

Fond du Lac County, Wisconsin

FEDERAL AND STATE AWARDS REPORT

December 31, 2018

Fond du Lac County, Wisconsin

DECEMBER 31, 2018

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FEDERAL AND STATE AWARDS

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FEDERAL AND STATE AWARDS



Independent auditors' report on compliance for each major federal and state program and on internal control over compliance; and report on the schedule of expenditures of federal awards and the schedule of expenditures of state awards required by the Uniform Guidance and the *State Single Audit Guidelines*

To the County Board
Fond du Lac County, Wisconsin

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL AND STATE PROGRAM

We have audited Fond du Lac County, Wisconsin's (the "County's") compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Compliance Supplement* and the *State Single Audit Guidelines* issued by the Wisconsin Department of Administration that could have a direct and material effect on each of the County's major federal and state programs for the year ended December 31, 2018. The County's major federal and state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Fond du Lac County, Wisconsin's basic financial statements include the operations of the Fond du Lac County Housing Authority (the "Housing Authority"), a discretely presented component unit, which expended \$2,015,407 in federal awards which is not included in the Fond du Lac County, Wisconsin's schedule of expenditures of federal awards during the year ended December 31, 2018. Our audit, described below, did not include the operations of the Fond du Lac County Housing Authority because the Housing Authority is a discretely presented component unit who engaged other auditors to perform an audit of compliance.

MANAGEMENT'S RESPONSIBILITY

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

AUDITORS' RESPONSIBILITY

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

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

OPINION ON EACH MAJOR FEDERAL AND STATE PROGRAM

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 and state programs for the year ended December 31, 2018.

REPORT ON INTERNAL CONTROL OVER COMPLIANCE

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal or state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal or state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and the *State Single Audit Guidelines*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

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

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

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

REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND THE SCHEDULE OF EXPENDITURES OF STATE AWARDS REQUIRED BY THE UNIFORM GUIDANCE AND THE STATE SINGLE AUDIT GUIDELINES

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the County as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated July 29, 2019, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards and schedule of expenditures of state awards are presented for purposes of additional analysis as required by the Uniform Guidance and the *State Single Audit Guidelines* and are 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 and schedule of expenditures of state awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Sheboygan, Wisconsin
September 27, 2019 except for the Schedules of
Expenditures of Federal and State Awards
as to which the date is July 29, 2019

Fond du Lac County, Wisconsin

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2018

Grantor Agency/Federal Program Title	CFDA Number	Pass-Through Agency	Pass-Through Entity Identifying Number	(Accrued) Deferred Revenue 1/1/18	Cash Received (Refunded)	Accrued (Deferred) Revenue 12/31/18	Total Expenditures	Subrecipient Payment
U.S. DEPARTMENT OF AGRICULTURE								
Child Nutrition Cluster								
National School Lunch Program	10.555	Office of Justice Assistance	Unknown	\$ -	\$ 22,340	\$ 1,413	\$ 23,753	\$ -
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	WI Department of Health Services	154710	(115,230)	401,872	105,639	392,281	-
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	WI Department of Health Services	154760	(2,387)	5,740	11,059	14,412	-
Total Special Supplemental Food Program for Women, Infants, and Children				(117,617)	407,612	116,698	406,693	-
SNAP Cluster								
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	WI Department of Health Services	61	(8,578)	37,235	21,368	50,025	41,325
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	WI Department of Health Services	284	(569,876)	2,453,598	625,211	2,489,133	2,024,525
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	WI Department of Children and Families	154661	(3,183)	15,606	3,058	15,481	-
Total SNAP Cluster				(601,437)	2,506,439	649,637	2,554,639	2,065,850
Soil and Water Conservation	10.902	Great Lakes Commission	WS06-16-11	-	142,297	886	143,183	-
Total U.S. Department of Agriculture				(719,054)	3,078,688	788,634	3,128,268	2,065,850
U.S. DEPARTMENT OF INTERIOR								
Wisconsin Land Information Program/National Geospatial Program: Building the National Map	15.817	WI Department of Administration	Unknown	-	52,650	-	52,650	-
U.S. DEPARTMENT OF JUSTICE								
Criminal Alien Assistance Program	16.606	Direct Program	N/A	-	-	10,981	10,981	-
U.S. DEPARTMENT OF TRANSPORTATION								
Highway Planning and Construction Cluster								
Recreational Trails Program	20.219	WI Department of Natural Resources	RTP-897-17D	-	-	45,000	45,000	-
Recreational Trails Program	20.219	WI Department of Natural Resources	RTP-895-17D	-	-	39,865	39,865	-
Total Highway Planning and Construction Cluster				-	-	84,865	84,865	-
Highway Safety Cluster								
State and Community Highway Safety	20.600	WI Department of Transportation	3950958-25-15	(7,049)	83,800	9,051	85,802	-
Interagency Hazardous Materials Public Sector Training and Planning Grant	20.703	WI Department of Military Affairs	10889	-	16,850	-	16,850	-
Interagency Hazardous Materials Public Sector Training and Planning Grant	20.703	WI Department of Military Affairs	11036	-	5,004	-	5,004	-
Total Interagency Hazardous Materials Public Sector Training and Planning Grant				-	21,854	-	21,854	-
Total U.S. Department of Transportation				(7,049)	105,654	93,916	192,521	-
ENVIRONMENTAL PROTECTION AGENCY								
State Indoor Radon Grants	66.032	WI Department of Natural Resources	150321	(1,068)	12,058	2,031	13,021	-
U.S. DEPARTMENT OF EDUCATION								
Special Education - Grants for Infants and Families	84.181	WI Department of Health Services	550	-	105,226	-	105,226	-
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	Greater Wisconsin Agency on Aging Resources	560510	-	6,976	-	6,976	-
Aging Cluster								
Special Programs for the Aging Title III, Part B Grants for Supportive Services and Senior Centers	93.044	Greater Wisconsin Agency on Aging Resources	560340	-	94,666	-	94,666	-
Special Programs for the Aging Title III, Part C Nutrition Services	93.045	Greater Wisconsin Agency on Aging Resources	560350	-	181,901	-	181,901	-
Special Programs for the Aging Title III, Part C Nutrition Services	93.045	Greater Wisconsin Agency on Aging Resources	560360	-	71,588	-	71,588	-
Total Special Programs for the Aging Title III, Part C Nutrition Services				-	253,489	-	253,489	-
Nutrition Services Incentive Program	93.053	Greater Wisconsin Agency on Aging Resources	560422	-	36,649	-	36,649	-
Total Aging Cluster				-	384,804	-	384,804	-
National Family Caregiver Support, Title III, Part E	93.052	Greater Wisconsin Agency on Aging Resources	560520	(4,117)	27,068	24,526	47,477	-
Public Health Emergency Preparedness	93.069	WI Department of Health Services	155015	-	38,225	34,348	72,573	-
Public Health Emergency Preparedness	93.069	WI Department of Health Services	155050	-	4,656	-	4,656	-
Total Public Health Emergency Preparedness				-	42,881	34,348	77,229	-

Fond du Lac County, Wisconsin

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2018

Grantor Agency/Federal Program Title	CFDA Number	Pass-Through Agency	Pass-Through Entity Identifying Number	(Accrued) Deferred Revenue 1/1/18	Cash Received (Refunded)	Accrued (Deferred) Revenue 12/31/18	Total Expenditures	Subrecipient Payment
Environmental Public Health and Emergency Response	93.070	WI Department of Health Services	155078	(1,213)	9,583	-	8,370	-
Medicare Enrollment Assistance Program	93.071	WI Department of Health Services	560620	(6,030)	15,290	6,638	15,898	-
Public Health Emergency Preparedness Aligned Cooperative Agreements	93.074	WI Department of Health Services	155015	(43,305)	43,305	-	-	-
Immunization Cooperative Agreements	93.268	WI Department of Health Services	155020	(5,558)	5,558	-	-	-
State Health Insurance Assistance Program	93.324	Greater Wisconsin Agency on Aging Resources	560432	-	3,075	-	3,075	-
Capacity Building Assistance to Strengthen Public Health Immunization Infrastructure and Performance	93.539	WI Department of Health Services	155020	-	21,561	44	21,605	-
Promoting Safe and Stable Families	93.556	WI Department of Children and Families	3306	(7,317)	13,545	31,709	37,937	-
Promoting Safe and Stable Families	93.556	WI Department of Children and Families	3316	(2,886)	2,886	-	-	-
Total Promoting Safe and Stable Families				(10,203)	16,431	31,709	37,937	-
TANF Cluster								
Temporary Assistance for Needy Families	93.558	WI Department of Health Services	561	-	46,103	-	46,103	-
Temporary Assistance for Needy Families	93.558	WI Department of Health Services	561	-	105,148	-	105,148	-
Temporary Assistance for Needy Families	93.558	WI Department of Children and Families	852	(15,791)	15,791	-	-	-
Temporary Assistance for Needy Families	93.558	WI Department of Children and Families	3377	(107,607)	107,607	-	-	-
Temporary Assistance for Needy Families	93.558	WI Department of Children and Families	3380	(825)	825	-	-	-
Temporary Assistance for Needy Families	93.558	WI Department of Children and Families	3612A	-	63,301	5,384	68,685	-
Total TANF Cluster				(124,223)	338,775	5,384	219,936	-
Low Income Home Energy Assistance	93.568	WI Department of Administration	Unknown	(19,124)	126,660	27,371	134,907	134,907
Child Support Enforcement (Title IV-D)	93.563	WI Department of Children and Families	7477	(254,219)	629,662	514,867	890,310	-
Child Support Enforcement (Title IV-D)	93.563	WI Department of Children and Families	7482	1,704	(6,942)	(2,757)	(7,995)	-
Child Support Enforcement (Title IV-D)	93.563	WI Department of Children and Families	7506	(546)	1,313	392	1,159	-
Child Support Enforcement (Title IV-D)	93.563	WI Department of Children and Families	7616	-	207,925	-	207,925	-
Total Child Support Enforcement (Title IV-D)				(253,061)	831,955	512,502	1,091,399	-
CCDF Cluster								
Child Care and Development Block Grant	93.575	WI Department of Children and Families	831	-	8,574	-	8,574	-
Child Care and Development Block Grant	93.575	WI Department of Children and Families	840	-	6,309	1,303	7,612	-
Child Care and Development Block Grant	93.575	WI Department of Children and Families	852	-	118,810	22,019	140,829	-
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	WI Department of Children and Families	831	(2,118)	2,118	-	-	-
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	WI Department of Children and Families	840	(1,488)	1,488	-	-	-
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	WI Department of Children and Families	852	(15,791)	15,791	-	-	-
Total CCDF Cluster				(19,397)	153,090	23,322	157,015	-
Grants to States for Access and Visitation Programs	93.597	WI Department of Children and Families	Unknown	-	16,224	2,140	18,364	-
Adoption and Legal Guardianship Incentive Payments	93.603	WI Department of Children and Families	3394	-	2,932	2,034	4,966	-
Adoption and Legal Guardianship Incentive Payments	93.603	WI Department of Children and Families	3394A	-	-	3,625	3,625	-
Total Adoption and Legal Guardianship Incentive Payments				-	2,932	5,659	8,591	-
Stephanie Tubbs Jones Child Welfare Services Program	93.645	WI Department of Children and Families	3413	-	8,687	-	8,687	-
Stephanie Tubbs Jones Child Welfare Services Program	93.645	WI Department of Children and Families	3561	-	64,598	-	64,598	-
Stephanie Tubbs Jones Child Welfare Services Program	93.645	WI Department of Children and Families	3681	-	5,138	-	5,138	-
Total Stephanie Tubbs Jones Child Welfare Services Program				-	78,423	-	78,423	-
Foster Care (Title IV-E)	93.658	WI Department of Children and Families	3344A	2,240	4,950	-	7,190	-
Foster Care (Title IV-E)	93.658	WI Department of Children and Families	3344B	-	14,452	6,612	21,064	-
Foster Care (Title IV-E)	93.658	WI Department of Children and Families	3396	(57)	1,033	52	1,028	-
Foster Care (Title IV-E)	93.658	WI Department of Children and Families	3413	-	15,577	-	15,577	-
Foster Care (Title IV-E)	93.658	WI Department of Children and Families	3554	(6,952)	29,475	5,165	27,688	-
Foster Care (Title IV-E)	93.658	WI Department of Children and Families	3561	-	724,966	-	724,966	-
Foster Care (Title IV-E)	93.658	WI Department of Children and Families	3681	-	57,660	-	115,320	-
Total Foster Care (Title IV-E)				(4,769)	848,113	11,829	912,833	-
Adoption Assistance	93.659	WI Department of Children and Families	3574	(4,546)	14,522	5,407	15,383	-
Social Services Block Grant	93.667	WI Department of Health Services	561	-	86,101	-	86,101	-
Social Services Block Grant	93.667	WI Department of Health Services	561	-	196,372	-	196,372	-
Total Social Services Block Grant				-	282,473	-	282,473	-
Preventive Health and Health Services Block Grant funded solely with Prevention and Public Health Funds (PPHF)	93.758	WI Department of Health Services	155800	-	29	-	29	-
Preventive Health and Health Services Block Grant funded solely with Prevention and Public Health Funds (PPHF)	93.758	WI Department of Health Services	159220	(8,151)	18,297	2,766	12,912	-
Total Preventive Health and Health Services Block Grant funded solely with Prevention and Public Health Funds (PPHF)				(8,151)	18,326	2,766	12,941	-
Children's Health Insurance Program	93.767	WI Department of Health Services	284	(78,157)	318,201	80,517	320,561	260,727

Fond du Lac County, Wisconsin

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2018

Grantor Agency/Federal Program Title	CFDA Number	Pass-Through Agency	Pass-Through Entity Identifying Number	(Accrued) Deferred Revenue 1/1/18	Cash Received (Refunded)	Accrued (Deferred) Revenue 12/31/18	Total Expenditures	Subrecipient Payment
Medicaid Cluster								
Medical Assistance Program-CLTS TPA	93.778	WI Department of Health Services	Unknown	-	1,072,416	-	1,072,416	-
Medical Assistance Program	93.778	WI Department of Health Services	62	(8,578)	37,571	21,031	50,024	41,328
Medical Assistance Program	93.778	WI Department of Health Services	284	(803,901)	3,178,363	796,461	3,170,923	2,579,056
Medical Assistance Program	93.778	WI Department of Health Services	878	(16,125)	71,936	29,759	85,570	-
Medical Assistance Program	93.778	WI Department of Health Services	881	(1,463)	4,512	-	3,049	-
Medical Assistance Program	93.778	WI Department of Health Services	159320	(727)	727	-	-	-
Medical Assistance Program	93.778	WI Department of Health Services	560081	(11,375)	33,628	2,748	25,001	-
Medical Assistance Program	93.778	WI Department of Health Services	560087	(67,790)	270,821	66,561	269,592	-
Medical Assistance Program	93.778	WI Department of Health Services	560091	(26,965)	55,841	-	28,876	-
Medical Assistance Program	93.778	WI Department of Health Services	560097	-	39,257	24,813	64,070	-
Total Medicaid Cluster				<u>(936,924)</u>	<u>4,765,072</u>	<u>941,373</u>	<u>4,769,521</u>	<u>2,620,384</u>
Opioid State Targeted Response	93.788	Dodge County HSHD	533141	-	25	25,587	25,612	-
Block Grants for Community Mental Health Services	93.958	WI Department of Health Services	515	(2,607)	11,462	-	8,855	-
Block Grants for Community Mental Health Services	93.958	WI Department of Health Services	569	-	37,307	-	37,307	-
Total Block Grants for Community Mental Health Services				<u>(2,607)</u>	<u>48,769</u>	<u>-</u>	<u>46,162</u>	<u>-</u>
Block Grants for Prevention and Treatment of Substance Abuse	93.959	WI Department of Health Services	515	-	1,466	-	1,466	-
Block Grants for Prevention and Treatment of Substance Abuse	93.959	WI Department of Health Services	570	-	153,543	-	153,543	-
Total Block Grants for Prevention and Treatment of Substance Abuse				<u>-</u>	<u>155,009</u>	<u>-</u>	<u>155,009</u>	<u>-</u>
Maternal and Child Health Services Block Grant to the States	93.994	WI Department of Health Services	159320	(13,659)	52,221	4,723	43,285	-
Total U.S. Department of Health and Human Services				<u>(1,535,044)</u>	<u>8,627,325</u>	<u>1,745,845</u>	<u>8,895,786</u>	<u>3,016,018</u>
U.S. DEPARTMENT OF HOMELAND SECURITY								
FEMA Federal Emergency Management Agency Funding	97.036	WI Emergency Management Agency	Unknown	-	-	153,159	153,159	-
Emergency Management Performance Grants	97.042	WI Department of Military Affairs	Unknown	(33,191)	68,370	33,148	68,327	-
Pre-Disaster Mitigation Planning Grant	97.047	WI Department of Military Affairs	Unknown	-	-	6,600	6,600	-
Total U.S. Department of Homeland Security				<u>(33,191)</u>	<u>68,370</u>	<u>192,907</u>	<u>228,086</u>	<u>-</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS				<u>\$ (2,295,406)</u>	<u>\$ 12,049,971</u>	<u>\$ 2,814,314</u>	<u>\$ 12,626,539</u>	<u>\$ 5,081,868</u>

The notes to the schedule of expenditures of federal awards are an integral part of this schedule.

Fond du Lac County, Wisconsin

SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2018

Grantor Agency/State Program Title	State I.D. Number	Pass-Through Agency	State Identifying Number	(Accrued) Deferred Revenue 1/1/18	Cash Received (Refunded)	Accrued (Deferred) Revenue 12/31/18	Total Expenditures	Subrecipient Payment
DEPARTMENT OF AGRICULTURE, TRADE AND CONSUMER PROTECTION								
Soil and Waste Resource Management County Staff and Support	115.15	Direct Program	N/A	\$ (137,989)	\$ 137,989	\$ 146,601	\$ 146,601	\$ -
Land and Water Resource Management Plan Implementation Projects	115.40	Direct Program	N/A	(27,341)	106,416	6,024	85,099	-
Total Department of Agriculture, Trade and Consumer Protection				(165,330)	244,405	152,625	231,700	-
DEPARTMENT OF SAFETY AND PROFESSIONAL SERVICES								
Wisconsin Fund Private Sewage System	143.110	Direct Program	N/A	-	6,400	-	6,400	-
DEPARTMENT OF NATURAL RESOURCES								
Boating Enforcement Aids	370.550	Direct Program	N/A	(11,874)	13,698	15,000	16,824	-
Wildlife Damage Abatement and Claims Program	370.553	Direct Program	N/A	(15,025)	28,155	7,480	20,610	-
Recreational Aids - Snowmobile Trail and Area Aid	370.574 & 370.575	Direct Program	N/A	(73,633)	73,633	87,136	87,136	-
All-Terrain Vehicle (ATV) Program	370.576 & 370.577	Direct Program	N/A	(1,171)	1,171	1,200	1,200	-
Total Department of Natural Resources				(101,703)	116,657	110,816	125,770	-
DEPARTMENT OF TRANSPORTATION								
Elderly and Handicapped Transportation Aids	395.101	Direct Program	N/A	-	245,998	-	245,998	-
Transp. Econ Assistance (TEA) CTY VV	395.510	Direct Program	N/A	(581,017)	581,017	-	-	-
Total Department of Transportation				(581,017)	827,015	-	245,998	-
DEPARTMENT OF HEALTH SERVICES								
FPI Non-Fed	435.060	Direct Program	60	(17,149)	74,805	42,399	100,055	82,663
IMAA State Share	435.283	Direct Program	283	-	1,921,594	18,137	1,939,731	1,599,706
IMAA Federal Share	435.284	Direct Program	284	(16,971)	16,971	-	-	-
Adult Protective Services	435.312	Direct Program	312	-	52,080	-	52,080	-
Children's COP	435.377	Direct Program	377	(161,056)	493,233	52,001	384,178	-
Enhanced IM Funding	435.468	Direct Program	468	-	1,034,537	1,305,894	2,340,431	1,936,886
Coordinated Services - County	435.515	Direct Program	515	(22,928)	70,000	-	47,072	-
Community Mental Health	435.516	Direct Program	516	(70,312)	321,296	88,372	339,356	-
Non-Resident - 997	435.531	Direct Program	531	(1,998)	1,998	4,200	4,200	-
Birth To Three Initiative	435.550	Direct Program	550	-	103,269	-	103,269	-
Basic County Allocation - DSS	435.561	Direct Program	561	-	496,194	-	496,194	-
Basic County Allocation - DCP	435.561	Direct Program	561	-	1,131,678	-	1,131,678	-
State/County Match	435.681	Direct Program	681	-	69,106	-	138,212	-
State/County Match	435.681	Direct Program	681	-	157,611	-	315,222	-
CLTS Waiver GPR	435.871	Direct Program	871	-	350,866	-	350,866	-
CLTS Grandfather GPR	435.874	Direct Program	874	-	55,249	-	55,249	-
CLTS Other CWA Admin GPR	435.877	Direct Program	877	(12,302)	50,696	-	38,394	-
CLTS Autism CWA Admin GPR	435.880	Direct Program	880	(1,463)	3,779	3,068	5,384	-
CLTS PF State Matched	435.882	Direct Program	882	2,399	(2,399)	-	-	-
CLTS PF BCA Matched	435.883	Direct Program	883	1,066	(1,066)	-	-	-
Comm Disease Control and Prevention	435.1558	Direct Program	155800	-	6,970	-	6,970	-
WIC Farmers Market	435.154720	Direct Program	154720	-	2,903	-	2,903	-
Cons Contracts CHHD LD	435.157720	Direct Program	157720	-	12,218	-	12,218	-
Cons Contracts MCH	435.159320	Direct Program	159320	(727)	727	-	-	-
TPCP-NP-WINS	435.181004	Direct Program	181004	(5,329)	13,578	6,351	14,600	-
TPCP-NP-INTRV	435.181010	Direct Program	181010	(6,635)	109,199	-	102,564	-
Aging & Disability Resource Center	435.560100	Direct Program	560100	(161,049)	614,180	175,690	628,821	-
Elder Abuse	435.560490	Greater Wisconsin Agency on Aging Resources	560490	-	36,375	-	36,375	-
State Alzheimer's Family and Caregiver Support	435.560381	Greater Wisconsin Agency on Aging Resources	560381	(17,377)	51,825	9,662	44,110	-
Elderly Benefit Specialists	435.560320	Greater Wisconsin Agency on Aging Resources	560320	-	28,215	-	28,215	-
State Senior Community Services	435.560330	Greater Wisconsin Agency on Aging Resources	560330	-	10,746	-	10,746	-
Title III-CI Congregate Meals	435.560350	Greater Wisconsin Agency on Aging Resources	560350	-	26,235	-	26,235	-
Title III-C2 Home Delivered Meals	435.560360	Greater Wisconsin Agency on Aging Resources	560360	-	1,086	-	1,086	-
Total Department of Health Services				(491,831)	7,315,754	1,705,774	8,756,414	3,619,255

Fond du Lac County, Wisconsin

SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2018

Grantor Agency/State Program Title	State I.D. Number	Pass-Through Agency	State Identifying Number	(Accrued) Deferred Revenue 1/1/18	Cash Received (Refunded)	Accrued (Deferred) Revenue 12/31/18	Total Expenditures	Subrecipient Payment
DEPARTMENT OF CHILDREN AND FAMILIES								
Food Stamp Agency Incentives	437,965	Direct Program	965	(1,376)	9,014	535	8,173	-
AFDC Agency Incentives	437,975	Direct Program	975	(15)	53	8	46	-
Medicaid Agency Incentives	437,980	Direct Program	980	(647)	7,643	699	7,695	-
Kinship Care Program - Benefits	437,3377	Direct Program	3377	-	216,855	35,988	252,843	-
Kinship Care Program - Assessment	437,3380	Direct Program	3380	-	16,229	-	16,229	-
Community Intervention Program	437,3410	Direct Program	3410	(9,472)	55,586	8,850	54,964	-
Youth Aids AODA	437,3411	Direct Program	3411	-	12,802	-	12,802	-
Youth Aids Early Intervention	437,3412	Direct Program	3412	-	23,800	-	23,800	-
Youth Aids	437,3413	Direct Program	3413	-	974,244	-	974,244	-
Children and Families Allocation	437,3561	Direct Program	3561	-	741,192	-	741,192	-
Children and Families Allocation - State/County Match	437,3681	Direct Program	3681	-	58,951	-	117,902	-
Out-of-Home Care Placements for Sex Trafficked Youth	437,3720	Direct Program	3720	-	-	65,971	65,971	-
WisACWIS Annual Operation Maintenance Fee	437,3935	Direct Program	3935	-	(12,700)	-	(12,700)	-
PDS Partnership Fees	437,3940	Direct Program	3940	-	(4,579)	-	(4,579)	-
Child Support - MSL Incentive	437,7332	Direct Program	7332	(2,595)	-	-	(2,595)	-
Child Support Activities	437,7502	Direct Program	7502	-	136,239	-	136,239	-
Child Support Medical Support	437,7606	Direct Program	7606	-	13,480	-	13,480	-
CS Federal Parent Locator Services	437,7903	Direct Program	7903	815	-	-	815	-
Total Department of Children and Families				(13,290)	2,248,809	112,051	2,406,521	-
DEPARTMENT OF JUSTICE								
Victim Witness Cluster	455. (1)	Direct Program	N/A	(28,325)	60,151	24,221	56,047	-
DNA Sample Reimbursement	455.221	Direct Program	N/A	-	4,650	-	4,650	-
Law Enforcement Training	455.231	Direct Program	N/A	-	15,000	-	15,000	-
Law Enforcement Training	455.231	Direct Program	N/A	-	3,270	-	3,270	-
Total Law Enforcement Training				-	18,270	-	18,270	-
Total Department of Justice				(28,325)	83,071	24,221	78,967	-
DEPARTMENT OF MILITARY AFFAIRS								
FEMA Federal Emergency Management Agency Funding	465.305	Direct Program	N/A	-	-	25,526	25,526	-
Computer and Hazmat Equipment Grant	465.308	Direct Program	N/A	(2,000)	9,348	8,077	15,425	-
Emergency Planning Grant Program	465.337	Direct Program	N/A	(13,526)	26,873	13,347	26,694	-
Total Department of Military Affairs				(15,526)	36,221	46,950	67,645	-
STATE COURTS								
Reimb Guardian Ad Litem Services-Circuit Court	N/A	Direct Program	N/A	34,021	-	-	34,021	-
Reimb Guardian Ad Litem Services-Probate	N/A	Direct Program	N/A	15,285	-	-	15,285	-
Total State Courts				49,306	-	-	49,306	-
DEPARTMENT OF ADMINISTRATION								
Land Information Board	505.166	Direct Program	N/A	(25,000)	50,000	25,000	50,000	-
Land Information Board	505.166	Direct Program	N/A	-	1,000	-	1,000	-
Total Land Information Board				(25,000)	51,000	25,000	51,000	-
Public Benefits - Low Income Energy Assistance Program	505.371	Direct Program	N/A	(6,877)	37,235	2,397	32,755	32,755
Total Department of Administration				(31,877)	88,235	27,397	83,755	32,755
TOTAL STATE PROGRAMS				<u>\$ (1,379,593)</u>	<u>\$ 10,966,567</u>	<u>\$ 2,179,834</u>	<u>\$ 12,052,476</u>	<u>\$ 3,652,010</u>

(1) Victim Witness is a cluster program funded by the following State ID Numbers: 455.503, 455.532, 455.536, 455.537 and 455.539

The notes to the schedule of expenditures of state awards are an integral part of this schedule.

Fond du Lac County, Wisconsin

NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS FOR THE YEAR ENDED DECEMBER 31, 2018

NOTE 1: BASIS OF PRESENTATION

The accompanying Schedules of Expenditures of Federal and State Awards for the County are 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* issued by the Wisconsin Department of Administration.

The Schedules of Expenditures of Federal and State Awards include all federal and state awards of the County. Because the schedules present 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.

NOTE 2: SIGNIFICANT ACCOUNTING POLICIES

Revenues and expenditures in the schedules are presented in accordance with the modified accrual basis of accounting and are generally in agreement with revenues and expenditures reported in the County's 2018 fund financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance and *State Single Audit Guidelines*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Accrued revenue at year-end consists of federal and state program expenditures scheduled for reimbursement to the County in the succeeding year while unearned revenue represents advances for federal and state programs that exceed recorded County expenditures. Because of subsequent program adjustments, these amounts may differ from the prior year's ending balances.

The County has not elected to charge a de minimis rate of 10% of modified total costs.

NOTE 3: OVERSIGHT AGENCIES

The federal and state oversight agencies for the County are as follows:

Federal - U.S. Department of Justice

State - Wisconsin Department of Health Services

NOTE 4: TITLE 19 MEDICAL ASSISTANCE PAYMENTS

The Schedules of Expenditures of Federal and State Awards do not include repayments received by the County for Title 19 Medical Assistance programs. The payments are considered a contract for services between the State and the County and therefore are not reported as federal or state awards.

NOTE 5: STATE DIRECT PAYMENTS

Payments made directly to recipients and vendors by the State of Wisconsin under the Food Share Wisconsin program on behalf of the County are not included in the Schedules of Expenditures of Federal and State Awards.

NOTE 6: STATE OF WISCONSIN COMMUNITY AIDS REPORTING SYSTEM

The Wisconsin Department of Health Services (DHS) and Children and Families (DCF) utilize the Community Aids Reporting System (CARS) and the System for Payments and Reports of Contracts (SPARC) for reimbursing the County for various federal and state program expenditures. The expenditures reported on the Schedules of Expenditures of Federal and State Awards for various DHS & DCF programs agree with the expenditures reported on the May 2019 CARS for the Human Services and Public Health Departments, and the December 2018 SPARC for Child Support and Child Care programs.

Fond du Lac County, Wisconsin

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE YEAR ENDED DECEMBER 31, 2018

SECTION I - SUMMARY OF AUDITORS' RESULTS

BASIC FINANCIAL STATEMENTS

Type of auditors' report issued: Unmodified

Internal control over financial reporting:

- ▶ Material weakness(es) identified? No
- ▶ Significant deficiency(ies) identified? None Reported

Noncompliance material to basic financial statements noted? No

FEDERAL AND STATE AWARDS

Internal control over major program:

- ▶ Material weakness(es) identified? No
- ▶ Significant deficiency(ies) identified? None Reported

Type of auditors' report issued on compliance for major programs Unmodified

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

Any audit findings disclosed that are required to be reported in accordance with the *State Single Audit Guidelines*? No

Identification of major federal programs:

<u>CFDA Number</u>	<u>Name of Federal Program</u>
10.561	<i>SNAP Cluster</i> State Administrative Matching Grants for Supplemental Nutrition Assistance Program
93.778	<i>Medicaid Cluster</i> Medical Assistance Program

Fond du Lac County, Wisconsin

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE YEAR ENDED DECEMBER 31, 2018

Identification of major state programs:

<u>State ID Number</u>	<u>Name of State Program</u>
N/A	WIMCR (Community Services Deficit Reduction)
395.101	Elderly Transportation Aids
435.283	IMAA State Share
435.468	Income Maintenance Enhanced
435.561	Basic County Allocation
435.681	State/County Match
435.871	CLTS Other GPR
435.874	CLTS Autism Fed
435.877	CLTS Other CWA Admin GPR
435.880	CLTS Autism CWA Admin GPR
435.560100	Aging and Disability Resource Center
437.3377	Kinship Care Benefits
437.3413	Youth Aids
437.3561	Basic County Allocation
437.3681	State/County Match

Audit threshold used to determine between Type A and Type B programs:

Federal Awards	\$750,000
State Awards	\$250,000

Auditee qualified as low-risk auditee Yes

SECTION II - FINANCIAL STATEMENT FINDINGS

FINDING NO.

FINANCIAL STATEMENT FINDINGS

There are no findings related to the basic financial statements required to be reported under Government Auditing Standards generally accepted in the United States of America for the year ended December 31, 2018.

SECTION III - FEDERAL AND STATE AWARD FINDINGS AND QUESTIONED COSTS

There are no findings related to the federal and state awards for the year ended December 31, 2018.

Fond du Lac County, Wisconsin

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE YEAR ENDED DECEMBER 31, 2018

SECTION IV - OTHER ISSUES

1. Does the auditor have substantial doubt as to the auditee's ability to continue as a going concern? No

2. Does the audit report show audit issues (i.e. material non-compliance, non-material non-compliance, questioned cost, material weakness, significant deficiencies, management letter comment, excess revenue or excess reserve) related to grant/contracts with funding agencies that require audits to be in accordance with the *State Single Audit Guidelines*:
 - Department of Agriculture, Trade and Consumer Protection No
 - Department of Safety and Professional Services No
 - Department of Natural Resources No
 - Department of Transportation No
 - Department of Health Services No
 - Department of Children and Families No
 - Department of Justice No
 - Department of Military Affairs No
 - Department of Administration No
 - State Courts No

3. Was a Management Letter or other document conveying audit comments issued as a result of this audit? No

4. Name and signature of partner 

5. Date of report Bryan Grunewald, CPA
September 27, 2019

ADDITIONAL INDEPENDENT AUDITORS' REPORT



Independent auditors' report on internal control over financial reporting and on compliance and other matters based on an audit of financial statements performed in accordance with *Government Auditing Standards*

To the County Board
Fond du Lac County, Wisconsin

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Fond du Lac County, Wisconsin, (the "County") as of and for the year ended December 31, 2018, 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 29, 2019. Our report includes a reference to other auditors who audited the financial statements of the Fond du Lac County Housing Authority, as described in our report on Fond du Lac County, Wisconsin's financial statements. This report does not include the results of the other auditor's testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

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) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

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

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

COMPLIANCE AND OTHER MATTERS

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

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 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 County's internal control and on compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Sheboygan, Wisconsin
July 29, 2019