
Oakland County, Michigan

Federal Awards Supplemental Information
September 30, 2023

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Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

Independent Auditor's Report

To the Board of Commissioners
Oakland County, 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 Oakland County, Michigan (the "County") as of and for the year ended September 30, 2023 and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We have issued our report thereon dated March 28, 2024, which contained an unmodified opinion 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. We have not performed any procedures with respect to the audited financial statements subsequent to March 28, 2024.

The accompanying schedule of expenditures of federal awards is presented for the purpose of additional analysis, as required by the 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 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Plante & Moran, PLLC

June 26, 2024

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

Independent Auditor's Report

To Management and the Board of Commissioners
Oakland County, Michigan

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 basic 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 Oakland County, Michigan (the "County") as of and for the year ended September 30, 2023 and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated March 28, 2024.

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 opinion 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 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 preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies, and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as Findings 2023-001, 2023-002, and 2023-003, that we consider to be material weaknesses.

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*.

To Management and the Board of Commissioners
Oakland County, Michigan

The County's Responses to the Findings

Government Auditing Standards requires the auditor to perform limited procedures on the County's responses to the findings identified in our audit and 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 the financial statements, and, accordingly, we express no opinion on them.

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

Plante & Moran, PLLC

March 28, 2024



Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance Required
by the Uniform Guidance

Independent Auditor's Report

To the Board of Commissioners
Oakland County, Michigan

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Oakland County, Michigan's (the "County") compliance with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended September 30, 2023. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of the major federal programs for the year ended September 30, 2023.

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* (the "Uniform Guidance"). Our responsibilities under those standards and the Uniform Guidance are further described in the *Auditor's 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.

Other Matter - Federal Expenditures Not Included in the Compliance Audit

The County's basic financial statements include the operations of the Road Commission of Oakland County's discretely presented component unit, which expended \$4,279,285 in federal awards that is not included in the County's schedule of expenditures of federal awards during the year ended September 30, 2023. Our compliance audit, described in the *Opinion on Each Major Federal Program* section of our report, does not include the operations of the Road Commission of Oakland County because the Road Commission of Oakland County's discretely presented component unit engaged other auditors to perform an audit in accordance with the Uniform Guidance.

To the Board of Commissioners
Oakland County, Michigan

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.

Auditor's 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 an instance of noncompliance that is required to be reported in accordance with the Uniform Guidance, which is described in the accompanying schedule of findings and questioned costs as Finding 2023-006. Our opinion on each major federal program is not modified with respect to this matter.

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

Report on Internal Control Over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the *Auditor's 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 have not been identified. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be material weaknesses.

To the Board of Commissioners
Oakland County, Michigan

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 a combination of deficiencies, in internal control over compliance such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal 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 of those charged with governance. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as Findings 2023-004, 2023-005, and 2023-006 to be material weaknesses.

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 responses to the internal control over compliance findings identified in our audit and 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.

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.

Plante & Moran, PLLC

June 26, 2024

Schedule of Expenditures of Federal Awards

Year Ended September 30, 2023

Federal Agency/Pass-through Agency/Program Title	Assistance Listing Number	Pass-through Entity Identifying Number or Grant Number	Total Amount Provided to Subrecipients	Federal Expenditures
U.S. Department of Agriculture				
Direct Programs -				
Gus Schumacher Nutrition Incentive Program - Prescription for Healthy Oakland FY2023-FY2025	10.331		\$ -	\$ 31,070
SNAP Cluster:				
Passed through Michigan Department of Health and Human Services - Michigan Fitness Foundation - State Administrative Matching Grants for the Supplemental Nutrition Assistance Program - SNAP-ED FY23	10.561	GRN-1004002	-	24,313
Passed through Michigan Department of Labor and Economic Opportunity - Workforce Development - State Administrative Matching Grants for the Supplemental Nutrition Assistance Program:				
Food Assistance FY22	10.561	GRN-0001137	(5,688)	(5,688)
Food Assistance FY23	10.561	GRN-1004029	123,022	134,136
FY 23 SAM GRTS-SNAP 50% FED 50% GF	10.561	GRN-1004092	<u>3,807</u>	<u>3,807</u>
Total passed through Michigan Department of Labor and Economic Opportunity - Workforce Development			<u>121,141</u>	<u>132,255</u>
Total SNAP Cluster			121,141	156,568
Passed through Michigan Department of Education -				
Child Nutrition Cluster:				
National School Lunch Program - Child Nutrition Prog Supply Chain	10.555	630008006	-	6,693
National School Lunch Program - MDE Supply Chain Assistance Funds FY 23	10.555	630008006	-	6,725
National School Lunch Program - MDE Supply Chain Assistance Funds Round 3 FY2024	10.555	630008006	<u>-</u>	<u>6,006</u>
Total Child Nutrition Cluster			-	19,424
Passed through Michigan Department of Health and Human Services -				
WIC Special Supplemental Nutrition Program for Women, Infants, and Children:				
Women Resident Services FY23	10.557	GRN-1003916	-	2,547,146
Women Breastfeeding FY23	10.557	GRN-1003917	<u>-</u>	<u>263,702</u>
Total Special Supplemental Nutrition Program for Women, Infants, and Children			<u>-</u>	<u>2,810,848</u>
Total U.S. Department of Agriculture			121,141	3,017,910
U.S Department of Commerce				
Direct Programs -				
Economic Development Cluster - Economic Adjustment Assistance - COVID-19 - EDA CARES Act Recovery Assistance Grant Match	11.307		-	82,000

Schedule of Expenditures of Federal Awards (Continued)

Year Ended September 30, 2023

Federal Agency/Pass-through Agency/Program Title	Assistance Listing Number	Pass-through Entity Identifying Number or Grant Number	Total Amount Provided to Subrecipients	Federal Expenditures
U.S. Department of Housing and Urban Development				
Direct Programs:				
Housing Counseling Assistance Program:				
COVID-19 - HESG CARES Grant	14.169		\$ -	\$ 12,310
HSG Counseling Grant 21	14.169		-	234
Total Housing Counseling Assistance Program			-	12,544
CDBG - Entitlement Grants Cluster -				
Community Development Block Grants/Entitlement Grants:				
CDBG 2016	14.218		9,226	9,226
CDBG 2017	14.218		23,341	2,713
CDBG 2018	14.218		91,438	9,028
CDBG 2019	14.218		344,304	261,976
COVID-19 - CDBG CARES Grant	14.218		532,604	833,676
CDBG 2020	14.218		1,328,269	2,848,891
CDBG 2021	14.218		296,038	436,857
CDBG 2018 Program Income	14.218		2,352	2,352
CDBG 2019 Program Income	14.218		9,747	9,747
CDBG 2020 Program Income	14.218		-	145,888
CDBG 2021 Program Income	14.218		-	556,424
CDBG 2022	14.218		416,915	436,265
CDBG 2023	14.218		540	540
Total CDBG - Entitlement Grants Cluster			3,054,774	5,553,583
Home Investment Partnerships Program:				
HOME 2018	14.239		-	24,508
HOME 2019	14.239		-	453,571
HOME 2020	14.239		-	127,501
HOME 2021	14.239		-	175,468
COVID-19 - HOME - ARP 2021	14.239		-	965
HOME 17-18 Program Income	14.239		-	26,012
HOME 18 Program Income	14.239		-	67,968
HOME 18 Match	14.239		-	7,583
HOME 19 Program Income	14.239		-	272,763
HOME 19 Match	14.239		-	32,588
HOME 20 Program Income	14.239		-	1,372,636
HOME 20 Match	14.239		-	314,815
HOME 21 Program Income	14.239		-	600,823
HOME 22	14.239		-	248,301
Total Home Investment Partnership Program			-	3,725,502

Schedule of Expenditures of Federal Awards (Continued)

Year Ended September 30, 2023

Federal Agency/Pass-through Agency/Program Title	Assistance Listing Number	Pass-through Entity Identifying Number or Grant Number	Total Amount Provided to Subrecipients	Federal Expenditures
U.S. Department of Housing and Urban Development (continued)				
Direct Programs (continued):				
Emergency Solutions Grant Program:				
HESG 2020	14.231		\$ -	\$ 3,703
HESG 2021	14.231		-	27,877
HESG 2022	14.231		-	236,918
Total Emergency Solutions Grant Program			-	268,498
Passed through Michigan Department of Labor and Economic Opportunity - Workforce Development - Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii - Regional Talent Innovation Grant Program				
	14.228	GRN-1004096	338,197	374,698
Total U.S. Department of Housing and Urban Development			3,392,971	9,934,825
U.S. Department of Justice				
Direct Programs:				
Project Safe Neighborhoods -				
FBI Safe Streets Task Force FY2022	16.609		-	1,423
Public Safety Partnership and Community Policing Grants:				
FY22 COPS Technology and Equipment Grant	16.710		-	5,413
FY21 CPD Microgrant	16.710		-	13,405
FY22 COPS Technology and Equipment Grant	16.710		-	340,058
Total Public Safety Partnership and Community Policing Grants Program			-	358,876
Congressionally Recommended Awards -				
FY2023 Byrne Discretionary Project Funding	16.753		-	23,832
Comprehensive Opioid, Stimulant, and Other Substances Use Program:				
FY2022 Comprehensive Opioid, Stimulant, and Substance Abuse Site-Based Program	16.838		-	32,070
FY2022 Comprehensive Opioid, Stimulant, and Substance Abuse Site-Based Program	16.838		-	381,098
Total Comprehensive Opioid, Stimulant, and Other Substances Use Program			-	413,168
DNA Backlog Reduction Program:				
FY2022 Capacity Enhancement for Backlog Reduction (CEBR)	16.741		-	67,599
FY2021 DNA CEBR Program	16.741		-	417,131
Total DNA Backlog Reduction Program			-	484,730
Edward Byrne Memorial Justice Assistance Grant Program:				
JAG FY 21-24	16.738		-	9,974
JAG FY 23-26	16.738		-	24,400
JAG FY 20-23	16.738		-	1,150

Schedule of Expenditures of Federal Awards (Continued)

Year Ended September 30, 2023

Federal Agency/Pass-through Agency/Program Title	Assistance Listing Number	Pass-through Entity Identifying Number or Grant Number	Total Amount Provided to Subrecipients	Federal Expenditures
U.S. Department of Justice (continued)				
Passed through Michigan State Police -				
Edward Byrne Memorial Justice Assistance Grant Program (continued):				
Byrne NET Assistance Gt FY2022	16.738	GRN-0001028	\$ -	\$ 19,348
FY2023 Byrne NET Assistance	16.738	GRN-1003979	-	195,372
Total Edward Byrne Memorial Justice Assistance Grant Program			-	250,244
Paul Coverdell Forensic Sciences Improvement Grant Program:				
FY 2022 Paul Coverdell Grant	16.742	GRN-0001164	-	74,720
FY 2023 Paul Coverdell Grant	16.742	GRN-1004117	-	100,305
Total Paul Coverdell Forensic Sciences Improvement Grant Program			-	175,025
Emergency Law Enforcement Assistance Grant -				
Emergency Federal LE Assistance (MSU Response) FY2023	16.824	GRN-1004102	-	40,006
Total passed through Michigan State Police			-	429,751
Passed through Michigan Department of Health and Human Services -				
Crime Victim Assistance/Discretionary Grants:				
Anti-Terrorism Emergency Assistance FY2022	16.582	GRN-1004025	-	74,546
Anti-Terrorism Grant FY2023	16.582	GRN-1004104	-	52,667
Total Crime Victim Assistance/Discretionary Grants			-	127,213
Total U.S. Department of Justice			-	1,874,517
U.S. Department of Labor				
WIOA Cluster - Passed through Michigan Department of Labor and Economic Opportunity - Workforce Development:				
WIOA Adult Program:				
WIOA Adult PY21	17.258	GRN-0001077	648,299	659,286
WIOA Adult PY22	17.258	GRN-1003957	2,258,996	2,336,939
WIOA SWA (AY21) INT EDU & TR (IET) PY22	17.258	GRN-1003961	7,563	7,563
AY20 WIOA Statewide Activities	17.258	GRN-1004103	187,500	187,500
AY22 WIOA Statewide Activities - Oakland 80 P&D	17.258	GRN-1004133	123,976	123,976
AY23 WIOA Local Admin	17.258	GRN-1004236	38,679	38,679
AY23 WIOA Adult	17.258	GRN-1004237	54,459	54,459
AY23 WIOA SWA EMP SERV Support PY23	17.258	GRN-1004241	2,039	2,039
Total WIOA Adult Program			3,321,511	3,410,441
WIOA Youth Activities:				
WIOA Admin PY21	17.259	GRN-0001076	178,431	491,092
WIOA Youth PY21	17.259	GRN-0001078	488,333	571,627
WIOA AY20 Young Prof 2022	17.259	GRN-0001168	68,934	95,112
WIOA Admin PY22	17.259	GRN-1003956	126,401	300,889

Schedule of Expenditures of Federal Awards (Continued)

Year Ended September 30, 2023

Federal Agency/Pass-through Agency/Program Title	Assistance Listing Number	Pass-through Entity Identifying Number or Grant Number	Total Amount Provided to Subrecipients	Federal Expenditures
U.S. Department of Labor (continued)				
WIOA Youth Activities (continued):				
WIOA Youth PY22	17.259	GRN-1003958	\$ 1,662,203	\$ 1,711,663
WIOA SWA (AY21) Employment Svs PY22	17.259	GRN-1003962	272,864	272,864
WIOA SWA (AY20) Career Events PY22	17.259	GRN-1003965	29,925	30,000
WIOA SWA(AY20) CRM PY22	17.259	GRN-1003966	-	12,665
AY21 WIO Statewide Activities Young Prof 23	17.259	GRN-1004120	125,916	144,527
AY23 WIOA Youth	17.259	GRN-1004239	<u>118,724</u>	<u>118,724</u>
Total WIOA Youth Program			3,071,731	3,749,163
WIOA Dislocated Worker Formula Grants:				
WIOA Dislocated Worker PY21	17.278	GRN-0001079	291,354	411,226
WIOA Dislocated Worker PY22	17.278	GRN-1003959	1,125,512	1,360,387
AY23 WIOA Dislocated Worker	17.278	GRN-1004238	<u>36,780</u>	<u>36,780</u>
Total WIOA Dislocated Worker Formula Grants Program			<u>1,453,646</u>	<u>1,808,393</u>
Total WIOA Cluster			7,846,888	8,967,997
Passed through Michigan Department of Labor and Economic Opportunity - Workforce Development - Employment Service Cluster:				
Employment Service/Wagner-Peyser Funded Activities:				
Going Pro Talent Fund FY21	17.207	GRN-0001051	(1,500)	(1,500)
Employment Services PY21	17.207	GRN-0001080	207,478	590,800
Going Pro Talent Fund FY22	17.207	GRN-0001156	1,397,297	1,397,297
Going Pro TF ES 22	17.207	GRN-1003866	101,851	102,101
Employment Services (WP) PY22	17.207	GRN-1003960	967,800	1,081,162
AY21 Wagner Peyser 7(A) - Clean Slate Program	17.207	GRN-1004112	96,844	96,844
FY23 Going Pro Talent Fund	17.207	GRN-1004137	324,465	336,455
AY23 Wagner Peyser 7(A)	17.207	GRN-1004240	28,404	28,404
Jobs for Veterans State Grants - FY23 Jobs for Veterans' State Grants - IFA VETS	17.801	GRN-1004257	<u>4,986</u>	<u>4,986</u>
Total Employment Service Cluster			3,127,625	3,636,549
Passed through Michigan Department of Labor and Economic Opportunity - Workforce Development: Unemployment Insurance:				
UIA-RESEA Pgm 2021	17.225	GRN-0001075	200,802	200,802
IFA UIA PY22	17.225	GRN-1003964	19,812	19,812
UIA RESEA Program CY22	17.225	GRN-1004045	201,899	201,899
PY23 Unemployment Insurance - IFA	17.225	GRN-1004242	<u>14,017</u>	<u>14,017</u>
Total Unemployment Insurance			436,530	436,530

Schedule of Expenditures of Federal Awards (Continued)

Year Ended September 30, 2023

Federal Agency/Pass-through Agency/Program Title	Assistance Listing Number	Pass-through Entity Identifying Number or Grant Number	Total Amount Provided to Subrecipients	Federal Expenditures
U.S. Department of Labor (continued)				
Passed through Michigan Department of Labor and Economic Opportunity - Workforce Development (continued):				
Trade Adjustment Assistance:				
Trade FY-22	17.245	GRN-0001136	\$ (361)	\$ (361)
Trade FY-23	17.245	GRN-1004031	<u>218,251</u>	<u>220,195</u>
Total Trade Adjustment Assistance			217,890	219,834
Registered Apprenticeship:				
ASE GP Apprenticeship PY18	17.285	GRN-0001045	171,314	215,672
SAE (AY20) BSCAI MIRAIN PGRM PY21	17.285	GRN-1003977	31,378	31,378
SAE (AY20) MIYARN PRGM PY21	17.285	GRN-1003978	<u>22,875</u>	<u>22,875</u>
Total Registered Apprenticeship			<u>225,567</u>	<u>269,925</u>
Total passed through Michigan Department of Labor and Economic Opportunity - Workforce Development			11,854,500	13,530,835
Passed through Southeast Michigan Community Alliance -				
H-1B Job Training Grants -				
Industry Infinity FY22	17.268		<u>409,346</u>	<u>410,096</u>
Total U.S. Department of Labor			12,263,846	13,940,931
U.S. Department of Transportation				
Passed through Michigan Department of State Police:				
Highway Safety Cluster - National Priority Safety Programs:				
FY2023 Bike and Ped OT Enforcement - General	20.616	GRN-1004008	-	1,420
FY2023 Bike and Ped OT Enforcement - Law Enforcement	20.616	GRN-1004008	<u>-</u>	<u>14,388</u>
Total Highway Safety Cluster - National Priority Safety Programs			-	15,808
Interagency Hazardous Materials Public Sector Training and Planning Grants:				
Hazardous Materials Emergency Preparedness Planning Grant	20.703	GRN-1003863	-	4,272
Hazardous Materials Emergency Preparedness Planning FY2023 - General Fund-Grants	20.703		-	32,443
Hazardous Materials Emergency Preparedness Planning FY2023 - Facilities Maint and Operation	20.703	GRN-1004079	<u>-</u>	<u>(6,803)</u>
Total Interagency Hazardous Materials Public Sector Training and Planning Grants			<u>-</u>	<u>29,912</u>
Total U.S. Department of Transportation			-	45,720
U.S. Department of Education				
Passed through Michigan Department of Labor and Economic Opportunity - Workforce Development:				
Rehabilitation Services Vocational Rehabilitation Grants to States:				
IFA MRS PY22	84.126	H126A200099	17,386	17,386
FY23 State Vocational Rehab Services (VR) - IFA MRS PY23	84.126	H126A200099	<u>7,016</u>	<u>7,016</u>
Total Rehabilitation Services Vocational Rehabilitation Grants to States			24,402	24,402
Educational Stabilization Fund -				
MILEAP 2020 PGRM	84.425	GRN-0001088	<u>544,949</u>	<u>571,342</u>
Total U.S. Department of Education			569,351	595,744

Schedule of Expenditures of Federal Awards (Continued)

Year Ended September 30, 2023

Federal Agency/Pass-through Agency/Program Title	Assistance Listing Number	Pass-through Entity Identifying Number or Grant Number	Total Amount Provided to Subrecipients	Federal Expenditures
U.S. Department of the Treasury				
Direct Programs -				
Coronavirus State and Local Fiscal Recovery Funds:				
COVID-19 - Address Safety Concerns in the City of Pontiac School District	21.027		\$ 496	\$ 496
COVID-19 - ARP Local Fiscal Recovery Fund	21.027		47,213,812	62,569,432
Passed through Michigan State Court Administration Office -				
Coronavirus State and Local Fiscal Recovery Funds -				
COVID-19 - Circuit Court SCAO Virtual Backlog Docket Response	21.027	GRN-1004106	56,654	56,654
Total Coronavirus State and Local Fiscal Recovery Funds Program			47,270,962	62,626,582
Passed through Michigan Department of Health and Human Services -				
COVID-19 - COVID Immunization FY23	21.019	GRN-1003905	-	762,853
Total U.S. Department of the Treasury			47,270,962	63,389,435
U.S. Environmental Protection Agency				
Direct Programs -				
Brownfields Multipurpose, Assessment, Revolving Loan Fund, and Cleanup Cooperative Agreements -				
USEPA Consortium Grant	66.818		-	298,046
Passed through Michigan Department of Environment -				
Drinking Water State Revolving Fund (DWSRF) Cluster:				
EGLE-Water Supply Requirement FY2023	66.468	GRN-1004064	-	7,912
Public Swimming Pool FY2023 - General	66.468	GRN-1004065	-	93
EGLE Long Term Monitoring FY2023 - General	66.468	GRN-1004066	-	262
EGLE-Water Supply Requirements	66.468	GRN-1003770	-	1,253
EGLE-Public Swimming Pool	66.468	GRN-1003771	-	324
MEDQ EGLE-Operator Assistance FY2023	66.468	GRN-1004061	-	5,810
EGLE Capacity Development FY2023	66.468	GRN-1004062	-	1,000
EGLE Septage Requirements FY2023	66.468	GRN-1004063	-	11,443
EGLE-Water Supply Requirement FY2023	66.468	GRN-1004064	-	411,651
Public Swimming Pool FY2023 - General Fund-Grants	66.468	GRN-1004065	-	150,590
EGLE Long Term Monitoring FY2023 - General Fund-Grants	66.468	GRN-1004066	-	84,058
EGLE Campground Requirements FY2023	66.468	GRN-1004067	-	5,025
Total Drinking Water State Revolving Fund (DWSRF) Cluster			-	679,421
Total U.S. Environmental Protection Agency			-	977,467
U.S. Department of Health and Human Services				
Passed through Michigan Department of Labor and Economic Opportunity - Workforce Development -				
Temporary Assistance for Needy Families:				
TANF PATH FY22	93.558	2001MITANF	152,691	160,555
TANF PATH FY23	93.558	2101MITANF	2,264,522	2,511,208
GFGP (PI) PATH FY23	93.558	2201MITANF	192,233	192,233
PATH SUPP SERV FY23	93.558	2201MITANF	23,835	23,835
Total Temporary Assistance for Needy Families			2,633,281	2,887,831

Schedule of Expenditures of Federal Awards (Continued)

Year Ended September 30, 2023

Federal Agency/Pass-through Agency/Program Title	Assistance Listing Number	Pass-through Entity Identifying Number or Grant Number	Total Amount Provided to Subrecipients	Federal Expenditures
U.S. Department of Health and Human Services (continued)				
Passed through Michigan Department of Health and Human Services:				
Public Health Emergency Preparedness:				
Laboratory Services Bio FY2023	93.069	GRN-1003935	\$ -	\$ 498
PHEP 7/1/2023 - 9/30/2023	93.069	GRN-1004109	-	68,699
CRI 7/1/2023 - 9/30/2023	93.069	GRN-1004110	-	54,243
Total Public Health Emergency Preparedness			-	123,440
Project Grants and Cooperative Agreements for Tuberculosis Control Programs:				
Tuberculosis (TB) Control FY2023	93.116	GRN-1003913	-	18,283
U4U Tuberculosis Project	93.116	GRN-1004113	-	8,611
Total Project Grants and Cooperative Agreements for Tuberculosis Control Programs			-	26,894
Substance Abuse and Mental Health Services Projects of Regional and National Significance - Transforming Youth Suicide Prevention (TYSP) FY23				
	93.243	GRN-1003948	-	18,280
Immunization Cooperative Agreements:				
Immunization Action Plan FY2022	93.268	GRN-0001093	-	4
CSHCS Vaccine Initiative	93.268	GRN-0001142	-	50
Immunization Action Plan FY23	93.268	GRN-1003912	-	525,795
CSHCS Vaccine Initiative FY23	93.268	GRN-1003932	-	31,620
Immunization Fixed Fees - FY23	93.268	GRN-1003968	-	2,679
Total Immunization Cooperative Agreements			-	560,148
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC):				
HIV PrEP Clinic FY2022	93.323	GRN-0001108	-	13,975
ELC Contract Tracing, Investigation, Testing Coordination, and Infection Prevention FY23	93.323	GRN-1003907	-	1,427,592
ELC Regional Lab FY23	93.323	GRN-1003908	-	199,321
ELC Sewer Network FY23	93.323	GRN-1003909	-	454,237
GISP FY23	93.323	GRN-1003921	-	18,853
WNV Surveillance FY23	93.323	GRN-1003922	-	10,000
Total Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)			-	2,123,978
Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response - COVID-19 - COVID - Health Workforce Development FY23				
	93.354	GRN-1003906	-	13,865
Child Support Services:				
Friend of The Court - CRP - General	93.563	GRN-1002346	-	77
Pros Coop Reimb	93.563	GRN-0000143	-	2,623,768
Friend of The Court - CRP - Friend of The Court	93.563	GRN-1002346	-	11,484,375
Total Child Support Services			-	14,108,220

Schedule of Expenditures of Federal Awards (Continued)

Year Ended September 30, 2023

Federal Agency/Pass-through Agency/Program Title	Assistance Listing Number	Pass-through Entity Identifying Number or Grant Number	Total Amount Provided to Subrecipients	Federal Expenditures
U.S. Department of Health and Human Services (continued)				
Passed through Michigan Department of Health and Human Services (continued):				
Foster Care Title IV-E:				
DHHS-Title IVE Client SVC Cont - General	93.658	GRN-1002436	\$ -	\$ 258
DHHS-Title IVE Client SVC Cont - General Fund-Grants	93.658	GRN-1002436	-	251,140
Total Foster Care Title IV-E			-	251,398
Medicaid Cluster - Medical Assistance Program:				
Harm Reduction Support FY23	93.778	GRN-1003918	-	249,433
CSHCS Medicaid Outreach FY23	93.778	GRN-1003933	-	426
Total Medicaid Cluster - Medical Assistance Program			-	249,859
Maternal, Infant and Early Childhood Home Visiting Grant:				
American Rescue Plan FY23	93.870	GRN-1003904	-	199,436
Nurse-Family Pship Svcs FY2023	93.870	GRN-1003919	-	690,370
Total Maternal, Infant and Early Childhood Home Visiting Grant			-	889,806
National Bioterrorism Hospital Preparedness Program:				
PHEP FY23 Oct 1-June 30	93.889	GRN-1003926	-	273,460
CRI FY2023 Oct 1-June 30	93.889	GRN-1003927	-	227,953
Total National Bioterrorism Hospital Preparedness Program			-	501,413
HIV Prevention Activities Health Department Based -				
HIV Prevention FY23	93.940	GRN-1003914	-	404,905
Sexually Transmitted Diseases (STD) Prevention and Control Grants -				
Adolescent STI Screening FY23 - Human Service Grants	93.977	GRN-1003920	-	54,929
Preventive Health and Health Services Block Grant -				
Eastern Equine Encephalitis Virus Surveillance Project FY23	93.991	GRN-1004108	-	15,000
Maternal and Child Health Services Block Grant to the States:				
Infant Safe Sleep FY23	93.994	GRN-1003930	-	54,434
CSHCS Outreach & Advocacy FY2023	93.994	GRN-1003931	-	480,023
MCH All Other FY23	93.994	GRN-1003934	-	321,457
Total National Bioterrorism Hospital Preparedness Program			-	855,914
Total passed through Michigan Department of Health and Human Services			-	20,198,049
Passed through Michigan State Court Administration Office -				
Grants to States for Access and Visitation Programs -				
FOC Access and Visitation	93.597	GRN-1003985	-	37,000

Schedule of Expenditures of Federal Awards (Continued)

Year Ended September 30, 2023

Federal Agency/Pass-through Agency/Program Title	Assistance Listing Number	Pass-through Entity Identifying Number or Grant Number	Total Amount Provided to Subrecipients	Federal Expenditures
U.S. Department of Health and Human Services (continued)				
Passed through Oakland County Health Network -				
Block Grants for Prevention and Treatment of Substance Abuse:				
OCHN SUD Prevention FY23	93.959	GRN-1004048	\$ -	\$ 960
OCHN SUD Prevention ARPA FY23	93.959	GRN-1004048	-	173,408
	93.959	GRN-1004050	-	14,456
Total Block Grants for Prevention and Treatment of Substance Abuse			-	188,824
Total U.S. Department of Health and Human Services			2,633,281	23,311,704
U.S. Office of National Drug Control Policy				
Passed through Michigan Department of State Police -				
High Intensity Drug Trafficking Areas Program:				
2023 HIDTA NET Program - General	95.001	GRN-1004071	-	287
2022 HIDTA NET Program	95.001	GRN-1003641	7,760	26,206
2022 HIDA Lab Program	95.001	GRN-1003643	-	9,472
2023 HIDTA NET Program - General Fund-Grants	95.001	GRN-1004071	4,055	96,355
Total High Intensity Drug Trafficking Areas Program			11,815	132,320
U.S. Office of Homeland Security, Federal Emergency Management Agency (FEMA)				
Direct Programs:				
Emergency Management Performance Grants -				
Emergency Management Performance Grants (EMPG) FY 2023	97.042		-	163,754
BRIC: Building Resilient Infrastructure and Communities -				
2022 Building Resilient Infrastructure and Communities	97.047		-	110,438
Passed through Michigan Department of State Police -				
Disaster Grants - Public Assistance (Presidentially Declared Disasters):				
COVID-19 - Vaccine Pre-July 2022	97.036	PA-05-MI-4494-PW-00497(0)	-	139,869
COVID-19 - Testing Costs Pre-July 2022	97.036	PA-05-MI-4494-PW-00515(0)	-	2,232,873
COVID-19 - Warehouse Costs Pre-July 2022	97.036	PA-05-MI-4494-PW-00500(0)	-	555,367
COVID-19 - Public Comms Pre-July 2022	97.036	PA-05-MI-4494-PW-00486(0)	-	157,197
Total Disaster Grants - Public Assistance (Presidentially Declared Disasters) Program			-	3,085,306
Passed through Michigan Department of Natural Resources -				
Boating Safety Financial Assistance:				
2022 Marine Safety Grant - General	97.012	MS22-021	-	367
2022 Marine Safety Grant - General Fund-Grants	97.012	MS22-021	-	35,940
2023 Marine Safety Grant Federal	97.012	MS22-021	-	119,100
Total Boating Safety Financial Assistance			-	155,407
Passed through Michigan Department of State Police:				
Hazard Mitigation Grant:				
Hazard Mitigation Grant Program (HPMG) 2022	97.039	GRN-1004118	-	75,266
Hazard Mitigation Grant Program (HPMG) 2023 Match	97.039	GRN-1004122	-	9,793
Total Hazard Mitigation Grant			-	85,059

Oakland County, Michigan

Schedule of Expenditures of Federal Awards (Continued)

Year Ended September 30, 2023

Federal Agency/Pass-through Agency/Program Title	Assistance Listing Number	Pass-through Entity Identifying Number or Grant Number	Total Amount Provided to Subrecipients	Federal Expenditures
U.S. Office of Homeland Security, Federal Emergency Management Agency (FEMA) (continued)				
Passed through Michigan Department of State Police (continued):				
Homeland Security Grant Program:				
2019 Homeland Security GP - General	97.067	GRN-0000932	\$ -	\$ 1,202
2021 Homeland Security Grant Program (HSGP)	97.067	GRN-1004042	-	6,040
2019 Homeland Security GP - Law Enforcement Grants	97.067	GRN-0000932	-	628
2019 Homeland Security GP - Other Grants	97.067	GRN-0000932	-	341,825
2020 Homeland Security GP	97.067	GRN-0001150	-	316,095
2020 Homeland Security Grant Program Income	97.067	GRN-1004028	-	13,254
2021 Homeland Security Grant Program (HSGP)	97.067	GRN-1004042	-	58,713
Total Homeland Security Grant Program			-	737,757
Total passed through Michigan Department of State Police			-	822,816
Total U.S. Office of Homeland Security, Federal Emergency Management Agency (FEMA)			-	4,337,721
Total federal expenditures			\$ 66,263,367	\$ 121,640,294

Notes to Schedule of Expenditures of Federal Awards

Year Ended September 30, 2023

Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Oakland County, Michigan (the "County") under programs of the federal government for the year ended September 30, 2023. 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* (the "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.

Note 2 - Summary of Significant Accounting Policies

Expenditures reported in the Schedule are reported on the same basis of accounting as the basic financial statements, with the exception of the expenditures related to ALN 66.468, Drinking Water State Revolving Fund (DWSRF). The DWSRF expenditures are reported on the cash basis in accordance with the subrecipient reporting guidelines outlined in the 2023 OMB *Compliance Supplement* for ALN 66.468. Other expenditures are recognized following the cost principles contained in Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowable or are limited as to reimbursement, except for expenditures related to ALN 21.019, Coronavirus Relief Fund (CRF). CRF does not apply the cost principles contained in Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, but rather applies the U.S. Department of the Treasury's guidance and frequently asked questions. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. The pass-through entity identifying numbers are presented where available.

The County elected not to use the 10 percent *de minimis* indirect cost rate to recover indirect costs, as allowed under the Uniform Guidance.

Note 3 - Disaster Grants Public Assistance Program (ALN 97.036)

Included in the Schedule for the year ended September 30, 2023 is \$3,085,306 of expenditures incurred, under the Disaster Grants Public Assistance grant (ALN 97.036) in previous fiscal years. The project worksheet for these expenditures was approved in the current fiscal year, and these expenditures have been reported in the current fiscal year in accordance with the reporting requirements outlined in the 2023 OMB *Compliance Supplement*.

Schedule of Findings and Questioned Costs

Schedule of Findings and Questioned Costs

Year Ended September 30, 2023

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? X Yes No
- Significant deficiency(ies) identified that are not considered to be material weaknesses? Yes X None reported

Noncompliance material to financial statements noted? Yes X None reported

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? X Yes No
- Significant deficiency(ies) identified that are not considered to be material weaknesses? Yes X None reported

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

Identification of major programs:

Assistance Listing Number	Name of Federal Program or Cluster	Opinion
14.218	Community Development Block Grants - Entitlement Grants Cluster	Unmodified
14.239	Home Investment Partnerships Program	Unmodified
17.207, 17.801	Employment Service Cluster	Unmodified
17.258, 17.259, 17.278	Workforce Innovation and Opportunity Act (WIOA) Cluster	Unmodified
21.027	Coronavirus State and Local Fiscal Recovery Funds	Unmodified
97.036	Disaster Grants - Public Assistance (Presidentially Declared Disasters)	Unmodified

Dollar threshold used to distinguish between type A and type B programs: \$3,000,000

Auditee qualified as low-risk auditee? Yes X No

Schedule of Findings and Questioned Costs (Continued)

Year Ended September 30, 2023

Section II - Financial Statement Audit Findings

Reference Number	Finding
2023-001	<p>Finding Type - Material weakness</p> <p>Criteria - The County should have a process in place to ensure year-end journal entries are properly recorded in accordance with generally accepted accounting principles (GAAP) prior to the commencement of the audit.</p> <p>Condition - Year-end journal entries necessary to state the financial statements in accordance with GAAP were identified as part of the audit.</p> <p>Context - Year-end journal entries were proposed by the auditors and posted by the County in order to ensure the financial statements were stated in accordance with GAAP. Misstatements detected as a result of audit procedures included adjustments to cash, interfunds, unearned revenue, accounts payable, receivables, property and equipment, revenue, and expenditures.</p> <p>There were also various adjustments to the financial statements that should have been made in order to correctly state the County's financial records at year end that were not adjusted, as management did not deem these items to be significant enough to correct in the accounting records (referred to as "passed adjustments"). The passed adjustments included corrections to fund classification, investments, capital assets, net OPEB asset, deferred inflows of resources, revenue, and expenses.</p> <p>Cause - Processes were not in place to ensure year-end closing entries were properly recorded in the general ledger prior to the commencement of the audit.</p> <p>Effect - If the year-end journal entries identified above had not been recorded, the financial statements would have been materially misstated.</p> <p>Recommendation - The County should continue to work with all applicable departments to ensure its control procedures properly identify and record all year-end journal entries.</p> <p>Views of Responsible Officials and Planned Corrective Actions - The County implemented a new ERP system (Workday) midway through fiscal year 2022. The challenges from this midyear implementation were corrected for fiscal year 2022, but it was midway through fiscal year 2023. Therefore, some of the audit findings for fiscal year 2023 did not have a full year of corrections behind them and were in place for a portion of fiscal year 2023.</p> <p>The County created a fund in the proprietary fund classification that was later determined to be a governmental fund.</p>

Schedule of Findings and Questioned Costs (Continued)

Year Ended September 30, 2023

Section II - Financial Statement Audit Findings (Continued)

Reference Number	Finding
2023-002	<p>Finding Type - Material weakness</p> <p>Criteria - The County should have a process in place to ensure any changes to the reporting entity are recorded in accordance with generally accepted accounting principles.</p> <p>Condition - The County required a prior period adjustment to properly move the Evergreen-Farmington Sewage Disposal System from a proprietary fund to a component unit.</p> <p>Context - Those at the County responsible for financial reporting were made aware during the year that the Evergreen-Farmington Sewage Disposal System had effectively transferred ownership to the Drainage District, a discretely presented component unit, in a prior fiscal year. This transfer of ownership changes the fund classification from a proprietary fund to a component unit.</p> <p>Cause - Lack of communication between the county departments lead to untimely recognition of the change in reporting entity, which occurred in a prior fiscal year.</p> <p>Effect - Due to the transfer of ownership of Evergreen-Farmington Sewage Disposal System not being identified as a change in reporting entity until the correct year, the correction of the error was required to be recorded as a prior period adjustment.</p> <p>Recommendation - The County should ensure there are processes and controls in place to identify any changes in the reporting entity on a timely basis.</p> <p>Views of Responsible Officials and Planned Corrective Actions - In November 2020, a new drainage district was established (see Note 20). A resolution (#2023-3013) was adopted on June 15, 2023 that solidified (1) the transfer of assets and liabilities assigned to Evergreen-Farmington Sewage Disposal System (EFSDS) to the Evergreen-Farmington Sewage Disposal Drain District (EFSDDD) in accordance with applicable law, the 471 agreement, and another other bond or debt obligation; (2) the completion of any book entry or internal financial accounting changes to complete the conversion, transfer, or assignment; and (3) execution of any necessary or prudent conversion, transfer, or assignment.</p> <p>There was a time lag between the transfer of Evergreen-Farmington in 2021 and the final board resolution. This project involved over \$100 million of design, construction, and improvements to the Evergreen-Farmington Drain. Due to the extensive due diligence required to list, track, and confirm all asset details (cost, date placed in service, etc.) for each system, the resolution was not approved by the board of commissioners until July 2023. At that time, a restatement of beginning balances was necessary.</p>

Schedule of Findings and Questioned Costs (Continued)

Year Ended September 30, 2023

Section II - Financial Statement Audit Findings (Continued)

Reference Number	Finding
2023-003	<p>Finding Type - Material weakness</p> <p>Criteria - The County should perform and review all bank reconciliations accurately and in a timely manner.</p> <p>Condition - Bank reconciliations were not completed and reviewed in an accurate and timely manner.</p> <p>Context - During the audit, it was observed that certain bank reconciliations during the year were not completed and reviewed timely. The effectiveness of the review process was not sufficient to identify the differences in the bank reconciliations in a timely manner.</p> <p>Cause - There was a lack of sufficient oversight in order to properly reconcile bank information to the general ledger.</p> <p>Effect - Without timely preparation and review of bank reconciliations, the County could fail to identify errors or misappropriations timely.</p> <p>Recommendation - The County should implement procedures and a review process to ensure all bank reconciliations are completed and reviewed in a timely manner.</p> <p>Views of Responsible Officials and Planned Corrective Actions - The County implemented a new ERP system (Workday) midway through fiscal year 2022. The challenges from this midyear implementation were corrected for fiscal year 2022, but it was midway through fiscal year 2023. Therefore, some of the audit findings for fiscal year 2023 did not have a full year of corrections behind them and were in place for a portion of fiscal year 2023.</p> <p>The bank reconciliation process had to be completely overhauled to accommodate Workday banking tools. The fiscal year 2022 audit was not completed until April 30, and seven months of the current fiscal year had already passed before the revised process was in place.</p>

Schedule of Findings and Questioned Costs (Continued)

Year Ended September 30, 2023

Section III - Federal Program Audit Findings

Reference Number	Finding
2023-004	<p>Assistance Listing Number, Federal Agency, and Program Name - ALN 14.218, U.S. Department of Housing and Urban Development, Entitlement Grants Cluster (CDBG), Community Development Block Grants/Entitlement Grants</p> <p>Federal Award Identification Number and Year - All grants listed on SEFA</p> <p>Pass-through Entity - Not applicable</p> <p>Finding Type - Material weakness</p> <p>Repeat Finding - No</p> <p>Criteria - Per 24 CFR Section 570.603, grantees must adhere to the labor standards applicable to non-volunteer labor per 42 USC 53110 when rehabilitating residential property that contains no fewer than eight units, which includes ensuring prevailing wage rates are being used.</p> <p>Additionally, per 2 CFR Section 200.303, grantees must establish and maintain effective internal control over the federal award that provides reasonable assurance that the nonfederal entity is managing the federal award in compliance with federal statutes, regulations, and the terms and conditions of the federal award. These internal controls should be in compliance with guidance in Standards for Internal Control in the Federal Government, issued by the Comptroller General of the United States, or the Internal Control Integrated Framework, issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).</p> <p>Condition - The County did not have controls in place, during the year under audit, to ensure that the required certified payrolls were received and reviewed by the County.</p> <p>Questioned Costs - None</p> <p>Identification of How Questioned Costs Were Computed - Not applicable</p> <p>Context - The County has a process in place to receive and review weekly payroll certifications from contractors and subcontractors. However, there is not a control in place to ensure that all weekly payroll certifications have been received and reviewed.</p> <p>Cause and Effect - The County did not have controls in place ensure that the required certified payrolls were received and reviewed. For the sample selected for testing, the County was still in compliance with the applicable laws and regulations.</p> <p>Recommendation - We recommend that the County implement a control to ensure that the required certified payrolls from contractors and subcontractors are received and reviewed timely.</p> <p>Views of Responsible Officials and Corrective Action Plan - A process will be put into place to ensure certified payrolls are received and reviewed by two staff employees.</p>

Schedule of Findings and Questioned Costs (Continued)

Year Ended September 30, 2023

Section III - Federal Program Audit Findings (Continued)

Reference Number	Finding
2023-005	<p>Assistance Listing Number, Federal Agency, and Program Name - ALN 97.036, U.S. Department of Homeland Security, Disaster Grants - Public Assistance (FEMA)</p> <p>Federal Award Identification Number and Year - All grants under ALN</p> <p>Pass-through Entity - Michigan Department of State Police</p> <p>Finding Type - Material weakness</p> <p>Repeat Finding - Yes</p> <p>2022-004</p> <p>Criteria - Per 2 CFR Section 200.510(b), the auditee must also prepare a schedule of expenditures of federal awards for the period covered by the auditee's financial statements, which must include the total federal awards expended determined in accordance with Section 200.502.</p> <p>Condition - The FEMA expenditures on the schedule of expenditures of federal awards (SEFA) initially presented for audit were not complete and accurate.</p> <p>Questioned Costs - None</p> <p>Identification of How Questioned Costs Were Computed - Not applicable</p> <p>Context - In fiscal year 2023, the County expended approximately \$122 million of federal funding. The funding was received by various departments within the County and from several federal and nonfederal entities. The County accumulates the financial data and other required information to complete the SEFA. The FEMA expenditures on the SEFA were understated by \$2,449,502.</p> <p>Cause and Effect - Controls in place did not ensure the SEFA was complete and accurate for FEMA, and, as a result, FEMA expenditures of \$2,449,502 were added to the SEFA, impacting major program determination.</p> <p>Recommendation - The County should implement a process to ensure the FEMA expenditures reported on the SEFA are complete and accurate.</p> <p>Views of Responsible Officials and Planned Corrective Actions - Training on FEMA reporting for the SEFA was requested and performed by our auditors. Fiscal year 2024 is the last year any FEMA obligations will happen. A full understanding of the reported amount has been noted.</p>

Schedule of Findings and Questioned Costs (Continued)

Year Ended September 30, 2023

Reference
Number

Finding

2023-006 **Assistance Listing Number, Federal Agency, and Program Name** - ALN 14.218, Community Development Block Grants Cluster, Community Development Block Grants Program (CDBG)

Federal Award Identification Number and Year – B-18-UC-26-002 (2018), B-19-UC-26-002 (2019), B-20-UC-26-002 (2020), B-21-UC-26-002 (2021), B-22-UC-26-002 (2022)

Pass-through Entity - N/A

Finding Type - Material weakness and material noncompliance with laws and regulations

Repeat Finding – Yes, 2022-007

Criteria - The Federal Funding Accountability and Transparency Act (FFATA), as amended by 6202 of Public Law 110-252, requires a prime grant awardee to report its subgrants using the FFATA Subaward Reporting System (FSRS) tool. The prime recipient will have until the end of the month plus one additional month after an award or subaward is obligated to fulfill the reporting requirement.

Condition - The County did not file the required FFATA reports for CDBG subrecipients timely.

Questioned Costs - None

Identification of How Questioned Costs Were Computed - Not applicable

Context - The following table summarizes the transactions examined and the noncompliance identified for subwards obligated during fiscal year 2023 for which the FFATA report was not filed timely:

Transactions Tested	Subaward Not Reported	Report Not Timely	Subaward Amount Incorrect	Subaward Missing Key Elements
3	0	3	0	0
Dollar Amount of Tested Transactions	Subaward Not Reported	Report Not Timely	Subaward Amount Incorrect	Subaward Missing Key Elements
\$249,859	\$0	\$249,859	\$0	\$0

Cause and Effect - The County’s processes did not properly identify the FFATA filing requirements and, as a result, failed to file any of the required FFATA reports timely.

Recommendation - The County should implement controls to ensure that required reports are filed in a timely manner.

Schedule of Findings and Questioned Costs (Continued)

Year Ended September 30, 2023

Views of Responsible Officials and Corrective Action Plan - FFATA was brought up to date for prior years. The actual due date of the report was not known. Notes regarding the due date of the annual report have been made indicating to file 30 days within the approval of Subrecipient budgets.