Department of Justice					
Drug Court Discretionary Grant Program	16.585	N/A	N/A	287,052	-
State Criminal Alien Assistance Program	16.606	N/A	N/A	56,517	-
Public Safety Partnership and Community Policing Program	16.710	DOJ	Unknown	2,219	-
Edward Burne Memorial Justice Assistance Grant (JAG) Program	16.738	DOJ	Unknown	155,739	-
Total U.S. Department of Justice				<u>501,527</u>	<u>-</u>
U.S. Department of Transportation					
COVID-19 Airports Coronavirus Response Grant Program	20.106	N/A	N/A	57,000	-
Highway Safety Cluster:					
State and Community Highway Safety	20.600	Janesville PD	Unknown	8,357	-
National Highway Traffic Safety Administration	20.616	DOT	Unknown	44,307	-
Total Highway Safety Cluster				<u>52,664</u>	<u>-</u>
Alcohol Impaired Driving Countermeasures Incentive Grants	20.601	Beloit PD	Unknown	5,826	-
Occupant Protection Incentive Grants	20.602	DOT	Unknown	29,966	-
Transit Services Programs Cluster:					
Enhanced Mobility of Seniors and Individuals with Disabilities	20.513	DOT	Unknown	68,892	-
Total Transit Services Programs Cluster				<u>68,892</u>	<u>-</u>
Total U.S. Department of Transportation				<u>214,348</u>	<u>-</u>

See notes to schedule of expenditures of federal and state awards

Rock County

Schedule of Expenditures of Federal and State Awards
Year Ended December 31, 2022

Grantor Agency/Program Title	Assistance Listing Number	Pass-Through Agency	Pass-Through Agency ID	Expenditures	Payments Made to Subrecipients
U.S. Department of Treasury					
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	DHS	CARS 155811	\$ 49,333	-
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	N/A	7,348,581	-
Subtotal				<u>7,397,914</u>	<u>-</u>
Total U.S. Department of Treasury				<u>7,397,914</u>	<u>-</u>
U.S. Department of Education					
Special Education-Grants for Infants and Families	84.181	DHS	CARS 550	159,377	-
Total U.S. Department of Education				<u>159,377</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	CARS 560510	10,586	-
COVID-19 Special Programs for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services	93.043	DHS	CARS 560513	10,778	-
Subtotal				<u>21,364</u>	<u>-</u>
Aging Cluster:					
Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	DHS	CARS 560340, 560343	154,111	-
COVID-19 Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	DHS	CARS 560343	111,008	-
Subtotal				<u>265,119</u>	<u>-</u>
COVID-19 Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	DHS	CARS 560353, 560363	136,159	-
Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	DHS	CARS 560355, 560360	336,110	-
Subtotal				<u>472,269</u>	<u>-</u>
Nutrition Services Incentive Program	93.053	DHS	CARS 560422	74,219	-
Total Aging Cluster				<u>811,607</u>	<u>-</u>
National Family Caregiver Support, Title III, Part E	93.052	DHS	CARS 560520	82,772	-
COVID-19 National Family Caregiver Support, Title III, Part E	93.052	DHS	CARS 560523	14,735	-
Subtotal				<u>97,507</u>	<u>-</u>
Public Health Emergency Preparedness	93.069	DHS	CARS 155015	111,908	-
Medicare Enrollment Assistance Program	93.071	DHS	CARS 560620	11,162	-
Guardianship Assistance	93.090	DCF	SPARC 3456	66,100	-
Immunization Cooperative Agreements	93.268	DHS	CARS 155809	40,462	-
Immunization Cooperative Agreements	93.268	DHS	CARS 155020	33,421	-
Subtotal				<u>73,883</u>	<u>-</u>
COVID-19 Epidemiology and Laboratory Capacity for Inevctious Diseases (ELC)	93.323	DHS	CARS 155806	535,356	-
State Health Insurance Assistance Program	93.324	DHS	CARS 560432	9,547	-
Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Heath Crisis Response	93.354	DHS	CARS 155812	92,893	-
Activities to Support State, Tribal, Local and Territorial (STLT) Health Department Response to Public Health or Healthcare Crises	93.391	DHS	CARS 155813, 155815	32,180	-
Prevention and Management of Diabetes and Heart Disease and Stroke	93.426	DHS	CARS 150426, 150427	23,361	-
COVID-19 Provider Relief Funding	93.498	N/A	N/A	429,060	-
Promoting Safe and Stable Families	93.556	DCF	SPARC 3306	57,102	-
Promoting Safe and Stable Families	93.556	DCF	SPARC 3308, 3306C	11,206	-
Subtotal				<u>68,308</u>	<u>-</u>
Temporary Assistance for Needy Families	93.558	DHS	CARS 561, SPARC 3632	787,673	-
Child Support Enforcement	93.563	DCF	SPARC 7477, 7482, 7506, 7620, 7332F, 7332R, 7620F	2,749,735	-

See notes to schedule of expenditures of federal and state awards

Rock County

Schedule of Expenditures of Federal and State Awards
 Year Ended December 31, 2022

Grantor Agency/Program Title	Assistance Listing Number	Pass-Through Agency	Pass-Through Agency ID	Expenditures	Payments Made to Subrecipients
CCDF Cluster:					
Child Care and Development Block Grant	93.575	DCF	SPARC 831, 840, 852	\$ 449,104	-
Child Care and Development Block Grant - RMS funding	93.575	DCF	N/A	244,864	-
Subtotal				<u>693,968</u>	<u>-</u>
Child Care Mandatory and Matching Funds of the Child Care and Development Fund - RMS funding	93.596	DCF	N/A	177,316	-
Total CCDF Cluster				<u>871,284</u>	<u>-</u>
Community-Based Child Abuse Prevention Grants	93.590	DCF	SPARC 6904E	17,786	-
Stephanie Tubbs Jones Child Welfare Services Program	93.645	DCF	SPARC 3413, 3561, 3681 SPARC 3396, 3413, 3554,	142,555	-
Foster Care - Title IV-E	93.658	DCF	3561, 3645, 3681	2,186,469	-
Adoption Assistance	93.659	DCF	SPARC 3574	2,959	-
COVID-19 Emergency Grants to Address Mental and Substance Use Disorders During COVID-19	93.665	DHS	CARS 533289	90,964	-
Social Services Block Grant	93.667	DHS	CARS 561	789,425	-
Child Abuse and Neglect State Grants	93.669	DCF	SPARC 3232A	500,264	-
John H. Chafee Foster Care Program for Successful Transition to Adulthood	93.674	DCF	SPARC 3620	4,209	-
COVID-19 Elder Abuse Prevention Interventions Program	93.747	DHS	CARS 560332	12,272	-
Children's Health Insurance Program	93.767	DHS	CARS 284	112,351	-
Medicaid Cluster:					
Medical Assistance Program	93.778	DHS	CARS 62, 284	1,445,257	-
Medical Assistance Program - WIMCR	93.778	DHS	Unknown	2,558,163	-
Medical Assistance Program - CLTS	93.778	DHS	Unknown	10,213,639	-
Medical Assistance Program	93.778	DHS	CARS 560152, 560155	779,295	-
Subtotal				<u>14,996,354</u>	<u>-</u>
Total Medicaid Cluster				<u>14,996,354</u>	<u>-</u>
Opioid STR	93.788	DHS	CARS 531287	513,826	-
HIV Prevention Activities Health Department Based	93.940	DHS	CARS 155957	2,423	-
Block Grants for Community Mental Health Services	93.958	DHS	CARS 515, 569, 533287 CARS 515, 545, 546, 570, 589, 533142, 533288,	83,377	-
Block Grants for Prevention and Treatment of Substance Abuse	93.959	DHS	533291, 533292	789,640	-
Preventive Health and Health Services Block Grant Funded Solely with Prevention and Public Health Funds (PPHF)	93.991	DHS	CARS 159220	14,797	-
Maternal and Child Health Services Block Grant to the States	93.994	DHS	CARS 159320	31,898	-
Total U.S. Department of Health and Human Services				<u>27,084,497</u>	<u>-</u>
Office of National Drug Control Policy					
High Intensity Drug Trafficking Areas Program	95.001	MKE HIDTA	Unknown	54,077	-
Total Office of National Drug Control Policy				<u>54,077</u>	<u>-</u>
Department of Homeland Security					
Hazard Mitigation Grant Program	97.039	N/A	N/A	130,195	-
Emergency Management Performance Grants (EMPG)	97.042	WEM	Unknown	22,012	-
Total Department of Homeland Security				<u>152,207</u>	<u>-</u>
Total federal programs				<u>\$ 36,698,851</u>	<u>\$ -</u>

See notes to schedule of expenditures of federal and state awards

Rock County

Schedule of Expenditures of Federal and State Awards
 Year Ended December 31, 2022

Grantor Agency/Program Title	State ID Number	Expenditures	Payments Made to Subrecipients
STATE PROGRAMS			
Wisconsin Department of Agriculture, Trade, and Consumer Protection			
Clean Sweep	115.040	\$ 11,565	\$ -
County Staff and Support	115.150	178,128	-
Land and Water Resource Management	115.400	134,543	-
Total Wisconsin Department of Agriculture, Trade, and Consumer Protection		324,236	-
Wisconsin Department of Public Instruction			
Public Library Systems Aid	255.002	540,857	-
Total Wisconsin Department of Public Instruction		540,857	-
Wisconsin Department of Natural Resources			
Recreational Aids - Snowmobile Trail and Area	370.485	66,540	-
Wildlife Damage Control and Abatement	370.553	5,453	-
Conservation Grant	370.XXX	4,540	-
ATV Enforcement Patrol	370.551	6,105	-
Snowmobile Enforcement	370.552	6,896	-
Water Patrol	370.XXX	38,119	-
Transient Non-Community Well Program	370.XXX	25,780	-
Total Wisconsin Department of Natural Resources		153,433	-
Wisconsin Department of Transportation			
Specialized Transit County Operating Aids (Elderly & Disabled)	395.168	453,385	-
Specialized Transit County Operating Aids (Elderly & Disabled) - 20% match	395.168	90,677	-
Subtotal		544,062	-
Total Wisconsin Department of Transportation		544,062	-
Wisconsin Department of Health Services			
FPI Non-Fed	435.000060	88,784	-
IM Incentive	435.000254	33,753	-
IMAA State Share	435.000283	795,270	-
IMAA Federal Share	435.000284	11,015	-
APS-Adult Protective Svcs	435.000312	184,253	-
Children's COP	435.000377	264,818	-
Coordinated Services-CTY	435.000515	31,614	-
Community Mental Health	435.000516	821,034	-
Room/Board RSUD Mckinsey	435.000548	19,715	-
Birth to Three Initiative	435.000550	175,448	-
Basic County Allocation	435.000561	4,507,324	-
State/County Match	435.000681	627,865	-
Comm Disease Ctrl & Prev	435.155800	9,600	-
HIV Prev PS & Linkages	435.155957	3,912	-
Cons Contracts CHHD LD	435.157720	23,557	-
Non-Resident	435.531000	36,298	-
Tap-County	435.533142	43,200	-
Mat in a Jail Setting	435.533264	76,016	-
ADRC Base GPR Reimb	435.560100	1,080,145	-
ADRC EBS GPR Reimb	435.560320	22,767	-
ADRC EBS SPAP Reimb	435.560328	11,638	-
Senior Community SVS Prog	435.560330	11,335	-
Title 3C1 Cong Meal Prog	435.560355	80,860	-
Title 3C-2 Home Meals	435.560360	16,680	-
Alzh Family Support Aging	435.560381	78,346	-
Elder Abuse Service	435.560490	86,066	-
Total Wisconsin Department of Health Services		9,141,313	-

See notes to schedule of expenditures of federal and state awards

Rock County

Schedule of Expenditures of Federal and State Awards
 Year Ended December 31, 2022

Grantor Agency/Program Title	State ID Number	Expenditures	Payments Made to Subrecipients
Wisconsin Department of Children and Families			
Food Stamp Agency Incentives	437.0965	\$ 55,466	\$ -
AFDC Agency Incentives	437.0975	293	-
Medicaid Agency Incentives	437.0980	49,574	-
FTC Annual	437.3202	122,261	-
JJ Community Intervention Program	437.3410	83,904	-
JJ AODA	437.3411	59,616	-
JJ Youth Aids	437.3413	2,734,707	-
DSP Subsidized Guardianship	437.3456	122,758	-
CW Children and Families Allocation	437.3561	2,116,240	-
CW Children and Families Allocation	437.3681	169,831	-
Out-of-Home Care Placements for Sex Trafficked Youth	437.3720	40,714	-
CS State GPR/PR Funding Allocation	437.7502	369,541	-
CS Medical Support GPR Earned	437.7606	14,266	-
CW Kinship Care Program - Benefits	437.3377A	320,021	-
CW Kinship Care Program - Benefits	437.3377B	442,240	-
Subtotal		762,261	-
CW Kinship Care Program - Assessment	437.3380A	15,414	-
CW Kinship Care Program - Assessment	437.3380B	32,444	-
Subtotal		47,858	-
Total Wisconsin Department of Children and Families		6,749,290	-
Wisconsin Department of Justice			
Law Enforcement Drug Trafficking Response	455.XXX	1,686	-
Treatment Alternatives and Diversion Grant	455.271/279	125,000	-
Officer Training and Standards	455.279	26,560	-
Victim and Witness Assistance Program	455.503	176,159	-
Total Wisconsin Department of Justice		329,405	-
Wisconsin Department of Military Affairs			
SIMCOM Grant	465.XXX	4,352	-
Hazmat Equipment Grant	465.364	10,105	-
Emergency Planning Grant	465.337	39,222	-
Total Wisconsin Department of Military Affairs		53,679	-
Wisconsin Department of Veterans Affairs			
County Veterans Service Officer	485.001	14,300	-
Total Wisconsin Department of Veterans Affairs		14,300	-
Wisconsin Department of Administration			
Land Information Board Grants	505.173	34,382	-
Total Wisconsin Department of Administration		34,382	-
Total state programs		\$ 17,884,957	\$ -

See notes to schedule of expenditures of federal and state awards

Rock County

Notes to Schedule of Expenditures of Federal and State Awards
Year Ended December 31, 2022

1. Basis of Presentation

The accompanying schedule of expenditures of federal and state awards (the Schedule) includes the federal and state award activity of the Rock County, Wisconsin (the County) under programs of the federal and state government for the year ended December 31, 2022. 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 the County, it is not intended to and does not present the financial position, changes in net position or cash flows of the County.

2. 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. ALN 93.498 Provider Relief Fund and American Rescue Plan (ARP) Rural Distribution

The Health Resources and Services Administration (HRSA) has directed health care providers to report expenditures on the Schedule using periods that are based on the deadline to use the funds along with the PRF portal reporting time period. In accordance with this guidance, the County has reported expenditures for ALN 93.498 that were incurred between January 1, 2020 and December 31, 2022, which represent Periods 3 and 4 as identified by HRSA, in the accompanying Schedule.

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 April 30, 2023, and the System for Payments and Reports of Contracts (SPARC) reports for December 2022.

5. Indirect Cost Rate

The County has not elected to use the 10% de minimis indirect cost rate.

Rock County

Notes to Schedule of Expenditures of Federal and State Awards
Year Ended December 31, 2022

6. Pass-Through Agencies

The County received federal awards from the following pass-through agencies:

DHS	Wisconsin Department of Health Services
DOT	Wisconsin Department of Transportation
DCF	Wisconsin Department of Children and Families
DOJ	Wisconsin Department of Justice
DPI	Wisconsin Department of Public Instruction
Janesville PD	City of Janesville Police Department
Beloit PD	City of Beloit Police Department
MKE HIDTA	Milwaukee High-Intensity Drug Trafficking Areas
WEM	Wisconsin Emergency Management

Rock County

Schedule of Findings and Questioned Costs
Year Ended December 31, 2022

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

	<u>Federal Programs</u>	<u>State Programs</u>	
Internal control over major programs:			
Material weakness(es) identified?	<u> X </u> yes <u> </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 <i>State Single Audit Guidelines</i> ?	<u> X </u> yes <u> </u> no	<u> </u> yes <u> X </u> no	
Auditee qualified as low-risk auditee?	<u> </u> yes <u> X </u> no	<u> </u> yes <u> X </u> 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:	<u>\$1,100,966</u>	<u>\$913,262</u>	<u>\$250,000</u>

Rock County

Schedule of Findings and Questioned Costs
Year Ended December 31, 2022

Identification of major federal programs:

<u>Assistance Listing Numbers</u>	<u>Name of Federal Program or Cluster</u>
21.027	COVID-19 Coronavirus State and Local Fiscal Recovery Funds
93.563	Child Support Enforcement
93.658	Foster Care Title IV-E
	Medicaid Cluster:
93.778	Medical Assistance Program
93.498	COVID-19 Provider Relief Fund

Identification of major state programs:

<u>State Numbers</u>	<u>Name of State Program</u>
255.002	Public Library System Aid
437.3413	JJ Youth Aids
435.000561, 435.000681	Basic County Allocation, State/County Match
437.3561, 437.3681	CW Children and Families Allocation
437.7502	CS State GPR/PR Funding Allocation

Section II - Financial Statement Findings Required to be Reported in Accordance With Government Auditing Standards

Finding 2022-001 Internal Control Over Financial Reporting

Repeat of Finding 2021-001

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: 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, 2022

Section III - Federal and State Awards Findings and Questioned Costs

Finding 2022-002

Program ALN:	93.498
Program Title:	COVID-19 Provider Relief Fund
Award Number/Year:	Not applicable / 2022
Federal Agency:	U.S. Department of Health and Human Services

Repeat of Finding 2021-004

Criteria: Nonfederal entities in receipt of federal funds must comply with the requirements of 2 CFR 200.303(a), which require an entity to establish and maintain effective internal control over the Federal award to ensure compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. Recipients of Provider Relief Funds (PRF) payments must also comply with the reporting requirements described in the PRF terms and conditions and specified in directions issued by the U.S. Department of Health and Human Services (HHS).

Condition/Context: Two of two reports selected for testing were not reviewed and approved by an independent person separate from the preparer prior to submission to HHS. In addition the County did not maintain supporting documentation to support the amounts reported. The sample was not statistically valid.

Cause: The County did not have internal control processes and procedures in place requiring an independent person to review the reports before submission to ensure the amounts reported were accurate or to require supporting documentation to be maintained.

Effect: Information within the period reports contained errors.

Questioned Costs: None noted.

Recommendation: The County should review its internal control procedures to ensure there are proper review and approval processes over completeness and accuracy of reports are in place before submissions to federal agencies and that supporting documentation is maintained.

Management's Response: The next report due will include documentation of review and approval by an independent person separate from the preparer. In addition, supporting documentation to support the amounts reported will be maintained.

Rock County

Schedule of Findings and Questioned Costs
Year Ended December 31, 2022

Finding 2022-003

Program ALN: 21.027
Program Title: COVID-19 Coronavirus State and Local Fiscal Recovery Funds (SLFRF)
Award Number/Year: Not applicable / 2022
Federal Agency: U.S. Department of Treasury

Repeat of Finding 2021-007

Criteria: The U.S. Department of Treasury issued Compliance and Reporting Guidance on February 28, 2022 which specifies the information to be reported for each contract, grant, loan, transfer, or direct payment greater than \$50,000 pertaining to the SLFRF. The required information includes identification of subrecipients which are entities that receive a subaward from a recipient to carry out the purposes (program or project) of the SLFRF award on behalf of the recipient. Subrecipient relationships require additional monitoring and compliance steps. The direct recipient (the County) is responsible for determining if an entity is considered to be a subrecipient.

Condition/Context: The County reported eight subrecipients within the 2022 Project and Expenditure report to U.S. Treasury which does not agree with the County's non-subrecipient relationship determination and the zero subrecipient expenditures reported in the Schedule of Expenditures of Federal Awards for SLFRF. The sample was not statistically valid.

Cause: The County did not have internal controls in place requiring an independent person with an understanding of the subrecipient terminology and classification to review the report prior to submission to the U.S. Department of Treasury.

Effect: The report was submitted with subrecipient misclassifications.

Questioned Costs: None noted.

Recommendation: The County should review its internal control procedures to ensure there are proper review and approval processes in place over completeness and accuracy of reports before submissions to federal agencies are completed.

Management's Response: The next report due to SLFRF will be revised to indicate we have non subrecipient relationships.

Rock County

Schedule of Findings and Questioned Costs
Year Ended December 31, 2022

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 non-compliance, non-material non-compliance, 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

_____ yes X no

Department of Public Instruction

_____ yes X no

Department of Natural Resources

_____ yes X no

Department of Transportation

_____ yes X no

Department of Health Services

_____ yes X no

Department of Children and Families

_____ yes X no

Department of Justice

_____ yes X no

Department of Military Affairs

_____ yes X no

Department of Veterans Affairs

_____ yes X no

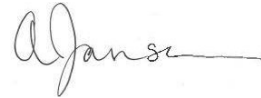
Department of Administration

_____ yes X 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

September 28, 2023