

County of Kent,
Michigan



9-Month Period
Ended September 30,
2023

Single Audit Act
Compliance

Rehmann

COUNTY OF KENT, MICHIGAN

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**INDEPENDENT AUDITORS' REPORT ON THE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
REQUIRED BY THE UNIFORM GUIDANCE**

March 19, 2024

Honorable Members of the
Board of Commissioners
County of Kent
Grand Rapids, 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 the **County of Kent, Michigan** (the "County"), as of September 30, 2023 and for the 9-month period then ended, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated March 19, 2024 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 Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (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.

Rehmann Lobson LLC



COUNTY OF KENT, MICHIGAN

Schedule of Expenditures of Federal Awards

For the Period Ended September 30, 2023

Federal Agency / Cluster / Program Title	Assistance Listing Number	Passed Through	Pass-through / Grantor Number	Total Subawards	Federal Expenditures
U.S. Department of Agriculture					
Child Nutrition Cluster:					
Breakfast Program	10.553	MDE	41-000-8003A	\$ -	\$ 52,653
Commodities (non-cash assistance)	10.555	MDE	41-000-8003	-	8,933
Lunch Program	10.555	MDE	41-000-8003A	-	133,534
				-	142,467
Total Child Nutrition Cluster				-	195,120
Supplemental Nutrition Program for Women, Infants, and Children (WIC):					
Resident Services Administration (FY 2023)	10.557	MDHHS	232MI003W1003	73,218	2,230,960
Breastfeeding Peer Counseling (FY 2023)	10.557	MDHHS	222MI013W5003	-	65,211
Breastfeeding Peer Counseling (FY 2023)	10.557	MDHHS	232MI003W1003	-	96,177
Breastfeeding Peer Counseling (FY 2023)	10.557	MDHHS	232MI013W5003	-	12,842
				73,218	2,405,190
Food Distribution Cluster:					
Commodity Supplemental Food Program:					
Cash Assistance (FY 2022)	10.565	MDE	FY2022	-	57,947
Commodity Assistance (Non-Cash Assistance) (FY 2022)	10.565	MDE	FY2022	-	169,487
				-	227,434
Emergency Food Assistance Program:					
Administrative Costs (FY 2023)	10.568	MDE	FY2023	-	297,353
Emergency Food Assistance Program:					
Food Commodities (FY 2022)	10.569	MDE	FY2022	-	382,879
Total Food Distribution Cluster				-	907,666
Team Nutrition Grants	10.574	MDE	-n/a-	-	3,200
Total U.S. Department of Agriculture				73,218	3,511,176
U.S. Department of Housing and Urban Development					
CDBG - Entitlement Grants Cluster:					
Community Development Block Grant - Entitlement Grants:					
2014-2015 Award	14.218	Direct	B-14-UC-26-0004	150,533	303,199
2018-2019 Award	14.218	Direct	B-18-UC-26-0004	-	178,567
2019-2020 Award	14.218	Direct	B-19-UC-26-0004	-	73,686
2020-2021 Award	14.218	Direct	B-20-UC-26-0004	-	126,574
2021-2022 Award	14.218	Direct	B-21-UC-26-0004	-	429,211
2022-2023 Award	14.218	Direct	B-22-UC-26-0004	-	697,634
2023-2024 Award	14.218	Direct	B-23-UC-26-0004	51,044	164,902
COVID-19 CDBG Award	14.218	Direct	B-20-UW-26-0004	14,773	1,566,268
Total CDBG - Entitlement Grants Cluster				216,350	3,540,041
Emergency Solutions Grant:					
Homelessness Prevention and Rapid Rehousing program:					
2021-2022 Award	14.231	Direct	E-21-UC-26-0004	142,291	145,768
2022-2023 Award	14.231	Direct	E-22-UC-26-0004	35,990	40,294
COVID-19 Emergency Solutions Grants Program - CARES Act Funding					
	14.231	Direct	E-20-UW-26-0004	488,708	501,961
				666,989	688,023
HOME Investment Partnerships Program (HOME):					
2021-2022 Award	14.239	Direct	M-21-DC-26-0221	73,151	73,151
2022-2023 Award	14.239	Direct	M-22-DC-26-0221	30,308	30,308
2023-2024 Award	14.239	Direct	M-23-DC-26-0221	-	18,122
COVID-19 HOME ARPA Award	14.239	Direct	M-21-DP-26-0221	-	35,034
				103,459	156,615

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COUNTY OF KENT, MICHIGAN

Schedule of Expenditures of Federal Awards

For the Period Ended September 30, 2023

Federal Agency / Cluster / Program Title	Assistance Listing Number	Passed Through	Pass-through / Grantor Number	Total Subawards	Federal Expenditures
U.S. Department of Housing and Urban Development (Concluded)					
Housing Voucher Cluster:					
Section 8 Housing Choice Voucher Program:					
Family Services Coordinator 2023 Award	14.871	Direct	FSS23MI5588	\$ -	\$ 80,246
Housing Choice Voucher 2021 Award	14.871	Direct	MI198VO	-	7,283
Housing Choice Voucher 2022 Award	14.871	Direct	MI198VO	-	300,250
Housing Choice Voucher 2023 Award	14.871	Direct	MI198VO	-	2,701,862
Veterans 2021 Award	14.871	Direct	MI198VO	-	47
Veterans 2022 Award	14.871	Direct	MI198VO	-	26,206
Veterans 2023 Award	14.871	Direct	MI198VO	-	952,470
Total Housing Voucher Cluster				-	4,068,364
Total U.S. Department of Housing and Urban Development				986,798	8,453,043
U.S. Department of Justice					
OVC FY 2021 Collaborative Model Task Force to Combat Human Trafficking	16.320	Direct	15POVC-21-GK-04068-HT	-	171,614
State Criminal Alien Assistance Program (FY 2022)	16.606	Direct	15PBJA-22-RR-05412-SCAA	-	108,284
Byrne Memorial Justice Assistance Grant Program	16.738	MSP	2020-MU-BX-0011	-	50,219
Harold Rogers Prescription Drug Monitoring Program	16.754	MSP	2018-AR-BX-K037	-	54,969
Equitable Sharing Program	16.922	Direct	MI4114100	-	819
Total U.S. Department of Justice				-	385,905
U.S. Department of Transportation					
Highway Safety Cluster:					
State and Community Highway Safety	20.600	WYO	PT-23-22	-	13,895
Alcohol Impaired Driving Countermeasures Incentive Grants I	20.601	SCAO	25316	-	51,825
Total Highway Safety Cluster				-	65,720
Hazardous Materials Emergency Planning (FY 2023)	20.703	MSP	693JK32240063HMEP	-	21,488
Total U.S. Department of Transportation				-	87,208
U.S. Department of Treasury					
COVID-19 Emergency Rental Assistance Program:					
Coronavirus Emergency Rental Assistance Housing Stability Services	21.023	HWMUW	HML-2022-Heart of-1148-CERAHSS	-	129,872
COVID-19 Coronavirus State and Local Fiscal Recovery Funds:					
Coronavirus State and Local Fiscal Recovery Funds - Direct Allocation	21.027	Direct	-n/a-	-	31,487,479
Local Assistance and Tribal Consistency Fund	21.032	Direct	-n/a-	-	50,000
Total U.S. Department of Treasury				-	31,667,351
U.S. Environmental Protection Agency					
Drinking Water State Revolving Fund Cluster:					
Capitalization Grants for Drinking Water State Revolving Funds (FY 2023)	66.468	EGLE	FS975487-21	-	3,391
U.S. Department of Energy					
Weatherization Assistance Program:					
Weatherization Assistance for Low-Income Persons (FY 2021-2022)	81.042	MDHHS	WAP16-41016-7	-	217,575
Weatherization Assistance for Low-Income Persons (FY 2022-2023)	81.042	MDHHS	E20235366-00	-	74,260
Weatherization - Bipartisan Infrastructure Law - 2023	81.042	MDHHS	E20234615-00	-	164,607
Total U.S. Department of Energy				-	456,442

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COUNTY OF KENT, MICHIGAN

Schedule of Expenditures of Federal Awards

For the Period Ended September 30, 2023

Federal Agency / Cluster / Program Title	Assistance Listing Number	Passed Through	Pass-through / Grantor Number	Total Subawards	Federal Expenditures
U.S. Department of Health and Human Services					
Aging Cluster:					
Special Programs for the Aging - Title III, Part B (FY 2023)	93.044	AAAWM	61.10-FY2023	\$ -	\$ 33,041
Nutrition Services Incentive Program (FY 2022-2023)	93.053	AAAWM	61.10-FY2023	-	9,679
Total Aging Cluster				-	42,720
Public Health Emergency Preparedness	93.069	MDHHS	NU90TP922062	-	50,779
Tuberculous Control Program:					
Tuberculosis Control Program (FY 2023)	93.116	MDHHS	NU52PS910173	-	9,432
U4U Tuberculosis Services (FY 2023)	93.116	MDHHS	NU52PS910173	-	9,478
				-	18,910
Sexual Violence Prevention:					
Injury Prevention and Control Research (FY2023)	93.136	MDHHS	NUF2CE002482	-	70,587
Community Programs to Improve Minority Health:					
COVID-19 Advancing Health Literacy to Enhance Equitable Community Response to COVID-19	93.137	Direct	1 CPIMP211301-01-02	-	872,431
Substance Abuse and Mental Health Services Administration:					
Circuit Mental Health Court Expansion	93.243	MDHHS	6H79TI081955	-	259,320
Immunization Cooperative Agreements:					
Children's Special Healthcare Services Vaccine Initiative (FY 2023)	93.268	MDHHS	NH23IP922635	-	15,735
COVID-19 COVID Immunizations (FY 2023)	93.268	MDHHS	NH23IP922635	79,842	432,300
Immunization & Vaccine Program (FY 2023)	93.268	MDHHS	NH23IP922635	-	206,882
Immunization Field Services Rep (FY 2023)	93.268	MDHHS	NH23IP922635	-	3,750
Immunizations -Fixed Fees (FY 2023)	93.268	MDHHS	NH23IP922635	-	11,150
Vaccines (non-cash assistance) (FY 2023)	93.268	MDHHS	-n/a-	-	553,860
				79,842	1,223,677
Epidemiology and Laboratory Capacity for Infectious Diseases:					
COVID-19 Contact Tracing and Testing Coordination (FY 2023)	93.323	MDHHS	NU50CK000510	-	431,699
COVID-19 Mobile Testing (FY 2023)	93.323	MDHHS	NU50CK000510	-	170,314
Lab Capacity SEWER Network (FY 2023)	93.323	MDHHS	NU50CK000510	783,320	803,947
Reopening Schools (FY 2023)	93.323	MDHHS	NU50CK000510	-	165,007
West Nile Virus (FY 2022)	93.323	MDHHS	NU50CK000510	-	9,500
				783,320	1,580,467
COVID-19 Public Health Crisis Response: Cooperative Agreement for Emergency Response:					
COVID Public Health Workforce (FY 2023)	93.354	MDHHS	NU90TP922186	-	(4,278)
COVID Public Health Workforce (FY 2023)	93.354	MDHHS	-n/a-	-	(530)
				-	(4,808)
COVID-19 COVID Health Disparities - Community Information Exchange	93.391	MDHHS	NU750T000078	-	32,658
Strengthening Public Health Systems and Services:					
NACCHO - Health Equity and Overdose Mentorship	93.421	NACCHO	5NU38OT000306-05-00	-	16,045
Low-Income Household Water Assistance Program:					
WACAA 2023	93.499	MDHHS	E20235020-00	-	34,760
WACAP 2023	93.499	MDHHS	E20234469-001	-	257,221
				-	291,981
Health Resources and Services Administration:					
Public Health Training Centers Program (FY 2023)	93.516	UM	2-UB6-HP-31684-05	-	4,270
Public Health Training Centers Program (FY 2023)	93.516	UM	5-UB6-HP-31684-06	-	1,861
				-	6,131

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COUNTY OF KENT, MICHIGAN

Schedule of Expenditures of Federal Awards

For the Period Ended September 30, 2023

Federal Agency / Cluster / Program Title	Assistance Listing Number	Passed Through	Pass-through / Grantor Number	Total Subawards	Federal Expenditures
U.S. Department of Health and Human Services (Continued)					
Child Support Enforcement:					
Title IV-D - Incentive Payments (FY 2022-2023)	93.563	MDHHS	CS/FOC-17-41001	\$ -	\$ 894,438
Title IV-D - Friend of the Court (FY 2022-2023)	93.563	MDHHS	CS/FOC-17-41001	-	3,975,503
Title IV-D - Prosecuting Attorney (FY 2022-2023)	93.563	MDHHS	CSPA-17-41002	-	1,079,077
				-	5,949,018
Refugee and Entrant Assistance State/Replacement Designee Adm Program:					
Refugee Cash and Medical Assistance					
Screening (FY 2023)	93.566	MDHHS	21XXMIRCMA	-	359,782
Regional Community Collaborative	93.566	DLEO	RCC23-9903	-	76,814
				-	436,596
Low-Income Home Energy Assistance:					
Low-Income Home Energy Assistance (FY 2021-2022)	93.568	MDHHS	E20230566-00	-	20,601
Low-Income Home Energy Assistance (FY 2021-2022)	93.568	MDHHS	E20230567-00	-	178,320
Michigan Energy Assistance Program (FY 2022-2023)	93.568	YMCA	E20231467-00	-	5,781
Michigan Energy Assistance Program (FY 2022-2023)	93.568	YMCA	E20231468-00	-	(3,862)
				-	200,840
Community Services Block Grant:					
Community Services Block Grant (FY 2021-2023)	93.569	MDHHS	E20230569-001	-	167,742
Community Services Block Grant (FY 2022-2024)	93.569	MDHHS	E20234454-001	-	692,056
				-	859,798
Grants to States for Access and Visitation Programs:					
Access and Visitation Grant (FY 2022-2023)	93.597	SCAO	SCAO-2023-015	-	12,570
Foster Care Title IV-E:					
IV E Foster Care Program	93.658	SCAO	E20231861-001	-	186,553
Lead Hazard Control Grant:					
Children's Health Insurance Program (FY 2022-2023)	93.767	CGR	88133-8387	-	3,513
Children's Health Insurance Program (FY 2022-2023)	93.767	CGR	E20232653-00	-	91,573
				-	95,086
Medicaid Cluster:					
CSHCS Care Coordination Services (FY 2023)	93.778	MDHHS	2301MI5MAP	-	1,735
CSHCS Care Coordination Services (FY 2023)	93.778	MDHHS	2305MI5ADM	-	5,957
CSHCS Care Coordination Services (FY 2023)	93.778	MDHHS	2405MI5ADM	-	3,563
CSHCS Care Coordination Services (FY 2023)	93.778	MDHHS	2405MI5MAP	-	2,045
CSHCS Medicaid Outreach (FY 2023)	93.778	MDHHS	2305MI5ADM	-	55,905
CSHCS Medicaid Outreach (FY 2023)	93.778	MDHHS	2405MI5ADM	-	69,246
CSHCS Medicaid Outreach and Advocacy (FY 2023)	93.778	MDHHS	2305MI5ADM	-	77,154
Elevated Blood Lead Case Management (FY 2023)	93.778	MDHHS	2305MI5MAP	-	9,386
Elevated Blood Lead Case Management (FY 2023)	93.778	MDHHS	2405MI5MAP	-	5,760
Medicaid Outreach - WIC/Imms (FY 2023)	93.778	MDHHS	2305MI5ADM	-	83,661
Medicaid Outreach - WIC/Imms (FY 2023)	93.778	MDHHS	2405MI5ADM	-	47,196
Medicaid Outreach and Advocacy (FY 2023)	93.778	MDHHS	2305MI5ADM	388,010	474,948
Medicaid Outreach and Advocacy (FY 2023)	93.778	MDHHS	2405MI5ADM	220,881	270,372
Nurse Family Partnership Medicaid Outreach (FY 2023)	93.778	MDHHS	2305MI5ADM	-	99,892
Nurse Family Partnership Medicaid Outreach (FY 2023)	93.778	MDHHS	2405MI5ADM	-	131,589
Nurse Family Partnership Services (FY 2023)	93.778	MDHHS	2305MI5ADM	-	54,673
Strong Beginnings Medicaid Match (FY2023)	93.778	SPEC	20220008-00	-	84,085
Total Medicaid Cluster				608,891	1,477,167
State Targeted Response to the Opioid Crisis:					
State Opioid Response Part 2 (FY 2023)	93.788	LRE	H79TI085750	-	50,407
Maternal, Infant and Early Childhood Home Visiting Program:					
Maternal, Infant and Early Childhood Home Visiting (FY 2023)	93.870	MDHHS	X1043588	-	208,134
Maternal, Infant and Early Childhood Home Visiting (FY 2023)	93.870	MDHHS	X1046872	-	(62,592)
COVID-19 Maternal, Infant and Early Childhood Home Visiting - ARPA (FY 2023)	93.870	MDHHS	X1145302	-	36,532
				-	182,074

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COUNTY OF KENT, MICHIGAN

Schedule of Expenditures of Federal Awards

For the Period Ended September 30, 2023

Federal Agency / Cluster / Program Title	Assistance Listing Number	Passed Through	Pass-through / Grantor Number	Total Subawards	Federal Expenditures
U.S. Department of Health and Human Services (Concluded)					
National Bioterrorism Hospital Preparedness Program: PHEP (10/1/22 - 6/30/23)	93.889	MDHHS	U3REP190584	\$ -	\$ 116,820
Breast and Cervical Cancer Control Program: Cancer Prevention and Control Programs (FY 2023)	93.898	MDHHS	NU58DP007126	-	106,287
Strong Beginnings Program: Healthy Start Initiative (FY 2022-2023)	93.926	SPEC	5H49MC03591-19-01	-	45,368
Healthy Start Initiative (FY 2023-2024)	93.926	CORE	5H49MC03591-20-00	-	86,521
				-	131,889
HIV Prevention Activities: HIV Prevention (FY 2023)	93.940	MDHHS	NU62PS924530	-	94,204
Cooperative Agreements to Support State-Based Safe Motherhood and Infant Health Initiative Programs	93.946	MDHHS	NU58DP007238	-	389
Block Grants for Prevention and Treatment of Substance Abuse: COVID-19 Supplemental (FY 2023)	93.959	LRE	B08T1083503	-	81,903
Preventative Health and Health Services Block Grant: Eastern Equine Encephalitis Virus Surveillance Project (FY 2023)	93.991	MDHHS	NB010T009436	-	14,124
Maternal and Child Health Services Block Grant: Child Death (SIDS) (FY2023)	93.994	MDHHS	B0447425	-	111
Child Death Case Abstractions and Interviews (FIMR) (FY 2023)	93.994	MDHHS	B0447425	-	7,830
Childhood Lead Poisoning Prevention (FY 2023)	93.994	MDHHS	B0447425	-	49,627
Children's Special Healthcare Care Coordination Services (FY 2023)	93.994	MDHHS	B0452932	-	8,931
Children's Special Healthcare Care Coordination Services (FY 2023)	93.994	MDHHS	-n/a-	-	18,959
MCH- Children (FY 2023)	93.994	MDHHS	B0445223	-	30,094
MCH- Children (FY 2023)	93.994	MDHHS	B0447425	-	23,240
MCH-All Other (FY 2023)	93.994	MDHHS	B0445223	-	47,041
MCH-All Other (FY 2023)	93.994	MDHHS	B0447425	-	176,415
				-	362,248
Total U.S. Department of Health and Human Services				1,472,053	14,818,871
U.S. Department of Homeland Security					
Emergency Management Performance Grant: Emergency Management Performance Grant (FY 2023)	97.042	MSP	EMC-2021-EP-00006	-	13,803
Emergency Management Performance Grant (FY 2023)	97.042	MSP	EMC-2023-EP-00005	-	21,186
				-	34,989
Homeland Security Grant Program: 2020 Award	97.067	WMRMC	EMW-2020-SS-00044-S01	102,604	201,576
2021 Award	97.067	WMRMC	EMW-2021-SS-00011-S01	-	56,602
2020 Award (non-cash assistance)	97.067	WMRMC	EMW-2020-SS-00044-S01	4,550	4,550
				107,154	262,728
Total U.S. Department of Homeland Security				107,154	297,717
Total Expenditures of Federal Awards				\$ 2,639,223	\$ 59,681,104

concluded

COUNTY OF KENT, MICHIGAN

Notes to Schedule of Expenditures of Federal Awards

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of the County of Kent, Michigan (the "County") under programs of the federal government for the 9-month period ended September 30, 2023. 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* (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.

Effective beginning with the September 30, 2023 fiscal year end, the County changed its fiscal year end from December 31 to September 30. The Schedule for the period ended September 30, 2023 is for the 9 months of financial activity from January 1, 2023 to September 30, 2023.

The County's reporting entity is defined in Note 1 of the County's Annual Comprehensive Financial Report. The County's financial statements include the operations of the Kent County Road Commission and the Gerald R. Ford International Airport Authority discretely-presented component units, which received federal awards that are not included in the Schedule for the 9-month period ended September 30, 2023, as these entities were separately audited.

Expenditures reported on the Schedule are reported on the accrual basis of accounting, which is described in Note 1 to the County's financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance or other applicable guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts, if any, shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

2. 10% DE MINIMIS COST RATE

For purposes of charging indirect costs to federal awards, the County has elected not to use the 10% de minimis cost rate as permitted by §200.414 of the Uniform Guidance.

3. PASS-THROUGH AGENCIES

The County receives certain federal grants as subawards from non-federal entities. Pass-through entities, where applicable, have been identified in the Schedule with an abbreviation, defined as follows:

Pass-through Agency Abbreviation	Pass-through Agency Name
MDE	Michigan Department of Education
MDHHS	Michigan Department of Health and Human Services
MSP	Michigan State Police
WYO	City of Wyoming, Michigan

COUNTY OF KENT, MICHIGAN

Notes to Schedule of Expenditures of Federal Awards

Pass-through Agency Abbreviation	Pass-through Agency Name
SCAO	Michigan State Court Administrative Office
HWMUW	Heart of West Michigan United Way
EGLE	Michigan Department of Environment, Great Lakes and Energy
AAAWM	Area Agency on Aging for West Michigan
NACCHO	National Association of County and City Health Officials
UM	University of Michigan
DLEO	Michigan Department of Labor and Economic Opportunity
YMCA	Grand Rapids Metropolitan YMCA
CGR	City of Grand Rapids, Michigan
SPEC	Spectrum Health
LRE	Lakeshore Regional Entity
CORE	Corewell Health
WMRMC	West Michigan Regional Medical Consortium



**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**

March 19, 2024

Honorable Members of the
Board of Commissioners
County of Kent
Grand Rapids, Michigan

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, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the **County of Kent, Michigan** (the "County"), as of September 30, 2023 and for the 9-month period then ended, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated March 19, 2024. Our report includes a reference to other auditors who audited the financial statements of the Kent County Road Commission and Gerald R. Ford International Airport Authority, discretely presented component units, 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.

Report on 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) as a basis for designing 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 or significant deficiencies may exist that have not been identified.

Report on 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 financial statements. 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 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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Rehmann Lobson LLC". The signature is written in a cursive, flowing style.

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH
MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

March 19, 2024

Honorable Members of the
Board of Commissioners
County of Kent
Grand Rapids, Michigan

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the compliance of the **County of Kent, Michigan** (the "County") with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the 9-month period ended September 30, 2023. The County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

The County's basic financial statements also include the operations of the Kent County Road Commission which received certain federal awards which are not included in the schedule of expenditures of federal awards for the 9-month period ended September 30, 2023. Our audit, described below, did not include the operations of the Kent County Road Commission because it arranged for a separate financial statement audit and did not meet the criteria for a single audit. The County's basic financial statements also include the operations of the Gerald R. Ford International Airport Authority, as of and for the year ended December 31, 2022, in which was reported \$13,565,578 in federal awards and which are not included in the schedule of expenditures of federal awards for the 9-month period ended September 30, 2023. Our audit, described below, did not include the operations of the Gerald R. Ford International Airport Authority because the entity arranged for a separate audit in accordance with the Uniform Guidance.

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 9-month period ended September 30, 2023.



Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the County's federal programs.

Independent Auditors' Responsibilities for the Audit of Compliance

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

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- obtain an understanding of the County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or 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 Independent Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Purpose of this Report

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.

A handwritten signature in black ink that reads "Lehmann Johnson LLC". The signature is written in a cursive, flowing style.

COUNTY OF KENT, MICHIGAN

Schedule of Findings and Questioned Costs

For the Period Ended September 30, 2023

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified? yes X no

Significant deficiency(ies) identified? yes X none reported

Noncompliance material to financial statements noted? yes X no

Federal Awards

Internal control over major programs:

Material weakness(es) identified? yes X no

Significant deficiency(ies) identified? yes X none reported

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? yes X no

Identification of major programs/
Type of auditor's report issued on compliance for major programs:

<u>AL Number(s)</u>	<u>Name of Federal Program or Cluster</u>	<u>Opinion</u>
21.027	Coronavirus State and Local Fiscal Recovery Funds	Unmodified
93.778	Medicaid Cluster	Unmodified

Dollar threshold used to distinguish between Type A and Type B programs: \$ 1,790,433

Auditee qualified as low-risk auditee? yes X no

COUNTY OF KENT, MICHIGAN

Schedule of Findings and Questioned Costs

For the Period Ended September 30, 2023

SECTION II – FINANCIAL STATEMENT FINDINGS

None reported

COUNTY OF KENT, MICHIGAN

Schedule of Findings and Questioned Costs

For the Period Ended September 30, 2023

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None reported



COUNTY OF KENT, MICHIGAN

Summary Schedule of Prior Audit Findings

For the Period Ended September 30, 2023

2022-001 – Housing Quality Standards (HQS) Inspections

Finding Type. Immaterial Noncompliance/Significant Deficiency in Internal Control over Compliance (Special Tests and Provisions).

Program. Housing Voucher Cluster; Housing Choice Vouchers; U.S. Department of Housing and Urban Development; Assistance Listing Number 14.871; Award Numbers MI198VO and MI98FS.

1 out of 40 tenants selected for testing did not receive an HQS inspection within the two year window as of December 31, 2021. This tenant did not appear on the appropriate reports that would have generated inspection letters to be sent, and so was overlooked in the process. This finding was resolved during the 9-month period ended September 30, 2023.

2022-002 – Special Reporting for Federal Funding Accountability and Transparency Act

Finding Type. Immaterial Noncompliance (Reporting).

Program. Community Development Block Grant - Entitlement Grants; U.S. Department of Housing and Urban Development; Assistance Listing Number 14.218; Award Numbers B-21-UC-26-0004 and B-22-UC-26-0004.

County staff were not aware of the subaward submission requirements, and no one from an outside agency had contacted them to alert them to this delinquent reporting. This finding was resolved during the 9-month period ended September 30, 2023.

