

Jo Daviess County, Illinois

Galena, Illinois

Report on Federal Awards

Year Ended November 30, 2021



WIPFLI

Jo Daviess County, Illinois

Year Ended November 30, 2021

Table of Contents

Independent Auditor's 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
Independent Auditor's Report on Compliance and on Internal Control over Compliance Required by the Uniform Guidance.....	3
Schedule of Expenditures of Federal Awards.....	6
Notes to Schedule of Expenditures of Federal Awards.....	8
Schedule of Findings and Questioned Costs.....	9

Independent Auditor's 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*

To the County Board
Jo Daviess County, Illinois
Galena, Illinois

We have audited, in accordance with auditing standards generally accepted in the United States 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 of the governmental activities, each major fund and the aggregate remaining fund information of Jo Daviess County, Illinois (the "County"), as of and for the year ended November 30, 2021 and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated May 12, 2022.

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 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 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.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of 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 County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Wipfli LLP

Sterling, Illinois
May 12, 2022

Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control Over Compliance

To the County Board
Jo Daviess County, Illinois
Galena, Illinois

Report on Compliance for Each Major Federal Program

We have audited Jo Daviess County, Illinois' 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 its major federal programs for the year ended November 30, 2021. Jo Daviess County, Illinois's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility for Compliance

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Jo Daviess County, Illinois'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; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; 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 Jo Daviess County, Illinois'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 and state program. However, our audit does not provide a legal determination on Jo Daviess County, Illinois's compliance.

Opinion

In our opinion, Jo Daviess County, Illinois 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 November 30, 2021.

Unmodified Opinion on Each of the Other Major Programs

In our opinion, Jo Daviess County, Illinois complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its other major federal programs identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs for the year ended November 30, 2021.

Report on Internal Control Over Compliance

Management of Jo Daviess County, Illinois 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 Jo Daviess County, Illinois's internal control over compliance with the types of requirements that could have a direct and material effect on a 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 or 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 Jo Daviess County, Illinois'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 or state 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 or state program 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 over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses.

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 Jo Daviess County, Illinois for the year ended November 30, 2021, and have issued our report thereon dated May 12, 2022 which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by the Uniform Guidance and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the

financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Wipfli LLP

May 12, 2022
Sterling, Illinois

Jo Daviess County, Illinois
Schedule of Expenditures of Federal Awards
For the year ended November 30, 2021

Federal Grantor/ Pass-Through Grantor/ Program Title	Assistance Listing Number	Pass-Through Entity Identifying Number	Expenditures	Passed Through to Subrecipients
U.S. Department of Transportation				
Illinois Department of Transportation:				
Formula Grants for Rural Areas and Tribal Transit Program	20.509	OP-21-40-FED	\$139,742	\$0
Formula Grants for Rural Areas and Tribal Transit Program	20.509	OP-22-40-FED	140,502	0
COVID-19 Formula Grants for Rural Areas and Tribal Transit Program	20.509	OP-21-XX-CARES	6,222	0
Total U.S. Department of Transportation			\$286,466	\$0
U.S. Department of Treasury				
Illinois Department of Public Health:				
COVID-19 Coronavirus Relief Fund				
Contact Tracing	21.019	05180143H	\$80,780	\$0 (M)
Illinois Department of Commerce and Economic Opportunity:				
Local CURE and Economic Support Grants	21.019	20-492040	76,826	0 (M)
Total U.S. Department of Treasury			\$157,606	\$0
Environmental Protection Agency				
Illinois Department of Public Health				
Performance Partnership Grants				
Safe Drinking Water	66.605	05080044H-SDW	\$675	\$0
Safe Drinking Water	66.605	25080044J-SDW	225	0
Total Environmental Protection Agency			\$900	\$0
U.S. Department of Homeland Security				
IL Emergency Management Agency				
Emergency Management Performance	97.042	019EMAJODAV	6,479	0
Emergency Management Performance	97.042	120EMAJODAV	14,865	0
U.S. Dept of Homeland Security			\$21,344	\$0
U.S. Election Assistance Commission				
Illinois State Board of Elections				
Help America Vote Act (HAVA)	90.404	FY21	3,545	0
Total U.S. Election Assistance Commission			\$3,545	\$0

(M) - Audited as a major federal program.

See Independent Auditor's Report and Notes to Schedule of Expenditures of Federal Awards.

Jo Daviess County, Illinois
Schedule of Expenditures of Federal Awards (Continued)
For the year ended November 30, 2021

Federal Grantor/ Pass-Through Grantor/ Program Title	Assistance Listing Number	Pass-Through Entity Identifying Number	Expenditures	Passed Through to Subrecipients
U.S. Department of Health and Human Services				
Illinois Department of Public Health				
Public Health Emergency Preparedness	93.069	17180042I	\$29,984	\$0
Public Health Emergency Preparedness	93.069	27180042J	22,634	0
Total ALN 93.069			52,618	0
Centers for Disease Control & Prevention				
COVID-19 Mass Vaccination	93.268	15080643I	\$64,762	\$0
Comprehensive Health Protection Grant	93.268	25080044J-IVP	1,794	0
Total ALN 93.268			66,556	0
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC) Grant	93.323	05180143H	267,554	0 (M)
COVID-19 Public Health Emergency Response Crisis Grant	93.354	07680043H	5,546	0
Total U.S. Department of Health and Human Services			\$392,274	\$0
Total federal awards expended			\$862,135	\$0

(M) - Audited as a major federal program.

See Independent Auditor's Report and Notes to Schedule of Expenditures of Federal Awards.

Jo Daviess County, Illinois

Notes to Schedule of Expenditures of Federal Awards

Year Ended November 30, 2021

Note 1: Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Jo Daviess County, Illinois (the "County") and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the compliance requirements of the Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements. The County elected not to use the 10% de minimis during the year ended November 30, 2021.

Note 2: Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available.

Note 3: Other Federal Award Information

Jo Daviess County, Illinois did not receive or administer any insurance, loans or loan guarantees during the fiscal year ended November 30, 2021.

Jo Daviess County, Illinois

Schedule of Findings and Questioned Costs

Year Ended November 30, 2021

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued on whether the financial statements were prepared in accordance with GAAP:

Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? ☐ Yes ☒ No
- Significant deficiency(ies) identified? ☐ Yes ☒ None Reported

Noncompliance material to financial statements noted?

☐ Yes ☒ No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? ☐ Yes ☒ No
- Significant deficiency(ies) identified? ☐ Yes ☒ None Reported

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

Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?

☐ Yes ☒ No

Identification of major programs

<u>ALN Number(s)</u>	<u>Federal Program or Cluster</u>
21.019	COVID-19 Coronavirus Relief Fund
93.323	Epidemiology and Laboratory Capacity for Infectious Diseases (ELC) grant

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

Auditee qualified as low-risk auditee?

☐ Yes ☒ No

Jo Daviess County, Illinois
Schedule of Findings and Questioned Costs

Year Ended November 30, 2021

Section II - Financial Statement Findings

None

Section III - Federal Award Findings and Questioned Costs

None