

Single Audit

Year ended December 31, 2020



Larimer County, Colorado

LARIMER COUNTY, COLORADO
*FEDERAL AWARDS REPORTS
IN ACCORDANCE WITH THE
SINGLE AUDIT ACT AND
UNIFORM GUIDANCE
DECEMBER 31, 2020*

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CERTIFIED PUBLIC ACCOUNTANTS & BUSINESS CONSULTANTS

**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***

Board of County Commissioners
Larimer County, Colorado
Fort Collins, Colorado

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, each major fund and the aggregate remaining fund information of Larimer County, Colorado (the County), as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated July 28, 2021.

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 may exist that have not been identified.

Compliance And Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the 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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

RubinBrown LLP

July 28, 2021



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CERTIFIED PUBLIC ACCOUNTANTS & BUSINESS CONSULTANTS

**Independent Auditors' Report On Compliance
For Each Major Federal Program, Report
On Internal Control Over Compliance And Report
On The Schedule Of Expenditures Of Federal Awards
Required By The Uniform Guidance**

Board of County Commissioners
Larimer County, Colorado
Fort Collins, Colorado

Report On Compliance For Each Major Federal Program

We have audited Larimer County, Colorado's (the County) compliance with the types of compliance requirements described in the Office of Management and Budget's *OMB Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended December 31, 2020. The County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditors' Responsibility

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

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

Opinion On Each Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2020.

Other Matters

The results of our auditing procedures disclosed an 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 2020-001. Our opinion on each major federal program is not modified with respect to this matter.

The County's response to the noncompliance finding identified in our audit is described in the accompanying schedule of findings and questioned costs and corrective action plan. The County's response was not subjected to the auditing procedures applied in the audit of compliance, and accordingly, we express no opinion on the response.

Report On Internal Control Over Compliance

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

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal 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 by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies, and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings, questioned costs and recommendations as finding 2020-001 that we consider to be a significant deficiency.

The County's response to the internal control over compliance findings identified in our audit is described in the accompanying corrective action plan. The County's response was not subjected to the auditing procedures applied in the audit of compliance, and accordingly, we express no opinion on the response.

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

Report On Schedule Of Expenditures Of Federal Awards Required By The Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the County as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated July 28, 2021, 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 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 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.

RubinBrown LLP

August 5, 2021, except for our report on the schedule of expenditures federal awards for which the date is July 28, 2021.

LARIMER COUNTY, COLORADO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For The Year Ended December 31, 2020

Page 1 Of 4

Federal Grantor, Pass-Through Grantor, Program or Cluster Title	Federal CFDA Number	Grant Number	2020 Expenditures	Expenditures to Subrecipients
<u>DEPARTMENT OF AGRICULTURE</u>				
<i>Direct funding</i>				
Canyon Lakes Ranger District Noxious Weed Management/Mapping	10.000	18-PA-11021005-015	\$ 82,344	\$ -
<i>Pass-through funding</i>				
State Department of Agriculture				
Early Detection and Rapid Response: EDRR - List A,B and Watchlist Species	10.680	16-DG-11020000-020	37,000	-
State Department of Human Services				
Food Assistance EBT	10.551	OM-CFO 2020-0001	<i>SNAP Cluster</i> 30,824	-
Food Assistance Administration	10.561	OM-CFO 2020-0001	2,144,215	-
<i>Subtotal SNAP Cluster</i>			2,175,039	-
State Department of Natural Resources				
Horsetooth Mtn/Chimney Front Range Fuels Treatment Partnership	10.664	5314409-1	57,500	-
CHOS Forest Restoration and Wildlife Mitigation	10.664	1929902.00	42,000	-
<i>Subtotal CFDA 10.664</i>			99,500	-
State Department of Public Health and Environment				
Special Supplemental Food Program for Women, Infants and Children (WIC)	10.557	20 FHILA 140877	877,520	-
Women, Infants and Children (WIC) Breastfeeding	10.557	20 FHILA 140929, 2021*2068	38,601	-
WIC Food Vouchers	10.557	N/A	1,698,325	-
<i>Subtotal CFDA 10.557</i>			2,614,446	-
Total Department of Agriculture			5,008,329	-
<u>DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>				
<i>Direct funding</i>				
Supported Families Community Project	93.670	90CA1863-02-00	540,279	115,749
Congregate Care Resiliency Opportunity Project	93.243	6U79SM063196-04M001	347,118	319,922
<i>Pass-through funding</i>				
State Department of Human Services				
Special Programs for the Aging - Title III Ombudsman	93.042	21IHEA160179	7,763	-
COVID-19 - OOA CARES - Title III VII Ombudsman	93.042	20IHEA 149561	14,065	14,065
<i>Subtotal CFDA 93.042</i>			21,828	14,065
<i>Aging Cluster</i>				
Special Programs for the Aging - Title III Area Plan Administration	93.044	21IHEA160179	79,252	-
Special Programs for the Aging - Title III Part B	93.044	21IHEA160179	295,019	147,875
COVID-19 - CARES - Title III Part B	93.044	20IHEA 149561	102,117	102,117
<i>Subtotal CFDA 93.044</i>			476,388	249,992
Special Programs for the Aging - Title III Part C-1	93.045	21IHEA160179	132,613	64,571
Special Programs for the Aging - Title III Part C-2	93.045	21IHEA160179	140,110	97,352
OOA Family First - Title III Part C-1	93.045	16 IHEA AASC 77141	69,774	5,052
OOA Family First - Title III Part C-2	93.045	16 IHEA AASC 77141	139,548	94,974
COVID-19 - CARES - Title III Part C-2	93.045	20IHEA 149561	12,828	12,828
<i>Subtotal CFDA 93.045</i>			494,873	274,777
Nutrition Services Incentive Program	93.053	21IHEA160179	84,884	84,884
<i>Subtotal Aging Cluster</i>			1,056,145	609,653
Special Programs for the Aging - Title III Part E	93.052	21IHEA160179	112,446	5,466
COVID-19 - OOA CARES - Title III Part E	93.052	20IHEA 149561	42,471	21,107
<i>Subtotal CFDA 93.052</i>			154,917	26,573
<i>Child Care and Development Fund Cluster</i>				
Child Care and Development Block Grant	93.575	OM-CFO 2020-0001	2,928,348	-
Child Care	93.596	OM-CFO 2020-0001	761,212	-
<i>Subtotal Child Care and Development Fund Cluster</i>			3,689,560	-

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LARIMER COUNTY, COLORADO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For The Year Ended December 31, 2020

Page 2 Of 4

Federal Grantor, Pass-Through Grantor, Program or Cluster Title	Federal CFDA Number	Grant Number	2020 Expenditures	Expenditures to Subrecipients
Title IV-E FC	93.658	OM-CFO 2020-0001	\$ 3,398,078	\$ 49,492
IV-E Lump Sum	93.658	N/A	1,098	-
Subtotal CFDA 93.658			3,399,176	49,492
Special Programs for the Aging - Title III VII Elder	93.041	21IHEA160179	1,303	-
Special Programs for the Aging - Title III Part D	93.043	21IHEA160179	32,338	28,747
ADRC Grant	93.048	PO,IHEA,202000013749	1,082	-
Child Support Enforcement: ARRA	93.090	N/A	32,504	-
Coshi Grant	93.092	POIHFA202000007321	12,202	12,202
Family Preservation	93.556	6 21IHA 162120	139,851	125,309
Child Support Enforcement: Federal Income to Counties	93.563	N/A	2,088,306	-
Low-Income Energy Assistance Program (LEAP)	93.568	OM-FEA2019-0012	28,134	-
Child Welfare Services-Maintenance Assistance: Title IV-B	93.645	OM-CFO 2020-0001	164,135	-
IV-E Adoption	93.659	OM-CFO 2020-0001	311,234	-
Community Services Block Grant (Title XX)	93.667	OM-CFO 2020-0001	1,563,783	85,437
Title IV-E Independent Living	93.674	N/A	98,801	98,801
State Department of Local Affairs			<i>477 Cluster</i>	
Colorado Works	93.558	OM-CFO 2020-0001	7,211,733	-
Community Services Block Grant: Health and Human Services	93.569	CMS#106892	273,220	24,288
COVID-19 - Community Services Block Grant: CARES	93.569	161465	150,377	149,786
Subtotal 477 Cluster			7,635,330	174,074
State Department of Health Care Policy & Financing				
Medicare Enrollment Assistance Program	93.071	POGG1,SFAA,202000002474	17,201	-
			<i>Medicaid Cluster</i>	
Single Entry Point	93.778	21-160387	1,088,307	-
Medicaid Title XIX	93.778	OM-CFO 2020-0001	2,832,930	-
Medical Assistance Program	93.778	2016000000000000015A4	43,420	-
Subtotal CFDA 93.778			3,964,657	-
Subtotal Medicaid Cluster			3,964,657	-
State Department of Public Health and Environment				
Public Health Emergency Preparedness	93.069	CT 2020*254 Amendments 1-2	291,181	-
Environmental Public Health and Emergency Response	93.070	2020*2606 Amendment #1	17,801	-
Family Planning Services	93.217	19 FHIA 127724, 2017*0047	138,166	-
COVID-19 - Epidemiological and Laboratory Capacity for Infectious Diseases (ELC)	93.323	PO,FHJA,2020000013618	150,996	-
Sexually Transmitted Diseases (STD) Prevention and Control Grants	93.977	2020*3017 Amendment #2	16,827	-
Preventive Health and Health Services Block Grant	93.991	N/A	10,992	-
Maternal and Child Health Services Block Grant to the States	93.994	2019*2285 Option Letter #1	213,695	-
Immunization Cooperative Agreements	93.268	2020*090	120,763	-
COVID-19 - Immunization Cooperative Agreements	93.268	PO,FHJA,202100006264	7,917	-
Subtotal CFDA 93.268			128,680	-
COVID-19 - Public Health Emergency Response Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354	PO,FHJA,202000012588	187,200	-
COVID-19 - Public Health Emergency Response Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354	PO.FHJA,202000010690	198,098	-
Subtotal CFDA 93.354			385,298	-
Total Department of Health and Human Services			26,653,520	1,660,024
DEPARTMENT OF HOMELAND SECURITY				
<i>Pass-through funding</i>				
State Department of Public Safety				
Disaster Grants - Public Assistance (Presidentially Declared Disasters):				
2013 Flood Disaster	97.036	14-D4145-014B	112,991	-
COVID-19 - COVID19 Emergency Protective Measures	97.036	21-D4498-0030	662,511	-
2020 Fires	97.036	N/A	753,760	-
Subtotal CFDA 97.036			1,529,262	-
2019 Emergency Management Performance Grant (EMPG) Special Project	97.042	19EM-20-86	8,100	-
Total Department of Homeland Security			1,537,362	-

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LARIMER COUNTY, COLORADO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For The Year Ended December 31, 2020

Page 3 Of 4

Federal Grantor, Pass-Through Grantor, Program or Cluster Title	Federal CFDA Number	Grant Number	2020 Expenditures	Expenditures to Subrecipients
DEPARTMENT OF INTERIOR				
<i>Direct funding</i>				
Aquatic Invasive Species	15.517	R19AC00049	\$ 63,912	\$ -
Total Department of Interior			63,912	-
DEPARTMENT OF JUSTICE				
<i>Direct funding</i>				
Equitable Sharing Program	16.922	N/A	100,702	-
COVID-19 - Coronavirus Emergency Supplemental Funding Program	16.034	2020-VD-BX-0128	6,260	-
<i>Pass-through funding</i>				
State Department of Public Safety				
COVID-19 - Coronavirus Emergency Supplemental Funding Program	16.034	2020-VD-BX-0209	17,426	-
COVID-19 - Coronavirus Emergency Supplemental Funding Program	16.034	2020-VD-20-8-36	105,200	-
Subtotal CFDA 16.034			128,886	-
Victim of Crime Act	16.575	2018-VA-19-121-08	56,806	-
Victim of Crime Act	16.575	2016-VA-18-013593-08	233,469	-
Subtotal CFDA 16.575			290,275	-
Total Department of Justice			526,123	-
DEPARTMENT OF LABOR				
<i>Pass-through funding</i>				
State Department of Labor and Employment				
<i>Employment Service Cluster</i>				
Workforce Innovation & Opportunity Act (WIOA):				
WIOA Wagner-Peyser Base	17.207	ES-33382-19-55-A-8	573,990	-
Wagner-Peyser Governor's Summer Job Hunt	17.207	ES-33382-19-55-A-8	43,000	-
Subtotal CFDA 17.207			616,990	-
Disabled Veterans Outreach Program	17.801	DV-34261-20-55-5-8	8,258	-
Local Veterans Employment Representative	17.801	DV-34261-20-55-5-8	8,671	-
Subtotal CFDA 17.801			16,929	-
<i>Subtotal Employment Service Cluster</i>			633,919	-
<i>WIOA Cluster</i>				
WIOA Adult	17.258	AA-32219-19-55-A-8	319,244	-
WIOA Youth Out of School	17.259	AA-33219-19-55-A-8	406,205	-
Sector Manufacturing	17.259	AA-32200-18-55-A-8	20,000	-
Subtotal CFDA 17.259			426,205	-
Performance Incentive Grant	17.278	AA-32200-18-55-A-8	49,184	-
WIOA Dislocated Worker	17.278	AA-32219-19-55-A-8	471,174	-
Career Services Initiative	17.278	AA-30734-17-55-A-8	31,476	-
Subtotal CFDA 17.278			551,834	-
<i>Subtotal WIOA Cluster</i>			1,297,283	-
Reemployment Services and Eligibility Assessment	17.225	UI-32829-19-60-A-8	26,790	-
Trade Adjustment Act - Case Management	17.245	TA-32642-19-55-A-8	52,539	-
High Performing WDB	17.274	AA-32200-18-55-A-8	41,609	-
Apprenticeship	17.285	AP-30096-16-60-A-8	24,587	-
Total Department of Labor			2,076,727	-

Continued on next page

LARIMER COUNTY, COLORADO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS For The Year Ended December 31, 2020 Page 4 Of 4

Federal Grantor, Pass-Through Grantor, Program or Cluster Title	Federal CFDA Number	Grant Number	2020 Expenditures	Expenditures to Subrecipients
DEPARTMENT OF TRANSPORTATION				
<i>Pass-through funding</i>				
State Department of Transportation				
		<i>Highway Planning and Construction Cluster</i>		
SH1 and CR54 Intersection	20.205	19-HA4-XC-00048	\$ 64,372	\$ -
L.CR 17 Widening	20.205	16-HA4-XC-00052	2,865,855	-
Subtotal CFDA 20.205			2,930,227	-
<i>Subtotal Highway Planning and Construction Cluster</i>			2,930,227	-
Total Department of Transportation			2,930,227	-
ENVIRONMENTAL PROTECTION AGENCY				
<i>Pass-through funding</i>				
State Department of Public Health and Environment				
Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act				
	66.034	2018*100485, Amendments 2-3	2,731	-
Total Environmental Protection Agency			2,731	-
EXECUTIVE OFFICE OF THE PRESIDENT - OFFICE OF NATIONAL DRUG CONTROL POLICY				
<i>Direct funding</i>				
High Intensity Drug Trafficking Areas Program	95.001	G19RM0048A	60,345	-
High Intensity Drug Trafficking Areas Program	95.001	G20RM0048A	111,321	-
Subtotal CFDA 95.001			171,666	-
Total Executive Office of the President - Office of National Drug Control Policy			171,666	-
UNITED STATES DEPARTMENT OF THE TREASURY				
<i>Pass-through funding</i>				
State Department of Local Affairs				
COVID-19 - Coronavirus Relief Fund Program, CARES Act Section II	21.019	CVRF CM-029	19,308,667	-
State Department of Human Services				
COVID-19 - COVID Relief Fund - Human Service programs	21.019	N/A	704,882	-
State Department of Public Health and Environment				
COVID-19 - CARES Act Grant	21.019	PO, FHJA,202000013571	330,080	-
COVID-19 - Flu/MMR COVID	21.019	PO,FHJA,202100002067	37,104	-
COVID-19 - COVID Protect our Neighbor Grant	21.019	PO,FHJA,202100004916	50,000	-
COVID-19 - PON Infrastructure	21.019	PO,FHJA,202100005600	75,000	-
Subtotal CFDA 21.019			492,184	-
Total United States Department of the Treasury			20,505,733	-
ELECTION ASSISTANCE COMMISSION				
<i>Pass-through funding</i>				
Colorado Department of State (Secretary of State)				
COVID-19 - CARES Act 2020-Drop Box Grant	90.404	CMS #163821	50,000	-
COVID-19 - CARES Act 2020-Safety Grant	90.404	CMS #164530	124,571	-
COVID-19 - CARES Act 2020-Primary Mailing Grant	90.404	CMS #166206	63,056	-
Subtotal CFDA 90.404			237,627	-
Total Election Assistance Commission			237,627	-
Total Expenditures of Federal Awards			\$ 59,707,697	\$ 1,660,024

LARIMER COUNTY, COLORADO

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS For The Year Ended December 31, 2020

1. Basis Of Presentation

The accompanying schedule of expenditures of federal awards includes the federal award activity of Larimer County, Colorado (the County) for the year ended December 31, 2020 and is presented on the accrual basis of accounting. All federal awards received directly from federal agencies, as well as federal awards passed through other governmental agencies, are included on the schedule. The information in this schedule is presented in accordance with requirements of Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Costs Principles, and Audit Requirements for Federal Awards* (the Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in preparation of, the basic financial statements.

2. Indirect Costs

The County has not elected to use the 10% de minimis indirect cost rate as allowed in the Uniform Guidance, Section 414.

LARIMER COUNTY, COLORADO

**SCHEDULE OF FINDINGS, QUESTIONED COSTS
AND RECOMMENDATIONS
For The Year Ended December 31, 2020**

Section I - Summary Of Auditors' Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with accounting principles generally accepted in the United States of America:

Unmodified

Internal control over financial reporting:

Material weakness(es) identified?	___ yes	___ <input checked="" type="checkbox"/> no
Significant deficiency(ies) identified?	___ yes	___ <input checked="" type="checkbox"/> none reported
Noncompliance material to financial statements noted?	___ yes	___ <input checked="" type="checkbox"/> no

Federal Awards

Internal control over major federal programs:

Material weakness(es) identified?	___ yes	___ <input checked="" type="checkbox"/> no
Significant deficiency(ies) identified?	___ <input checked="" type="checkbox"/> yes	___ none reported

Type of auditors' report issued on compliance for major federal programs:

Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?

___ yes ___ no

Identification of major federal programs:

<u>CFDA No.</u>	<u>Name Of Federal Program Or Cluster</u>
10.551, 10.561	Supplemental Nutrition Assistance Program (SNAP) Cluster
93.575, 93.596	Child Care Development Fund Cluster
20.205	Highway Planning and Construction Cluster
21.019	Coronavirus Relief Fund
93.670	Supported Families Community Project

Dollar threshold used to distinguish between Type A and Type B programs: \$1,791,231

Auditee qualified as low-risk auditee? ___ yes ___ no

LARIMER COUNTY, COLORADO

SCHEDULE OF FINDINGS, QUESTIONED COSTS AND RECOMMENDATIONS *(Continued)* For The Year Ended December 31, 2020

Section II - Financial Statement Findings

None

Section III - Federal Award Findings And Questioned Costs

Finding 2020-001

Procurement, Suspension and Debarment Compliance and Significant Deficiency on Internal Control over Compliance

CFDA 93.670: Supported Families Community Project

Federal Agency: U.S. Department of Health and Human Services

Pass-Through Entity: Not Applicable

Criteria Or Specific Requirement: Per the Procurement, Suspension, and Debarment compliance requirement, when procuring property and services, awarded entities must follow the procurement standards set out at 2 CFR Sections 200.318 through 200.326. Each procurement made using federal funds must comply with the guidance outline within the Uniform Guidance. The County is expected to have internal controls over the procurement process that ensure that all purchases using federal funds are procured in the proper purchasing method set by 2 CFR Sections 200.318 through 200.326.

Sole source procurements must adhere to the standards set forth in 2 C.F.R. Section 200.320(f) to be in compliance with the requirements outlined by the Uniform Guidance. Documented evidence of this justification and the conditions that rose to the sole source requirement must be included for the procurement to be in line with the requirements of the grant.

Condition: The County procured services with a vendor using a sole source designation without having documented adequate evidence of the conditions surrounding the procurement as required under the procurement policy requirements set forth by the Uniform Guidance.

Cause: The County's controls over the procurement function did not detect the lack of adequate documentation for this procurement compliance item, and therefore was not designed properly to identify and correct this oversight.

LARIMER COUNTY, COLORADO

SCHEDULE OF FINDINGS, QUESTIONED COSTS AND RECOMMENDATIONS *(Continued)* For The Year Ended December 31, 2020

Effect: The County could procure a contract that should have been a competitive process, and therefore potentially overpaid on the contract.

Questioned Costs: Not applicable

Context: One transaction occurred during the year for the grant, which was tested for compliance purposes and lacked adequate documentation supporting its procurement being in compliance the Uniform Guidance.

Identification As A Repeat Finding: N/A

Recommendation: RubinBrown recommends updating the procurement controls to include reviews of proper documentation of sole source procurements, in order to be in compliance with the Uniform Guidance.

Views Of Responsible Officials And Planned Corrective Action: The County agrees with the finding and has put together a correction action plan for the finding. See corrective action plan included in this report.

CORRECTIVE ACTION PLAN
For the Year Ended December 31, 2020

Finding 2020-001

Personnel Responsible for Corrective Action: Larimer County Purchasing

Anticipated Completion Date: December 31, 2021

Corrective Action Plan:

The County will update sole source procurement policies and controls in order to be in compliance with Uniform Guidance.