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***EL PASO COUNTY PUBLIC HEALTH***  
*FEDERAL AWARDS REPORTS*  
*IN ACCORDANCE WITH THE*  
*SINGLE AUDIT ACT AND*  
*UNIFORM GUIDANCE*  
*DECEMBER 31, 2018*

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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***

Board of Health  
El Paso County Public Health  
Colorado Springs, 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 and the major fund of El Paso County Public Health (the Department), as of and for the year ended December 31, 2018, and the related notes to financial statements, which collectively comprise the Department's basic financial statements, and have issued our report thereon dated June 24, 2019.

**Internal Control Over Financial Reporting**

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

### **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*

June 24, 2019



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**Independent Auditors' Report On Compliance  
For The 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 Health  
El Paso County Public Health  
Colorado Springs, Colorado

**Report On Compliance For The Major Federal Program**

We have audited El Paso County Public Health's (the Department) 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 the Department's major federal program for the year ended December 31, 2018. The Department's major federal program is 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 the Department's major federal program 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* (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 Department'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 the major federal program. However, our audit does not provide a legal determination of the Department's compliance.

### ***Opinion On The Major Federal Program***

In our opinion, the Department complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended December 31, 2018.

### **Report On Internal Control Over Compliance**

Management of the Department 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 Department's internal control over compliance with the types of requirements that could have a direct and material effect on the 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 Department'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 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.

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

We have audited the financial statements of governmental activities and the major fund of the Department as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise the Department's basic financial statements. We have issued our report thereon dated June 24, 2019, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise 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.

*RubinBrown LLP*

June 24, 2019

**EL PASO COUNTY PUBLIC HEALTH**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For The Year Ended December 31, 2018**

Program	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures	Expenditures To Sub- Recipients
<b>Department Of Agriculture</b>				
Passed through the Colorado Department of Public Health and Environment				
Special Supplemental Nutrition Program for Women, Infants, and Children (WIC)	10.557	18FHFLA104026	\$ 2,405,074	\$ —
Special Supplemental Nutrition Program for Women, Infants, and Children (WIC)	10.557	19FHFLA112096	885,588	—
WIC Breastfeeding Peer Counselor	10.557	18FHFLA104004	47,199	—
WIC Breastfeeding Peer Counselor	10.557	19FHFLA112143	12,050	—
Special Supplemental Nutrition Program for Women, Infants, and Children - Non-cash	10.557		8,426,796	—
<b>Total Department Of Agriculture</b>			11,776,707	—
<b>Environmental Protection Agency</b>				
Passed through the Colorado Department of Public Health and Environment				
Radon	66.605	FAAA18000005672	13,387	—
<b>Total Environmental Protection Agency</b>			13,387	—
<b>Department Of Health And Human Services</b>				
Passed through the Colorado Department of Public Health and Environment				
Public Health Emergency Preparedness - Zika	93.069	VC00000000017332	1,121	—
Public Health Emergency Preparedness - Cities Readiness Initiative	93.069	18FHJA101804	64,300	—
Public Health Emergency Preparedness - Cities Readiness Initiative	93.069	19FHJA109856	46,391	—
Subtotal CFDA #		93.069	111,812	—
HPP - PHEP Aligned Cooperative Programs	93.074	18FHJA97166	301,010	—
HPP - PHEP Aligned Cooperative Programs	93.074	19FHJA108766	267,533	—
Subtotal CFDA #		93.074	568,543	—
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	17FHHA090285	3,750	—
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	19FHHA109263	3,750	—
Subtotal CFDA #		93.116	7,500	—
Federal Community Interventions - Opioid	93.136	17FHFLA96968	31,395	—
Family Planning - Title X	93.217	18FHFLA99176	105,886	—
Family Planning - Title X	93.217	19FHFLA110387	17,648	—
Subtotal CFDA #		93.217	123,534	—
Immunization Cooperative Agreements	93.268	18FHHA103661	13,964	—
Immunization Cooperative Agreements	93.268	19FHHA112668	2,500	—
Subtotal CFDA #		93.268	16,464	—
Immunization Core Services	93.539	18FHHA2564	98,004	—
Immunization Core Services	93.539	19FHHA122087	98,004	—
Subtotal CFDA #		93.539	196,008	—
Teen Suicide Prevention	93.624	18FHFLA100381	56,039	—
Teen Suicide Prevention	93.624	19FHFLA11612	41,689	—
Subtotal CFDA #		93.624	97,728	—
Emergency Preparedness - Refugee TB Screening	93.755	FAAA201800004772	800	—
Emergency Preparedness - Refugee TB Screening	93.755	FAAA201900004881	400	—
Subtotal CFDA #		93.755	1,200	—
Preventive Health Services - Sexually Transmitted Diseases Control Grants	93.977	18FHHA105010	23,100	—
Maternal and Child Health Services Block Grant to the States - Child Adolescent	93.994	18FHFLA103624	236,031	—
Maternal and Child Health Services Block Grant to the States - Child Adolescent	93.994	19FHFLA112049	46,577	—
Maternal and Child Health Services Block Grant to the States - Child Care Coordination	93.994	18FHFLA103624	131,144	—
Maternal and Child Health Services Block Grant to the States - Child Care Coordination	93.994	19FHFLA112049	78,766	—
Subtotal CFDA #		93.994	492,518	—
<b>Total Department Of Health And Human Services</b>			1,669,802	—
<b>Total Expenditures Of Federal Awards</b>			\$ 13,459,896	\$ —

# EL PASO COUNTY PUBLIC HEALTH

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## NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

December 31, 2018

### 1. **Basis Of Presentation And Basis Of Accounting**

The accompanying schedule of expenditures of federal awards includes the federal grant activity of El Paso County Public Health (the Department) and is presented on the modified accrual basis of accounting. The information in the accompanying 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* (the Uniform Guidance). Therefore, some amounts presented in the schedule may differ from the amounts presented in, or used in, the preparation of the basic financial statements.

### 2. **Noncash Items**

The Special Supplemental Food Program for Women, Infants, and Children, CFDA No. 10.557, includes \$8,426,796 of food vouchers provided to individuals in the Department's service area, as reported by the Colorado Department of Public Health and Environment.

### 3. **Indirect Costs**

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

**EL PASO COUNTY PUBLIC HEALTH**  


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**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**For The Year Ended December 31, 2018**

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**Section I - Summary Of Auditors' Results**  


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**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       no
- Significant deficiency(ies) identified?       yes       none noted

Noncompliance material to financial statements noted?

yes       no

**Federal Awards**

Internal control over major federal program:

- Material weakness(es) identified?       yes       no
- Significant deficiency(ies) identified?       yes       none noted

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

*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 program:

CFDA Number(s)	Name Of Federal Program Or Cluster
10.557	U.S. Department of Agriculture - Special Supplemental Nutritional Program for Women, Infants, and Children (WIC)

Dollar threshold used to distinguish between Type A and Type B programs:

\$750,000

Auditee qualified as low-risk auditee?

yes       no

**EL PASO COUNTY PUBLIC HEALTH**

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**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (*CONTINUED*)**  
**For The Year Ended December 31, 2018**

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**Section II - Financial Statement Findings**

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None

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**Section III - Federal Award Findings And Questioned Costs**

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None



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## SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS For The Year Ended December 31, 2017

### Finding 2017-001 Allowable Activities and Costs

#### Significant Deficiency On Internal Control over Compliance

#### CFDA 10.557 – Special Supplemental Nutritional Program for Women, Infants, and Children (WIC)

*Federal Agency:* U.S. Department of Agriculture

*Pass-Through Entity:* Colorado Department of Public Health and Environment

*Summary Of Prior Audit Finding:* Public Health is expected to have internal controls in place to ensure only allowable cost and cost activities are passed through for reimbursement using federal funds.

*Views Of Responsible Officials And Planned Corrective Action:* Management agrees a control in this area would be appropriate. In order to strengthen controls in this area, the County will generate reports every pay period showing any missing approvals of timesheets. The reports will be given to the Public Health Director bi-weekly, and the Public Health Director must verify that all timecards listed on the report are approved, and sign off on the report.

*Status:* Public Health has updated its policies and procedures over time card approval, and has implemented it for the current year.