

POLK COUNTY, IOWA

Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2019

Grantor/Program	CFDA Number	Contract Number	Total Federal Expenditures For Fiscal Year 2019
<b>DEPARTMENT OF AGRICULTURE</b>			
Direct Program - Commodity Supplemental Food Distribution	10.565	N/A	\$ 886,129
Passed through Iowa Department of Education:			
National School Breakfast Program	*	10.553 77-8810	17,602
National School Lunch Program	*	10.555 77-8810	34,707
Child Care Food Program		10.558 77-8050	1,966,188
Passed through Iowa Department of Human Services:			
Local Administration Expense Reimbursement		10.561 N/A	402,304
Produce Box Project for Seniors		10.561 5887NU52	2,900
Commodity Supplemental Food Program		10.565 ACFS 14-239	266,959
Total Department of Agriculture			<u>3,576,789</u>
<b>DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</b>			
Direct Program - Lead Hazard Control Grant Program	14.900	IALHB0621-16	488,964
Total Department of Housing and Urban Development			<u>488,964</u>
<b>DEPARTMENT OF INTERIOR</b>			
Passed through Iowa Department of Natural Resources:			
Land and Water Conservation Fund Program - LAWCON Jester Park Nature Center	15.916	19-01311	128,190
Total Department of Interior			<u>128,190</u>
<b>DEPARTMENT OF JUSTICE</b>			
Direct Program - Equitable Sharing Program	16.922	N/A	49,933
Passed through Iowa Department of Justice:			
Crime Victim Assistance (VOCA)	16.575	VS-19-163-HP	188,490
Crime Victim Assistance (VOCA)	16.575	VS-19-75-SAC	156,763
Crime Victim Assistance (VOCA)	16.575	VA-19-45-16	57,155
Passed through Governor's Office of Drug Control Policy:			
Residential Substance Abuse Treatment for State Prisoners	16.593	16-RSAT-03	72,438
Residential Substance Abuse Treatment for State Prisoners	16.593	17-RSAT-01	88,875
Methamphetamine Drug Hot Spots Grant Program	(1)	16.710 17-CAMP-02	37,476
Edward Byrne Justice Assistance Grant (JAG)	(2)	16.738 16-JAG-250842	322,667
Edward Byrne Justice Assistance Grant (JAG) LLEBG '18		16.738 2018-DJ-BX-0491	9,864
Edward Byrne Justice Assistance Grant (JAG) Mentor Advantage		16.738 16-JAG-250234	18,998
Total Department of Justice			<u>1,002,659</u>
<b>DEPARTMENT OF TRANSPORTATION</b>			
Passed through Iowa Department of Transportation:			
Highway Planning and Construction - BR#6066A	20.205	1-17-HBP-S-4	-
Transportation Alternatives Program - Easter Lake Trail Phase 3	20.205	17-TAP-103	32,362
Passed through Iowa Department of Public Safety/Governor's Traffic Safety Bureau:			
Alcohol Incentive Grant	20.600	PAP 18-402-MOPT Task 21	14,648
Alcohol Incentive Grant	20.600	PAP 19-402-MOPT Task 21	31,762
Passed through Iowa Department of Public Defense:			
2019 HMEP	20.703	HM-HMP-0524-16-01-00	1,500
Total Department of Transportation			<u>80,272</u>
<b>ENVIRONMENTAL PROTECTION AGENCY</b>			
Passed through Iowa Department of Natural Resources:			
Air Quality Control Implementation Plan Agreement	66.034	19ESDAQBCPaul-0002	20,000
Beaver Creek Watershed Management	66.454	18ESDWQBkamen-0001	68,000
Beaver Creek Watershed Management	66.460	18ESDWQBkamen-0001	-
Air Quality Control Implementation Plan Agreement	66.605	19ESDAQBCPaul-0002	164,192
Total Environmental Protection Agency			<u>252,192</u>
<b>DEPARTMENT OF ENERGY</b>			
Passed through Iowa Department of Human Rights:			
Weatherization Assistance for Low-Income Persons	81.042	DOE-18-20S	329,541
Weatherization Assistance for Low-Income Persons	81.042	DOE-19-20S	374,961
Total Department of Energy			<u>704,502</u>

(continued)

POLK COUNTY, IOWA

Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2019

Grantor/Program	CFDA Number	Contract Number	Total Federal Expenditures For Fiscal Year 2019
<b>DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>			
Passed through Aging Resource of Central Iowa:			
Title IIIB - Transportation	** 93.044	N/A	\$ 82,000
Title IIIB - Assisted Transportation	** 93.044	N/A	9,000
Title IIIB - Well Elderly Clinic	** 93.044	N/A	18,000
Title IIIB - Advocacy/Counseling	** 93.044	N/A	18,600
Title IIIC-1 - Nutrition	** 93.045	N/A	211,470
Nutrition Services Incentive Program - USDA Cash	** 93.053	N/A	149,861
Passed through Iowa Department of Human Rights:			
Family Development and Self Sufficiency	93.558	FaDSS-19-20	332,316
Low-Income Home Energy Assistance	93.568	HEAP-18-20S	788,778
Low-Income Home Energy Assistance	93.568	HEAP-19-20S	785,601
Passed through Iowa Department of Human Services:			
Local Administration Expense Reimbursement	93.566	N/A	1,589
Local Administration Expense Reimbursement	93.596	N/A	101,987
Local Administration Expense Reimbursement	93.658	N/A	142,795
Local Administration Expense Reimbursement	93.659	N/A	48,447
Local Administration Expense Reimbursement	93.667	N/A	119,401
Local Administration Expense Reimbursement	93.767	N/A	2,793
Local Administration Expense Reimbursement	93.778	N/A	650,623
Passed through Iowa Department of Public Health:			
All-Hazard Emergency Preparedness and Response System Development	93.074	5889BT09	719,209
Tuberculosis Elimination	93.116	MOU-2019-TB01	500
Tuberculosis Elimination	93.116	MOU-2018-TB01	3,825
I-4 Project	93.268	5889I473	28,899
Care for Yourself Program	93.283	5889NB20	104,975
Care for Yourself Program - Wise Woman	93.283	5889NB20WW	52,150
I-4 Project	93.539	5889I473	9,351
Ebola Virus Disease Preparedness and Response	93.817	5885BT509	-
HIV-CTR & Hepatitis	93.917	5889AP10	60,323
HIV-CTR & Hepatitis	93.917	5888AP10	70,970
HIV-CTR & Hepatitis	93.940	5889AP10	10,002
HIV-CTR & Hepatitis	93.940	5888AP10	15,002
Total Department of Health and Human Services			<u>4,538,467</u>
<b>DEPARTMENT OF HOMELAND SECURITY</b>			
Passed through Iowa Department of Public Defense:			
FEMA 2019 Floods - Public Works	97.036	FEMA-4421-DR-IA	-
FEMA 2019 Floods - Conservation	97.036	FEMA-4421-DR-IA	-
FEMA 2018 Floods - Public Works	97.036	FEMA-4386-DR-IA	182,364
FEMA 2018 Floods - County	97.036	FEMA-4386-DR-IA	144,386
FEMA 2018 Floods - Conservation	97.036	FEMA-4386-DR-IA	115,955
Emergency Management Performance Grant (EMPG)	97.042	EMPG-18-PT-77	39,000
Homeland Security Grant Program - IMT	97.067	EMW-2016-SS-00017-S01	53,521
Homeland Security Grant Program - IMT	97.067	EMW-2017-SS-00014-S01	19,150
Homeland Security Grant Program - WMD Hazmat Task Force	97.067	EMW-2016-SS-00017-S01	19,685
Homeland Security Grant Program - WMD Hazmat Task Force	97.067	EMW-2017-SS-00014-S01	125,700
Total Department of Homeland Security			<u>699,761</u>
<b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>			<u>\$ 11,471,796</u>

\* - Total Child Nutrition Cluster \$ 52,309  
 \*\* - Total Aging Cluster \$ 488,931

(1) - The amount reported on the schedule includes \$26,496 passed through to subrecipients.  
 (2) - The amount reported on the schedule includes \$79,940 passed through to subrecipients.

## POLK COUNTY, IOWA

### Notes to the Schedule of Expenditures of Federal Awards Year Ended June 30, 2019

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#### **Note 1. Basis of Presentation**

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Polk County, Iowa and its discretely presented component unit, Polk County Health Services, Inc., for the year ended June 30, 2019. All federal financial awards received directly from federal agencies, as well as federal financial awards passed through other government agencies expended during the year, is included in the schedule. 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). Because the schedule presents only a select portion of the operations of the County, it is not intended to and does not present the financial position, changes in net position or cash flows of the County.

#### **Note 2. Significant Accounting Policies**

Revenue from federal awards is recognized when the County has done everything necessary to establish its right to revenue. For governmental funds, revenue from federal grants is recognized when they become both measurable and available. Expenditures allowable in accordance with the grant agreement are recognized when they are incurred and become a demand on current available financial resources. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, where certain types of expenditures are not allowed or are limited as to reimbursement.

#### **Note 3. Indirect Cost Rate**

The County has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

#### **Note 4. Noncash Assistance**

The Commodity Supplemental Food Distribution Program - Direct – CFDA# 10.565 does not involve cash awards. This award is received in donated commodities. The value of the commodities distributed during the fiscal year ended June 30, 2019, was \$886,129. As of June 30, 2019, the County had commodities on hand with a value of \$181,188.

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RSM US LLP

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

**Independent Auditor's Report**

Board of Supervisors  
Polk County, Iowa

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 discretely presented component units and remaining fund information of Polk County, Iowa (the County), as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated December 19, 2019.

**Internal Control over Financial Reporting**

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

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or 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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Comments involving statutory or other legal matters about the County's operations for the year ended June 30, 2019, are based exclusively on knowledge obtained from procedures performed during our audit of the financial statements of the County. Since our audit was based on tests and samples, not all transactions that might have had an impact on the comments were necessarily audited. The comments involving statutory or other legal matters are not intended to constitute legal interpretations of those statutes.

**Purpose of this Report**

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

*RSM US LLP*

Des Moines, Iowa  
December 19, 2019

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

**Independent Auditor's Report**

Board of Supervisors  
Polk County, Iowa

**Report on Compliance for Each Major Federal Program**

We have audited Polk County, Iowa's (the County) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended June 30, 2019. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

Management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to its federal programs.

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for 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, Cost Principles, and Audit Requirements for Federal Awards* (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 June 30, 2019.

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

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

*RSM US LLP*

Des Moines, Iowa  
December 19, 2019

**Polk County, Iowa**

**Schedule of Findings and Questioned Costs  
Year Ended June 30, 2019**

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**I. Summary of Auditor's Results**

**Financial Statements**

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified?

Yes  No

Significant deficiencies identified?

Yes  None Reported

Noncompliance material to financial statements noted?

Yes  No

**Federal Awards**

Internal control over major programs:

Material weakness(es) identified?

Yes  No

Significant deficiencies?

Yes  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  
2 CFR 200.516(a)?

Yes  No

**Identification of major programs:**

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
93.568	Low-Income Home Energy Assistance
10.565	Food Distribution Cluster-Commodity Supplemental Food Distribution

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

Auditee qualified as low-risk auditee?

Yes  No

(Continued)

**II. Findings Related to the Financial Statement Audit as Required to be Reported in Accordance with Generally Accepted Government Auditing Standards**

**A. Internal Controls**

None reported

**B. Compliance Findings**

None reported

**III. Findings and Questioned Costs for Federal Awards**

**A. Internal Controls**

None reported

**B. Compliance Findings**

None Reported

**IV. Other Findings Related to Required Statutory Reporting**

**IV-A-19**

Certified budget: Disbursements during the year ended June 30, 2019 did not exceed the amounts budgeted.

**IV-B-19**

Questionable expenditures: We noted no expenditures for parties, banquets or other entertainment for employees that we believe may constitute an unlawful expenditure from public funds as this is defined in the Attorney General's opinion dated April 25, 1979.

**IV-C-19**

Travel expense: No expenditures of County money for travel expenses of spouses of County officials or employees were noted.

**IV-D-19**

Business transactions: The County represents there are no business transactions between the County and County officials or employees in accordance with Chapter 362.5(10) of the Code of Iowa and none were noted in performing the audit.

**IV-E-19**

Bond coverage: Surety bond coverage of County officials and employees is in accordance with statutory provisions. The amount of coverage should be reviewed annually to ensure the coverage is adequate for current operations.

**IV-F-19**

Board minutes: No transactions were found that we believe should have been approved in the Board minutes but were not.

**IV-G-19**

Deposits and investments: No instances of noncompliance with the deposit and investments provisions of Chapters 12B and 12C of the Code of Iowa and the County's investment policy were noted.

**IV-H-19**

Resource enhancement and protection certification: The County properly dedicated property tax revenue to conservation purposes as required by Chapter 455A.19(1)(b) of the Code of Iowa in order to receive the additional REAP funds allocated in accordance with subsections (b)(2) and (b)(3).

**IV-I-19**

County extension office: The County Extension Office is operated under the authority of Chapter 176A of the Code of Iowa and serves as an agency of the state of Iowa. This office is administered by an extension council separate and distinct from the County operations and, consequently, is not included in the financial statements.

Total expenditures during the year ended June 30, 2019 for the County Extension Office did not exceed the total amount budgeted.

**IV-J-19**

Tax increment financing (TIF): For the year ended June 30, 2019, the County Auditor prepared a reconciliation for each City reconciling TIF receipts with total outstanding TIF debt.

**Polk County, Iowa**

**Summary Schedule of Prior Audit Findings  
Year Ended June 30, 2019**

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The prior year Single Audit disclosed no findings in the *Schedule of Findings and Questioned Costs* and no uncorrected or unresolved findings exist from the prior audit's *Summary of Prior Audit Findings*.