

FEDERAL GRANT COMPLIANCE REPORT
POLK COUNTY

Year Ended June 30, 2024

POLK COUNTY
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**INDEPENDENT AUDITOR'S 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 Commissioners
Polk County
Dallas, Oregon

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Polk County's (the "County") compliance with the types of compliance requirements identified as subject to audit 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, 2024. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Polk 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, 2024.

Basis for Opinion on Each Major Federal Program

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

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

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.

Board of Commissioners
Polk County
Independent Auditor's 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
January 21, 2025

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Board of Commissioners
Polk County
Independent Auditor's 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
January 21, 2025

Report on 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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.

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.

Board of Commissioners
Polk County
Independent Auditor's 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
January 21, 2025

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

We have audited the financial statements of the County as of and for the year ended June 30, 2024, and have issued our report thereon dated January 21, 2025, which contained an unmodified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. 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 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 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 financial statements or to the 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 financial statements as a whole.

The image shows a handwritten signature in cursive script that reads "Singer Lewak LLP". The signature is written in dark ink and is positioned above the date "January 21, 2025".

January 21, 2025

POLK COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2024

Section I - Summary of Auditors' Results

Financial Statements

Type of report the auditor issued on whether the financial statements were prepared in accordance with GAAP: *Unmodified*

Internal controls over financial reporting:

- Material weakness(es) identified? No
- Significant deficiency(ies) identified? None reported

Noncompliance material to financial statements noted? No

Federal awards

Internal control over major federal programs:

- Material weakness(es) identified? No
- Significant deficiency(ies) identified? None reported

Type of auditor's 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)? No

Identification of major federal programs:

<u>Assistance Living Number(s)</u>	<u>Name of Federal Program or Cluster</u>
21.027	Coronavirus State and Local Fiscal Recovery Funds
15.605	Fish and Wildlife Cluster

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

Auditee qualified as a low-risk auditee? No

Section II - Financial Statement Findings

None reported.

Section III - Federal Award Findings and Questioned Costs

None reported.

POLK COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2024

Federal Grantor / Pass-Through Grantor / Program or Cluster Title	Federal Assistance Living Number	Pass Through Entity Identifying Number	Total Federal Expenditures
DEPARTMENT OF AGRICULTURE			
Food and Nutrition Service			
<i>Passed through Oregon Health Authority</i>			
Special Supplemental Nutrition Program for Women, Infants and Children	10.557	2702	\$ 221,666
Forest Service			
<i>Passed through Oregon Department of Administrative Services</i>			
<u>Forest Schools and Roads Cluster</u>			
Schools and Roads - Grants to Counties	10.665		823
Total Forest Schools and Roads Cluster			823
Total Department of Agriculture			222,489
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			
<i>Passed through Oregon Infrastructure Finance Authority</i>			
Community Development Block Grant	14.228		77,217
DEPARTMENT OF THE INTERIOR			
Bureau of Land Management			
National Wildlife Refuge Fund	15.659		10,669
Scotch Broom Removal and Dump Stoppers	15.999		29,452
Fish and Wildlife Cluster			
<i>Passed through Oregon Department Fish and Wildlife</i>			
Dingel-Johnson Sport Fish Restoration Act	15.605	F21AF02010	837,584
Total Fish and Wildlife Cluster			837,584
Total Department of the Interior			877,705
DEPARTMENT OF JUSTICE			
Bureau of Justice Assistance			
Bullet Proof Vest Partnership Program	16.607	N/A	11,980
Office of Victims of Crime			
<i>Passed through Oregon State Criminal Justice Division</i>			
Crime Victim Assistance (VOCA)	16.575	VOCA 03-2099	126,259
Total Department of Justice			138,239
DEPARTMENT OF TRANSPORTATION			
National Highway Safety Administration			
<u>Highway Safety Cluster</u>			
<i>Passed through Oregon Department of Transportation</i>			
State and Community Highway Safety	20.600		17,923
<i>Passed through Oregon Impact</i>			
State and Community Highway Safety	20.600		15,695
Total Highway Safety Cluster			33,618
Total Department of Transportation			33,618
DEPARTMENT OF THE TREASURY			
<i>Direct funding</i>			
Coronavirus State and Local Fiscal Recovery funds	21.027		4,215,704
Total Department of the Treasury			4,215,704

Continued on next page

POLK COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2024

Federal Grantor / Pass-Through Grantor / Program or Cluster Title	Federal Assistance Living Number	Pass Through Entity Identifying Number	Total Federal Expenditures
DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Administration for Children and Families			
<i>Passed through Oregon Department of Justice</i>			
Child Support Enforcement	93.563	461	401,768
Health Resources and Services Administration			
<i>Passed through Oregon Health Authority</i>			
Maternal and Child Health Block Grant	93.994		37,589
Substance Abuse and Mental Health Services Administration			
<i>Passed through Oregon Health Authority</i>			
Block Grants for Community Mental Health Services	93.958		62,381
Block Grants for Prevention and Treatment of Substance Abuse	93.959		174,234
Centers for Disease Control			
<i>Passed through Oregon Health Authority</i>			
Public Health Preparedness and Response	93.069		93,278
Family Planning Services	93.217		23,755
Immunization Cooperative Agreements	93.268		178,248
ARPA Workforce Mobilization	93.354	PE 51-03	17,461
CDC Collaboraion with Academia to Strengthen Public Health (ARPA)	93.967		47,190
STD Prevention and Control Grants	93.977		162,470
Total Department of Health and Human Services			<u>1,198,374</u>
DEPARTMENT OF HOMELAND SECURITY			
Federal Emergency Management Agency			
<i>Passed through Oregon State Police</i>			
Emergency Management Performance	97.042		90,979
Homeland Security Grant Program	97.067		<u>68,000</u>
Total Department of Homeland Security			<u>158,979</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 6,922,325</u>

POLK COUNTY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2024

1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of Polk County under programs of the federal government for the year ended June 30, 2024. 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 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 Polk County.

2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

3. Indirect Cost Rate

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