



**COUNTY OF HUNTERDON
NEW JERSEY**

**REPORT ON EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE**

YEAR ENDED DECEMBER 31, 2018

COUNTY OF HUNTERDON, NEW JERSEY
REPORT ON EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE

YEAR ENDED DECEMBER 31, 2018

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**REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL AND STATE PROGRAM;
REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON THE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM
GUIDANCE AND SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
REQUIRED BY NEW JERSEY OMB CIRCULAR 15-08**

INDEPENDENT AUDITORS' REPORT

Honorable Members of the Board of
Chosen Freeholders
County of Hunterdon
Flemington, New Jersey

Report on Compliance for Each Major Federal and State Program

We have audited Hunterdon County's (the "County") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and State of New Jersey *Compliance Supplement* that could have a direct and material effect on each of the County's major federal and state programs for the year ended December 31, 2018. The County's major federal and state programs are identified in the summary of the auditors' results section of the accompanying schedule of findings and questioned costs. The CFDA Number 14.871-Section 8 Housing Choice Vouchers, CFDA Number 14.879-Section 8 Housing Mainstream Vouchers, CFDA Number 93.778-Title XIX Medical Assistance Program, Grant Number 100-054-7550-121-WFNJ General Assistance and Grant Number 100-054-7550-121-WFNJ General Assistance Administrative Costs are identified in the accompanying schedule of findings and questioned costs as major federal and state programs and were audited by other auditors whose reports have been furnished to us. Our opinion on compliance, insofar as it relates to CFDA Number 14.871-Section 8 Housing Choice Vouchers, CFDA Number 14.879-Section 8 Housing Mainstream Vouchers, CFDA Number 93.778-Title XIX Medical Assistance Program, Grant Number 100-054-7550-121-WFNJ General Assistance and Grant Number 100-054-7550-121-General Administrative Costs, is based on the reports of the other auditors.

Management's Responsibility

Management is responsible for compliance with federal and state statutes, regulations, and the terms and conditions of its federal and state awards applicable to its federal and state programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal and state programs based on our audit of the types of compliance requirements referred to above. We did not audit the compliance of the federal and state programs mentioned above and our opinion, insofar as it relates to those federal and state programs is based solely on the report of the other auditors. 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; 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) and New Jersey OMB Circular 15-08 *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid*. Those standards, the Uniform Guidance and New Jersey OMB Circular 15-08 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 or state program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal and state program. However, our audit does not provide a legal determination of the County's compliance.

Opinion on Each Major Federal and State Program

In our opinion, based on our audit and the reports of the other auditors, 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 and state programs for the year ended December 31, 2018.

Report on Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and New Jersey OMB Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal or state 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 or state 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 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.

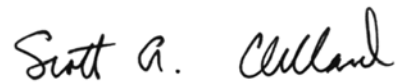
Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any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

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 and New Jersey OMB Circular 15-08. Accordingly, this report is not suitable for any other purpose.

Report on Schedules of Expenditures of Federal Awards and State Financial Assistance as Required by the Uniform Guidance and New Jersey OMB Circular 15-08

We have audited the regulatory basis financial statements of the County as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise the County's basic regulatory basis financial statements. We issued our report thereon dated September 26, 2019 which contained an adverse opinion in accordance with accounting principles generally accepted in the United States of America because of the regulatory basis of accounting, and an unmodified opinion in conformity with the basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division") which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the Division. Our audit was conducted for the purpose of forming an opinion on the regulatory basis financial statements that collectively comprise the County's basic regulatory basis financial statements. The accompanying schedules of expenditures of federal awards and state financial assistance are presented for purposes of additional analysis as required by the Uniform Guidance and New Jersey OMB Circular 15-08 and are not a required part of the regulatory basis 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 regulatory basis financial statements. The information has been subjected to the auditing procedures applied in the audit of the regulatory basis 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 regulatory basis financial statements or to the regulatory basis financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedules of expenditures of federal awards and state financial assistance are fairly stated in all material respects in relation to the regulatory basis financial statements as a whole.



Scott A. Clelland
Registered Municipal Accountant
No. 455



WISS & COMPANY, LLP

Livingston, New Jersey
September 26, 2019

**COUNTY OF HUNTERDON
COUNTY OF HUNTERDON, NEW JERSEY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2018**

Department or Division	Programs	CFDA Number	State Grant FAIN Number	Total Award	Grant Year	2018				
						Cash Receipts	Provided to Subrecipients	Expenditures	Cumulative Expenditures	
U.S. Department of Health and Human Services (USHHS) Pass Through N.J. Department of Health and Human Services	Area Plan-Special Programs for the Aging	93.044	491-054-7530-010	\$ 405,838.62	2018	\$ 5,265.12		\$ 7,688.34	\$ 387,030.41	
	Area Plan-Special Programs for the Aging	93.044	491-054-7530-010	442,299.00	2018	415,886.24	\$ 354,540.00	419,924.66	419,924.66	
	Total Area Plan					<u>421,151.36</u>	<u>354,540.00</u>	<u>427,613.00</u>	<u>806,955.07</u>	
	Low Income Home Energy Assistance (LIHEAP)	93.U01	LIHEAP	1,302.00	2018	1,302.00		1,302.00	1,302.00	
	State Health Services (PHILEP)	93.095	100-046-4230-508	269,673.00	2018	186,471.00		109,059.52	250,455.13	
	State Health Services (PHILEP)	93.095	100-046-4230-508	269,673.00	2018	51,401.00		132,652.90	132,652.90	
	Total State Health Services					<u>237,872.00</u>		<u>241,712.42</u>	<u>383,108.03</u>	
	State Health Insurance Assistance Program	93.324	100-054-7530-055	26,000.00	2017-18	13,000.00		13,000.00	26,000.00	
	State Health Insurance Assistance Program	93.324	100-054-7530-055	26,000.00	2018	13,000.00		13,000.00	13,000.00	
	Total State Health Insurance Assistance Program					<u>26,000.00</u>		<u>26,000.00</u>	<u>39,000.00</u>	
Total U.S. Department of Health and Human Services Pass through NJ Depart. of Health and Human Services						<u>686,325.36</u>	<u>354,540.00</u>	<u>696,627.42</u>	<u>1,230,365.10</u>	
U.S. Department of Agriculture Pass-Through N.J. Department of Health and Senior Services	Senior Farm Nutrition Grant	10.576	100-046-4220-474	500.00	2018	500.00		500.00	500.00	
	Senior Farm Nutrition Grant	10.576	100-046-4220-474	500.00	2018			500.00	500.00	
	Total Department of Agriculture and Senior Farm Nutrition Grant					<u>500.00</u>		<u>1,000.00</u>	<u>1,000.00</u>	
U.S. Department of Transportation	FTA Section 5311-Formula Grants for Rural Areas	20.509	480-078-6300-XXX	306,502.50	2018	167,646.85		306,502.50	306,502.50	
	Total FTA Section 5311					<u>167,646.85</u>		<u>306,502.50</u>	<u>306,502.50</u>	
	Highway Planning and Construction: Subregional Transportation Planning	20.U02	480-078-6300-XXX	71,010.00	2017-2018	71,009.99		71,009.99	71,009.99	
	Subregional Transportation Planning	20.U02	480-078-6300-XXX	71,010.00	2018-2019			35,677.66	35,677.66	
	Total Subregional Transportation Planning					<u>71,009.99</u>		<u>106,687.65</u>	<u>106,687.65</u>	
	Highway Planning and Construction: Various County Road Projects	20.205	480-078-6320-XXX	46,276.29	2018	46,276.29		46,276.29	46,276.29	
	Total U.S. Department of Transportation Pass Through N.J. Department of Transportation						<u>402,834.13</u>		<u>459,466.44</u>	<u>459,466.44</u>

See accompanying Notes to Schedules of Expenditures of Federal Awards.

**COUNTY OF HUNTERDON
COUNTY OF HUNTERDON, NEW JERSEY**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2018**

Department or Division	Programs	CFDA Number	State Grant FAIN Number	Total Award	Grant Year	2018		
						Cash Receipts	Provided to Subrecipients	Cumulative Expenditures
U.S. Department of Veterans Affairs Pass Through N.J. Department of Transportation	Veterans Transportation Program	64.035	100-067-3610-058	\$ 15,000.00	2018	\$ 5,000.00	\$ 15,000.00	\$ 15,000.00
	Total Department of Veterans Affairs					5,000.00	15,000.00	15,000.00
U.S. Department of Justice Pass Through N.J. Department of Law and Public Safety	SANE/SART	16.582	100-066-1500-XXX	72,000.00	2018	14,860.00	5,094.00	71,916.22
	SANE/SART	16.582	100-066-1500-XXX	76,792.00	2018	71,082.00	71,082.51	71,082.51
	Total SANE/SART					85,942.00	76,176.51	142,998.73
	Narcotics Task Forces (JAG Grant)	16.738	Not Available	43,750.00	2018	43,750.00	25,520.00	43,750.00
	Body Worn Camera Assistance Program (JAG Grant)	16.738	Not Available	8,000.00	2018		5,000.00	5,000.00
	Total JAG Grant					43,750.00	30,520.00	48,750.00
	Crime Victim Assistance Grant	16.575	100-066-1020-142	82,461.00	2018		4,643.22	82,461.00
	Crime Victim Assistance Grant	16.575	100-066-1020-142	179,858.00	2017-2018	117,401.00	117,400.87	117,400.87
	Total Crime Victim Assistance Grant					117,401.00	122,044.09	199,861.87
	Total U.S. Department of Justice Pass Through N.J. Department of Law and Public Safety					247,093.00	228,740.60	391,610.60
U.S. Department of Homeland Security Pass Through N.J. Department of Law and Public Safety	Homeland Security	97.067	100-066-1005-006-09	154,861.07	2018	93,618.00	9,200.00	93,618.00
	Homeland Security	97.067	100-066-1005-006-09	173,552.54	2017-18	74,146.00	152,764.08	152,764.08
	Total Homeland Security					167,764.00	161,964.08	246,382.08
	FEMA Performance Grant	97.042	Not Available	55,000.00	2018		55,000.00	55,000.00
	FEMA Performance Grant	97.042	Not Available	55,000.00	2018		55,000.00	55,000.00
	FEMA Performance Grant	97.042	Not Available	55,000.00	2018	55,000.00	55,000.00	55,000.00
	Total U.S. Department of Homeland Security Passed through N.J. Department of Law and Public Safety					55,000.00	165,000.00	165,000.00
						222,764.00	326,964.08	411,382.08
U.S. Environmental Protection Agency (EPA) Pass Through N.J. Department of Environmental Protection	Wastewater Management Grant	66.U03	Not Available	100,000.00	2018		43,145.72	43,145.72
	Total U.S. EPA and Wasterwater Grant						43,145.72	43,145.72
U.S. Department of Housing and Urban Development	Section 8 Housing Choice Vouchers	14.871	NY-1233V	4,616,717.00	2018	4,616,717.00	4,616,717.00	4,616,717.00
	Section 8 Mainstream Vouchers	14.879	NY-1233V	516,458.00	2018	516,458.00	516,458.00	516,458.00
	Total U.S. Department of Housing and Urban Development					5,133,175.00	5,133,175.00	5,133,175.00
U.S. Department of Health and Human Services Public Assistance Passed through N.J. Division of Family Development	Temporary Assistance for Needy Families (TANF)	93.558	100-054-7550-302	Not Available	2018		120,357.00	120,357.00
							120,357.00	120,357.00
Administrative Cost Relating To Public Assistance	Temporary Assistance for Needy Families (TANF)	93.558	100-054-7550-290	Not Available	2018		41,272.00	41,272.00
	Title IV-D, Child Support and Paternity Program	93.563	100-054-7550-165	Not Available	2018		120,275.00	120,275.00
	Title XIX, Medical Assistance Program	93.778	100-054-7550-162	Not Available	2018		942,866.00	942,866.00
	Title XX, Social Services Block Grant	93.667	100-054-7550-057	Not Available	2018		62,758.00	62,758.00
	State Children's Health Insurance Program	93.767	100-054-7550-XXX	Not Available	2018		20,716.00	20,716.00
							1,187,887.00	1,187,887.00
Pass-Through N.J. Division of Medical Assistance and Health Services: Administrative costs relating to Public Assistance	Title XIX, Medical Assistance Program	93.778	100-054-7540-269	Not Available	2018		81,051.00	81,051.00
	Title XIX, Medically Needy Program	93.778	100-054-7540-269	Not Available	2018		40,685.00	40,685.00
	Total USDHHS / NJDHS						121,736.00	121,736.00
							1,429,980.00	1,429,980.00
Social Security Administration Supplemental Security Income	Supplemental Security Income	96.006	Not Available	Not Available	2018		97,774.00	97,774.00
U.S. Department of Agriculture Pass-Through N.J. Department of Health and Human Services-Administrative costs	Supplemental Nutrition Assistance Program (SNAP)	10.561	Not Available	Not Available	2018		615,380.00	615,380.00
	Total Expenditures of Federal Awards					\$ 6,697,691.49	\$ 354,540.00	\$ 9,047,253.26
								\$ 9,828,278.94

See accompanying Notes to Schedules of Expenditures of Federal Awards.

**COUNTY OF HUNTERDON
COUNTY OF HUNTERDON, NEW JERSEY**

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE

YEAR ENDED DECEMBER 31, 2018

State Funding Department or Division	Program	Total Award	Account Number	Grant Year	2018		
					Cash Receipts	Expenditures	Cumulative Expenditures
Human Services	Municipal Alliance Program	\$ 181,380.00	100-082-2000-044	2017	\$ 166,831.61		\$ 181,380.00
	Municipal Alliance Program	181,380.00	100-082-2000-044	2018	13,848.63	\$ 142,009.63	142,009.63
	State/Community Partnership	188,094.00	100-066-1500-007	2018	136,417.04	188,094.00	188,094.00
	SSBG/Family Court	95,615.00	100-054-7550-517	2017	32,033.79		95,615.00
	SSBG/Family Court	95,615.00	100-054-7550-517	2018	45,808.96	95,615.00	95,615.00
	Title XX Transportation	124,434.00	100-054-7545-039	2018	124,434.00	124,434.00	124,434.00
	Personal Assistance Services Program	38,037.00	100-054-7545-005	2015		19,485.00	38,037.00
	Personal Assistance Services Program	38,037.00	100-054-7545-005	2016		21,574.00	38,037.00
	Personal Assistance Services Program	38,037.00	100-054-7545-005	2017		23,904.00	38,037.00
	Personal Assistance Services Program	30,937.30	100-054-7545-005	2018	30,937.00	30,937.00	30,937.00
	SSH Homeless	64,422.00	100-054-7550-072	2017	31,972.00	56,003.00	64,182.00
	SSH Homeless	128,844.00	100-054-7550-072	2018	96,633.00	128,844.00	128,844.00
	Comprehensive Alcohol Program	213,908.00	760-046-4219-001-J002	2017	20,143.00		213,908.00
	Comprehensive Alcohol Program	213,671.00	760-046-4219-001-J002	2018	159,735.24	213,671.00	213,671.00
	Right-to-Know	9,618.00	100-048-4771-105	2016		1,617.08	9,617.08
	Right-to-Know	9,618.00	100-048-4771-105	2017	7,213.50	9,618.00	9,618.00
	Right-to-Know	9,618.00	100-048-4771-105	2018	2,404.50	4,328.00	4,328.00
	Job Access and Reverse Commute	130,000.00	Not Available	2016-2017	9,513.05		130,000.00
	Job Access and Reverse Commute	130,000.00	Not Available	2017-2018	111,836.91	111,836.91	111,836.91
	Casino Revenue	335,666.56	078-491-6050-001	2017	49,815.27		335,666.56
	Casino Revenue	332,555.93	078-491-6050-001	2018	240,858.40	332,555.93	332,555.93
	Total Human Services					1,280,435.90	1,504,526.55
Community Affairs	Area Plan	345,714.38	100-054-7530-XXX	2017-2018	4,136.88	6,040.83	329,184.08
	Area Plan	348,051.00	100-054-7530-XXX	2018	326,767.80	323,570.79	323,570.79
	Universal Service Fund	832.00	100-022-8050-B13	2017-2018	832.00	832.00	832.00
Total Community Affairs					331,736.68	330,443.62	653,586.87
Environmental Protection	Solid Waste Services Tax	143,320.00	752-042-4900-008	2017-2018	143,320.00	143,158.20	143,158.20
	Solid Waste Services Tax	143,320.00	752-042-4900-008	2018	143,320.00	114,824.16	114,824.16
	Clean Communities	94,177.00	765-042-4900-005	2016-2018		20,604.88	94,074.95

See accompanying Notes to the Schedule of Expenditures of State Financial Assistance.

**COUNTY OF HUNTERDON
COUNTY OF HUNTERDON, NEW JERSEY**

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE

YEAR ENDED DECEMBER 31, 2018

State Funding Department or Division	Program	Total Award	Account Number	Grant Year	2018		
					Cash Receipts	Expenditures	Cumulative Expenditures
	CEHA	\$ 139,850.00	100-042-4840-094	2017-2018	\$ 109,850.30	\$ 88,476.00	\$ 139,850.00
	Open Space Preservation	1,817,844.00	100-062-4510-036	2017-2018	1,817,844.00	1,817,844.00	1,817,844.00
	Forestry Stewardship Planning Grant - NJUCFP	10,000.00	Not Available	2018		10,000.00	10,000.00
	Total Environmental Protection				2,214,334.30	2,194,907.24	2,319,751.31
N.J. Department of Health and Human Services	Human Services Advisory Council	73,742.00	100-016-1610-039	2018	73,742.00	73,370.75	73,370.75
	Total Human Services Advisory Council				73,742.00	73,370.75	73,370.75
Justice	Body Armor Program	6,132.71	718-066-1020-001	2016-2018		149.91	6,132.71
	Body Armor Program	6,222.43	718-066-1020-001	2017-2018		697.07	5,523.05
	Prosecutor Led Mental Health	150,000.00	Not Available	2016	96,892.00	24,892.00	143,254.00
	Total Justice				96,892.00	25,738.98	154,909.76
Cultural Heritage	State Council on Arts	66,464.00	100-074-2530-032	2016-2018		417.00	66,437.98
	State Council on Arts	66,464.00	100-074-2530-032	2017	6,647.00		66,448.50
	State Council on Arts	66,464.00	100-074-2530-032	2018	59,817.00	66,403.00	66,403.00
	Total Cultural Heritage				66,464.00	66,820.00	199,289.48
N.J. Department of Transportation	State Road Aid-Variou County Road Projects	4,598,159.00	480-078-6320	2018	4,598,159.00	4,598,159.00	4,598,159.00
	FTA Section 5311	143,999.25	076-6300-480-XXX-XX	2017	53,989.12		143,999.25
	FTA Section 5311	153,251.25	076-6300-480-XXX-XX	2018	83,823.43	153,251.00	153,251.00
	Total N.J. Department of Transportation				4,735,971.55	4,751,410.00	4,895,409.25
N.J. Historical Commission	County History Partnership Grant	32,490.00	Not Available	2017-2018	8,122.00	6,150.84	32,368.74
	County History Partnership Grant	22,490.00	Not Available	2018	19,116.50	21,340.00	21,340.00
	Total N.J. Historical Commission				27,238.50	27,490.84	53,708.74
N.J. Department of Human Services (NJ DHS) Division of Family Development	WFNJ General Assistance (G.A.)	Not Available	100-054-7550-121	Not Available		444,467.00	444,467.00
	WFNJ General Administrative Costs	Not Available	100-054-7550-121	Not Available		283,207.00	283,207.00
	Supplemental Security Income	Not Available	100-054-7550-125	Not Available		90,784.00	90,784.00
	Total N.J. Department of Human Services (NJ DHS)				-	818,458.00	818,458.00
Total expenditures of state financial assistance					\$ 8,826,814.93	\$ 9,793,165.98	\$ 11,694,907.27

See accompanying Notes to the Schedule of Expenditures of State Financial Assistance.

COUNTY OF HUNTERDON, NEW JERSEY

**NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE**

YEAR ENDED DECEMBER 31, 2018

Note 1 - General:

The accompanying schedules of expenditures of federal awards and state financial assistance present the activity of all federal award and state financial assistance programs of the County of Hunterdon. To the extent identified, the federal award and state financial assistance that passed through other governmental agencies is included on the schedules of expenditures of federal awards and state financial assistance. Federal and State grants administered by the Hunterdon County Department of Public Housing and Department of Human Services, Division of Social Services were audited by other auditors which have provided copies to the County's auditor.

Note 2 - Basis of Accounting:

Expenditures, as reported in the accompanying Schedules of Expenditures of Federal Awards and State Financial Assistance, reflect cash disbursements and encumbrances charged directly to a grant program.

Note 3 - Relationship to Financial Statements:

Amounts reported in the accompanying schedules agree with amounts reported in the County's and each Department's financial statements.

Note 4 - Relationship to Federal and State Financial Reports:

Amounts reported in the accompanying schedules agree with the amounts reported in the related federal and state financial reports, where required.

Note 5 - Contingencies:

Each of the grantor agencies reserves the right to conduct additional audits of the County's grant programs. However, the County's management does not believe such audits would result in material amounts of disallowed costs.

Note 6 - Sub-recipients:

Of the federal expenditures presented in the Schedule of Expenditures of Federal Awards, the County provided federal awards to sub-recipients for the Area Plan Grant (CFDA #93.044) to the following:

Hunterdon County YMCA	\$ 23,793.00
Hunterdon County Helpline Inc.	11,128.00
Hunterdon Medical Center	7,273.00
Legal Services of Northwest	14,040.00
Meals on Wheels in Hunterdon	219,659.00
Briteside Adult Day Center	<u>78,647.00</u>
Total	<u>\$ 354,540.00</u>

COUNTY OF HUNTERDON, NEW JERSEY

**NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE**

YEAR ENDED DECEMBER 31, 2018

Note 7 - Indirect Costs:

The County has elected not to utilize the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

Note 8 - Subsequent Events:

Management has reviewed and evaluated all events and transactions from December 31, 2018 through September 26, 2019, the date that the financial statements are issued for possible disclosure and recognition in the financial statements, and no items have come to the attention of the County that would require disclosure.

**COUNTY OF HUNTERDON
HUNTERDON COUNTY, NEW JERSEY**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2018**

Section I – Summary of Auditors’ Results

Financial Statements

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

Unmodified – Regulatory Basis;
Adverse – U.S. GAAP

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

Dollar threshold used to distinguish between Type A and
Type B programs:

_____ \$750,000

Auditee qualified as low-risk auditee?

 X Yes _____ No

Type of auditors’ report issued on compliance for major
federal programs:

_____ Unmodified

Internal control over major federal 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

**COUNTY OF HUNTERDON
HUNTERDON COUNTY, NEW JERSEY**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2018**

Section I – Summary of Auditors’ Results

Identification of major federal programs:

CFDA Number(s)	Name of Federal Program or Cluster
93.044	Special Programs for the Aging-Title III, Part B-Grants for Supportive Services and Senior Centers
14.871	Section 8 Housing Choice Vouchers
14.879	Section 8 Mainstream Vouchers
93.778	Title XIX Medical Assistance Program

**COUNTY OF HUNTERDON
HUNTERDON COUNTY, NEW JERSEY**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2018**

Section I – Summary of Auditors’ Results

State Awards

Internal Control over major state programs:

Material weakness(es) identified? _____ Yes X No

Significant deficiency(ies) identified? _____ Yes X None Reported

Type of auditor’s report issued on compliance for major state programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with NJ OMB Circular 15-08? _____ Yes X No

Identification of major state programs:

<u>Program Number(s)</u>	<u>Name of State Program or Cluster</u>
100-062-4510-036	Open Space Preservation
100-054-7530-000	Area Plan
100-054-7550-121	WFNJ-General Assistance
100-054-7550-121	WFNJ-General Administrative Costs

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

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

**COUNTY OF HUNTERDON
HUNTERDON COUNTY, NEW JERSEY**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2018**

Section II – Schedule of Financial Statement Findings

Issued under separate cover in Wiss & Company, LLP's report dated September 26, 2019.

None Noted.

**COUNTY OF HUNTERDON
HUNTERDON COUNTY, NEW JERSEY**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2018**

**Section III – Federal Award and State Financial Assistance Findings
and Questioned Costs**

No federal award or state financial assistance program compliance findings or questioned costs were noted that are required to be reported in accordance with 2 CFR 200 Section .516(a) or New Jersey OMB Circular Letter 15-08.

**COUNTY OF HUNTERDON
HUNTERDON COUNTY, NEW JERSEY**

**SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2018**

Summary of Prior Year Findings – Wiss & Company, LLP:

Not applicable as there were no findings identified in 2017.

Summary of Prior Year Findings – Component Auditors:

Not applicable as there were no findings identified in 2017.