

Sauk County

Report on Federal and State Awards

December 31, 2020

Sauk County

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

To the County Board of Supervisors
Sauk County, Wisconsin

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 Sauk County, Wisconsin as of and for the year ended December 31, 2020 and the related notes to the financial statements, which collectively comprise Sauk County's basic financial statements and have issued our report thereon dated July 30, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Sauk 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 Sauk County's internal control. Accordingly, we do not express an opinion on the effectiveness of Sauk 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 Sauk 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.

A handwritten signature in black ink that reads "Baker Tilly US, LLP". The signature is written in a cursive, flowing style.

Madison, Wisconsin
July 30, 2021

**Independent Auditors' Report on Compliance
for Each Major Federal and Major State Program;
Report on Internal Control Over Compliance; and
Report on the Schedule of Expenditures of
Federal and State Awards Required by the Uniform Guidance
and the *State Single Audit Guidelines***

To the County Board of Supervisors
Sauk County, Wisconsin

Report on Compliance for Each Major Federal and Major State Program

We have audited Sauk County's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *State Single Audit Guidelines* that could have a direct and material effect on each of Sauk County's major federal and major state programs for the year ended December 31, 2020. Sauk County's major federal and major state 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 and state statutes, regulations and the terms and conditions of its federal and state awards applicable to its federal and state programs.

Auditors' Responsibility

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

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

Opinion on Each Major Federal and Major State Program

In our opinion, Sauk County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and major state 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 *State Single Audit Guidelines* and which is described in the accompanying schedule of findings and questioned costs as item 2020-001. Our opinion on each major federal and major state program is not modified with respect to this matter.

Sauk County's Response to Finding

Sauk County's response to the noncompliance finding identified in our audit is described in the accompanying schedule of findings and questioned costs. Sauk 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 Sauk 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 Sauk County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal or major state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and major state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and the *State Single Audit Guidelines*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Sauk County's internal control over compliance.

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

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

Sauk County's Response to Finding

Sauk County's response to the internal control over compliance finding identified in our audit is described in the accompanying schedule of findings and questioned costs. Sauk 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.

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 and the *State Single Audit Guidelines*. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal and State Awards Required by the Uniform Guidance and the *State Single Audit Guidelines*

We have audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Sauk County, Wisconsin as of and for the year ended December 31, 2020 and the related notes to the financial statements, which collectively comprise Sauk County's basic financial statements. We issued our report thereon dated July 30, 2021, 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. The accompanying schedule of expenditures of federal and state awards is presented for purposes of additional analysis as required by the Uniform Guidance and the *State Single Audit Guidelines* 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 and state awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Baker Tilly US, LLP

Madison, Wisconsin
November 19, 2021

Sauk County

Schedule of Expenditures of Federal and State Awards
Year Ended December 31, 2020

Grantor Agency / Program Title	Federal CFDA Number	Pass- Through Agency	Pass- Through Agency ID	Expenditures	Payments to Subrecipients
Federal Programs					
U. S. Department of Agriculture					
WIC Special Supplemental Nutrition Program for Women, Infants and Children	10.557	DHS	056-30	\$ 340,337	\$ -
SNAP Cluster					
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	Dane County	83020	143,307	-
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	DHS	056-130	26,270	-
Total SNAP Cluster				169,577	-
WIC Grants To States (WGS)	10.578	DHS	056-30	112	-
Total U.S. Department of Agriculture				510,026	-
U.S. Department of the Interior					
National Geospatial Program: Building the National Map	15.817	DOA	G20Ac00111-020-Li07	88,256	-
Total U.S. Department of the Interior				88,256	-
U.S. Department of Justice					
COVID-19 Coronavirus Emergency Supplemental Funding Program	16.034	DOJ	2020-CV-01 16260	580	-
Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program (Improving Criminal Justice Responses Grant Program)	16.590	N/A	2017-WE-AX-0016	146,518	146,518
Bullet Proof Vest Partnership Program	16.607	N/A	FY2019	5,546	-
Total U.S. Department of Justice				152,644	146,518
U.S. Department of Transportation					
Formula Grants for Rural Areas	20.509	DOT	N/A	42,220	-
Highway Safety Cluster					
State and Community Highway Safety	20.600	DOT	05045	47,646	-
State and Community Highway Safety	20.600	DOT	05046	37,780	-
State and Community Highway Safety	20.600	DOT	05487	4,715	-
State and Community Highway Safety	20.600	DOT	05510	4,169	-
State and Community Highway Safety	20.600	DOT	05487	5,973	-
State and Community Highway Safety	20.600	DOT	05510	6,203	-
State and Community Highway Safety	20.600	DOT	05342	22,482	-
State and Community Highway Safety	20.600	DOT	05261/05285	6,500	-
Total Highway Safety Cluster				135,468	-
E-911 Grant Program	20.615	DOT	2020-122	207,191	-
Total U.S. Department of Transportation				384,879	-
U.S. Department of Treasury					
Equitable Sharing Program	21.016	N/A	WI0570000	2,865	-
COVID-19 Coronavirus Relief Fund	21.019	DOJ		650	-
COVID-19 Coronavirus Relief Fund	21.019	DOA		1,172,349	-
COVID-19 Coronavirus Relief Fund	21.019	DHS	056-30	646,449	-
Subtotal				1,819,448	-
Total U.S. Department of Treasury				1,822,313	-
U.S. Environmental Protection Agency					
State Indoor Radon Grants	66.032	DHS	056-130	5,977	-
Total U.S. Environmental Protection Agency				5,977	-
U.S. Department of Education					
Special Education-Grants for Infants and Families	84.181	DHS	056-10	62,951	-
Total U.S. Department of Education				62,951	-
U.S. Election Assistance Commission					
COVID-19 HAVA Election Security Grants	90.404	WEC	WI20101CARES	10,000	-
Total U.S. Election Assistance Commission				10,000	-

See notes to schedule of expenditures of federal awards

Sauk County

Schedule of Expenditures of Federal and State Awards
Year Ended December 31, 2020

Grantor Agency / Program Title	Federal CFDA Number	Pass- Through Agency	Pass- Through Agency ID	Expenditures	Payments to Subrecipients
U. S. Department of Health and Human Services					
Special Programs for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services	93.043	GWAAR	N/A	\$ 4,680	\$ -
Aging Cluster					
Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	GWAAR	N/A	35,052	-
COVID-19 Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	GWAAR	N/A	239,403	-
Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	GWAAR	N/A	98,310	-
Subtotal				337,713	-
Nutrition Services Incentive Program	93.053	GWAAR	N/A	5,602	-
Total Aging Cluster				378,367	-
National Family Caregiver Support, Title III, Part E	93.052	GWAAR	N/A	22,278	-
COVID-19 National Family Caregiver Support, Title III, Part E	93.052	GWAAR	N/A	18,317	-
Subtotal				40,595	-
Public Health Emergency Preparedness	93.069	DHS	056-30	35,560	-
Medicare Enrollment Assistance Program	93.071	GWAAR	N/A	4,330	-
Injury Prevention and Control Research and State and Community Based Programs	93.136	DOJ	2020-PD-01-15769	38,421	-
Injury Prevention and Control Research and State and Community Based Programs	93.136	DHS	056-30	25,955	-
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	NEWAHEC	3918258389	32,096	-
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	DHS	056-30	121,548	-
Subtotal				153,644	-
Immunization Cooperative Agreements	93.268	DHS	056-30	15,899	-
Epidemiology and Laboratory Capacity for Infectious Diseases	93.323	DHS	056-30	21,100	-
COVID-19 Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354	DHS	056-30	54,465	-
Affordable Care Act (ACA) Maternal, Infant, and Early Childhood Home Visiting Program	93.505	Adams County	18-3004	515,901	-
Promoting Safe and Stable Families	93.556	DCF	SPARC 2020	42,827	-
Temporary Assistance for Needy Families	93.558	DOA	N/A	11,593	-
Temporary Assistance for Needy Families	93.558	DHS	056-30	279,392	-
Subtotal				290,985	-
Child Support Enforcement	93.563	DCF	SPARC 2020	763,887	-
Low Income Home Energy Assistance	93.568	DOA	N/A	42,398	-
CCDF Cluster					
Child Care and Development Block Grant	93.575	DCF	SPARC 2020	105,476	-
Total CCDF Cluster				105,476	-
COVID-19 State Court Improvement Program	93.586	DHS	CCIP	4,917	-
Stephanie Tubbs Jones Child Welfare Services Program	93.645	DCF	SPARC 2020	43,850	-
Foster Care - Title IV-E	93.658	DCF	SPARC 2020	522,902	-
COVID-19 Foster Care - Title IV-E	93.658	DCF	SPARC 2020	13,670	-
Subtotal				536,572	-
Adoption Assistance	93.659	DCF	SPARC 2020	4,093	-
Social Services Block Grant	93.667	DHS	056-10	198,410	-
Children's Health Insurance Program	93.767	Dane County	83020	23,846	-
Medicare Hospital Insurance	93.773	DHS	056-30	16,002	-

See notes to schedule of expenditures of federal awards

Sauk County

Schedule of Expenditures of Federal and State Awards
Year Ended December 31, 2020

Grantor Agency / Program Title	Federal CFDA Number	Pass- Through Agency	Pass- Through Agency ID	Expenditures	Payments to Subrecipients
Medicaid Cluster					
Medical Assistance Program	93.778	Dane County	83020	\$ 292,668	\$ -
Medical Assistance Program	93.778	DHS	056-10	20,768	-
Medical Assistance Program - WIMCR	93.778	DHS	056-10	<u>449,526</u>	<u>-</u>
Total Medicaid Cluster				<u>762,962</u>	<u>-</u>
Opioid STR	93.788	DHS	056-10	295,000	-
Block Grants for Community Mental Health Services	93.958	DHS	056-10	42,391	-
Block Grants for Prevention and Treatment of Substance Abuse	93.959	DHS	056-10	65,687	-
Preventive Health and Health Services Block Grant funded solely with Prevention and Public Health Funds (PPHF)	93.991	DHS	056-30	1,500	-
Maternal and Child Health Services Block Grant to the States	93.994	DHS	056-30	<u>28,902</u>	<u>-</u>
Total U.S. Department of Health and Human Services				<u>4,558,622</u>	<u>-</u>
U. S. Department of Homeland Security					
Emergency Management Performance Grants	97.042	DMA	N/A	<u>71,872</u>	<u>-</u>
Total U.S. Department of Homeland Security				<u>71,872</u>	<u>-</u>
Total federal programs				<u>\$ 7,667,540</u>	<u>\$ 146,518</u>

See notes to schedule of expenditures of federal awards

Sauk County

Schedule of Expenditures of Federal and State Awards
Year Ended December 31, 2020

Grantor Agency / Program Title	State ID Number	Pass- Through Agency	Pass- Through Agency ID	Expenditures
State Programs				
Wisconsin Department of Agriculture, Trade and Consumer Protection				
Wisconsin Clean Sweep	115.040	N/A	N/A	\$ 25,903
County Staff and Support	115.150	N/A	9214-20-57-00	142,660
			LW 20-2,3,3A,3B,5,6,9,10,13,16 & 19-3,5,11	
Land and Water Resource Management	115.400	N/A		<u>85,198</u>
Total Wisconsin Department of Agriculture, Trade and Consumer Protection				<u>253,761</u>
Wisconsin Department of Natural Resources				
Targeted Runoff Management	370.TF1	N/A	TRC560000Y19FA	19,053
Targeted Runoff Management	370.TF1	N/A	TRC560000Y19FB	<u>8,406</u>
Subtotal				<u>27,459</u>
Boating Enforcement Aids	370.550	N/A	N/A	16,205
Wildlife Damage Claims	370.553	N/A	20-7255-0044RA	12,033
County Conservation Aids	370.563	N/A	CC19-57WM	1,150
Snowmobiles - Registration	370.574	N/A	S-5285	90,316
Recreational Aids - Snowmobile Trail and Area	370.485	N/A	N/A	<u>72,022</u>
Total Wisconsin Department of Natural Resources				<u>219,185</u>
Wisconsin Department of Transportation				
Elderly and Handicapped County Aids	395.101	N/A	N/A	<u>180,977</u>
Total Wisconsin Department of Transportation				<u>180,977</u>
Wisconsin Department of Health Services				
Non Resident Reimbursement	435.105000	N/A	N/A	68,525
Cons Contracts CHHD LD	435.157720	N/A	056-30	7,157
IMAA State Share	435.283	N/A	N/A	462,131
IMAA Federal Share	435.284	Dane County	83020	2,311
APS-Adult Protective Services	435.312	N/A	056-10	46,441
Children's COP	435.377	N/A	056-10	50,025
Alzheimers Family Support	435.381	N/A	056-10	28,861
Coordinated Services Team Initiative	435.515	N/A	056-10	50,586
Community Mental Health	435.516	N/A	056-10	197,417
Birth to Three Initiative	435.550	N/A	056-10	78,481
Senior Community Svs Prog	435.560330	GWAAR	N/A	7,587
Title 3C-1 Cong Meal Prog	435.560350	GWAAR	N/A	70,871
Title 3C-2 Home Meals	435.560360	GWAAR	N/A	2,061
Elder Abuse Service	435.560490	GWAAR	N/A	21,768
Basic County Allocation	435.561	N/A	056-10	1,137,395
Basic County Allocation State Match	435.681	N/A	056-10	158,483
CLTS Other GPR	435.871	N/A	056-10	235,683
CLTS Autism GPR	435.874	N/A	056-10	14,288
CLTS WAIVER CWA ADMIN GPR	435.877	N/A	056-10	10,152
CLTS GRANDFATHER ADMN GPR	435.880	N/A	056-10	2,937
COVID-19 Public Health Emergency Quarantine	435.931	N/A	N/A	<u>103,999</u>
Total Wisconsin Department of Health Services				<u>2,757,159</u>

See notes to schedule of expenditures of federal awards

Sauk County

Schedule of Expenditures of Federal and State Awards
Year Ended December 31, 2020

Grantor Agency / Program Title	State ID Number	Pass- Through Agency	Pass- Through Agency ID	Expenditures
Wisconsin Department of Children and Families				
Food Stamp Agency Incentives	437.0965	N/A	SPARC 2020	\$ 557
AFDC Agency Incentives	437.0975	N/A	SPARC 2020	117
Medicaid Agency Incentives	437.0980	N/A	SPARC 2020	8
CW Kinship Care Program - Benefits	437.3377	N/A	SPARC 2020	121,973
CW Kinship Care Program - Assessment	437.3380	N/A	SPARC 2020	14,161
JJ Community Intervention Program	437.3410	N/A	SPARC 2020	226
JJ Youth Aids	437.3413	N/A	SPARC 2020	612,999
Basic County Allocation	437.3561	N/A	SPARC 2020	494,797
CW Children & Families Allocations	437.3681	N/A	SPARC 2020	40,010
CS State GPR/PR Funding Allocation	437.7502	N/A	SPARC 2020	94,463
CS Medical Support GPR Earned	437.7606	N/A	SPARC 2020	<u>2,758</u>
Total Wisconsin Department of Children and Families				<u>1,382,069</u>
Wisconsin Department of Justice				
Treatment Alternatives & Diversion Program	455.271	N/A	N/A	51,111
Tribal Law Enforcement	455.277	N/A	N/A	23,684
Pre-Booking Diversion Pilot Program	455.289	N/A	N/A	82,845
Victim and Witness Assistance Program	455.532	N/A	N/A	<u>48,743</u>
Total Wisconsin Department of Justice				<u>206,383</u>
Wisconsin Department of Veteran Affairs				
County Veterans Service Officer	485.001	N/A	N/A	11,500
County Veterans Transportation Services	485.002	N/A	N/A	<u>1,816</u>
Total Wisconsin Department of Veteran Affairs				<u>13,316</u>
Wisconsin Department of Administration				
Land Information Board Grants	505.173	N/A	N/A	46,000
Utility Public Benefits - Low Income Assistance	505.371	N/A	N/A	<u>96,176</u>
Total Wisconsin Department of Administration				<u>142,176</u>
Total state programs				<u>\$ 5,155,026</u>

See notes to schedule of expenditures of federal awards

Sauk County

Notes to Schedule of Expenditures of Federal and State Awards December 31, 2020

1. Basis of Presentation

The accompanying schedule of expenditures of federal and state awards (the schedule) includes the federal and state award activity of Sauk County, Wisconsin under programs of the federal and state government for the year ended December 31, 2020. The information in this 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) and the *State Single Audit Guidelines*. Because the schedule presents only a selected portion of the operations of Sauk County, it is not intended to and does not present the financial position, changes in net position or cash flows of Sauk County.

2. Summary of Significant Accounting Policies

Expenditures reported on the schedule are reported on the accrual or modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance or other applicable regulations, wherein certain types of expenditures are not allowable or are limited as to reimbursement. 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. Pass-through entity identifying numbers are presented where available.

The underlying accounting records for some grant programs are maintained on the modified accrual basis of accounting. Under the modified accrual basis, revenues are recorded when susceptible to accrual, i.e., both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the liability is incurred. The accounting records for other grant programs are maintained on the accrual basis, i.e., when the revenue has been earned and the liability is incurred.

3. CARS/SPARC Report Dates

The Schedule of Expenditures of Federal and State Awards includes adjustments through the following Community Aids Reporting System (CARS) reports dated March 26, 2021 and System for Payments and Reports of Contracts (SPARC) reports for December 2020.

4. Indirect Cost Rate

Sauk County has not elected to use the 10 percent de minimis indirect cost rate of the Uniform Guidance.

Sauk County

Notes to Schedule of Expenditures of Federal and State Awards
December 31, 2020

5. Pass-Through Agencies

Sauk County received federal awards from the following pass-through agencies:

DOA	Wisconsin Department of Administration
DHS	Wisconsin Department of Health Services
DMA	Wisconsin Department of Military Affairs
DOT	Wisconsin Department of Transportation
DCF	Wisconsin Department of Children and Families
DOJ	Wisconsin Department of Justice
Dane County	Dane County, Wisconsin
Adams County	Adams County, Wisconsin
NEWAHEC	Northeastern Wisconsin Area Health Education Center
GWAAR	Greater Wisconsin Agency on Aging Resources
WEC	Wisconsin Election Commission

Sauk County

Schedule of Findings and Questioned Costs
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 GAAP: 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 and State Awards

Internal control over major programs:

	<u>Federal Programs</u>			<u>State Programs</u>		
Material weakness(es) identified?	<u> </u> yes	<u> X </u> no		<u> </u> yes	<u> X </u> no	
Significant deficiencies identified that are not considered to be material weakness(es)?	<u> </u> yes	<u> X </u> none reported		<u> X </u> yes	<u> </u> none reported	

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

Any audit findings disclosed that are required to be reported in accordance with section 2 CFR 200.516(a) of the Uniform Guidance or the *State Single Audit Guidelines*? yes X no X yes no

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

Dollar threshold used to distinguish between type A and type B programs: \$750,000 \$250,000

Dollar threshold used to distinguish between DHS type A and type B programs: \$250,000

Identification of major federal programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
21.019	COVID-19 Coronavirus Relief Fund

Identification of major state programs:

<u>State Numbers</u>	<u>Name of State Program</u>
435.561/681 and 437.3561	Basic County Allocation

Sauk County

Schedule of Findings and Questioned Costs
December 31, 2020

Section II – Financial Statement Findings Required to be Reported in Accordance With Government Auditing Standards

No findings were reported.

Section III – Federal and State Awards Findings and Questioned Costs

Finding 2020-001

Repeat of Finding 2019-001

State ID No./Program Title: 395.101 Specialized Transportation Assistance Program, Elderly & Handicapped Aids, For Counties

Grantor Agency: Wisconsin Department of Transportation

State Award No./Year: N/A / 2020

Criteria: As stated in the Calendar Year 2020 Specialized Transportation Assistance Grant Agreement between the State of Wisconsin and Sauk County (County), Section IX, within Attachment II, the balance of aid held in trust may not exceed an average daily balance on a quarterly basis of \$80,000.

Condition/Context: We reviewed the average daily balance for the four quarters in 2020. Our sample was not statistically valid. The average daily balance for the second quarter was \$80,897, \$897 in excess of the \$80,000 limit. The balance was under the limit for all other quarters of 2020.

Questioned Costs: None noted.

Cause: There was a lag in 2020 purchases and withdrawals due to varied and irregular transportation needs related to the COVID pandemic.

Effect: The trust fund was over the allowable limit during the second quarter of 2020.

Recommendation: We recommend the County review its control procedures to ensure that the trust fund does not exceed the allowable limit at any quarter.

Management's Response: Sauk County strives for compliance with grant agreements. Calendar reminders have been put in place to help assure average daily balance for the trust not exceed an \$80,000 on a quarterly basis. We will remain cognizant of this requirement going forward.

Sauk County

Schedule of Findings and Questioned Costs December 31, 2020

Section IV – Other Issues

Does the auditor's report or the notes to the financial statements include disclosure with regard to substantial doubt as to the auditee's ability to continue as a going concern?

_____ yes X no

Does the audit report show audit issues (i.e., material non-compliance, non-material non-compliance, questioned costs, material weakness, significant deficiency, management letter comment, excess revenue or excess reserve) related to grants/contracts with funding agencies that require audits to be in accordance with the *State Single Audit Guidelines*:

Department of Agriculture, Trade and Consumer Protection

_____ yes X no

Department of Natural Resources

_____ yes X no

Department of Transportation

 X yes _____ no

Department of Health Services

_____ yes X no

Department of Children and Families

_____ yes X no

Department of Justice

_____ yes X no

Department of Veteran Affairs

_____ yes X no

Department of Administration

_____ yes X no

Was a Management Letter or other document conveying audit comments issued as a result of this audit?

_____ yes X no

Name and signature of partner

Amanda Blomberg

Amanda Blomberg, CPA, Firm Director

Date of report

November 19, 2021