

County of Kent,
Michigan



Year Ended
December 31, 2022

Single Audit Act
Compliance

Rehmann

COUNTY OF KENT, MICHIGAN

Table of Contents

	<u>Page</u>
Independent Auditors' Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance	1
Schedule of Expenditures of Federal Awards	2
Notes to Schedule of Expenditures of Federal Awards	9
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 <i>Government Auditing Standards</i>	11
Independent Auditors' Report on Compliance for Each Major Federal Program and on Internal Control over Compliance Required by the Uniform Guidance	13
Schedule of Findings and Questioned Costs	17
Summary Schedule of Prior Audit Findings	22
Corrective Action Plan	23



This page intentionally left blank.

**INDEPENDENT AUDITORS' REPORT ON THE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
REQUIRED BY THE UNIFORM GUIDANCE**

June 22, 2023

Honorable Members of the
Board of Commissioners
County of Kent
Grand Rapids, Michigan

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the **County of Kent, Michigan** (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 June 22, 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 awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Rehmann Loborn LLC



COUNTY OF KENT, MICHIGAN

Schedule of Expenditures of Federal Awards

For the Year Ended December 31, 2022

Federal Agency / Cluster / Program Title	Assistance Listing Number	Passed Through	Pass-through / Grantor Number	Total Subawards	Federal Expenditures
U.S. Department of Agriculture					
Child Nutrition Cluster:					
Breakfast Program	10.553	MDE	41-000-8003A	\$ -	\$ 57,710
Commodities (non-cash assistance)	10.555	MDE	41-000-8003	-	18,487
Lunch Program	10.555	MDE	41-000-8003A	-	137,419
				-	155,906
Total Child Nutrition Cluster				-	213,616
Supplemental Nutrition Program for Women, Infants, and Children (WIC):					
Resident Services Administration (FY 2022)	10.557	MDHHS	222MI003W1003	66,067	2,238,739
Resident Services Administration (FY 2023)	10.557	MDHHS	232MI003W1003	22,998	947,981
Breastfeeding Peer Counseling (FY 2022)	10.557	MDHHS	212MI013W5003	-	73,392
Breastfeeding Peer Counseling (FY 2022)	10.557	MDHHS	222MI003W1003	-	36,696
Breastfeeding Peer Counseling (FY 2022)	10.557	MDHHS	222MI003W5003	-	36,696
Breastfeeding Peer Counseling (FY 2023)	10.557	MDHHS	222MI013W5003	-	16,669
Breastfeeding Peer Counseling (FY 2023)	10.557	MDHHS	232MI003W1003	-	28,070
Breastfeeding Peer Counseling (FY 2023)	10.557	MDHHS	232MI013W5003	-	6,112
				89,065	3,384,355
Food Distribution Cluster:					
Commodity Supplemental Food Program:					
Cash Assistance (FY 2022)	10.565	MDE	FY2022	-	118,141
Commodity Assistance (Non-Cash Assistance) (FY 2022)	10.565	MDE	FY2022	-	251,345
				-	369,486
Emergency Food Assistance Program:					
Administrative Costs (FY 2022)	10.568	MDE	FY2022	-	348,603
Emergency Food Assistance Program:					
Food Commodities (FY 2022)	10.569	MDE	FY2022	-	307,775
Total Food Distribution Cluster				-	1,025,864
Farm and Ranch Lands Protection Program	10.913	Direct	-n/a-	-	121,520
Total U.S. Department of Agriculture				89,065	4,745,355
U.S. Department of Housing and Urban Development					
CDBG - Entitlement Grants Cluster:					
Community Development Block Grant - Entitlement Grants:					
2014-2015 Award	14.218	Direct	B-14-UC-26-0004	-	281,805
2018-2019 Award	14.218	Direct	B-18-UC-26-0004	-	22,660
2020-2021 Award	14.218	Direct	B-20-UC-26-0004	-	253,535
2021-2022 Award	14.218	Direct	B-21-UC-26-0004	320,591	917,531
2022-2023 Award	14.218	Direct	B-22-UC-26-0004	161,926	338,392
COVID-19 CDBG Award	14.218	Direct	B-20-UW-26-0004	-	2,652
Total CDBG - Entitlement Grants Cluster				482,517	1,816,575
Emergency Solutions Grant:					
Homelessness Prevention and Rapid Rehousing program:					
2020-2021 Award	14.231	Direct	E-20-UC-26-0004	147,970	152,747
2021-2022 Award	14.231	Direct	E-21-UC-26-0004	-	2,654
COVID-19 Emergency Solutions Grants Program - CARES Act Funding					
	14.231	Direct	E-20-UW-26-0004	706,563	760,334
				854,533	915,735

continued...

COUNTY OF KENT, MICHIGAN

Schedule of Expenditures of Federal Awards

For the Year Ended December 31, 2022

Federal Agency / Cluster / Program Title	Assistance Listing Number	Passed Through	Pass-through / Grantor Number	Total Subawards	Federal Expenditures
U.S. Department of Housing and Urban Development (Concluded)					
HOME Investment Partnerships Program (HOME):					
2014-2015 Award	14.239	Direct	M-14-DC-26-0221	\$ 23,490	\$ 23,490
2016-2017 Award	14.239	Direct	M-16-DC-26-0221	78,841	78,841
2019-2020 Award	14.239	Direct	M-19-DC-26-0221	291,389	291,389
2020-2021 Award	14.239	Direct	M-20-DC-26-0221	540,798	543,878
2021-2022 Award	14.239	Direct	M-21-DC-26-0221	523,787	568,179
2022-2023 Award	14.239	Direct	M-22-DC-26-0221	-	31,329
COVID-19 HOME ARPA Award	14.239	Direct	M-21-DP-26-0221	75,213	75,213
				<u>1,533,518</u>	<u>1,612,319</u>
Continuum of Care:					
Sponsor-based Rental Assistance 2021-2022	14.267	Direct	MI0173L5F062013	284,448	289,017
Sponsor-based Rental Assistance 2022-2023	14.267	Direct	MI0173L5F062114	289,362	294,287
Tenant-based Rental Assistance 2021-2022	14.267	Direct	MI0174L5F062013	622,512	632,645
Tenant-based Rental Assistance 2022-2023	14.267	Direct	MI0174L5F062114	577,285	584,231
				<u>1,773,607</u>	<u>1,800,180</u>
Housing Voucher Cluster:					
Section 8 Housing Choice Voucher Program:					
Family Services Coordinator	14.871	Direct	MI198FS	-	104,856
Housing Choice Voucher 2022 Award	14.871	Direct	MI198VO	-	3,374,311
Housing Choice Vouchers 2020 Award	14.871	Direct	MI198VO	-	38,827
Housing Choice Vouchers 2021 Award	14.871	Direct	MI198VO	-	292,196
Veterans 2020 Award	14.871	Direct	MI198VO	-	119
Veterans 2021 Award	14.871	Direct	MI198VO	-	192
Veterans 2022 Award	14.871	Direct	MI198VO	-	1,103,772
				<u>-</u>	<u>4,914,273</u>
Total U.S. Department of Housing and Urban Development				<u>4,644,175</u>	<u>11,059,082</u>
U.S. Department of Justice					
COVID-19 Coronavirus Emergency Supplemental Funding (CESF)	16.034	Direct	CESF-2022-076	-	34,502
OVC FY 2021 Collaborative Model Task Force to Combat Human Trafficking	16.320	Direct	15POVC-21-GK-04068-HT	-	154,660
State Criminal Alien Assistance Program:					
State Criminal Alien Assistance Program (FY2020)	16.606	Direct	15PBJA-20-RR-00280-SCAA	-	134,300
State Criminal Alien Assistance Program (FY2021)	16.606	Direct	15PBJA-21-RR-05137-SCAA	-	131,483
				<u>-</u>	<u>265,783</u>
Byrne Memorial Justice Assistance Grant Program	16.738	CGR	2020-DJ-BX-0883	-	16,237
Equitable Sharing Program	16.922	Direct	MI4114100	-	1,260
Total U.S. Department of Justice				<u>-</u>	<u>472,442</u>
U.S. Department of Transportation					
Transit Services Programs Cluster:					
Enhanced Mobility of Seniors and Individuals with Disabilities	20.513	MDOT	2021-0010	-	98,395
Highway Safety Cluster:					
State and Community Highway Safety	20.600	WYO	PT-22-10	-	17,328
State and Community Highway Safety	20.600	WYO	PT-23-22	-	4,630
Alcohol Impaired Driving Countermeasures Incentive Grants I	20.600	SCAO	25316	-	11,678
Total Highway Safety Cluster				<u>-</u>	<u>33,636</u>
Hazardous Materials Emergency Planning (FY 2022)	20.703	MSP	693JK31940022HMEP	-	31,112
Total U.S. Department of Transportation				<u>-</u>	<u>163,143</u>

continued...

COUNTY OF KENT, MICHIGAN

Schedule of Expenditures of Federal Awards

For the Year Ended December 31, 2022

Federal Agency / Cluster / Program Title	Assistance Listing Number	Passed Through	Pass-through / Grantor Number	Total Subawards	Federal Expenditures
U.S. Department of Treasury					
COVID-19 Emergency Rental Assistance Program:					
Coronavirus Emergency Rental Assistance CERA 1	21.023	HWMUW	HML-2021-Heart of-1148-CERA	\$ -	\$ 239,251
Coronavirus Emergency Rental Assistance CERA 2	21.023	HWMUW	HML-2022-Heart of-1148-CERA2	-	352,263
Coronavirus Emergency Rental Assistance Housing Stability Services	21.023	HWMUW	HML-2022-Heart of-1148-CERA2	-	50,422
				-	641,936
COVID-19 Coronavirus State and Local Fiscal Recovery Funds:					
Coronavirus State and Local Fiscal Recovery Funds - Direct Allocation	21.027	Direct	-n/a-	-	4,481,281
Local Assistance and Tribal Consistency Fund	21.032	Direct	-n/a-	-	50,000
Total U.S. Department of Treasury				-	5,173,217
U.S. Environmental Protection Agency					
Drinking Water State Revolving Fund Cluster:					
Capitalization Grants for Drinking Water State Revolving Funds (FY 2022)	66.468	EGL	FS975487-20	-	8,572
Capitalization Grants for Drinking Water State Revolving Funds (FY 2023)	66.468	EGL	FS975487-21	-	947
Total U.S. Environmental Protection Agency				-	9,519
U.S. Department of Energy					
Weatherization Assistance Program:					
Weatherization Assistance for Low-Income Persons (FY 2021-2022)	81.042	MDHHS	WAP16-41016-6	-	165,971
Weatherization Assistance for Low-Income Persons (FY 2022-2023)	81.042	MDHHS	WAP16-41016-7	-	247,908
Total U.S. Department of Energy				-	413,879
U.S. Department of Health and Human Services					
Aging Cluster:					
Special Programs for the Aging - Title III, Part B (FY 2022)	93.044	AAAWM	61.10-FY2021	-	34,046
Special Programs for the Aging - Title III, Part B (FY 2023)	93.044	AAAWM	61.10-FY2023	-	12,959
				-	47,005
Nutrition Services Incentive Program (FY 2021-2022)	93.053	AAAWM	61.10-FY2022	-	5,601
Nutrition Services Incentive Program (FY 2022-2023)	93.053	AAAWM	61.10-FY2023	-	2,688
				-	8,289
Total Aging Cluster				-	55,294
Tuberculosis Control Program:					
Tuberculosis Control Program (FY 2022)	93.116	MDHHS	NU52PS910173	-	9,775
Tuberculosis Control Program (FY 2023)	93.116	MDHHS	NU52PS910173	-	2,623
U4U Tuberculosis Services (FY 2022)	93.116	MDHHS	NU52PS910173	-	173
U4U Tuberculosis Services (FY 2023)	93.116	MDHHS	NU52PS910173	-	27
				-	12,598
Sexual Violence Prevention:					
Injury Prevention and Control Research (FY2022)	93.136	MDHHS	NUF2CE002482	-	73,797
Injury Prevention and Control Research (FY2023)	93.136	MDHHS	NUF2CE002482	-	23,337
				-	97,134
Community Programs to Improve Minority Health:					
COVID-19 Advancing Health Literacy to Enhance Equitable Community Response to COVID-19	93.137	Direct	1 CPIMP211301-01-00	-	899,470

continued...

COUNTY OF KENT, MICHIGAN

Schedule of Expenditures of Federal Awards

For the Year Ended December 31, 2022

Federal Agency / Cluster / Program Title	Assistance Listing Number	Passed Through	Pass-through / Grantor Number	Total Subawards	Federal Expenditures
U.S. Department of Health and Human Services (Continued)					
Substance Abuse and Mental Health Services Administration:					
Circuit Mental Health Court Expansion	93.243	MDHHS	6H79TI081955	\$ -	\$ 319,798
Immunization Cooperative Agreements:					
Children's Special Healthcare Services Vaccine Initiative (FY2022)	93.268	MDHHS	NH23IP922635	-	18,662
Children's Special Healthcare Services Vaccine Initiative (FY2023)	93.268	MDHHS	NH23IP922635	-	8,485
COVID-19 COVID Immunizations (FY2022)	93.268	MDHHS	4494DRMI0000001	-	90,771
COVID-19 COVID Immunizations (FY2023)	93.268	MDHHS	NH23IP922635	-	174,251
Immunization & Vaccine Program (FY 2022)	93.268	MDHHS	NH23IP922635	-	182,721
Immunization & Vaccine Program (FY 2023)	93.268	MDHHS	NH23IP922635	-	79,302
Immunization & Vaccine Program (FY 2023)	93.268	MDHHS	-n/a-	-	26,434
Immunization Field Services Rep (FY2022)	93.268	MDHHS	NH23IP922635	-	3,750
Immunization Field Services Rep (FY2023)	93.268	MDHHS	NH23IP922635	-	987
Immunization Field Services Rep (FY2023)	93.268	MDHHS	-n/a-	-	263
Immunizations -Fixed Fees (FY2022)	93.268	MDHHS	NH23IP922635	-	3,000
Immunizations -Fixed Fees (FY2023)	93.268	MDHHS	NH23IP922635	-	3,150
Immunizations -Fixed Fees (FY2023)	93.268	MDHHS	-n/a-	-	1,050
Vaccines (non-cash assistance) (FY2022)	93.268	MDHHS	-n/a-	-	428,395
Vaccines (non-cash assistance) (FY2023)	93.268	MDHHS	-n/a-	-	172,674
				-	1,193,895
Epidemiology and Laboratory Capacity for Infectious Diseases:					
COVID-19 Contact Tracing and Testing Coordination (FY2022)	93.323	MDHHS	NU50CK000510	-	1,655,286
COVID-19 Contact Tracing and Testing Coordination (FY2023)	93.323	MDHHS	NU50CK000510	-	152,657
COVID-19 Mobile Testing (FY2022)	93.323	MDHHS	NU50CK000510	-	78,870
COVID-19 Mobile Testing (FY2023)	93.323	MDHHS	NU50CK000510	-	16,589
Enhancing Detection (FY2022)	93.323	MDHHS	NU50CK000510	-	65,942
Infection Prevention (FY2022)	93.323	MDHHS	NU50CK000510	-	16,030
Lab Capacity SEWER Network (FY2022)	93.323	MDHHS	NU50CK000510	690,169	711,620
Lab Capacity SEWER Network (FY2023)	93.323	MDHHS	NU50CK000510	231,603	238,721
Reopening Schools (FY2023)	93.323	MDHHS	NU50CK000510	-	51,986
West Nile Virus (FY2022)	93.323	MDHHS	NU50CK000510	-	7,848
				921,772	2,995,549
COVID-19 Public Health Crisis Response: Cooperative Agreement for Emergency Response:					
COVID Public Health Workforce (FY2022)	93.354	MDHHS	NU90TP922186	-	221,985
COVID Public Health Workforce (FY2023)	93.354	MDHHS	NU90TP922186	-	9,626
				-	231,611
COVID-19 COVID Health Disparities - Community Information Exchange	93.391	MDHHS	NU75OT000078	-	313
Strengthening Public Health Systems and Services:					
NACCHO - Health Equity and Overdose Mentorship	93.421	NACCHO	5NU38OT000306-05-00	-	1,608
NACCHO - Health In All Policies - Lead	93.421	NACCHO	6NU38OT000306-03-01	-	20,000
COVID-19 NACCHO People with Disabilities in COVID-19 Preparedness	93.421	NACCHO	6NU38OT000306-02-10	-	15,063
				-	36,671
Low-Income Household Water Assistance Program:					
WACAA 2022	93.499	MDHHS	E20224814-00	-	10,943
WACAP 2022	93.499	MDHHS	E20224338-00	-	142,123
WACAA 2023	93.499	MDHHS	E20235020-00	-	11,259
WACAP 2023	93.499	MDHHS	E20234469-001	-	87,526
				-	251,851
Health Resources and Services Administration:					
Public Health Training Centers Program (FY2022)	93.516	UM	5-UB6-HP-31684-04	-	6,044
Public Health Training Centers Program (FY2023)	93.516	UM	2-UB6-HP-31684-05	-	2,718
				-	8,762

continued...

COUNTY OF KENT, MICHIGAN

Schedule of Expenditures of Federal Awards

For the Year Ended December 31, 2022

Federal Agency / Cluster / Program Title	Assistance Listing Number	Passed Through	Pass-through / Grantor Number	Total Subawards	Federal Expenditures
U.S. Department of Health and Human Services (Continued)					
Child Support Enforcement:					
Title IV-D - Incentive Payments (FY 2021-2022)	93.563	MDHHS	CS/FOC-17-41001	\$ -	\$ 801,661
Title IV-D - Incentive Payments (FY 2022-2023)	93.563	MDHHS	CS/FOC-17-41001	-	256,653
Title IV-D - Friend of the Court (FY 2021-2022)	93.563	MDHHS	CS/FOC-17-41001	-	3,697,553
Title IV-D - Friend of the Court (FY 2022-2023)	93.563	MDHHS	CS/FOC-17-41001	-	1,269,278
Title IV-D - Prosecuting Attorney (FY 2021-2022)	93.563	MDHHS	CSPA-17-41002	-	968,062
Title IV-D - Prosecuting Attorney (FY 2022-2023)	93.563	MDHHS	CSPA-17-41002	-	330,577
				-	<u>7,323,784</u>
Refugee and Entrant Assistance State/Replacement Designee Adm Program:					
Refugee Cash and Medical Assistance Screening (FY 2022)	93.566	MDHHS	2022MIRCMA	-	328,471
Refugee Cash and Medical Assistance Screening (FY 2023)	93.566	MDHHS	2023MIRCMA	-	104,431
				-	<u>432,902</u>
Low-Income Home Energy Assistance:					
Low-Income Home Energy Assistance (FY 2021-2022)	93.568	MDHHS	E20220275-00	-	263,549
Low-Income Home Energy Assistance (FY 2021-2022)	93.568	MDHHS	E20220284-00	-	19,221
Low-Income Home Energy Assistance (FY 2021-2022)	93.568	MDHHS	E20230566-00	-	4,701
Low-Income Home Energy Assistance (FY 2021-2022)	93.568	MDHHS	E20230567-00	-	92,969
Michigan Energy Assistance Program (FY 2021-2022)	93.568	YMCA	E20220288-00	-	9,150
Michigan Energy Assistance Program (FY 2021-2022)	93.568	YMCA	E20224580-00	-	5,198
Michigan Energy Assistance Program (FY 2022-2023)	93.568	YMCA	E20231467-00	-	3,147
Michigan Energy Assistance Program (FY 2022-2023)	93.568	YMCA	E20231468-00	-	3,862
				-	<u>401,797</u>
Community Services Block Grant:					
Community Services Block Grant (FY 2020-2022)	93.569	MDHHS	E20220259-001	-	348,119
Community Services Block Grant (FY 2021-2023)	93.569	MDHHS	E20224064-001	-	704,483
Community Services Block Grant (FY 2021-2023)	93.569	MDHHS	E20230569-001	-	337,279
COVID-19 Community Services Block Grant (FY 2020-2022)					
Aid, Relief, and Economic Security Act	93.569	MDHHS	E20220232-001	-	647,618
				-	<u>2,037,499</u>
Grants to States for Access and Visitation Programs:					
Access and Visitation Grant (FY 2021-2022)	93.597	SCAO	SCAO-2022-018	-	7,960
Access and Visitation Grant (FY 2022-2023)	93.597	SCAO	SCAO-2023-015	-	3,840
				-	<u>11,800</u>
Foster Care Title IV-E:					
IV E Foster Care Program	93.658	SCAO	E20221993-00	-	88,022
IV E Foster Care Program	93.658	SCAO	E20231861-001	-	33,264
				-	<u>121,286</u>
Lead Hazard Control Grant:					
Children's Health Insurance Program (FY 2021-2022)	93.767	CGR	88133-8387	-	2,761
Children's Health Insurance Program (FY 2022-2023)	93.767	CGR	88133-8387	-	1,486
Children's Health Insurance Program (FY 2021-2022)	93.767	CGR	E20220096-00	-	147,696
Children's Health Insurance Program (FY 2022-2023)	93.767	CGR	E20232653-00	-	30,897
				-	<u>182,840</u>
Medicaid Cluster:					
Medicaid Outreach and Advocacy (FY 2022)	93.778	MDHHS	2205MI5ADM	388,351	475,429
Medicaid Outreach and Advocacy (FY 2022)	93.778	MDHHS	2305MI5ADM	187,219	229,198
Medicaid Outreach and Advocacy (FY 2023)	93.778	MDHHS	2305MI5ADM	213,721	265,878
Medicaid Outreach - WIC/Imms (FY 2022)	93.778	MDHHS	2205MI5ADM	-	70,030
Medicaid Outreach - WIC/Imms (FY 2022)	93.778	MDHHS	2305MI5ADM	-	31,157
Medicaid Outreach - WIC/Imms (FY 2023)	93.778	MDHHS	2305MI5ADM	-	45,658
CSHCS Care Coordination Services (FY2022)	93.778	MDHHS	2201MI5MAP	-	2,837
CSHCS Care Coordination Services (FY2022)	93.778	MDHHS	2205MI5ADM	-	5,040
CSHCS Care Coordination Services (FY2022)	93.778	MDHHS	2301MI5MAP	-	2,244
CSHCS Care Coordination Services (FY2022)	93.778	MDHHS	2305MI5ADM	-	5,975
CSHCS Care Coordination Services (FY2023)	93.778	MDHHS	2301MI5MAP	-	1,980
CSHCS Care Coordination Services (FY2023)	93.778	MDHHS	2305MI5ADM	-	3,535
CSHCS Medicaid Outreach (FY 2022)	93.778	MDHHS	2205MI5ADM	-	124,248
CSHCS Medicaid Outreach (FY 2022)	93.778	MDHHS	2305MI5ADM	-	7,754
CSHCS Medicaid Outreach and Advocacy (FY 2022)	93.778	MDHHS	2205MI5ADM	-	62,681

continued...

COUNTY OF KENT, MICHIGAN

Schedule of Expenditures of Federal Awards

For the Year Ended December 31, 2022

Federal Agency / Cluster / Program Title	Assistance Listing Number	Passed Through	Pass-through / Grantor Number	Total Subawards	Federal Expenditures
U.S. Department of Health and Human Services (Continued)					
Medicaid Cluster (Concluded):					
CSHCS Medicaid Outreach and Advocacy (FY 2023)	93.778	MDHHS	2305MI5ADM	\$ -	\$ 70,049
Nurse Family Partnership Services (FY 2022)	93.778	MDHHS	2205MI5ADM	-	42,316
Nurse Family Partnership Services (FY 2023)	93.778	MDHHS	2305MI5ADM	-	53,746
Nurse Family Partnership Medicaid Outreach (FY 2022)	93.778	MDHHS	2205MI5ADM	-	51,477
Nurse Family Partnership Medicaid Outreach (FY 2023)	93.778	MDHHS	2305MI5ADM	-	56,560
Elevated Blood Lead Case Management (FY2022)	93.778	MDHHS	2205MI5MAP	-	6,600
Elevated Blood Lead Case Management (FY2023)	93.778	MDHHS	2305MI5MAP	-	4,488
Elevated Blood Lead Case Management (FY2023)	93.778	MDHHS	2305MI5MAP	-	4,752
Strong Beginnings Medicaid Match (FY2022)	93.778	SPEC	20220008-00	-	23,911
Strong Beginnings Medicaid Match (FY2023)	93.778	SPEC	20220008-00	-	27,472
				<u>789,291</u>	<u>1,675,015</u>
State Targeted Response to the Opioid Crisis:					
State Opioid Response Part 2 (FY2022)	93.788	LRE	H79TI083298-01	-	59,493
State Opioid Response Part 2 (FY2023)	93.788	LRE	H79TI083298-01	-	20,615
				-	<u>80,108</u>
Maternal Infant and Early Childhood Home Visiting Program:					
Maternal Infant and Early Childhood Home Visiting (FY 2022)	93.870	MDHHS	X1039693	-	28,496
Maternal Infant and Early Childhood Home Visiting (FY 2022)	93.870	MDHHS	X1043588	-	150,506
Maternal Infant and Early Childhood Home Visiting (FY 2023)	93.870	MDHHS	X1046872	-	127,649
COVID-19 Maternal Infant and Early Childhood Home Visiting - ARPA (2022)	93.870	MDHHS	X1141907	-	29,328
COVID-19 Maternal Infant and Early Childhood Home Visiting - ARPA (2023)	93.870	MDHHS	X1145302	-	28,327
				-	<u>364,306</u>
National Bioterrorism Hospital Preparedness Program:					
Lab Bioterrorism (2022)	93.889	MDHHS	U3REP190584	-	377
PHEP (10/1/21-6/30/22)	93.889	MDHHS	U3REP190584	-	106,291
PHEP (7/1/22-9/30/22)	93.889	MDHHS	U3REP190584	-	50,779
PHEP (10/1/22 - 6/30/23)	93.889	MDHHS	U3REP190584	-	64,338
				-	<u>221,785</u>
Breast and Cervical Cancer Control Program:					
Cancer Prevention and Control Programs (FY 2022)	93.898	MDHHS	NU58DP006334	-	129,171
Cancer Prevention and Control Programs (FY 2022)	93.898	MDHHS	NU58DP007126	-	57,666
Cancer Prevention and Control Programs (FY 2023)	93.898	MDHHS	NU58DP007126	-	53,821
Cancer Prevention and Control Programs (FY 2023)	93.898	MDHHS	-n/a-	-	17,940
				-	<u>258,598</u>
Strong Beginnings Program:					
Healthy Start Initiative (FY 2021-2022)	93.926	SPEC	5H49MC03591-18-00	-	77,153
Healthy Start Initiative (FY 2022-2023)	93.926	SPEC	5H49MC03591-19-01	-	84,269
				-	<u>161,422</u>
HIV Prevention Activities:					
HIV Prevention (FY 2022)	93.940	MDHHS	NU62PS924530	-	103,448
HIV Prevention (FY 2023)	93.940	MDHHS	NU62PS924530	-	32,506
				-	<u>135,954</u>
Block Grants for Prevention and Treatment of Substance Abuse:					
COVID-19 Supplemental (FY 2022)	93.959	LRE	1B08TI083503-01	-	88,073
Preventative Health and Health Services Block Grant:					
Eastern Equine Encephalitis Virus Surveillance Project (2022)	93.991	MDHHS	NB01OT009428	-	10,257

continued...

COUNTY OF KENT, MICHIGAN

Schedule of Expenditures of Federal Awards

For the Year Ended December 31, 2022

Federal Agency / Cluster / Program Title	Assistance Listing Number	Passed Through	Pass-through / Grantor Number	Total Subawards	Federal Expenditures
U.S. Department of Health and Human Services (Concluded)					
Maternal and Child Health Services Block Grant:					
Children's Special Healthcare Care Coordination Services (FY 2022)	93.994	MDHHS	B04MC45223	\$ -	\$ 33,621
Children's Special Healthcare Care Coordination Services (FY 2022)	93.994	MDHHS	B0445223	-	302
Children's Special Healthcare Care Coordination Services (FY 2023)	93.994	MDHHS	B0447425	-	9,640
Child Death Case Abstractions and Interviews (FIMR) (FY2022)	93.994	MDHHS	B0445223	-	8,640
Child Death Case Abstractions and Interviews (FIMR) (FY2023)	93.994	MDHHS	B0447425	-	3,240
Childhood Lead Poisoning Prevention (FY 2022)	93.994	MDHHS	B04MC45223	-	87,623
Childhood Lead Poisoning Prevention (FY 2023)	93.994	MDHHS	B0447425	-	64,123
MCH-All Other (FY2022)	93.994	MDHHS	B0440141	-	189,399
MCH-All Other (FY2022)	93.994	MDHHS	B0445223	-	43,361
MCH-All Other (FY2023)	93.994	MDHHS	B0445223	-	13,604
MCH-All Other (FY2023)	93.994	MDHHS	B0447425	-	25,221
Child Death (SIDS) (FY2022)	93.994	MDHHS	B0445223	-	625
Child Death (SIDS) (FY2023)	93.994	MDHHS	B0447425	-	375
MCH- Children (FY2022)	93.994	MDHHS	B0445223	-	6,573
				<u>-</u>	<u>486,347</u>
Total U.S. Department of Health and Human Services				<u>1,711,063</u>	<u>20,096,719</u>
U.S. Department of Homeland Security					
Disaster Grants-Public Assistance (Presidentially Declared Disasters):					
Statewide Local Health Department Mobile Vaccine Support 2022 Public Assistance	97.036	MDHHS	4494DRMI0000001	-	467,910
COVID-19 County Jails Testing Reimbursement	97.036	MSP	PA-05-MI-4494-PW-00373	484,815	1,033,834
			E20225012-00	-	215,720
				<u>484,815</u>	<u>1,717,464</u>
Emergency Management Performance Grant:					
Emergency Management Performance Grant (FY 2021)	97.042	MSP	EMC-2021-EP-00003	-	48,828
Emergency Management Performance Grant (FY 2022)	97.042	MSP	EMC-2022-EP-00001	-	12,201
				<u>-</u>	<u>61,029</u>
Homeland Security Grant Program:					
2019 Award	97.067	WMRMC	EMW-2019-SS-00021	96,003	256,105
2020 Award	97.067	WMRMC	EMW-2020-SS-00044-S01	-	32,194
				<u>96,003</u>	<u>288,299</u>
Total U.S. Department of Homeland Security				<u>580,818</u>	<u>2,066,792</u>
Total Expenditures of Federal Awards				<u>\$ 7,025,121</u>	<u>\$ 44,200,148</u>

concluded

COUNTY OF KENT, MICHIGAN

Notes to Schedule of Expenditures of Federal Awards

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of the County of Kent, Michigan (the "County") under programs of the federal government for the year ended December 31, 2022. The information in the Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the County, it is not intended to and does not present the financial position, changes in net position or cash flows of the County.

The County's reporting entity is defined in Note 1 of the County's Annual Comprehensive Financial Report. The County's financial statements include the operations of the Kent County Road Commission and the Gerald R. Ford International Airport Authority discretely-presented component units, which received federal awards that are not included in the Schedule for the year ended December 31, 2022, as these entities were separately audited.

Expenditures reported on the Schedule are reported on the accrual basis of accounting, which is described in Note 1 to the County's financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance or other applicable guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available.

2. 10% DE MINIMIS COST RATE

For purposes of charging indirect costs to federal awards, the County has elected not to use the 10% de minimis cost rate as permitted by §200.414 of the Uniform Guidance.

3. PASS-THROUGH AGENCIES

The County receives certain federal grants as subawards from non-federal entities. Pass-through entities, where applicable, have been identified in the Schedule with an abbreviation, defined as follows:

Pass-through Agency Abbreviation	Pass-through Agency Name
MDE	Michigan Department of Education
MDHHS	Michigan Department of Health and Human Services
CGR	City of Grand Rapids, Michigan
MDOT	Michigan Department of Transportation
WYO	City of Wyoming, Michigan
SCAO	Michigan State Court Administrative Office
MSP	Michigan State Police
HWMUW	Heart of West Michigan United Way

COUNTY OF KENT, MICHIGAN

Notes to Schedule of Expenditures of Federal Awards

Pass-through Agency Abbreviation	Pass-through Agency Name
EGLE	Michigan Department of Environment, Great Lakes and Energy
AAAWM	Area Agency on Aging for West Michigan
NACCHO	National Association of County and City Health Officials
UM	University of Michigan
YMCA	Grand Rapids Metropolitan YMCA
SPEC	Spectrum Health
LRE	Lakeshore Regional Entity
WMRMC	West Michigan Regional Medical Consortium



**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***

June 22, 2023

Honorable Members of the
Board of Commissioners
County of Kent
Grand Rapids, Michigan

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, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the **County of Kent, Michigan** (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 June 22, 2023. Our report includes a reference to other auditors who audited the financial statements of the Kent County Road Commission and Gerald R. Ford International Airport Authority, discretely presented component units, as described in our report on the County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

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*.

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 County'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 "Lehmann Lobson LLC". The signature is written in a cursive, flowing style.

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

June 22, 2023

Honorable Members of the
Board of Commissioners
County of Kent
Grand Rapids, Michigan

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the compliance of the **County of Kent, Michigan** (the "County") with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended December 31, 2022. The County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

The County's basic financial statements also include the operations of the Kent County Road Commission which received certain federal awards which are not included in the schedule of expenditures of federal awards for the year ended December 31, 2022. Our audit, described below, did not include the operations of the Kent County Road Commission because it arranged for a separate financial statement audit and did not meet the criteria for a single audit. The County's basic financial statements also include the operations of the Gerald R. Ford International Airport Authority which received \$13,565,578 in federal awards and which are not included in the schedule of expenditures of federal awards for the year ended December 31, 2022. Our audit, described below, did not include the operations of the Gerald R. Ford International Airport Authority because the entity arranged for a separate audit in accordance with the Uniform Guidance.

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2022.



Basis for Opinion on Each Major Federal 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; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Independent 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 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 programs.

Independent 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*, and the Uniform Guidance 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 program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, 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, 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 which are described in the accompanying schedule of findings and questioned costs as items 2022-001 and -002. Our opinion on each major federal program is not modified with respect to these matters.

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

Report on Internal Control Over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Independent 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. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we did identify a certain deficiency in internal control over compliance 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 program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2022-001 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 finding identified in our 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.

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. Accordingly, this report is not suitable for any other purpose.

Rehmann Loborn LLC

COUNTY OF KENT, MICHIGAN

Schedule of Findings and Questioned Costs

For the Year Ended December 31, 2022

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified? yes X no

Significant deficiency(ies) identified? yes X none reported

Noncompliance material to financial statements noted? yes X no

Federal Awards

Internal control over major programs:

Material weakness(es) identified? yes X no

Significant deficiency(ies) identified? X yes none reported

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? X yes no

Identification of major programs/
Type of auditor's report issued on compliance for major programs:

<u>ALN Number(s)</u>	<u>Name of Federal Program or Cluster</u>	<u>Opinion</u>
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children (WIC)	Unmodified
14.218	Community Development Block Grants - Entitlement Grants	Unmodified
14.239	HOME Investment Partnership	Unmodified
14.267	Continuum of Care	Unmodified
21.023	Emergency Rental Assistance Program	Unmodified
21.027	Coronavirus State and Local Fiscal Recovery Funds	Unmodified
93.563	Child Support Enforcement	Unmodified
97.036	Disaster Grants - Public Assistance (Presidentially Declared Disasters)	Unmodified

COUNTY OF KENT, MICHIGAN

Schedule of Findings and Questioned Costs

For the Year Ended December 31, 2022

Dollar threshold used to distinguish
between Type A and Type B programs:

\$ 1,326,004

Auditee qualified as low-risk auditee?

 yes X no

COUNTY OF KENT, MICHIGAN

Schedule of Findings and Questioned Costs

For the Year Ended December 31, 2022

SECTION II – FINANCIAL STATEMENT FINDINGS

None reported

COUNTY OF KENT, MICHIGAN

Schedule of Findings and Questioned Costs

For the Year Ended December 31, 2022

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

2022-001 – Housing Quality Standards (HQS) Inspections

Finding Type. Immaterial Noncompliance/Significant Deficiency in Internal Control over Compliance (Special Tests and Provisions).

Program. Housing Voucher Cluster; Housing Choice Vouchers; U.S. Department of Housing and Urban Development; Assistance Listing Number 14.871; Award Numbers MI198VO and MI98FS

Criteria. Public housing agencies (PHAs) must inspect the unit leased to a family at least annually to determine if the unit meets HQS and the PHA must conduct quality control re-inspections. The PHA must prepare a unit inspection report. Due to Regulation 24 CFR 982.405, 983.103, PHAs have the discretion to conduct unit inspections biennially rather than annually, for the Housing Choice Voucher programs.

Condition. In the prior year single audit, 1 out of 40 tenants selected for testing did not receive an HQS inspection within the two year window as of December 31, 2021. This tenant did not appear on the appropriate reports that would have generated inspection letters to be sent, and so was overlooked in the process. Per management inquiry, as part of current year testing, the County still has a small list of tenants for this program that have not had an HQS inspection during the two year window as of December 31, 2022.

Cause. The cause of this condition appears to be a deficiency in the tracking process of tenants and units that are due for HQS inspections.

Effect. Because of this condition there was an increased risk that required inspections would not be completed timely.

Questioned Costs. The total amount of Housing Assistance Payments made to this tenant during 2021 was \$10,455. There are no questioned costs for 2022.

Recommendation. The County should update its tracking process for determining which units are due for HQS inspection, so that all units that have not been inspected within the two year window will be considered.

View of Responsible Officials. We concur with the audit assessment regarding this matter. Management has reviewed its existing procedures and has already made revisions, as appropriate, to ensure that all applicable requirements are considered in the monitoring process.

COUNTY OF KENT, MICHIGAN

Schedule of Findings and Questioned Costs

For the Year Ended December 31, 2022

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

2022-002 – Special Reporting for Federal Funding Accountability and Transparency Act

Finding Type. Immaterial Noncompliance (Reporting).

Program. Community Development Block Grant - Entitlement Grants; U.S. Department of Housing and Urban Development; Assistance Listing Number 14.218; Award Numbers B-21-UC-26-0004 and B-22-UC-26-0004.

Criteria. Under the requirements of the Federal Funding Accountability and Transparency Act (Pub. L. No. 109-282), as amended by Section 6202 of Pub. L. No. 110-252, hereafter referred as the “Transparency Act” that are codified in 2 CFR Part 170, recipients (i.e., direct recipients) of grants or cooperative agreements are required to report first-tier subawards of \$30,000 or more to the Federal Funding Accountability and Transparency Act Subaward Reporting System (FSRS).

Condition. Per inquiry of County management, they were not aware of the subaward submission requirements and no one from an outside agency has contacted them to alert them to this delinquent reporting.

Cause. The cause of this condition appears to be a lack of understanding of the reporting requirements associated with the Transparency Act.

Effect. Because of this condition the County did not fully comply with all aspects of the above mentioned programs.

Questioned Costs. No costs are questioned as a result of this issue.

Recommendation. The County should update its policies and procedures to assure that all changes in federal award compliance over reporting are captured and applied.

View of Responsible Officials. We concur with the audit assessment regarding this matter. Management has reviewed its existing procedures and has already made revisions, as appropriate, to ensure compliance with Federal Funding Accountability and Transparency Act reporting requirements.



COUNTY OF KENT, MICHIGAN

Summary Schedule of Prior Audit Findings

For the Year Ended December 31, 2022

2021-001 – Subrecipient Monitoring

Finding Type. Material Noncompliance / Material Weakness in Internal Control over Compliance (Subrecipient Monitoring).

Program. HOME Investment Partnership; U.S. Department of Housing and Urban Development; Assistance Listing Number 14.239; Award Numbers M-16-DC-26-0221, M-17-DC-26-0221, M-18-DC-26-0221, M-19-DC-26-0221 and M-20-DC-26-0221.

Although fiscal monitoring related to HOME subrecipients was completed by the Office of Fiscal Services, including review of monthly reporting and expenditure testing, programmatic monitoring activities covering various applicable compliance requirements was not conducted during 2021. The applicable compliance areas not monitored included eligibility and special tests and provisions requirements related to ensuring housing quality standard and wage rate requirements. Additionally, risk assessment was not documented for one of the two subrecipients selected for testing (out of a total population of five). This finding is considered to be resolved as of December 31, 2022.

2021-002 – Housing Quality Standards (HQS) Inspections

Finding Type. Immaterial Noncompliance/Significant Deficiency in Internal Control over Compliance (Special Tests and Provisions).

Program. Housing Voucher Cluster; Housing Choice Vouchers; U.S. Department of Housing and Urban Development; Assistance Listing Number 14.871; Award Numbers MI198VO and MI98FS.

1 out of 40 tenants selected for testing did not receive an HQS inspection within the two year window as of December 31, 2021. This tenant did not appear on the appropriate reports that would have generated inspection letters to be sent, and so was overlooked in the process. This finding was repeated as finding 2022-001.

2021-003 – Food Distribution Site Assessment Reports

Finding Type. Significant Deficiency in Internal Control over Compliance (Special Tests and Provisions).

Programs. Food Distribution Cluster; Commodity Supplemental Food Program; U.S. Department of Agriculture; Assistance Listing Number 10.565; passed-through the Michigan Department of Education.

Although the required site assessments were performed, 11 out of the 12 tested had clerical errors noted in the forms. In addition, none of the forms that were selected for testing bore evidence of independent review. None of the errors resulted in a situation that would have caused a distribution site to be materially out of compliance. This finding is considered resolved as of December 31, 2022.



CORRECTIVE ACTION PLAN

Certain matters were brought to our attention as a result of the audit process. These are described more fully in the Schedule of Findings and Questioned Costs. We evaluated the matters as noted below and have described our planned actions as a result.

2022-001 – Housing Quality Standards (HQS) Inspections

Auditor Description of Condition and Effect: In the prior year single audit, 1 out of 40 tenants selected for testing did not receive an HQS inspection within the two year window as of December 31, 2021. This tenant did not appear on the appropriate reports that would have generated inspection letters to be sent, and so was overlooked in the process. Per management inquiry, as part of current year testing, the County still has a small list of tenants for this program that have not had an HQS inspection during the two year window as of December 31, 2022. Because of this condition there was an increased risk that required inspections would not be completed timely.

Auditor Recommendation: The County should update its tracking process for determining which units are due for HQS inspection, so that all units that have not been inspected within the two year window will be considered.

Management Assessment. We concur with the audit assessment regarding this matter.

Planned Corrective Action. Management has reviewed its existing procedures and has already made revisions, as appropriate, to ensure that all applicable requirements are considered in the monitoring process.

Responsible Party. Community Action Department staff

Date of Planned Corrective Action. September 2023

2022-002 – Special Reporting for Federal Funding Accountability and Transparency Act

Auditor Description of Condition and Effect: Per inquiry of County management, they were not aware of the subaward submission requirements and no one from an outside agency has contacted them to alert them to this delinquent reporting. Because of this condition the County did not fully comply with all aspects of the above mentioned programs.

Auditor Recommendation: The County should update its policies and procedures to assure that all changes in federal award compliance over reporting are captured and applied.

Management Assessment. We concur with the audit assessment regarding this matter.

Planned Corrective Action. Management has reviewed its existing procedures and has already made revisions, as appropriate, to ensure compliance with Federal Funding Accountability and Transparency Act reporting requirements.

Responsible Party. Community Action Department staff

Date of Planned Corrective Action. September 2023