

County of Kent,
Michigan



Year Ended
December 31, 2021

Single Audit Act
Compliance

Rehmann

COUNTY OF KENT, MICHIGAN

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

June 15, 2022

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

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the **County of Kent, Michigan** (the "County"), as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated June 15, 2022 which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Rehmann Johnson LLC

COUNTY OF KENT, MICHIGAN

Schedule of Expenditures of Federal Awards

For the Year Ended December 31, 2021

Federal Agency / Cluster / Program Title	Assistance Listing Number	Passed Through	Pass-through / Grantor Number	Total Subawards	Federal Expenditures
U.S. Department of Agriculture					
Food Purchase and Distribution Program (FY 2021)	10.178	MDE	FY2021	\$ -	\$ 9,209
Food Purchase and Distribution Program (FY 2022)	10.178	MDE	FY2022	-	4,051
				<u>-</u>	<u>13,260</u>
Child Nutrition Cluster:					
Breakfast Program	10.553	MDE	41-000-8003A	-	42,837
Lunch Program	10.555	MDE	41-000-8003A	-	91,568
Commodities (non-cash assistance)	10.555	MDE	41-000-8003	-	17,326
				<u>-</u>	<u>108,894</u>
Total Child Nutrition Cluster				<u>-</u>	<u>151,731</u>
Supplemental Nutrition Program for Women, Infants, and Children (WIC):					
Resident Services Administration (FY 2021)	10.557	MDHHS	212MI003W1003	46,832	1,991,709
Resident Services Administration (FY 2022)	10.557	MDHHS	50035-TBD	20,913	822,736
Breastfeeding Peer Counseling (FY 2021)	10.557	MDHHS	192MI013W5003	-	17,662
Breastfeeding Peer Counseling (FY 2021)	10.557	MDHHS	202MI013W5003	-	53,419
Breastfeeding Peer Counseling (FY 2021)	10.557	MDHHS	212MI013W5003	-	25,945
Breastfeeding Peer Counseling (FY 2021)	10.557	MDHHS	212MI003W1003	-	44,072
Breastfeeding Peer Counseling (FY 2022)	10.557	MDHHS	50035-TBD	-	9,224
Breastfeeding Peer Counseling (FY 2022)	10.557	MDHHS	50022-TBD	-	9,224
Breastfeeding Peer Counseling (FY 2022)	10.557	MDHHS	212MI013W5003	-	18,447
				<u>67,745</u>	<u>2,992,438</u>
Food Distribution Cluster:					
Commodity Supplemental Food Program:					
Cash Assistance (FY 2021)	10.565	MDE	FY2021	-	70,331
Commodity Assistance (Non-Cash Assistance) (FY 2021)	10.565	MDE	FY2021	-	236,663
Cash Assistance (FY 2022)	10.565	MDE	FY2022	-	48,727
Commodity Assistance (Non-Cash Assistance) (FY 2022)	10.565	MDE	FY2022	-	127,211
				<u>-</u>	<u>482,932</u>
Emergency Food Assistance Program:					
Administrative Costs (FY 2021)	10.568	MDE	FY2021	-	232,707
Administrative Costs (FY 2022)	10.568	MDE	FY2022	-	73,820
				<u>-</u>	<u>306,527</u>
Emergency Food Assistance Program:					
Food Commodities (FY 2021)	10.569	MDE	FY2021	-	937,312
Food Commodities (FY 2022)	10.569	MDE	FY2022	-	226,910
				<u>-</u>	<u>1,164,222</u>
Total Food Distribution Cluster				<u>-</u>	<u>1,953,681</u>
Total U.S. Department of Agriculture				<u>67,745</u>	<u>5,111,110</u>
U.S. Department of Housing and Urban Development					
Community Development Block Grant - Entitlement Grants Cluster:					
2014-2015 Award	14.218	Direct	B-14-UC-26-0004	-	87,503
2018-2019 Award	14.218	Direct	B-18-UC-26-0004	-	13,044
2019-2020 Award	14.218	Direct	B-19-UC-26-0004	-	141,491
COVID-19 CDBG Award	14.218	Direct	B-20-UW-26-0004	-	3,353
2020-2021 Award	14.218	Direct	B-20-UC-26-0004	274,645	1,042,622
2021-2022 Award	14.218	Direct	B-21-UC-26-0004	183,409	325,434
Total Community Development Block Grant - Entitlement Grants Cluster				<u>458,054</u>	<u>1,613,447</u>
Emergency Solutions Grant:					
Homelessness Prevention and Rapid Rehousing program:					
2019-2020 Award	14.231	Direct	E-19-UC-26-0004	89,578	92,887
2020-2021 Award	14.231	Direct	E-20-UC-26-0004	-	1,621
COVID-19 Emergency Solutions Grants Program - CARES Act Funding					
	14.231	Direct	E-20-UW-26-0004	238,246	248,578
				<u>327,824</u>	<u>343,086</u>

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COUNTY OF KENT, MICHIGAN

Schedule of Expenditures of Federal Awards

For the Year Ended December 31, 2021

Federal Agency / Cluster / Program Title	Assistance Listing Number	Passed Through	Pass-through / Grantor Number	Total Subawards	Federal Expenditures
U.S. Department of Housing and Urban Development (Concluded)					
HOME Investment Partnerships Program (HOME):					
2016-2017 Award	14.239	Direct	M-16-DC-26-0221	\$ 6,225	\$ 6,225
2017-2018 Award	14.239	Direct	M-17-DC-26-0221	363,444	399,034
2018-2019 Award	14.239	Direct	M-18-DC-26-0221	331,515	331,515
2019-2020 Award	14.239	Direct	M-19-DC-26-0221	562,926	563,342
2020-2021 Award	14.239	Direct	M-20-DC-26-0221	314,996	365,174
2021-2022 Award	14.239	Direct	M-21-DC-26-0221	-	12,395
				<u>1,579,106</u>	<u>1,677,685</u>
Continuum of Care:					
Sponsor-based Rental Assistance 2020-2021	14.267	Direct	MI0174L5F061912	238,997	244,198
Sponsor-based Rental Assistance 2021-2022	14.267	Direct	MI0174L5F062013	254,687	259,368
Tenant-based Rental Assistance 2020-2021	14.267	Direct	MI0174L5F061912	549,801	559,412
Tenant-based Rental Assistance 2021-2022	14.267	Direct	MI0174L5F062013	480,199	488,866
				<u>1,523,684</u>	<u>1,551,844</u>
Housing Voucher Cluster:					
Section 8 Housing Choice Voucher Program:					
Housing Choice Vouchers 2020 Award	14.871	Direct	MI198VO	-	310,236
Housing Choice Vouchers 2021 Award	14.871	Direct	MI198VO	-	3,219,635
Family Services Coordinator	14.871	Direct	MI198FS	-	88,121
Veterans 2020 Award	14.871	Direct	MI198VO	-	1,533
Veterans 2021 Award	14.871	Direct	MI198VO	-	1,117,142
				<u>-</u>	<u>4,736,667</u>
Total U.S. Department of Housing and Urban Development				<u>3,888,668</u>	<u>9,922,729</u>
U.S. Department of Justice					
Byrne Memorial Justice Assistance Grant Program	16.738	CGR	2020-DJ-BX-0883	-	39,593
Equitable Sharing Program	16.922	Direct	MI4114100	-	4,813
Total U.S. Department of Justice				<u>-</u>	<u>44,406</u>
U.S. Department of Transportation					
Highway Safety Cluster:					
State and Community Highway Safety	20.600	WYO	PT-21-10	-	17,780
State and Community Highway Safety	20.600	WYO	DD-21-04	-	4,440
				<u>-</u>	<u>22,220</u>
Alcohol Impaired Driving Countermeasures Incentive Grants I	20.601	SCAO	25316	-	434
Total Highway Safety Cluster				-	22,654
Hazardous Materials Emergency Planning (FY 2021)	20.703	MSP	693JK31940022HMEP	-	13,157
Total U.S. Department of Transportation				<u>-</u>	<u>35,811</u>
U.S. Department of Treasury					
COVID-19 Coronavirus Relief Fund (CRF):					
CRF-Local Health Department Laboratory (FY 2021)	21.019	MDHHS	220000	-	112,976
CRF-EGLE Wastewater Monitoring for SARS CoV2 (FY 2021)	21.019	EGLE	2020-7517	-	3,686
Quarantine Box Coronavirus Aid Relief (FY 2021)	21.019	MDHHS	E20213965-00	-	80
Coronavirus Relief Fund Water and Plumbing (FY 2021)	21.019	MDHHS	E20214029-00	-	56,798
Coronavirus Relief Fund Migrant Worker (FY 2021)	21.019	MDHHS	E20214030-00	-	4,515
Coronavirus Relief Fund Digital Divide (FY 2021)	21.019	MDHHS	E20214107-00	-	14,461
Coronavirus Relief Fund - Direct Allocation	21.019	Direct	SLT0177	165,000	11,347,749
				<u>165,000</u>	<u>11,540,265</u>
COVID-19 Emergency Rental Assistance Program:					
Coronavirus Emergency Rental Assistance CERA 1	21.023	HWMUW	HML-2021-Heart of-1148-CERA	-	644,591
Total U.S. Department of Treasury				<u>165,000</u>	<u>12,184,856</u>

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Schedule of Expenditures of Federal Awards

For the Year Ended December 31, 2021

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U.S. Environmental Protection Agency					
Drinking Water State Revolving Fund Cluster:					
Capitalization Grants for Drinking Water State Revolving Funds (FY 2021)	66.468	EGLE	FS975487-19	\$ -	\$ 9,117
Capitalization Grants for Drinking Water State Revolving Funds (FY 2022)	66.468	EGLE	FS975487-20	-	2,557
Total U.S. Environmental Protection Agency				-	11,674
U.S. Department of Energy					
Weatherization Assistance Program:					
Weatherization Assistance for Low-Income Persons (FY 2020-2021)	81.042	MDHHS	WAP16-41016-5	-	220,080
Weatherization Assistance for Low-Income Persons (FY 2021-2022)	81.042	MDHHS	WAP16-41016-6	-	234,821
Total U.S. Department of Energy				-	454,901
U.S. Department of Health and Human Services					
Aging Cluster:					
Special Programs for the Aging - Title III, Part B (FY 2021)	93.044	AAAWM	61.10-FY21.1	-	26,185
Special Programs for the Aging - Title III, Part B (FY 2022)	93.044	AAAWM	61.10-FY22.1	-	3,954
				-	30,139
Nutrition Services Incentive Program (FY 2020-2021)	93.053	AAAWM	61.10-FY21.2	-	10,666
Nutrition Services Incentive Program (FY 2021-2022)	93.053	AAAWM	61.10-FY22.2	-	3,881
				-	14,547
Total Aging Cluster				-	44,686
Public Health Emergency Preparedness:					
Hospital and Public Health Emergency Preparedness (10/2020 to 6/2021)	93.069	MDHHS	NU90TP922062	-	93,404
Hospital and Public Health Emergency Preparedness (7/2021 to 9/2021)	93.069	MDHHS	NU90TP922062	-	50,626
Hospital and Public Health Emergency Preparedness (10/2021 to 12/2021)	93.069	MDHHS	NU90TP922062	-	63,908
Hospital and Public Health Emergency Preparedness (10/2020 to 9/2021)	93.069	MDHHS	NU90TP922062	-	10,771
Hospital and Public Health Emergency Preparedness (10/2020 to 9/2021)	93.069	MDHHS	NU90TP922062	-	3,590
Hospital and Public Health Emergency Preparedness (10/2021 to 12/2021)	93.069	MDHHS	NU90TP922062	-	92
Hospital and Public Health Emergency Preparedness (10/2021 to 12/2021)	93.069	MDHHS	-n/a-	-	31
				-	222,422
Tuberculous Control Program:					
Tuberculosis Control Program (FY 2021)	93.116	MDHHS	NU52PS910173	-	2,662
Tuberculosis Control Program (FY 2021)	93.116	MDHHS	NU52PS910173	-	10,554
Tuberculosis Control Program (FY 2022)	93.116	MDHHS	NU52PS910173	-	656
Tuberculosis Control Program (FY 2022)	93.116	MDHHS	-n/a-	-	1,967
				-	15,839
Sexual Violence Prevention:					
Injury Prevention and Control Research (FY2021)	93.136	MDHHS	NUF2CE002482	-	22,122
Injury Prevention and Control Research (FY2021)	93.136	MDHHS	251149-TBD	-	50,161
Injury Prevention and Control Research (FY2021)	93.136	MDHHS	NUF2CE002482	-	11,500
Injury Prevention and Control Research (FY2022)	93.136	MDHHS	251149-TBD	-	16,363
Injury Prevention and Control Research (FY2022)	93.136	MDHHS	NUF2CE002482	-	8,182
				-	108,328

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Schedule of Expenditures of Federal Awards

For the Year Ended December 31, 2021

Federal Agency / Cluster / Program Title	Assistance Listing Number	Passed Through	Pass-through / Grantor Number	Total Subawards	Federal Expenditures
U.S. Department of Health and Human Services (Continued)					
Community Programs to Improve Minority Health:					
COVID-19 Advancing Health Literacy to Enhance Equitable Community Response to COVID-19	93.137	Direct	1 CPIMP211301-01-00	\$ -	\$ 135,221
Substance Abuse and Mental Health Services Administration:					
Circuit Mental Health Court Expansion	93.243	MDHHS	6H79TI081955	-	343,656
Immunization Cooperative Agreements:					
Immunization & Vaccine Program (FY 2021)	93.268	MDHHS	NH231P922635	-	234,958
Immunization & Vaccine Program (FY 2022)	93.268	MDHHS	NH231P922635	-	62,254
Immunization & Vaccine Program (FY 2022)	93.268	MDHHS	251129-TBD	-	20,752
COVID-19 Influenza Vaccination Supplemental (FY 2021)	93.268	MDHHS	NH231P922635	-	109,430
COVID-19 Immunizations (FY 2021)	93.268	MDHHS	NH231P922635	-	1,355,646
COVID-19 Immunizations (FY 2022)	93.268	MDHHS	NH231P922635	-	413,698
Immunizations -Fixed Fees (FY2021)	93.268	MDHHS	NH231P922635	-	250
Immunizations -Fixed Fees (FY2022)	93.268	MDHHS	NH231P922635	-	263
Immunizations -Fixed Fees (FY2022)	93.268	MDHHS	251129-TBD	-	88
Immunization Field Services Rep (FY2021)	93.268	MDHHS	NH231P922635	-	3,750
Immunization Field Services Rep (FY2022)	93.268	MDHHS	NH231P922635	-	837
Immunization Field Services Rep (FY2022)	93.268	MDHHS	251129-TBD	-	413
Vaccines (non-cash assistance) (FY2021)	93.268	MDHHS	-n/a-	-	303,652
Vaccines (non-cash assistance) (FY2022)	93.268	MDHHS	-n/a-	-	224,659
				-	2,730,650
Epidemiology and Laboratory Capacity for Infectious Diseases:					
West Nile Virus (FY2021)	93.323	MDHHS	NU50CK000510	-	5,359
COVID-19 Contact Tracing and Testing Coordination (FY2021)	93.323	MDHHS	NU50CK000510	-	1,407,050
COVID-19 Contact Tracing and Testing Coordination (FY2021)	93.323	MDHHS	NU50CK000510	-	323,212
COVID-19 Contact Tracing and Testing Coordination (FY2022)	93.323	MDHHS	NU50CK000510	-	539,374
COVID-19 Contact Tracing and Wraparound Services (FY 2021)	93.323	MDHHS	NU50CK000510	-	786,340
COVID-19 Infection Prevention (FY2021)	93.323	MDHHS	NU50CK000510	-	225,000
COVID-19 Infection Prevention (FY2022)	93.323	MDHHS	NU50CK000510	-	40,153
COVID-19 Mobile Testing (FY2021)	93.323	MDHHS	NU50CK000510	-	320,301
COVID-19 Mobile Testing (FY2022)	93.323	MDHHS	NU50CK000510	-	21,272
Enhancing Detection (FY2021)	93.323	MDHHS	NU50CK000510	-	32,782
Enhancing Detection (FY2021)	93.323	MDHHS	NU50CK000510	-	260,000
Enhancing Detection (FY2022)	93.323	MDHHS	NU50CK000510	-	98,819
Lab Capacity SEWER Network (FY2021)	93.323	MDHHS	NU50CK000510	351,049	362,588
Lab Capacity SEWER Network (FY2022)	93.323	MDHHS	NU50CK000510	148,549	158,913
				499,598	4,581,163
COVID-19 Public Health Crisis Response: Cooperative Agreement for Emergency Response:					
Public Health Crisis Response - Coronavirus	93.354	MDHHS	NU90TP922074	-	297,123
COVID-19 Strengthening Public Health Systems and Services:					
NACCHO People with Disabilities in COVID-19 Preparedness	93.421	NACCHO	6NU38OT000306-02-10	-	29,050
NACCHO People with Disabilities in COVID-19 Preparedness	93.421	NACCHO	6NU38OT000306-02-10	-	28,826
				-	57,876
COVID-19 Provider Relief Funds					
	93.498	Direct	PRF20200001	-	23,233
Health Resources and Services Administration:					
Public Health Training Centers Program (FY2021)	93.516	UM	5-UB6-HP-31684-03	-	8,865
Public Health Training Centers Program (FY2021)	93.516	UM	5-UB6-HP-31684-04	-	2,705
Public Health Training Centers Program (FY2022)	93.516	UM	5-UB6-HP-31684-04	-	1,251
				-	12,821
Child Support Enforcement:					
Title IV-D - Incentive Payments (FY 2020-2021)	93.563	MDHHS	CS/FOC-17-41001	-	763,188
Title IV-D - Incentive Payments (FY 2021-2022)	93.563	MDHHS	CS/FOC-17-41001	-	251,691
Title IV-D - Friend of the Court (FY 2020-2021)	93.563	MDHHS	CS/FOC-17-41001	-	3,833,239
Title IV-D - Friend of the Court (FY 2021-2022)	93.563	MDHHS	CS/FOC-17-41001	-	1,289,537
Title IV-D - Prosecuting Attorney (FY 2020-2021)	93.563	MDHHS	CSPA-17-41002	-	1,020,320
Title IV-D - Prosecuting Attorney (FY 2021-2022)	93.563	MDHHS	CSPA-17-41002	-	343,056
				-	7,501,031

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COUNTY OF KENT, MICHIGAN

Schedule of Expenditures of Federal Awards

For the Year Ended December 31, 2021

Federal Agency / Cluster / Program Title	Assistance Listing Number	Passed Through	Pass-through / Grantor Number	Total Subawards	Federal Expenditures
U.S. Department of Health and Human Services (Continued)					
Refugee and Entrant Assistance State/Replacement Designee Adm Program:					
Refugee Cash and Medical Assistance Screening (FY 2021)	93.566	MDHHS	2003MIRCMA	\$ -	\$ 200,118
Refugee Cash and Medical Assistance Screening (FY 2021)	93.566	MDHHS	2003MIRCMA	-	570
Refugee Health Promotion (FY 2021)	93.566	MDHHS	2003MIRSOC	-	32,849
Refugee Cash and Medical Assistance Screening (FY 2022)	93.566	MDHHS	21XXMIRCMA	-	133,122
Refugee Cash and Medical Assistance Screening (FY 2022)	93.566	MDHHS	21XXMIRCMA	-	230
				<u>-</u>	<u>366,889</u>
Low-Income Home Energy Assistance:					
Low-Income Home Energy Assistance (FY 2020-2021)	93.568	MDHHS	WAP16-41016	-	167,896
Low-Income Home Energy Assistance (FY 2021-2022)	93.568	MDHHS	E20220275-00	-	63,829
Low-Income Home Energy Assistance (FY 2021-2022)	93.568	MDHHS	E20220284-00	-	2,968
Michigan Energy Assistance Program (FY 2020-2021)	93.568	YMCA	E20210492-00	-	9,067
				<u>-</u>	<u>243,760</u>
Community Services Block Grant:					
Community Services Block Grant (FY 2019-2021)	93.569	MDHHS	E20210163-002	-	467,706
Community Services Block Grant Discretionary (FY 2020-2021)	93.569	MDHHS	E20213032-00	-	18,000
Community Services Block Grant (FY 2020-2022)	93.569	MDHHS	E20224064-00	-	853,781
COVID-19 Community Services Block Grant (FY 2020-2022) Aid, Relief, and Economic Security Act	93.569	MDHHS	E20203969-00	-	924,968
				<u>-</u>	<u>2,264,455</u>
Grants to States for Access and Visitation Programs:					
Access and Visitation Grant (FY 2020-2021)	93.597	SCAO	SCAO-2021-018	-	7,760
Access and Visitation Grant (FY 2021-2022)	93.597	SCAO	SCAO-2022-018	-	2,395
				<u>-</u>	<u>10,155</u>
Lead Hazard Control Grant:					
Children's Health Insurance Program (FY 2020-2021)	93.767	CGR	88133-8387	-	901
Children's Health Insurance Program (FY 2021-2022)	93.767	CGR	88133-8387	-	592
Children's Health Insurance Program (FY 2020-2021)	93.767	CGR	E20211484-00	-	126,053
Children's Health Insurance Program (FY 2021-2022)	93.767	CGR	E20220096-00	-	43,815
				<u>-</u>	<u>171,361</u>
Medicaid Cluster:					
Medicaid Outreach and Advocacy (FY 2021)	93.778	MDHHS	2105MISADM	41,351	49,923
Medicaid Outreach and Advocacy (FY 2021)	93.778	MDHHS	2205MISADM	463,921	560,091
Medicaid Outreach and Advocacy (FY 2022)	93.778	MDHHS	2205MISADM	175,078	213,882
Medicaid Outreach - WIC/Imms (FY 2021)	93.778	MDHHS	2205MISADM	-	50,882
Medicaid Outreach - WIC/Imms (FY 2022)	93.778	MDHHS	2205MISADM	-	23,673
CSHCS Care Coordination Services (FY 2021)	93.778	MDHHS	2105MISADM	-	9,530
CSHCS Care Coordination Services (FY 2021)	93.778	MDHHS	2105MISMAP	-	3,528
CSHCS Care Coordination Services (FY 2022)	93.778	MDHHS	2205MISADM	-	3,360
CSHCS Care Coordination Services (FY 2022)	93.778	MDHHS	2201MISMAP	-	1,915
CSHCS Medicaid Outreach (FY 2021)	93.778	MDHHS	2105M15ADM	-	28,788
CSHCS Medicaid Outreach (FY 2021)	93.778	MDHHS	2205M15ADM	-	62,536
CSHCS Medicaid Outreach and Advocacy (FY 2021)	93.778	MDHHS	2105MISADM	-	88,449
CSHCS Medicaid Outreach and Advocacy (FY 2021)	93.778	MDHHS	2205MISADM	-	84,521
Nurse Family Partnership Services (FY 2021)	93.778	MDHHS	2105MISADM	-	70,688
Nurse Family Partnership Services (FY 2022)	93.778	MDHHS	2205MISADM	-	66,103
Nurse Family Partnership Medicaid Outreach (FY 2021)	93.778	MDHHS	2205MISADM	-	71,787
Elevated Blood Lead Case Management (FY 2021)	93.778	MDHHS	2105MISMAP	-	185
Elevated Blood Lead Case Management (FY 2021)	93.778	MDHHS	2205MISMAP	-	4,395
Elevated Blood Lead Case Management (FY 2022)	93.778	MDHHS	2205MISMAP	-	1,320
Strong Beginnings Medicaid Match (FY 2021)	93.778	SPEC	E20212712-11	-	19,250
				<u>680,350</u>	<u>1,414,806</u>
State Targeted Response to the Opioid Crisis:					
Michigan Opioid Response (FY 2021)	93.788	MDHHS	H79TI081712	-	60,000
State Opioid Response Part 2 (FY 2021)	93.788	LRE	H79TI083298-01	-	51,141
State Opioid Response Carryforward (FY 2021)	93.788	LRE	H79TI081712-01	-	64,929
State Opioid Response Part 2 (FY 2022)	93.788	LRE	H79TI083298-01	-	25,259
				<u>-</u>	<u>201,329</u>

continued...

COUNTY OF KENT, MICHIGAN

Schedule of Expenditures of Federal Awards

For the Year Ended December 31, 2021

Federal Agency / Cluster / Program Title	Assistance Listing Number	Passed Through	Pass-through / Grantor Number	Total Subawards	Federal Expenditures
U.S. Department of Health and Human Services (Concluded)					
Maternal Infant and Early Childhood Home Visiting Program:					
Maternal Infant and Early Childhood Home Visiting (FY 2021)	93.870	MDHHS	X10MC39693	\$ -	\$ 107,878
Maternal Infant and Early Childhood Home Visiting (FY 2021)	93.870	MDHHS	X10MC33587	-	68,881
Maternal Infant and Early Childhood Home Visiting (FY 2022)	93.870	MDHHS	-n/a-	-	78,498
				<u>-</u>	<u>255,257</u>
Breast and Cervical Cancer Control Program:					
Cancer Prevention and Control Programs (FY 2021)	93.898	MDHHS	NU58DP006334	-	131,110
Cancer Prevention and Control Programs (FY 2021)	93.898	MDHHS	NU58DP006334	-	43,705
Cancer Prevention and Control Programs (FY 2022)	93.898	MDHHS	NU58DP006334	-	44,516
Cancer Prevention and Control Programs (FY 2022)	93.898	MDHHS	-n/a-	-	14,839
				<u>-</u>	<u>234,170</u>
Strong Beginnings Program:					
Healthy Start Initiative (FY 2020-2021)	93.926	SPEC	5H49MC03591-17-00	-	70,164
Healthy Start Initiative (FY 2021-2022)	93.926	SPEC	5H49MC03591-18-00	-	87,073
				<u>-</u>	<u>157,237</u>
HIV Prevention Activities:					
HIV Prevention (FY 2021)	93.940	MDHHS	NU62PS924530	-	24,997
HIV Prevention (FY 2021)	93.940	MDHHS	NU62PS924530	-	74,990
HIV Prevention (FY 2022)	93.940	MDHHS	NU62PS924530	-	5,816
HIV Prevention (FY 2022)	93.940	MDHHS	251124-TBD	-	17,446
				<u>-</u>	<u>123,249</u>
Block Grants for Prevention and Treatment of Substance Abuse:					
COVID-19 Supplemental (FY 2021)	93.959	LRE	1B08TI083503-01	-	3,422
COVID-19 Supplemental (FY 2022)	93.959	LRE	1B08TI083503-01	-	9,805
				<u>-</u>	<u>13,227</u>
Preventative Health and Health Services Block Grant:					
Eastern Equine Encephalitis Virus Surveillance Project (FY 2021)	93.991	MDHHS	NB01OT009324	-	10,323
Maternal and Child Health Services Block Grant:					
Children's Special Healthcare Care Coordination Services (FY 2021)	93.994	MDHHS	B04MC40141	-	36,800
Children's Special Healthcare Care Coordination Services (FY 2022)	93.994	MDHHS	B04MC45223	-	13,060
Regional Perinatal Care System (FY 2021)	93.994	MDHHS	B04MC40141	-	87,297
Child Death Case Abstractions and Interviews (FIMR) (FY 2021)	93.994	MDHHS	B0440141	-	4,820
Child Death Case Abstractions and Interviews (FIMR) (FY 2022)	93.994	MDHHS	-n/a-	-	2,555
Childhood Lead Poisoning Prevention (FY 2021)	93.994	MDHHS	B04MC40141	-	92,838
Childhood Lead Poisoning Prevention (FY 2022)	93.994	MDHHS	B04MC45223	-	26,127
MCH-All Other (FY 2021)	93.994	MDHHS	B04MC33846	-	149,792
MCH-All Other (FY 2021)	93.994	MDHHS	B04MC40141	-	97,521
MCH-All Other (FY 2022)	93.994	MDHHS	M04MC45223	-	60,268
				<u>-</u>	<u>571,078</u>
Total U.S. Department of Health and Human Services				<u>1,179,948</u>	<u>22,111,345</u>
U.S. Department of Homeland Security					
Disaster Grants-Public Assistance:					
COVID-19 2021 Public Assistance	97.036	Direct	4494DR	530,185	1,384,072
Emergency Management Performance Grant:					
Emergency Management Performance Grant (FY 2021)	97.042	MSP	EMC-2021-EP-00003	-	46,708
Emergency Management Performance Grant (FY 2021)	97.042	MSP	EMC-2021-EP-00006	-	25,505
				<u>-</u>	<u>72,213</u>

continued...

COUNTY OF KENT, MICHIGAN

Schedule of Expenditures of Federal Awards

For the Year Ended December 31, 2021

Federal Agency / Cluster / Program Title	Assistance Listing Number	Passed Through	Pass-through / Grantor Number	Total Subawards	Federal Expenditures
U.S. Department of Homeland Security (Concluded)					
Homeland Security Grant Program:					
2017 Award (non-cash assistance)	97.067	WMRMC	EMW-2017-SS-00013	\$ -	\$ 5,199
2018 Award (non-cash assistance)	97.067	WMRMC	EMW-2018-SS-00042	-	874
2018 Award	97.067	WMRMC	EMW-2018-SS-00042	94,810	273,690
2019 Award	97.067	WMRMC	EMW-2019-SS-00021	-	40,873
2020 Award	97.067	WMRMC	EMW-2020-SS-00044-S01	-	26,286
				<u>94,810</u>	<u>346,922</u>
Total U.S. Department of Homeland Security				<u>624,995</u>	<u>1,803,207</u>
Total Expenditures of Federal Awards				<u>\$ 5,926,356</u>	<u>\$ 51,680,039</u>

concluded

COUNTY OF KENT, MICHIGAN

Notes to Schedule of Expenditures of Federal Awards

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of the County of Kent, Michigan (the "County") under programs of the federal government for the year ended December 31, 2021. The information in the Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the County, it is not intended to and does not present the financial position, changes in net position or cash flows of the County.

The County's reporting entity is defined in Note 1 of the County's Annual Comprehensive Financial Report. The County's financial statements include the operations of the Kent County Road Commission and the Gerald R. Ford International Airport Authority discretely-presented component units, which received federal awards that are not included in the Schedule for the year ended December 31, 2021, as these entities were separately audited.

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

2. 10% DE MINIMIS COST RATE

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

3. PASS-THROUGH AGENCIES

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

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

COUNTY OF KENT, MICHIGAN

Notes to Schedule of Expenditures of Federal Awards

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



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

June 15, 2022

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the **County of Kent, Michigan** (the "County"), as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated June 15, 2022. Our report includes a reference to other auditors who audited the financial statements of the Kent County Road Commission and Gerald R. Ford International Airport Authority, discretely presented component units, as described in our report on the County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

A handwritten signature in black ink that reads "Rehmann Robson LLC". The signature is written in a cursive, flowing style.

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

June 15, 2022

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

Report on Compliance for Each Major Federal Program

Qualified and Unmodified Opinions

We have audited the compliance of the **County of Kent, Michigan** (the "County") with the types of compliance requirements described in the OMB Compliance Supplement that could have a direct and material effect on the each of the County's major federal programs for the year ended December 31, 2021. The County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. The County's basic financial statements also include the operations of the Kent County Road Commission which received certain federal awards which are not included in the schedule of expenditures of federal awards for the year ended December 31, 2021. Our audit, described below, did not include the operations of the Kent County Road Commission because it arranged for a separate financial statement audit and did not meet the criteria for a single audit. The County's basic financial statements also include the operations of the Gerald R. Ford International Airport Authority which received \$16,179,451 in federal awards and which are not included in the schedule of expenditures of federal awards for the year ended December 31, 2021. Our audit, described below, did not include the operations of the Gerald R. Ford International Airport Authority because the entity arranged for a separate audit in accordance with the Uniform Guidance.

Qualified Opinion on HOME Investment Partnership Program (ALN 14.239)

In our opinion, except for the noncompliance described in the Basis for Qualified and Unmodified Opinions section of our report, the County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its HOME Investment Partnership Program (ALN 14.239) for the year ended December 31, 2021.

Unmodified Opinion on Each of the Other Major Federal Programs

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 other major federal programs identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs for the year ended December 31, 2021.

Basis for Qualified and Unmodified Opinions

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Independent Auditors' Responsibilities for the Audit of Compliance section of our report.

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

Matter Giving Rise to Qualified Opinion on HOME Investment Partnership Program (ALN 14.239)

As described in item 2021-001 in the accompanying schedule of findings and questioned costs, the County did not comply with the Subrecipient Monitoring requirement applicable to its HOME Investment Partnership Program (ALN 14.239). Compliance with this requirement is necessary, in our opinion, for the County to comply with the requirements applicable to that program.

Responsibilities of Management for Compliance

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

Independent Auditors' Responsibilities for the Audit of Compliance

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

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

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

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

Other Matter

The results of our auditing procedures disclosed another instance of noncompliance, which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying schedule of findings and questioned costs as item 2021-002. 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 responses to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The County's responses were not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on them.

Report on Internal Control Over Compliance

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

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 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. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2021-001 to be a material weakness.

A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2021-002 and 2021-003 to be significant deficiencies.

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 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.

Purpose of this Report

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

A handwritten signature in cursive script that reads "Lehmann Johnson LLC".

COUNTY OF KENT, MICHIGAN

Schedule of Findings and Questioned Costs

For the Year Ended December 31, 2021

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified? yes X no

Significant deficiency(ies) identified? yes X none reported

Noncompliance material to financial statements noted? yes X no

Federal Awards

Internal control over major programs:

Material weakness(es) identified? X yes no

Significant deficiency(ies) identified? X yes none reported

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

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

<u>ALN Number(s)</u>	<u>Name of Federal Program or Cluster</u>	<u>Opinion</u>
10.565, 10.568 and 10.569	Food Distribution Cluster	Unmodified
14.239	HOME Investment Partnership	Qualified
14.871	Housing Voucher Cluster	Unmodified
21.019	Coronavirus Relief Fund	Unmodified
93.268	Immunization Cooperative Agreements	Unmodified
93.323	Epidemiology and Laboratory Capacity for Infectious Diseases	Unmodified
93.569	Community Services Block Grant	Unmodified
93.778	Medicaid Cluster	Unmodified

Dollar threshold used to distinguish between Type A and Type B programs: \$ 1,550,401

Auditee qualified as low-risk auditee? X yes no

COUNTY OF KENT, MICHIGAN

Schedule of Findings and Questioned Costs

For the Year Ended December 31, 2021

SECTION II – FINANCIAL STATEMENT FINDINGS

None reported

COUNTY OF KENT, MICHIGAN

Schedule of Findings and Questioned Costs

For the Year Ended December 31, 2021

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

2021-001 – Subrecipient Monitoring

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

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

Criteria. Recipients of federal funding that pass through grant funds are expected to monitor any subrecipients to provide reasonable assurance that the subrecipients are complying with the requirements of the federal award being passed through. Among those requirements are a) during-the-award monitoring of compliance with requirements that could have a direct and material effect on compliance, and b) ensuring that subrecipients are complying with the audit requirements included in the Uniform Guidance. The pass-through entity is also responsible for issuing management decisions related to any related findings noted in the subrecipient audit and ensuring that timely and appropriate corrective action is taken.

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

Cause. The cause of this condition appears to be a lack of understanding, by the former staff members, of the importance of monitoring specific subrecipient activities.

Effect. The lack of monitoring failed to provide reasonable assurance that the subrecipient complied with the eligibility and special tests and provisions that are direct and material to the compliance of this program.

Questioned Costs. The total amount passed through to subrecipients for which inadequate monitoring was performed was \$1,146,003.

Recommendation. The County should revise its standard monitoring procedures to ensure that all applicable requirements for each of its federal programs are considered in the subrecipient monitoring process.

View of Responsible Officials. The County is aware of the monitoring issue for the HOME Investment Partnership program and has hired an independent third party to conduct monitoring on behalf of the County. The issue with incomplete subrecipient monitoring is specific to this program and is not representative of subrecipient monitoring that was completed for other Federal Funding Sources such as the Coronavirus Relief Fund.

COUNTY OF KENT, MICHIGAN

Schedule of Findings and Questioned Costs

For the Year Ended December 31, 2021

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

2021-002 – Housing Quality Standards (HQS) Inspections

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

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

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

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

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

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

Questioned Costs. The total amount of Housing Assistance Payments made to this tenant during 2021 was \$10,455.

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

View of Responsible Officials. The County is aware of the issue and has taken steps to shore up its reporting process for HQS inspection. This unit is now on the calendar for inspection in 2022.

COUNTY OF KENT, MICHIGAN

Schedule of Findings and Questioned Costs

For the Year Ended December 31, 2021

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

2021-003 – Food Distribution Site Assessment Reports

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

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

Food Distribution Cluster; Emergency Food Assistance Program; U.S. Department of Agriculture; Assistance Listing Numbers 10.568 and 10.569; passed-through the Michigan Department of Education.

Criteria. Based on the State of Michigan guidance, non-federal entities that receive food commodities under these programs are required to conduct monitoring on all distribution sites at least annually.

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

Cause. The cause of this condition appears to be time constraints on staff responsible for reviewing the forms for accuracy and completeness.

Effect. Because of this condition there was an increased risk that site assessment forms could contain errors that would not be identified and corrected in a timely manner.

Questioned Costs. No costs are required to be questioned as a result of this finding.

Recommendation. When completed, site assessment reports should be reviewed and approved by an independent member of the program staff.

View of Responsible Officials. Management has reviewed its existing procedures and has already made revisions, as appropriate, to ensure that all applicable requirements are considered in the monitoring process.

COUNTY OF KENT, MICHIGAN

Summary Schedule of Prior Audit Findings

For the Year Ended December 31, 2021

None reported



OFFICE OF THE ADMINISTRATOR

Alan G. Vanderberg, County Administrator/Controller



*Kent County Administration Building 300 Monroe Avenue, N.W. Grand Rapids, Michigan 49503-2206
Phone: (616) 632-7577 • Fax: (616) 632-7560 • E-mail: Al.Vanderberg@kentcountymi.gov*

CORRECTIVE ACTION PLAN

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

2021-001 – Subrecipient Monitoring

Auditor Description of Condition and Effect: Although fiscal monitoring related to HOME subrecipients was completed by the County's Office of Fiscal Services, including review of monthly reporting and expenditure testing, programmatic monitoring activities covering various applicable compliance requirements was not conducted during 2021. The applicable compliance areas not monitored included eligibility and special tests and provisions requirements related to ensuring housing quality standard and wage rate requirements. Additionally, risk assessment was not documented for one of the two subrecipients selected for testing (out of a total population of five). The lack of monitoring failed to provide reasonable assurance that the subrecipient complied with the eligibility and special tests and provisions that are direct and material to the compliance of this program.

Auditor Recommendation: The County should revise its standard monitoring procedures to ensure that all applicable requirements for each of its federal programs are considered in the subrecipient monitoring process.

Management Assessment. We concur with the audit assessment regarding this matter. The issue with incomplete subrecipient monitoring is specific to this program and is not representative of subrecipient monitoring that was completed for other Federal Funding Sources such as the Coronavirus Relief Fund.

Planned Corrective Action. The County is aware of the monitoring issue for the HOME Investment Partnership program and has hired an independent third party to conduct monitoring on behalf of the County.

Responsible Party. Community Action Department staff

Date of Planned Corrective Action. June 2022

2021-002 – Housing Quality Standards (HQS) Inspections

Auditor Description of Condition and Effect: 1 out of 40 tenants selected for testing did not receive an HQS inspection within the two year window as of December 31, 2021. This tenant did not appear on the appropriate reports that would have generated inspection letters to be sent, and so was overlooked in the process. Because of this condition there was an increased risk that required inspections would not be completed timely.

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

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

Planned Corrective Action. The County is aware of the issue and has taken steps to shore up its reporting process for HQS inspection. This unit is now on the calendar for inspection in 2022.

Responsible Party. Community Action Department staff

Date of Planned Corrective Action. June 2022

2021-003 – Food Distribution Site Assessment Reports

Auditor Description of Condition and Effect: Although the required site assessments were performed, 11 out of the 12 tested had clerical errors noted in the forms. In addition, none of the forms that were selected for testing bore evidence of independent review. None of the errors resulted in a situation that would have caused a distribution site to be materially out of compliance. Because of this condition there was an increased risk that site assessment forms could contain errors that would not be identified and corrected in a timely manner.

Auditor Recommendation: When completed, site assessment reports should be reviewed and approved by an independent member of the program staff.

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

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

Responsible Party. Community Action Department staff

Date of Planned Corrective Action. June 2022