

State of Minnesota



Office of the State Auditor

Julie Blaha
State Auditor

**Isanti County
Cambridge, Minnesota**

Management and Compliance Report

Year Ended December 31, 2021

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.

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Isanti County Cambridge, Minnesota

Year Ended December 31, 2021



Office of the State Auditor

Management and Compliance Report

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

**ISANTI COUNTY
CAMBRIDGE, 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	7
Corrective Action Plan	11
Summary Schedule of Prior Audit Findings	13
Schedule of Expenditures of Federal Awards	15
Notes to the Schedule of Expenditures of Federal Awards	18



**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
Isanti County
Cambridge, 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, each major fund, and the aggregate remaining fund information of Isanti County, Minnesota, as of and for the year ended December 31, 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 June 15, 2022.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Isanti County's internal control over financial reporting 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 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 a combination of deficiencies, in internal control over financial reporting 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 over financial reporting that is less severe than a material weakness, yet important enough to merit attention by 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. 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. We identified a deficiency in internal control over financial reporting, described in the accompanying Schedule of Findings and Questioned Costs as item 2021-001 that we consider to be a significant deficiency.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Isanti 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*.

Minnesota Legal Compliance

In connection with our audit, we noted that Isanti County failed to comply with the provisions of the miscellaneous provisions section 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 as described in the Schedule of Findings and Questioned Costs as item 2021-002. Also, in connection with our audit, nothing came to our attention that caused us to believe that Isanti County failed to comply with the provisions of the contracting – bid laws, depositories of public funds and public investments, conflicts of interest, public indebtedness, and claims and disbursements sections of the *Minnesota Legal Compliance Audit Guide for Counties*, 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.

Isanti County's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the County's responses to the internal control and legal compliance findings identified in our audit and described in the accompanying Corrective Action Plan. The County's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

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

June 15, 2022

/s/Dianne Syverson

DIANNE SYVERSON, CPA
DEPUTY STATE AUDITOR



**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
Isanti County
Cambridge, Minnesota

Report on Compliance for the Major Federal Program

Opinion on the Major Federal Program

We have audited Isanti County's compliance with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* that could have a direct and material effect on Isanti County's major federal program for the year ended December 31, 2021. Isanti County's major federal program is identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, Isanti County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended December 31, 2021.

Basis for Opinion on the Major Federal Program

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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Isanti 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 the major federal program. Our audit does not provide a legal determination of Isanti 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 Isanti County's federal programs.

Auditor's 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 Isanti 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 auditing standards generally accepted in the United States of America, *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 Isanti County's compliance with the requirements of the major federal program as a whole.

In performing an audit in accordance with auditing standards generally accepted in the United States of America, *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 Isanti County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances; and
- obtain an understanding of Isanti 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 Isanti 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 a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's 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.

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 Isanti County as of and for the year ended December 31, 2021, and have issued our report thereon dated June 15, 2022, which contained an unmodified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. The accompanying Schedule of Expenditures of Federal Awards (SEFA) is presented for purposes of additional analysis 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 SEFA is fairly stated in all material respects in relation to the financial statements as a whole.

/s/Julie Blaha

/s/Dianne Syverson

JULIE BLAHA
STATE AUDITOR

DIANNE SYVERSON, CPA
DEPUTY STATE AUDITOR

June 15, 2022

**ISANTI COUNTY
CAMBRIDGE, MINNESOTA**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

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? **Yes**

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

Federal Awards

Internal control over the major program:

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

Type of auditor's report issued on compliance for the major federal program: **Unmodified**

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

The major federal program is:

Assistance Listing Number	Name of Federal Program or Cluster
93.563	Child Support Enforcement

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

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

**ISANTI COUNTY
CAMBRIDGE, MINNESOTA**

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2021

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

2021-001 Monitoring Internal Controls/Accounting Policies and Procedures

Manual

Prior Year Finding Number: 2020-001

Repeat Finding Since: 2007

Type of Finding: Internal Control Over Financial Reporting

Severity of Deficiency: Significant Deficiency

Criteria: County management is responsible for developing and monitoring its internal controls. An essential element of monitoring controls would include documenting the County's accounting policies and procedures and performing a risk assessment of existing controls over significant functions of the accounting system used to produce financial information for members of the County Board, management, and for external financial reporting. Written policies and procedures should exist to ensure the County's practices are followed as intended by management. The risk assessment is intended to determine if the internal controls established by management are still effective or if changes are needed to maintain a sound internal control structure. Changes may be necessary due to such things as organizational restructuring, updates to information systems, or changes to services being provided. Significant internal controls would cover areas such as cash and investment activities; major funding sources (taxes, intergovernmental revenues, charges for services, and miscellaneous items); expenditure processing, including new vendor set up; and payroll.

Condition: Significant internal controls of the County's accounting system have not been documented. The County lacks written policies and procedures, including risk assessment and monitoring procedures.

Context: Without formal policies and procedures, including risk assessment and monitoring procedures, the County increases its risk of fraud. Monitoring of internal controls is necessary to determine controls are in place and operating effectively.

Effect: As a result of this condition, the County's practices may not be followed as intended by management, and employees may not understand the purpose of internal controls. The lack of risk assessment and monitoring procedures increases the risk of fraud.

**ISANTI COUNTY
CAMBRIDGE, MINNESOTA**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2021**

Cause: Several years ago, the County began the process of developing formal policies and procedures, including monitoring and risk assessment procedures. Due to limited time and resources, the County has been unable to complete this project.

Recommendation: We recommend County management continue its efforts to document the significant internal controls in its accounting system. We further recommend that a formal plan be developed that calls for assessing and monitoring the significant internal controls on a regular basis, no less than annually. The monitoring should be documented to show the results of the review, changes required, and who performed the work.

View of Responsible Official: Acknowledge

III. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARD PROGRAMS

None.

IV. OTHER FINDINGS AND RECOMMENDATIONS

2021-002 Administrative Tickets Program

Prior Year Finding Number: N/A

Repeat Finding Since: N/A

Type of Finding: Minnesota Legal Compliance

Criteria: Minn. Stat. § 169.999, subd. 1, permits administrative fines for speeding under ten miles per hour over the posted speed limit. Ordinances enacted by a county need to be authorized by statute.

Condition: The County has adopted an ordinance providing for administrative fines for a number of offenses including speeding under ten miles per hour over the posted speed limit. During testing of administrative tickets issued during 2021, three of the ten administrative tickets tested were issued for speeding 10 mph or more over the speed limit.

**ISANTI COUNTY
CAMBRIDGE, MINNESOTA**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2021**

Context: When the issue was brought to the County's attention, the County Sheriff independently reviewed the program and found additional instances of administrative tickets being issued for 10 mph or more over the limit. The Sheriff then temporarily suspended the use of administrative tickets by his Department.

Effect: The issuance of an administrative fine to a driver exceeding the posted speed limit by ten miles per hour or more is contrary to the County's ordinance and state law.

Cause: The County indicated there was a lack of training provided to deputies and a lack of detailed oversight of the program.

Recommendation: We recommend that, per the County ordinance and state law, the County only issue administrative fines for speeding to those drivers that exceed the posted speed limit by less than ten miles per hour.

View of Responsible Official: Acknowledge



ISANTI COUNTY AUDITOR-TREASURER

Chad Struss, Auditor-Treasurer

555 18th Avenue SW

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REPRESENTATION OF ISANTI COUNTY CAMBRIDGE, MINNESOTA

CORRECTIVE ACTION PLAN FOR THE YEAR ENDED DECEMBER 31, 2021

Finding Number: 2021-001

Finding Title: Monitoring Internal Controls/Accounting Policies and Procedures Manual

Name of Contact Person Responsible for Corrective Action:

Chad Struss, Chief Financial Officer/County Auditor-Treasurer

Corrective Action Planned:

1. The County will adopt additional accounting policies and procedures as part of its ongoing long-term financial planning process.
2. The County will develop a formal plan to test and monitor internal controls on an annual basis.

Anticipated Completion Date:

The County plans to adopt the additional accounting policies and procedures by the end of the fourth quarter of 2022. The County plans to complete the plan to test and monitor internal controls by the end of the fourth quarter of 2022.

Finding Number: 2021-002

Finding Title: Administrative Tickets Program

Name of Contact Person Responsible for Corrective Action:

Chris Caulk, Isanti County Sheriff

Corrective Action Planned:

1. The County will train staff on the administrative ticket program and require all staff to acknowledge completion of the training in writing.

2. The County will provide staff with a reference guide of program requirements for use when issuing administrative tickets.
3. The County Sheriff will suspend the administrative ticket program indefinitely until staff receives the additional training on the program.

Anticipated Completion Date:

The County plans to train staff on the administrative ticket program and receive acknowledgement of the training from all staff by the end of the fourth quarter of 2022. The County plans to provide staff with a reference guide of program requirements for use when issuing administrative tickets by the end of the fourth quarter of 2022.



ISANTI COUNTY AUDITOR-TREASURER

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**REPRESENTATION OF ISANTI COUNTY
CAMBRIDGE, MINNESOTA**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Finding Number: 2020-001

Year of Finding Origination: 2007

Finding Title: Monitoring Internal Controls/Accounting Policies and Procedures Manual

Summary of Condition: Significant internal controls of the County’s accounting system have not been documented. The County lacks written policies and procedures, including risk assessment and monitoring procedures.

Summary of Corrective Action Previously Reported: The County will adopt additional accounting policies and procedures as part of its ongoing long-term financial planning process, and will develop a formal plan to test and monitor internal controls on an annual basis.

Status: Not Corrected. The County has limited staff available to document and test its internal controls. However, the County continues to adopt additional policies and procedures as well as revise existing policies and procedures. The County plans to address monitoring of internal controls in future updates to its policies and procedures. Please see corrective action plan for further information.

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

Yes _____ No X

Finding Number: 2020-002

Year of Finding Origination: 2020

Finding Title: Subrecipient Monitoring

Program: Coronavirus Relief Fund (Assistance Listing #21.019)

Summary of Condition: The County did not document risk assessment procedures or monitoring activities (i.e., on-site visits or phone conversations) performed over its subrecipients. For one subrecipient selected for testing, the Catalog of Federal Domestic Assistance (CFDA) number was

not included in the agreement. For another subrecipient selected for testing, there was no signed subrecipient agreement in place. Additionally, the County does not have documented policies and procedures for subrecipient monitoring.

Summary of Corrective Action Previously Reported: The County will adopt a subrecipient monitoring policy as well as procedures for documenting the risk assessment and monitoring procedures. The policy will require both the County and the subrecipient to sign an agreement that identifies the applicable CFDA number and any required federal information.

Status: Fully Corrected. Corrective action was taken.

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

Yes _____ No X

Finding Number: 2020-003

Year of Finding Origination: 2020

Finding Title: Contracting and Bidding

Summary of Condition: During testing of compliance with the State of Minnesota contracting and bid laws and the County's purchasing policy, noncompliance with the following was noted:

- For two of the five contracts tested that included the employment of individuals for wages by the contractor and where final payment had been made, the final payment was issued prior to receiving a Minnesota Department of Revenue approved Form IC-134, which requires the reporting of employee withholdings, from the contractor.
- For two of the five contracts tested over \$175,000, the County did not receive a performance bond or a payment bond. The contracts totaled \$763,288 and \$354,250. In addition, the County did not include notification to the contractor regarding prompt payment notice. Lastly, neither of the contracts received Board approval as required by County policy during a State of Emergency.

Summary of Corrective Action Previously Reported: The County will provide training on its purchasing policy and state statutes regarding contracting and bid laws with all department heads. As part of the training, the County will emphasize the need to retain documentation as evidence of compliance with statutory requirements.

Status: Fully Corrected. Corrective action was taken.

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

Yes _____ No X

**ISANTI COUNTY
CAMBRIDGE, MINNESOTA**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Federal Grantor Pass-Through Agency Program or Cluster Title	Assistance Listing Number	Pass-Through Grant Numbers	Expenditures
U.S. Department of Agriculture			
Passed Through Minnesota Department of Health Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	202792	\$ 159,994
Passed Through Minnesota Department of Human Services SNAP Cluster State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	212MN101S2514	<u>256,165</u>
Total U.S. Department of Agriculture			<u>\$ 416,159</u>
U.S. Department of Justice			
Passed Through Minnesota Department of Public Safety Crime Victim Assistance	16.575	A-CVS-2020-ISANTIAO-023	\$ 40,501
Crime Victim Assistance (Total Crime Victim Assistance 16.575 \$58,251)	16.575	A-CVS-2022-ISANTIAO-041	17,750
Violence Against Women Formula Grants	16.588	A-SMART-2021-ISANTIAO-00003	<u>14,054</u>
Total U.S. Department of Justice			<u>\$ 72,305</u>
U.S. Department of Transportation			
Passed Through Minnesota Department of Transportation Highway Planning and Construction Cluster Highway Planning and Construction	20.205	3020202	\$ 3,764
Highway Planning and Construction	20.205	3021178	88,669
COVID-19 – Highway Planning and Construction (Total Highway Planning and Construction 20.205 \$256,198)	20.205	8821224	163,765
Passed Through Minnesota Department of Public Safety Highway Safety Cluster State and Community Highway Safety	20.600	A-SAFE21-2021-ISANTIPH-014	2,718
State and Community Highway Safety (Total State and Community Highway Safety 20.600 \$4,222)	20.600	A-SAFE2-2022-ISANTIPH-017	1,504
Passed Through City of Isanti, Minnesota Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	Not provided	<u>908</u>
Total U.S. Department of Transportation			<u>\$ 261,328</u>

**ISANTI COUNTY
CAMBRIDGE, MINNESOTA**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2021
(Continued)**

Federal Grantor Pass-Through Agency Program or Cluster Title	Assistance Listing Number	Pass-Through Grant Numbers	Expenditures
U.S. Department of Treasury			
Passed Through Minnesota Management and Budget			
COVID-19 – Coronavirus Relief Fund	21.019	SLT0016	\$ 44,560
Direct			
COVID-19 – Coronavirus State and Local Fiscal Recovery Funds	21.027		<u>563,772</u>
Total U.S. Department of the Treasury			<u>\$ 608,332</u>
U.S. Department of Education			
Passed Through Minnesota Department of Health			
Special Education – Grants for Infants and Families	84.181	B04MC32551	<u>\$ 2,323</u>
U.S. Department of Health and Human Services			
Passed Through Minnesota Department of Health			
Public Health Emergency Preparedness	93.069	161403	\$ 27,328
Early Hearing Detection and Intervention	93.251	Not provided	225
Immunization Cooperative Agreements	93.268	186480	22,845
Immunization Cooperative Agreements	93.268	185559	57,335
Immunization Cooperative Agreements	93.268	191961	81,292
(Total Immunization Cooperative Agreements 93.268 \$161,472)			
Early Hearing Detection and Intervention Information System (EHDI-IS) Surveillance Program	93.314	Not provided	75
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	191961	89,371
Temporary Assistance for Needy Families	93.558	NGA 1801MNTANF	35,230
(Total Temporary Assistance for Needy Families 93.558 \$296,692)			
Maternal and Child Health Services Block Grant to the States	93.994	B04MC32551	36,905
Passed Through Minnesota Department of Human Services			
Promoting Safe and Stable Families	93.556	2101MNF PSS	7,955
Temporary Assistance for Needy Families	93.558	2101MNTANF	261,462
(Total Temporary Assistance for Needy Families 93.558 \$296,692)			
Child Support Enforcement	93.563	2101MNC EST	716,568
Child Support Enforcement	93.563	2101MNC SES	218,631
(Total Child Support Enforcement 93.563 \$935,199)			
Refugee and Entrant Assistance – State Administered Programs CCDF Cluster	93.566	2101MNC RMA	468
Child Care and Development Block Grant	93.575	2101MNC CDF	17,544
Community-Based Child Abuse Prevention Grants	93.590	1901MNC BCAP	1,892
Stephanie Tubbs Jones Child Welfare Services Program	93.645	2001MNC WSS	3,207
Stephanie Tubbs Jones Child Welfare Services Program	93.645	2001MNC WC3	871
COVID-19 – Stephanie Tubbs Jones Child Welfare Services Program	93.645	2001MNC WC3	2,817
(Total Stephanie Tubbs Jones Child Welfare Services Program 93.645 \$6,895)			

The notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

**ISANTI COUNTY
CAMBRIDGE, MINNESOTA**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2021
(Continued)**

Federal Grantor Pass-Through Agency Program or Cluster Title	Assistance Listing Number	Pass-Through Grant Numbers	Expenditures
U.S. Department of Health and Human Services			
Passed Through Minnesota Department of Human Services (Continued)			
Foster Care Title IV-E	93.658	2101MNFOST	233,179
Social Services Block Grant	93.667	2101MNSOSR	171,005
Child Abuse and Neglect State Grants	93.669	2101MNNCAN	867
John H. Chafee Foster Care Program for Successful Transition to Adulthood	93.674	2101MNCILP	1,500
COVID-19 – John H. Chafee Foster Care Program for Successful Transition to Adulthood	93.674	2101MNCILP	16,510
(Total John H. Chafee Foster Care Program for Successful Transition to Adulthood 93.674 \$18,010)			
Children's Health Insurance Program	93.767	2105MN5021	1,125
Medicaid Cluster			
Medical Assistance Program	93.778	2105MN5ADM	1,111,047
Medical Assistance Program	93.778	2105MN5MAP	28,754
(Total Medical Assistance Program 93.778 \$1,139,801)			
Total U.S. Department of Health and Human Services			\$ 3,146,008
U.S. Department of Homeland Security			
Passed Through Minnesota Department of Natural Resources			
Boating Safety Financial Assistance	97.012	194980	\$ 2,206
Passed Through Minnesota Department of Public Safety			
Emergency Management Performance Grants	97.042	A-EMPG-2019-ISANTICO-032	24,571
Homeland Security Grant Program	97.067	A-UASI-2018-ISANTICO-0008	22,980
Homeland Security Grant Program	97.067	A-UASI-2019-ISANTICO-0009	26,392
(Total Homeland Security Grant Program 97.067 \$49,372)			
Total U.S. Department of Homeland Security			\$ 76,149
Total Federal Awards			\$ 4,582,604

Isanti County did not pass any federal awards through to subrecipients during the year ended December 31, 2021.

Totals by Cluster

Total expenditures for SNAP Cluster	\$ 256,165
Total expenditures for Highway Planning and Construction Cluster	256,198
Total expenditures for Highway Safety Cluster	4,222
Total expenditures for CCDF Cluster	17,544
Total expenditures for Medicaid Cluster	1,139,801

**ISANTI COUNTY
CAMBRIDGE, MINNESOTA**

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2021

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 Isanti County. The County's reporting entity is defined in Note 1 to the financial statements.

B. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Isanti County under programs of the federal government for the year ended December 31, 2021. 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 Isanti County, it is not intended to and does not present the financial position, changes in net position, or cash flows of Isanti 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

Isanti County has elected to not use the ten percent de minimis indirect cost rate allowed under the Uniform Guidance.

**ISANTI COUNTY
CAMBRIDGE, MINNESOTA**

3. Reconciliation to Schedule of Intergovernmental Revenue

Federal grant revenue per Schedule of Intergovernmental Revenue	\$ 4,612,249
Grants received in 2020 and expended in 2021	
COVID-19 – Coronavirus Relief Fund	44,560
Grants received more than 60 days after year-end, unavailable in 2021	
Community-Based Child Abuse and Prevention Grants	408
Temporary Assistance for Needy Families	13,815
State Children’s Insurance Program	722
Homeland Security Grant Program	11,308
Unavailable in 2020, recognized as revenue in 2021	
Highway Planning and Construction	(5,626)
Temporary Assistance for Needy Families	(67,657)
Homeland Security Grant Program	(27,175)
	<hr/>
Expenditures Per Schedule of Expenditures of Federal Awards	<u>\$ 4,582,604</u>