

Larimer County, Colorado

Single Audit



*Year ended
December 31, 2018*

LARIMER COUNTY, COLORADO

*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 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, 2018, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated June 7, 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*.

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 7, 2019

**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, 2018. 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, 2018.

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 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 were not identified. However, we identified certain deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2018-001 and 2018-002, that we consider to be significant deficiencies.

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, 2018, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated June 7, 2019, 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

June 7, 2019

LARIMER COUNTY, COLORADO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For The Year Ended December 31, 2018

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	Federal or Pass-Through Grantor Program Title	Federal CFDA Number	Grant Number	Grant Period	2018 Expenditures	Expenditures to Subrecipients
DEPARTMENT OF AGRICULTURE						
	PEST CONTROL:					
*	Canyon Lakes Ranger District Noxious Weed	10.000	18-PA-11021005-015	04/18-04/23	\$ 50,504	\$ -
	State Department of Agriculture					
	Early Detection and Rapid Respond:					
	Assault on the List A weeds	10.680	BDAA 18-1831	05/18-12/18	17,613	-
	Assault on the List B weeds	10.000	BDAA 18-1818	05/18-12/18	20,000	-
	State Department of Natural Resources					
	OPEN LANDS:					
	Pinewood/Chimney Front Range Fuels Treatment Partnership	10.664	5314112-07	03/15-09/18	6,874	-
	Horseotooth Mtn/Chimney Front Range Fuels Treatment Partnership	10.664	5314409-1	12/17-12/20	61,125	-
	Subtotal CFDA 10.664				67,999	-
	PEST CONTROL:					
	Tamarisk removal in Big Thompson watershed	10.000	PDAA201700000387	09/16-06/18	35,663	-
	GENERAL/NATURAL DISASTER:					
	Stagecoach River Restoration	10.923	CTGG1PDAA2018000625	12/16-02/18	465,263	-
(1)	Fox Creek EWP#2	10.923	68-8B05-17-209	09/17-12/17	50,230	-
	Subtotal CFDA 10.923				515,493	-
	State Department of Human Services					
	HUMAN SERVICES:				<i>Snap Cluster</i>	
**	Food Assistance Administration	10.561	OM-OPSO-2018-0004	07/18-06/19	2,178,842	-
	State Department of Public Health and Environment					
	HEALTH AND ENVIRONMENT:					
	Special Supplemental Food Program for Women, Infants and Children (WIC)	10.557	18FH1A104032	10/17-09/18	655,678	-
	Special Supplemental Food Program for Women, Infants and Children (WIC)	10.557	19FH1A112551	10/18-09/19	240,242	-
	Women, Infants and Children (WIC) Breastfeeding	10.557	18FH1A104006	10/17-09/18	23,478	-
	Women, Infants and Children (WIC) Breastfeeding	10.557	19FH1A112145	10/18-09/19	7,847	-
	WIC Food Vouchers	10.557	N/A	01/18-12/18	1,934,290	-
	Subtotal CFDA 10.557				2,861,535	-
	Total Department of Agriculture				5,747,649	-
DEPARTMENT OF HEALTH AND HUMAN SERVICES						
	State Department of Human Services					
	HUMAN SERVICES:					
**	Special Programs for the Aging - Title III:				<i>Aging Cluster</i>	
	Area Plan Administration	93.044	16IHEAAASC77141	07/18-06/19	86,882	-
	Part B	93.044	16IHEAAASC77141	07/18-06/19	210,696	65,525
	Subtotal CFDA 93.044				297,578	65,525
	Part C-1	93.045	16IHEAAASC77141	07/18-06/19	233,123	233,123
	Part C-2	93.045	16IHEAAASC77141	07/18-06/19	217,488	217,488
	Subtotal CFDA 93.045				450,611	450,611
	Nutrition Services Incentive Program	93.053	CSBG27	07/18-06/19	78,272	78,272
	Subtotal Aging Cluster				826,461	594,408
	Part D	93.043	16IHEAAASC77141	07/18-06/19	12,200	12,200
	Part E	93.052	16IHEAAASC77141	07/18-06/19	91,765	-
	VII Elder	93.041	16IHEAAASC77141	07/18-06/19	2,212	-
	Ombudsman	93.042	16IHEAAASC77141	07/18-06/19	11,823	-
	No Wrong Door	93.048	17-98628A2	07/18-06/19	82,603	-
**	Congregate Care Resiliency Opportunity Project	93.243	5U79SM063196	09/18-09/19	408,517	368,925
**	Title IV-E FC	93.658	OM-OPSO-2018-0004	07/18-06/19	4,264,480	226,360
**	Title IV-E FC Lump Sum	93.658	ABA03-01-1	2018	1,793	-
	Subtotal CFDA 93.658				4,266,273	226,360
**	Child Support Enforcement:					
	Federal Income to Counties	93.563	N/A	2018	2,008,640	-
	ARRA	93.090	N/A	2018	26,570	-
**	Medicare Enrollment Assistance Program	93.071	1801COMIAA00	12/18-06/19	22,329	-
	<i>Child Care and Development Fund Cluster</i>					
**	Child Care and Development Block Grant	93.575	OM-OPSO-2018-0004	07/18-06/19	1,996,192	-
**	Child Care	93.596	OM-OPSO-2018-0004	07/18-06/19	1,387,260	-
	Subtotal Child Care and Development Fund Cluster				3,383,452	-

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See the notes to schedule of expenditures of federal awards.

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LARIMER COUNTY, COLORADO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For The Year Ended December 31, 2018

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	Federal or Pass-Through Grantor Program Title	Federal CFDA Number	Grant Number	Grant Period	2018 Expenditures	Expenditures to Subrecipients
**	Family Preservation	93.556	19IHA113046	10/18-09/19	\$ 124,601	\$ 117,308
	Foster Care/Adoption and Recruitment	93.603	N/A	2018	1,086	-
**	Title IV-E Independent Living	93.674	N/A	10/18-09/19	91,143	91,143
**	Community Services Block Grant (Title XX)	93.667	OM-OPSO-2018-0004	07/18-06/19	1,793,741	71,743
**	Child Welfare Services-Maintenance Assistance: Title IV-B	93.645	OM-OPSO-2018-0004	07/18-06/19	110,427	-
**	Low-Income Energy Assistance Program (LEAP)	93.568	OM-FEA2018-0014	10/18-09/19	946	-
**	IV-E Adoption	93.659	OM-OPSO-2018-0004	07/18-06/19	319,111	-
					<i>TANF Cluster</i>	
**	Colorado Works	93.558	OM-OPSO-2018-0004	07/18-06/19	6,179,369	-
State Department of Local Affairs						
HUMAN SERVICES:					<i>477 Cluster</i>	
**	Community Services Block Grant: Health and Human Services	93.569	CMS106892	10/18-09/21	227,304	54,271
State Department of Health Care Policy & Financing						
HEALTH AND ENVIRONMENT:						
Healthy Communities Outreach and Case Management:					<i>Medicaid Cluster</i>	
	Medical Assistance Program - EPSDT	93.778	20160000000000000015A2	07/17-06/18	59,496	-
	Medical Assistance Program - EPSDT	93.778	20160000000000000015A3	07/18-06/19	44,014	-
HUMAN SERVICES:						
**	Single Entry Point	93.778	19-110333	07/18-06/19	944,485	-
**	Medicaid Title XIX	93.778	OM-OPSO-2018-0004	07/18-06/19	2,847,980	-
Subtotal CFDA 93.778					<i>Subtotal Medicaid Cluster</i>	
					3,895,975	-
**	Money Follows the Person (CCT)	93.791	2015001864OL4	07/18-06/19	28,555	-
State Department of Public Health and Environment						
HEALTH AND ENVIRONMENT:						
	Bioterrorism Public Health Preparedness	93.074	18FHJA97177	07/17-06/18	150,160	-
	Bioterrorism Public Health Preparedness	93.074	19FHJA108779	07/18-06/19	103,695	-
Subtotal CFDA 93.074					253,855	-
	Tuberculosis Control Program	93.116	18FHHA98978	07/17-06/18	7,500	-
	Family Planning	93.217	18FHHA99241	07/17-06/18	61,767	-
	Family Planning	93.217	19FHHA110862	07/18-06/19	122,122	-
Subtotal CFDA 93.217					183,889	-
	Immunization Action Plan (CDC)	93.268	17FHHA96758	04/17-06/18	53,799	-
	Immunization Action Plan (CDC)	93.268	19FHHA108891	07/18-06/19	17,933	-
	VFC Compliance and AFIX Site Visits	93.268	18FHHA103663	04/17-06/18	6,000	-
Subtotal CFDA 93.268					77,732	-
	Infertility Prevention Project	93.283	18FHHA104884	01/18-12/18	8,967	-
Maternal and Child Health Services Block Grant:						
	Care Coordination	93.994	18FHHA103772	10/17-09/18	94,175	-
	Children and Adolescents	93.994	18FHHA103772	10/17-09/18	35,961	-
	Children and Adolescents	93.994	19FHHA112158	10/18-09-19	14,158	-
	Prenatal	93.994	18FHHA103772	10/17-09/18	101,121	-
	Prenatal	93.994	19FHHA112158	10/18-09-19	31,955	-
Subtotal CFDA 93.994					277,370	-
Association of Food and Drug Officials (AFDO)						
	Food Inspection Software and Database Redevelopment	93.103	G-MP-1709-05216	01/18-12/18	20,000	-
	Retail Food Plan Review Improvement	93.103	G-SP-1709-5365	01/18-12/18	1,912	-
	Retail Food Staff Training	93.103	G-T-1709-05182	01/18-12/18	2,966	-
Subtotal CFDA 93.103					24,878	-
Total Department of Health and Human Services					24,749,294	1,536,358

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LARIMER COUNTY, COLORADO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For The Year Ended December 31, 2018

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	Federal or Pass-Through Grantor Program Title	Federal CFDA Number	Grant Number	Grant Period	2018 Expenditures	Expenditures to Subrecipients
DEPARTMENT OF HOMELAND SECURITY						
State Department of Public Safety						
GENERAL:						
	Homeland Security Grant	97.067	15SHS16NER	09/15-08/18	\$ 28,720	\$ -
	Homeland Security Grant	97.067	16SHS17NER	08/16-08/19	83,923	-
	Homeland Security Grant	97.067	17SHS18NER	09/17-03/20	65,036	-
	Subtotal CFDA 97.067				177,679	-
GENERAL/NATURAL DISASTER:						
	Hazard Mitigation - Crystal Lakes Wildfire Mitigation Project	97.039	MG4145067732	11/15-03/18	104,436	-
	Hazard Mitigation - Stream Monitoring Grant	97.039	MG4145093199	12/15-03/18	201,643	-
	Subtotal CFDA 97.039				306,079	-
VARIOUS FUNDS:B37						
Disaster Grants - Public Assistance (Presidentially Declared Disasters):						
(1)	2013 Flood Disaster	97.036	14-D4145-014	09/13-09/20	4,164,985	-
	Total Department of Homeland Security				4,648,743	-
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT						
State Department of Local Affairs						
HUMAN SERVICES:						
**	Community Development Block Grant: Home Investment	14.239	N/A	01/17-12/18	8,000	-
GENERAL/NATURAL DISASTER:						
	Community Development Block Grants Disaster Recovery:	14.269	CDBG-Disaster Recovery Grants-Pub. L. No. 113-2 Cluster			
	Resiliency Planning Grant		CDBG-DR P17-05	05/18-05/19	154,123	-
	Stagecoach River Restoration		CDBG-DR W1 17-119	12/16-07/18	340,087	-
	Lower Poudre Restoration at River Bluffs		CDBG-DR WI 18-112	05/16-06/19	151,381	-
State Department of Public Safety						
	Community Development Block Grant Disaster Recovery:	14.269				
GENERAL/NATURAL DISASTER:						
	Infrastructure Local Share FHWA/FEMA Fish Creek Road		CDBGDR2-LAR-04	10/16-09/18	446,062	-
	Stagecoach Bridge		CDBGDR2-LAR-11	01/17-04-18	629,677	-
ROAD AND BRIDGE:						
	Infrastructure Local Share FHWA/FEMA Fish Creek Road		CDBGDR2-LAR-04	10/16-09/18	61,857	-
	Subtotal CFDA 14.269				1,783,187	-
	Subtotal CDBG-Disaster Recovery Grants-Pub.L. No. 113-2 Cluster				1,791,187	-
	Total Department of Housing and Urban Development				1,791,187	-
DEPARTMENT OF INTERIOR						
PARKS:						
*	Carter Lake South Shore Campgrounds	15.524	R16AC00128	03/16-04/18	125,270	-
*	Integrated Pest Management Plan for Noxious Weeds	15.524	R15AC00034	01/15-09/19	23,186	-
	Total Department of Interior				148,456	-
DEPARTMENT OF JUSTICE						
GENERAL:						
*	Edward Byrne Memorial Justice Assistance Grant (JAG) Program	16.738	2017-DJ-BX-0785	01/16-09/20	46,919	-
State NAVAA:						
	Nat'l Crime Victims Rights Week Community Awareness (NAVAA)	16.582	17-023	12/17-06/18	2,670	2,670
State Department of Public Safety:						
	Victim of Crime Act	16.575	2015-VA-16-013593-08	01/18-12/18	152,358	-
	Victim of Crime Act	16.575	2016-VA-18-013542-08	01/18-12/18	58,060	-
	Subtotal CFDA 16.575				210,418	-
	Equitable Sharing Program	16.922	N/A	2018	162,451	-
CRIMINAL JUSTICE SERVICES:						
	Second Chance Act Reentry Initiative	16.812	2013-SM-BX-001	01/18-09/18	3,900	-
	Total Department of Justice				426,358	2,670

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LARIMER COUNTY, COLORADO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For The Year Ended December 31, 2018

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Federal or Pass-Through Grantor Program Title	Federal CFDA Number	Grant Number	Grant Period	2018 Expenditures	Expenditures to Subrecipients
DEPARTMENT OF LABOR					
State Department of Labor and Employment					
WORKFORCE CENTER:					
Workforce Investment Act (WIA) and Workforce Innovation & Opportunity Act (WIOA):					
				<i>Employment Service Cluster</i>	
WIOA Wagner-Peyser Base	17.207	ES30978-17-55-A-8	07/17-06/19	\$ 444,853	\$ -
Wagner-Peyser Governor's Summer Job Hunt	17.207	ES30978-17-55-A-8	01/18-12/18	41,001	-
Subtotal CFDA 17.207				485,854	-
Disabled Veterans Outreach Program	17.801	N/A	2018	8,258	-
Local Veterans Employment Representative	17.801	N/A	2018	8,258	-
Subtotal CFDA 17.801				16,516	-
				<i>Subtotal Employment Service Cluster</i>	<i>502,370</i>
				<i>WIOA Cluster</i>	
10% Adult Evaluation and Continuing Improvement	17.258	N/A	2018	9,030	-
Performance Incentive Grant	17.258	AA-28306-16-55-A-8	01/18-09/18	44,265	-
WIOA Adult	17.258	AA-30734-17-55-A-8	10/17-06/19	483,010	-
Subtotal CFDA 17.258				536,305	-
WIOA Youth Out of School	17.259	AA-30734-17-55-A-8	07/16-06/19	525,236	-
WIOA Youth In School	17.259	AA-30734-17-55-A-8	07/16-06/19	1,799	-
Subtotal CFDA 17.259				527,035	-
Sector Manufacturing	17.278	AA-28306-16-55-A-8	09/17-09/18	23,417	-
Sector Health	17.278	AA-28306-16-55-A-8	09/17-09/18	15,013	-
WIOA Dislocated Worker	17.278	AA-30734-17-55-A-8	10/17-06/19	325,039	-
Continuing Improvements Management	17.278	N/A	2018	12,503	-
Youth Work Based Learning	17.278	N/A	2018	22,000	-
Adult Work Based Learning	17.278	N/A	04/17-06/19	49,224	-
Dislocated Worker Work Based Learning	17.278	AA-28306-15-55-A-8	04/17-06/19	44,329	-
Layoff Reserve	17.278	AA-28306-16-55-A-8	08/17-12/18	100,000	-
Technical Assistance Work Based Learning	17.278	AA-28306-16-55-A-8	05/14-05/19	34,268	-
Career Services Initiative	17.278	N/A	2018	38,216	-
High Performing Workforce Development Board	17.278	N/A	2018	1,264	-
Subtotal CFDA 17.278				665,273	-
				<i>Subtotal WIOA Cluster</i>	<i>1,728,613</i>
Trade Adjustment Act - Case Management	17.245	TA-30478-17-55-A	10/17-09/19	39,801	-
Reemployment Services and Eligibility Assessment	17.225	UA-31605-18-60-A-8	04/18-12/18	7,337	-
WIA Sector	17.277	N/A	2018	70,458	-
Apprenticeship	17.285	AP-30096-16-A-8	04/18-04/19	6,261	-
City and County of Denver					
Technology Employment in Colorado Partnership (TEC-P)	17.268	201520606	2018	257,354	-
Total Department of Labor				2,612,194	-
DEPARTMENT OF TRANSPORTATION					
State Department of Transportation					
OPEN LANDS:					
Longview Corridor Trail	20.205	16HA4XC00003	11/15-11/20	977,009	-
ROAD AND BRIDGE:					
SH 14 at Greensfield Ct. Intersection	20.205	15HA471425	10/14-10/19	1,596,000	-
Big Thompson at CR 19E	20.205	15H4XC00130	09/15-09/20	72,100	-
Larimer County Canal at CR 9	20.205	15H4XC00132	09/15-09/20	500,000	-
Emergency Flood Repairs	20.205	14HA464552	04/14-04/19	2,249,188	-
FLEET:					
Congestion Mitigation and Air Quality	20.205	17-HTD-ZL-00032	08/16-12/19	138,386	-
Congestion Mitigation and Air Quality	20.205	17-HTD-ZL-00135	01/17-12/18	360,137	-
Total Department of Transportation				<i>Subtotal Highway Planning and Construction Cluster</i>	<i>5,892,820</i>

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LARIMER COUNTY, COLORADO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For The Year Ended December 31, 2018

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Federal or Pass-Through Grantor Program Title	Federal CFDA Number	Grant Number	Grant Period	2018 Expenditures	Expenditures to Subrecipients
<u>ENVIRONMENTAL PROTECTION AGENCY</u>					
State Department of Public Health and Environment					
HEALTH AND ENVIRONMENT:					
Air Pollution PM2.5	66.034	18FAA100485	07/17-06/18	\$ 7,881	\$ -
Air Pollution PM2.5	66.034	18FAA100485	07/18-06/19	4,247	-
Subtotal CFDA 66.034				12,128	-
Colorado Water Resources & Power Development Authority					
*** IMPROVEMENT DISTRICT CONSTRUCTION:					
Wonderview	66.458	W17F391	01/18-12/18	123,208	-
Total Environmental Protection Agency				135,336	-
<u>EXECUTIVE OFFICE OF THE PRESIDENT - OFFICE OF NATIONAL DRUG CONTROL POLICY</u>					
GENERAL:					
* High Intensity Drug Trafficking Areas Program	95.001	G18RM0048A	01/18-12/19	147,564	-
Total Expenditures of Federal Awards				\$ 46,299,601	\$ 1,539,028

Explanatory Notes:

* Direct Federal Assistance Programs.

** Federal Share Computed Using Percentages Provided by the State Department of Human Services.

(1) The expenditures for these grants include expenditures from prior years.

*** Loan Balances as of 12/31/18

Wonderview

\$ 318,902

Loan balances consist of Federal and State monies; however, expenditure amounts reported above include only the Federal portion.

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Larimer County, Colorado, for the year ended December 31, 2018 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 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.

Larimer 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 AND QUESTIONED COSTS
For The Year Ended December 31, 2018

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	<u>✓</u> no
Significant deficiency(ies) identified?	_____ yes	<u>✓</u> none reported
Noncompliance material to financial statements noted?	_____ yes	<u>✓</u> no

Federal Awards

Internal control over major federal programs:

Material weakness(es) identified?	_____ yes	<u>✓</u> no
Significant deficiency(ies) identified?	<u>✓</u> 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:

CFDA No.	Name Of Federal Program Or Cluster
17.258, 17.259, 17.278	WIOA Cluster
93.558	Temporary Assistance for Needy Families (TANF) Cluster
93.563	Child Support Enforcement
97.036	Disaster Grants - Public Assistance (Presidentially Declared Disasters)

Dollar threshold used to distinguish between
Type A and Type B programs: \$1,388,988

Auditee qualified as low-risk auditee? ✓ yes _____ no

LARIMER COUNTY, COLORADO

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

Section II - Financial Statement Findings

None

Section III - Federal Award Findings And Questioned Costs

Finding 2018-001

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

CFDA's 17.258, 17.259, 17.278: WIOA Cluster

Federal Agency: U.S. Department of Labor
Pass-Through Entity: Colorado Department of Labor and Employment

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

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 out of a non-statistical sample of five transactions was lacking 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.

LARIMER COUNTY, COLORADO

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

Finding 2018-002

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

CFDA 97.036: Disaster Grants - Public Assistance (Presidentially Declared Disasters)

Federal Agency: U.S. Department of Homeland Security

Pass-Through Entity: Colorado State Department of Public Safety

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.

Per the Uniform Guidance for Procurement, Suspension, and Debarment, nonfederal entities are prohibited from contracting with or making subawards under covered transactions to parties that are suspended or debarred or whose principals are suspended or debarred. "Covered transactions" include those procurement contracts for goods and services awarded under a nonprocurement transaction (e.g., grant or cooperative agreement) that are expected to equal or exceed \$25,000 or meet certain other specified criteria. When a nonfederal entity enters into a covered transaction with an entity at a lower tier, the nonfederal entity must verify that the entity is not suspended or debarred or otherwise excluded. This verification may be accomplished by checking the Excluded Parties List System (EPLS) maintained by the General Services Administration, collecting a certification from the entity or adding a clause or condition to the covered transaction with that entity (2 CFR Section 180.300).

Condition: The County procured services with a vendor under a covered transaction via a cooperative agreement, without having documented evidence of verifying that the vendor was not suspended or debarred with the EPLS system prior to entering into the covered transaction. The vendor was not debarred as of the inception of the covered transaction; however, the control did not detect the potential lack of verification by the County before entering into this transaction with the vendor.

LARIMER COUNTY, COLORADO

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

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

Effect: The County may enter into a covered transaction with a suspended or debarred vendor.

Questioned Costs: Not applicable

Context: One transactions was selected for testing for procurement process, as this was the only vendor used under the grant. This transaction was lacking documentation supporting its procurement being in compliance the Uniform Guidance.

Identification As A Repeat Finding: N/A

Recommendation: RubinBrown recommends updating its controls to include reviews of proper documentation of suspension and debarment in cooperative agreements, along with its normal procurement process, 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, 2018

Finding 2018-001

Personnel Responsible for Corrective Action: Larimer County Purchasing

Anticipated Completion Date: December 31, 2019

Corrective Action Plan:

The County has put into place a more rigorous review process for sole source requests and related documentation.

CORRECTIVE ACTION PLAN
For the Year Ended December 31, 2018

Finding 2018-002

Personnel Responsible for Corrective Action: Larimer County Finance Department

Anticipated Completion Date: December 31, 2019

Corrective Action Plan:

It is the County's policy to verify that vendors are not suspended or debarred by checking the Excluded Parties List System (EPLS) for all procurement transactions and contracts. Due to the unique nature of this intergovernmental agreement between the County and a State of Colorado department, an EPLS verification was not done on the State department. Going forward, an EPLS verification will be done on all vendors regardless of vendor type, including governmental entities.