
Livingston County, Michigan

**Federal Awards Supplemental Information
December 31, 2019**

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

Independent Auditor's Report

To the Board of Commissioners
Livingston County, Michigan

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Livingston County, Michigan, Michigan (the "County") as of and for the year ended December 31, 2019 and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated June 4, 2020, which contained unmodified opinions on the financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. We have not performed any procedures with respect to the audited financial statements subsequent to June 4, 2020. We did not audit the financial statements of Livingston County Road Commission, which represents 68 percent, 75 percent, and 79 percent of assets, net position, and revenue, respectively, of the aggregate discretely presented component units. Those financial statements were audited by other auditors, whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for Livingston County Road Commission, is based on the report of the other auditors.

The accompanying schedule of expenditures of federal awards is presented for the purpose 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 basic 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 information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Plante & Moran, PLLC

June 4, 2020

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

To Management and the Board of Commissioners
Livingston County, Michigan

We have audited, in accordance with 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, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Livingston County, Michigan, Michigan (the "County") as of and for the year ended December 31, 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 June 4, 2020. Our report includes a reference to other auditors who audited the financial statements of Livingston County Road Commission, as described in our report on Livingston County, Michigan's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. The financial statements of Livingston County Road Commission were not audited in accordance with *Government Auditing Standards*.

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 County'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*.

To Management and the Board of Commissioners
Livingston County, Michigan

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.

Plante & Moreau, PLLC

June 4, 2020

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

Independent Auditor's Report

To the Board of Commissioners
Livingston County, Michigan

Report on Compliance for Each Major Federal Program

We have audited Livingston County, Michigan, Michigan's (the "County") compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Compliance Supplement that could have a direct and material effect on the County's major federal program for the year ended December 31, 2019. The County's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

The County's basic financial statements include the operations of the Livingston County Road Commission, a discretely presented component unit. No federal awards, if any, expended by the Livingston County Road Commission have been included in the County's schedule of expenditures of federal awards during the year ended December 31, 2019. Livingston County Road Commission's management has asserted there are none. Our audit, described below, did not include the operations of the Livingston County Road Commission because it has engaged other auditors to undertake an audit of its financial statements and any required compliance audit.

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 program.

Auditor's 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, 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 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 the major federal program for the year ended December 31, 2019.

To the Board of Commissioners
Livingston County, Michigan

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. 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.

Plante & Moran, PLLC

June 4, 2020

Livingston County, Michigan

Schedule of Expenditures of Federal Awards

Year Ended December 31, 2019

Federal Agency/Pass-through Agency/Program Title	CFDA Number	Pass-through Entity Identifying Number	Total Amount Provided to Subrecipients	Federal Expenditures
Clusters:				
Federal Transit Cluster - U.S. Department of Transportation:				
Federal Section 5307 Operating Assistance - 2019	20.507	N/A	\$ -	\$ 1,072,166
Federal Section 5307 Operating Assistance - 2020	20.507	N/A	-	359,954
Federal Section 5307 Preventative Maintenance - 2019	20.507	N/A	-	338,395
Federal Section 5307 Preventative Maintenance - 2020	20.507	N/A	-	57,711
Federal Section 5307 Bus Purchase - 2017	20.507	N/A	-	102,128
Federal Section 5307 Capital Software	20.507	N/A	-	57,568
Federal Section 5307 Program Income - 2019	20.507	N/A	-	52,094
Federal Section 5307 Program Income - 2020	20.507	N/A	-	15,094
Federal Section STP Flex Funds Bus Purchase	20.507	N/A	-	68,046
Federal Section 5339 Bus & Bus Facilities - 2017	20.526	N/A	-	114,468
Federal Section 5339 Bus & Bus Facilities - 2018	20.526	N/A	-	170,370
Federal Section 5339 Bus & Bus Facilities - 2019	20.526	N/A	-	147,827
Total Federal Transit Cluster			-	2,555,821
Transit Services Programs Cluster - U.S. Department of Transportation -				
Federal Section 5310 Bus Purchase	20.513	N/A	-	151,714
Highway Planning and Construction Cluster - U.S. Department of Transportation Federal				
Highway Administration - Passed through Southeast Michigan Council of Governments - Highway Planning and Construction	20.205	2018-0009/Z12/S1	-	12,470
Highway Safety Cluster - U.S. Department of Transportation National Highway				
Traffic Safety Administration - Passed through Michigan State Police Office of Highway Safety Planning - State and Community Highway Safety	20.600	PT-20-06 / PT-19-29	-	20,434
Drinking Water State Revolving Fund Cluster - U.S. Environmental Protection Agency				
Passed through the Michigan Department of Environmental Quality - State Drinking Water Revolving Fund - Standard	66.468	N/A	-	17,577
Medicaid Cluster - U.S. Department of Health and Human Services -				
Passed through the State of Michigan Department of Community Health:				
Medicaid Outreach Activities	93.778	20180080	-	58,605
CSHCS Medicaid Outreach Activities	93.778	20181890-001	-	26,336
CSHCS Care Coordination	93.778	20180080	-	6,491
CSHCS Outreach & Advocacy	93.778	20180080	-	41,650
Total Medicaid Cluster			-	133,082
Other programs:				
U.S. Department of Agriculture - Passed through State of Michigan Department of Health - Special Supplemental Food Program for Women, Infants, and Children	10.557	20180080	-	344,711
U.S. Department of Health and Human Services:				
Substance Abuse & Mental Health Services	93.243	N/A	-	311,446
Passed through the State of Michigan Department of Community Health:				
Bioterrorism - Focus A , EPI & CRI	93.069	20180080-03	-	194,511
TB Control	93.116	20180080	-	337
Maternal and Child Health Services:				
Maternal and Child Health Services	93.994	20180080	-	39,490
CSHCS Care Coordination	93.994	20180080	-	11,847
Total Maternal and Child Health Services			-	51,337
PPHF Capacity Building Assistance - Immunization IAP	93.539	20180080	-	51,862
Immunization:				
Immunization IAP & Fixed Fees	93.268	20180080	-	33,587
Immunization - Vaccine for Children	93.268	20180080	-	82,540
Total Immunization			-	116,127
Total passed through the Michigan Department of Community Health			-	414,174

See notes to schedule of expenditures of federal awards.

Livingston County, Michigan

Schedule of Expenditures of Federal Awards (Continued)

Year Ended December 31, 2019

Federal Agency/Pass-through Agency/Program Title	CFDA Number	Pass-through Entity Identifying Number	Total Amount Provided to Subrecipients	Federal Expenditures
Other programs (continued):				
U.S. Department of Health and Human Services (continued):				
Passed through the State of Michigan Department of Human Services:				
Child Support Enforcement - Cooperative Agreement	93.563	CSFOC17-47001	\$ -	\$ 1,192,250
Child Support Enforcement - Cooperative Agreement Incentives	93.563	CSFOC17-47002	-	272,227
Child Support Enforcement - Family Support Cooperative Agreement	93.563	CSPA17-47002	-	201,058
Total passed through the State of Michigan Department of Human Services			-	1,665,535
Passed through Livingston Community Mental Health				
SAMHSA State Opioid Response	93.788	N/A	-	1,889
Total U.S. Department of Health and Human Services			-	2,393,044
U.S. Department of Homeland Security:				
Passed through Michigan State Police:				
Emergency Management Performance Grant (EMPG)	97.042	N/A	-	40,344
Homeland Security:				
Homeland Security Grant Program FY 16	97.067	N/A	-	25,077
Homeland Security Grant Program FY 17	97.067	N/A	-	41,717
Homeland Security Grant Program FY 18	97.067	N/A	-	111,045
Total Homeland Security			-	177,839
Total passed through the Michigan State Police			-	218,183
Passed through State of Michigan Department of Natural Resources				
Federal Boating Safety Assistance - Marine Safety Grant	97.012	N/A	-	6,600
Total U.S. Department of Homeland Security			-	224,783
U.S. Department of Transportation:				
Passed through Michigan State Police				
Hazardous Materials Emergency Preparedness Grant	20.703	PT-18-09 / PT-19-29	-	10,603
Passed through State of Michigan Department of Transportation				
Federal Section 5304 Statewide Planning	20.505	N/A	-	49,245
Total U.S. Department of Transportation			-	59,848
U.S. Department of Treasury - Federal Equitable Share Funds	21.016	N/A	-	30
U.S. Department of the Interior, National Park Service -				
Passed through Michigan Department of Natural Resources				
Outdoor Recreation Acquisition, Development, and Planning	15.916	26-01775	-	83,955
U.S. Department of Justice:				
State Criminal Alien Assistance Program	16.606	N/A	-	17,954
Juvenile Justice & Delinquency Prevention	16.540	N/A	-	21,850
Formula Edward Bryne Memorial Justice Assistance	16.738	N/A	-	302,638
Total U.S. Department of Justice			-	342,442
Total federal awards			\$ -	\$ 6,339,911

See notes to schedule of expenditures
of federal awards.

Notes to Schedule of Expenditures of Federal Awards

Year Ended December 31, 2019

Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Livingston County, Michigan (the "County") under programs of the federal government for the year ended December 31, 2019. The information in the 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"). 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 the County.

Note 2 - Summary of Significant Accounting Policies

Expenditures reported in the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available.

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

Schedule of Findings and Questioned Costs

Year Ended December 31, 2019

Section 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 X No
- Significant deficiency(ies) identified that are not considered to be material weaknesses? _____ Yes X None reported
- Noncompliance material to financial statements noted? _____ Yes X None reported

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiency(ies) identified that are not considered to be material weaknesses? _____ Yes X None reported
- Any audit findings disclosed that are required to be reported in accordance with Section 2 CFR 200.516(a)? _____ Yes X No

Identification of major programs:

CFDA Number	Name of Federal Program or Cluster	Opinion
93.563	Child Support Enforcement	Unmodified

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

Auditee qualified as low-risk auditee? X Yes _____ No

Section II - Financial Statement Audit Findings

Current Year None

Section III - Federal Program Audit Findings

Current Year None