

State of Minnesota



Office of the State Auditor

Julie Blaha
State Auditor

Stearns County St. Cloud, Minnesota

Management and Compliance Report

Year Ended December 31, 2019

Description of the Office of the State Auditor

The mission of the Office of the State Auditor is to oversee local government finances for Minnesota taxpayers by helping to ensure financial integrity and accountability in local governmental financial activities.

Through financial, compliance, and special audits, the State Auditor oversees and ensures that local government funds are used for the purposes intended by law and that local governments hold themselves to the highest standards of financial accountability.

The State Auditor performs approximately 100 financial and compliance audits per year and has oversight responsibilities for over 3,300 local units of government throughout the state. The office currently maintains five divisions:

Audit Practice – conducts financial and legal compliance audits of local governments;

Government Information – collects and analyzes financial information for cities, towns, counties, and special districts;

Legal/Special Investigations – provides legal analysis and counsel to the Office and responds to outside inquiries about Minnesota local government law; as well as investigates allegations of misfeasance, malfeasance, and nonfeasance in local government;

Pension – monitors investment, financial, and actuarial reporting for Minnesota’s local public pension funds; and

Tax Increment Financing – promotes compliance and accountability in local governments’ use of tax increment financing through financial and compliance audits.

The State Auditor serves on the State Executive Council, State Board of Investment, Land Exchange Board, Public Employees Retirement Association Board, Minnesota Housing Finance Agency, and the Rural Finance Authority Board.

Office of the State Auditor
525 Park Street, Suite 500
Saint Paul, Minnesota 55103
(651) 296-2551
state.auditor@osa.state.mn.us
www.auditor.state.mn.us

This document can be made available in alternative formats upon request. Call 651-296-2551 [voice] or 1-800-627-3529 [relay service] for assistance; or visit the Office of the State Auditor’s web site: www.auditor.state.mn.us.

**Stearns County
St. Cloud, Minnesota**

Year Ended December 31, 2019



Management and Compliance Report

**Audit Practice Division
Office of the State Auditor
State of Minnesota**

This page was left blank intentionally.

**STEARNS COUNTY
ST. CLOUD, MINNESOTA**

TABLE OF CONTENTS

	<u>Page</u>
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	1
Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance	4
Schedule of Findings and Questioned Costs	8
Corrective Action Plan	11
Summary Schedule of Prior Audit Findings	12
Schedule of Expenditures of Federal Awards	14
Notes to the Schedule of Expenditures of Federal Awards	17

This page was left blank intentionally.



JULIE BLAHA
STATE AUDITOR

STATE OF MINNESOTA OFFICE OF THE STATE AUDITOR

SUITE 500
525 PARK STREET
SAINT PAUL, MN 55103-2139

(651) 296-2551 (Voice)
(651) 296-4755 (Fax)
state.auditor@state.mn.us (E-mail)
1-800-627-3529 (Relay Service)

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Independent Auditor's Report

Board of County Commissioners
Stearns County
St. Cloud, Minnesota

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 discretely presented component unit, each major fund, and the aggregate remaining fund information of Stearns County, Minnesota, 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 September 10, 2020. Our report includes a reference to other auditors who audited the financial statements of the Housing and Redevelopment Authority (HRA) of Stearns County, the discretely presented component unit, for the year ended June 30, 2019, as described in our report on the County'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.

Internal Control Over Financial Reporting

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

A deficiency in internal control over financial reporting 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 combination of deficiencies, in internal control over financial reporting 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 combination of deficiencies, in internal control over financial reporting that is less severe than a material weakness, yet important enough to merit the attention of those charged with governance.

Our consideration of internal control over financial reporting 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 financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting 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 Stearns 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*.

Minnesota Legal Compliance

In connection with our audit, nothing came to our attention that caused us to believe that Stearns County failed to comply with the provisions of the contracting and bidding, deposits and investments, conflicts of interest, public indebtedness, claims and disbursements, and miscellaneous provisions sections of the *Minnesota Legal Compliance Audit Guide for Counties*, promulgated by the State Auditor pursuant to Minn. Stat. § 6.65, insofar as they relate to accounting matters. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding the County's noncompliance with the above referenced provisions, insofar as they relate to accounting matters.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control over financial reporting, compliance, and the provisions of the *Minnesota Legal Compliance Audit Guide for Counties* and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting 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 over financial reporting and compliance. Accordingly, this communication is not suitable for any other purpose.

/s/Julie Blaha

JULIE BLAHA
STATE AUDITOR

September 10, 2020

/s/Greg Hierlinger

GREG HIERLINGER, CPA
DEPUTY STATE AUDITOR

This page was left blank intentionally.



JULIE BLAHA
STATE AUDITOR

STATE OF MINNESOTA OFFICE OF THE STATE AUDITOR

SUITE 500
525 PARK STREET
SAINT PAUL, MN 55103-2139

(651) 296-2551 (Voice)
(651) 296-4755 (Fax)
state.auditor@state.mn.us (E-mail)
1-800-627-3529 (Relay Service)

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE

Independent Auditor's Report

Board of County Commissioners
Stearns County
St. Cloud, Minnesota

Report on Compliance for Each Major Federal Program

We have audited Stearns County's 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 each of the County's major federal programs for the year ended December 31, 2019. Stearns County's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

Stearns County's basic financial statements include the operations of the Housing and Redevelopment Authority (HRA) of Stearns County component unit, which expended \$1,506,711 in federal awards during the year ended June 30, 2019, which are not included in the Schedule of Expenditures of Federal Awards. Our audit, described below, did not include the operations of HRA of Stearns County because other auditors were engaged to perform a single audit in accordance with the Uniform Guidance.

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.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Stearns County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted

in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Stearns 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, Stearns 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, 2019.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance, which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying Schedule of Findings and Questioned Costs as item 2019-001. Our opinion on each major federal program is not modified with respect to this matter.

Stearns County's response to the noncompliance finding 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.

Report on Internal Control Over Compliance

Management of Stearns 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 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 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 the attention of 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. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we did identify a deficiency in internal control over compliance, described in the accompanying Schedule of Findings and Questioned Costs as item 2019-001, that we consider to be a significant deficiency.

Stearns County's response to the internal control over compliance finding 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 discretely presented component unit, each major fund, and the aggregate remaining fund information of Stearns County, Minnesota, as of and for the year ended December 31, 2019, including the Housing and Redevelopment Authority of Stearns County component unit as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We have issued our report thereon dated September 10, 2020, which contained unmodified opinions on those financial statements. We did not audit the financial statements of the HRA of Stearns County component unit, which was audited by other auditors. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Stearns County's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards (SEFA) as required by the Uniform Guidance is presented for

purposes of additional analysis and is not a required part of the basic financial statements. The SEFA 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. Such 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 SEFA is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

/s/Julie Blaha

JULIE BLAHA
STATE AUDITOR

/s/Greg Hierlinger

GREG HIERLINGER, CPA
DEPUTY STATE AUDITOR

September 10, 2020

**STEARNS COUNTY
ST. CLOUD, MINNESOTA**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2019**

I. SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with generally accepted accounting principles: **Unmodified**

Internal control over financial reporting:

- Material weaknesses identified? **No**
- Significant deficiencies identified? **None reported**

Noncompliance material to the financial statements noted? **No**

Federal Awards

Internal control over major programs:

- Material weaknesses identified? **No**
- Significant deficiencies identified? **Yes**

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)? **Yes**

The major federal programs are:

Highway Planning and Construction Cluster	
Highway Planning and Construction	CFDA No. 20.205
TANF Cluster	
Temporary Assistance for Needy Families	CFDA No. 93.558

The threshold for distinguishing between Types A and B programs was \$750,000.

Stearns County qualified as a low-risk auditee? **Yes**

**STEARNS COUNTY
ST. CLOUD, MINNESOTA**

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2019

II. FINDINGS RELATED TO FINANCIAL STATEMENTS AUDITED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

None.

III. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARD PROGRAMS

Finding Number: 2019-001

Prior Year Finding Number: N/A

Repeat Finding Since: N/A

Family Home Visiting Eligibility

Program: U.S. Department of Health and Human Services' Temporary Assistance for Needy Families (CFDA No. 93.558), Award No's. 2017G996115 and 1801MNTANF, 2019.

Pass-Through Agency: Minnesota Department of Health

Criteria: Title 2 U.S. Code of Federal Regulations § 200.303 states that the auditee must establish and maintain effective internal control over the federal award that provides reasonable assurance that the auditee is managing the federal award in compliance with federal statutes, regulations, and the terms and conditions of the federal award.

The Minnesota Department of Health's Temporary Assistance for Needy Families (TANF) Grant Guidelines state that eligibility determinations must occur at least once every 12 months.

Condition: In a sample of eight Family Home Visiting case files reviewed for eligibility, two cases had no documentation to support the eligibility determination. In addition, none of the eight case files tested had evidence that redeterminations had been performed every 12 months.

Questioned Costs: None.

**STEARNS COUNTY
ST. CLOUD, MINNESOTA**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2019**

Context: The County uses PH-Doc to document eligibility criteria.

The sample size was based on guidance from chapter 11 of the AICPA Audit Guide, *Government Auditing Standards and Single Audits*.

Effect: The lack of documentation to support eligibility determinations and redeterminations increases the risk that participants will receive benefits when they are not eligible.

Cause: We were informed by County staff that turnover in personnel and lack of information were both factors in not documenting eligibility redeterminations.

Recommendation: We recommend the County implement oversight procedures to ensure documentation to support eligibility determinations and redeterminations are completed and maintained on file.

View of Responsible Official: Acknowledged

IV. PREVIOUSLY REPORTED ITEM RESOLVED

2018-001 Contract Compliance

This page was left blank intentionally.



Office of the County Auditor-Treasurer

Administration Center Rm 148 • 705 Courthouse Square • St. Cloud, MN 56303

320-656-3900 • FAX 320-656-3916

Randy R. Schreifels, County Auditor-Treasurer

**REPRESENTATION OF STEARNS COUNTY
ST. CLOUD, MINNESOTA**

**CORRECTIVE ACTION PLAN
FOR THE YEAR ENDED DECEMBER 31, 2019**

Finding Number: 2019-001

Finding Title: Family Home Visiting Eligibility

Program: Temporary Assistance for Needy Families (CFDA No. 93.558)

Name of Contact Person Responsible for Corrective Action:

Janet Goligowski, MS Public Health Director

Corrective Action Planned:

The County will implement a process to conduct annual eligibility redeterminations by October 1, 2020. Eligibility redeterminations will be entered in PH docs system of record.

Anticipated Completion Date:

December 31, 2020

This page was left blank intentionally.



Office of the County Auditor-Treasurer

Administration Center Rm 148 • 705 Courthouse Square • St. Cloud, MN 56303

320-656-3900 • FAX 320-656-3916

Randy R. Schreifels, County Auditor-Treasurer

**REPRESENTATION OF STEARNS COUNTY
ST. CLOUD, MINNESOTA**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2019**

Finding Number: 2018-001

Finding Title: Contract Compliance

Summary of Condition: During 2018, the County entered into numerous contracts for the Service Center expansion project. None of the project specifications or contracts included the prompt pay notice to bidder language requiring prime contractors to pay subcontractors within ten days. In addition, the signed responsible bidder verifications were not obtained from the contractors at the time of the solicitation as required by statute.

Summary of Corrective Action Previously Reported: With recent turnover in both the Facilities Manager and Purchasing Director positions, the responsible parties will collaborate to review procedures and verify that all Minnesota State Statute requirements are accumulated into a checklist format to ensure future compliance.

Status: Fully Corrected. Corrective action was taken.

Was corrective action taken significantly different than the action previously reported?

Yes _____ No X

Finding Number: 2013-001

Finding Title: Eligibility

Program: Medical Assistance Program (CFDA No. 93.778)

Summary of Condition: A sample of 15 Medical Assistance Program case files was tested for controls over, and compliance with, the eligibility requirements of the program. Of the case files selected, two instances were noted where health insurance information in MAXIS did not match what was in the case file, and two case files had asset information noted in MAXIS that were not supported.

Summary of Corrective Action Previously Reported: Healthcare (MA) Supervisors and Financial Program Specialists perform 10 random quality assurance (QA) checks for compliance: income matches, asset verifications, and application completion until 95 percent accuracy is met. The random checks are currently being done with weekly QA's. Ten random QA's will continue monthly once 95 percent accuracy is achieved for at least 4 weeks.

In September 2018, the department added a 0.5 FTE position to QA to conduct reviews and provide identified training for staff on an ongoing basis.

Effective March 2019, the department added an additional 1 FTE to QA to specifically focus on MA review of case documentation accuracy, timeliness and completeness. In addition, the FTE will conduct additional training for staff working with MA clients.

Status: Not Corrected. As is indicated in the 2017 Corrective Action Plan, random regular case actions continue to be conducted on a daily basis. September 2018, the department added an additional 1 FTE to specifically focus on MA review of case documentation, accuracy, timeliness and completeness.

2019 data reflects the need to continue enhancing QA efforts to reach realtime eligibility results in the Medical Assistance area. While this will take some systems updating through the State, training enhancements onsite at Stearns County should continue to yield positive movement towards acceptable case audit reviews.

Was corrective action taken significantly different than the action previously reported?

Yes _____ No X

**STEARNS COUNTY
ST. CLOUD, MINNESOTA**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2019**

Federal Grantor Pass-Through Agency Program or Cluster Title	Federal CFDA Number	Pass-Through Grant Numbers	Expenditures	Passed Through to Subrecipients
U.S. Department of Agriculture				
Passed through Minnesota Department of Health				
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	192MN004W1006	\$ 528,843	\$ -
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	202MN004W1006	324,115	-
(Total Special Supplemental Nutrition Program for Women, Infants, and Children 10.557 \$852,958)				
Passed through Minnesota Department of Human Services				
SNAP Cluster				
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	192MN101S2514	1,158,948	-
Total U.S. Department of Agriculture			\$ 2,011,906	\$ -
U.S. Department of Justice				
Direct				
State Criminal Alien Assistance Program	16.606		\$ 73,622	\$ -
Edward Byrne Memorial Justice Assistance Grant Program	16.738		30,139	15,070
Passed through Minnesota Department of Public Safety				
Crime Victim Assistance	16.575	A-CVS-2020- STEARNAO-00049	106,728	-
Total U.S. Department of Justice			\$ 210,489	\$ 15,070
U.S. Department of Transportation				
Passed through Minnesota Department of Transportation				
Highway Planning and Construction Cluster				
Highway Planning and Construction	20.205	27-7318255	\$ 3,286,138	\$ -
Highway Planning and Construction	20.205	27-7319202	413,454	-
Highway Planning and Construction	20.205	27-731726	126,440	-
Highway Planning and Construction	20.205	27-7319226	165,475	-
(Total Highway Planning and Construction 20.205 \$3,991,507)				
Passed through City of Saint Cloud, Minnesota				
Highway Safety Cluster				
State and Community Highway Safety	20.600	Not Provided	8,802	-
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	Not Provided	17,055	-
(Total Minimum Penalties for Repeat Offenders for Driving While Intoxicated 20.608 \$28,482)				
Highway Safety Cluster				
National Priority Safety Programs	20.616	Not Provided	3,100	-
(Total National Priority Safety Program 20.616 \$7,478)				
Passed through Minnesota Department of Public Safety				
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	A-OFFICR20-2020- STEARNSSD-013	11,427	-
(Total Minimum Penalties for Repeat Offenders for Driving While Intoxicated 20.608 \$28,482)				

**STEARNS COUNTY
ST. CLOUD, MINNESOTA**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2019
(Continued)**

Federal Grantor Pass-Through Agency Program or Cluster Title	Federal CFDA Number	Pass-Through Grant Numbers	Expenditures	Passed Through to Subrecipients
U.S. Department of Transportation				
Passed through Minnesota Department of Public Safety (Continued) Highway Safety Cluster				
National Priority Safety Programs (Total National Priority Safety Program 20.616 \$7,478)	20.616	A-OFFICR20-2020- STEARNSSD-013	4,378	-
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	F-HMEP-2018- STEARNCO-2988	5,952	-
Total U.S. Department of Transportation			\$ 4,042,221	\$ -
U.S. Department of Health and Human Services				
Passed through Minnesota Department of Health				
Public Health Emergency Preparedness	93.069	NU90TP921911-01-00	\$ 38,838	\$ -
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements	93.074	NU90TP921911-01-00	53,855	-
Early Hearing Detection and Intervention	93.251	H61MC0035-16-02	1,675	-
Immunization Cooperative Agreements	93.268	5H23IP000737	12,500	-
Immunization Cooperative Agreements (Total Immunization Cooperative Agreements 93.268 \$15,200)	93.268	6 NH23IP000737-05-02	2,700	-
Early Hearing Detection and Intervention Information System (EHDI-IS) Surveillance Program	93.314	NUR3DD000842-60-00	300	-
PPHF Capacity Building Assistance to Strengthen Public Health Immunization Infrastructure and Performance Financed in Part by Prevention and Public Health Funds	93.539	5H23IP000737	16,465	-
PPHF Capacity Building Assistance to Strengthen Public Health Immunization Infrastructure and Performance Financed in Part by Prevention and Public Health Funds (Total PPHF Capacity Building Assistance to Strengthen Public Health Immunization Infrastructure and Performance Financed in Part by Prevention and Public Health Funds 93.539 \$21,265)	93.539	41-600-7162	4,800	-
TANF Cluster				
Temporary Assistance for Needy Families	93.558	1801MNTANF	43,062	-
Temporary Assistance for Needy Families (Total Temporary Assistance for Needy Families 93.558 \$1,922,121)	93.558	2017G996115	39,709	-
Medicaid Cluster				
Medical Assistance Program (Total Medical Assistance Program 93.778 \$4,694,434)	93.778	5H23IP000737	46,349	-
Maternal, Infant, and Early Childhood Home Visiting Grant	93.870	X10MC32199 X10MC31149	664,868	-
HIV Care Formula Grants	93.917	1 X08HA31246-02-00	112,500	-
Maternal and Child Health Services Block Grant to the States	93.994	B04MC29349 B04MC30621	100,952	-
Maternal and Child Health Services Block Grant to the States (Total Maternal and Child Health Services Block Grant to the States 93.994 \$147,502)	93.994	B04MC32551	46,550	-
Passed through Minnesota Department of Human Services				
Projects for Assistance in Transition from Homelessness (PATH)	93.150	2X06SM016024-18	10,369	-
Promoting Safe and Stable Families	93.556	G-1801MNFPS	56,379	-
TANF Cluster				
Temporary Assistance for Needy Families (Total Temporary Assistance for Needy Families 93.558 \$1,922,121)	93.558	1901MNTANF	1,839,350	1,423,128

**STEARNS COUNTY
ST. CLOUD, MINNESOTA**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2019
(Continued)**

Federal Grantor Pass-Through Agency Program or Cluster Title	Federal CFDA Number	Pass-Through Grant Numbers	Expenditures	Passed Through to Subrecipients
U.S. Department of Health and Human Services				
Passed through Minnesota Department of Human Services (Continued)				
Child Support Enforcement	93.563	1901MNCSES	374,073	-
Child Support Enforcement (Total Child Support Enforcement 93.563 \$1,680,246)	93.563	1901MNCST	1,306,173	-
Refugee and Entrant Assistance – State Administered Programs	93.566	1901MNRMA	947	-
Community-Based Child Abuse Prevention Grants CCDF Cluster	93.590	G-1801MNBCAP	10,790	-
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	G1901MNCCDF	111,266	-
Stephanie Tubbs Jones Child Welfare Services Program	93.645	G-1801MNCWSS	16,435	-
Foster Care – Title IV-E	93.658	1801MNFOST	1,742	-
Foster Care – Title IV-E (Total Foster Care – Title IV-E 93.658 \$629,841)	93.658	1901MNFOST	628,099	-
Social Services Block Grant	93.667	G-1901MNSOSR	652,716	-
John H. Chafee Foster Care Program for Successful Transition to Adulthood	93.674	G-1901MNCILP	23,685	-
Medicaid Cluster				
Medical Assistance Program	93.778	1905MN5ADM	4,337,318	-
Medical Assistance Program (Total Medical Assistance Program 93.778 \$4,694,434)	93.778	1905MN5MAP	310,767	-
Block Grants for Prevention and Treatment of Substance Abuse	93.959	2B08TIO10027-18	1,300	-
Total U.S. Department of Health and Human Services			\$ 10,866,532	\$ 1,423,128
U.S. Department of Homeland Security				
Passed through Minnesota Department of Natural Resources				
Boating Safety Financial Assistance	97.012	Not Provided	\$ 4,876	\$ -
Passed through Minnesota Department of Public Safety				
Emergency Management Performance Grants	97.042	F-EMPG-2018-STEARNCO-099	6,000	-
Passed Through Central Minnesota Emergency Services Board				
Homeland Security Grant Program	97.067	A-DEC-SHSP-2018-CMESB-002	375	-
Total U.S. Department of Homeland Security			\$ 11,251	\$ -
Total Federal Awards			\$ 17,142,399	\$ 1,438,198
Totals by Cluster				
Total expenditures for SNAP Cluster			\$ 1,158,948	
Total expenditures for Highway Planning and Construction Cluster			3,991,507	
Total expenditures for Highway Safety Cluster			16,280	
Total expenditures for TANF Cluster			1,922,121	
Total expenditures for Medicaid Cluster			4,694,434	
Total expenditures for CCDF Cluster			111,266	

This page was left blank intentionally.

**STEARNS COUNTY
ST. CLOUD, MINNESOTA**

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2019**

1. Summary of Significant Accounting Policies

A. Reporting Entity

The Schedule of Expenditures of Federal Awards presents the activities of federal award programs expended by Stearns County. The County's reporting entity is defined in Note 1 to the financial statements. Stearns County's financial statements include the operations of the Housing and Redevelopment Authority (HRA) of Stearns County component unit, which expended \$1,506,711 in federal awards during the year ended June 30, 2019. Those expenditures are not included in the County's Schedule of Expenditures of Federal Awards because the HRA of Stearns County had a separate single audit.

B. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Stearns County under programs of the federal government for the year ended December 31, 2019. 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 Stearns County, it is not intended to and does not present the financial position, changes in net position, or cash flows of Stearns County.

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

2. De Minimis Cost Rate

Stearns County has elected to use the ten percent de minimis indirect cost rate allowed under the Uniform Guidance.

**STEARNS COUNTY
ST. CLOUD, MINNESOTA**

3. Reconciliation to Schedule of Intergovernmental Revenue

Federal grant revenue per Schedule of Intergovernmental Revenue	\$ 16,824,856
Grants received more than 60 days after year-end, unavailable in 2019	
Highway Planning and Construction	24,723
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements	25,459
Early Hearing Detection and Intervention	700
Immunization Cooperative Agreements	4,845
Promoting Safe and Stable Families	19,397
Temporary Assistance for Needy Families	475,556
Stephanie Tubbs Jones Child Welfare Services Program	4,756
Foster Care – Title IV-E	106,237
John H. Chafee Foster Care Program for Successful Transition to Adulthood	5,664
Medical Assistance Program	27,451
Community-Based Child Abuse Prevention Grants	3,317
Maternal and Child Health Services Block Grant to the States	46,550
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	9,373
Unavailable in 2018, recognized as revenue in 2019	
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	(6,013)
Temporary Assistance for Needy Families	(401,475)
Stephanie Tubbs Jones Child Welfare Services Program	(6,497)
John H. Chafee Foster Care Program for Successful Transition to Adulthood	(12,539)
Promoting Safe and Stable Families	(9,961)
	<hr/>
Expenditures Per Schedule of Expenditures of Federal Awards	<u>\$ 17,142,399</u>