

PUEBLO COUNTY

SINGLE AUDIT REPORT



FOR THE YEAR ENDING
December 31, 2021

**PUEBLO COUNTY, COLORADO
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**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**

Board of County Commissioners
Pueblo County
Pueblo, Colorado

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 Pueblo County, as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the Pueblo County's basic financial statements, and have issued our report thereon dated September 26, 2022.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Pueblo 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 Pueblo County's internal control. Accordingly, we do not express an opinion on the effectiveness of Pueblo 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 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 that we consider to be material weaknesses. We identified a certain deficiency in internal control, 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 Pueblo 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*.

Pueblo County's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on Pueblo County's response to the finding identified in our audit and described in the accompanying schedule of findings and questioned costs. Pueblo County's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

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 entity'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.



CliftonLarsonAllen LLP

Broomfield, Colorado
November 14, 2022



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

Board of County Commissioners
Pueblo County
Pueblo, Colorado

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Pueblo County's compliance 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 Pueblo County's major federal programs for the year ended December 31, 2021. Pueblo County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

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

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 Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Pueblo 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 Pueblo 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 Pueblo County's federal programs.

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 Pueblo 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 Pueblo 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 Pueblo 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 Pueblo 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 Pueblo 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.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as item 2021-002. Our opinion on each major federal program is not modified with respect to this matter.

Government Auditing Standards requires the auditor to perform limited procedures on Pueblo County's response to the noncompliance finding identified in our compliance audit described in the accompanying schedule of findings and questioned costs. Pueblo County's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we did identify a certain deficiency in internal control over compliance that we consider to be a significant deficiency.

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. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2021-002 to be a significant deficiency.

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.

Government Auditing Standards requires the auditor to perform limited procedures on Pueblo County's response to the internal control over compliance finding identified in our audit described in the accompanying schedule of findings and questioned costs. Pueblo County's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Pueblo County as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise Pueblo County's basic financial statements. We have issued our report thereon, dated September 26, 2022, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the 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 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.



CliftonLarsonAllen LLP

Broomfield, Colorado
November 14, 2022

PUEBLO COUNTY, COLORADO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2021

<u>FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM OR CLUSTER TITLE</u>	<u>FEDERAL ASSISTANCE LISTING NUMBER</u>	<u>PASS-THROUGH ENTITY'S IDENTIFYING NUMBER</u>	<u>PASS-THROUGH TO SUBRECIPIENTS</u>	<u>TOTAL FEDERAL EXPENDITURES</u>
<u>U.S. DEPARTMENT OF AGRICULTURE</u>				
Passed through Colorado Department of Human Services -				
Supplemental Nutrition Assistance Program Cluster -				
State Administrative Matching Grants for				
Supplemental Nutrition Assistance Program	10.561	Not available		1,922,130
Supplemental Nutrition Assistance Enhanced Workfare	10.551	Not available		91,088
Total SNAP Cluster				<u>2,013,218</u>
Food Distribution Cluster -				
Commodity Supplemental Food Program (Admin)	10.565	Not available		102,596
Commodity Supplemental Food Program (Commodities - Non-Cash)	10.565	Not available		610,882
Passed through Care & Share -				
Emergency Food Assistance Program (Administrative Costs)	10.569	Not available		10,000
Emergency Food Assistance Program (Food Commodities - Non-Cash)	10.569	Not available		1,542,455
Total Food Distribution Cluster				<u>2,265,933</u>
TOTAL U.S. DEPARTMENT OF AGRICULTURE				<u>4,279,151</u>
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>				
Passed through Colorado Department of Local Affairs -				
Emergency Solutions Grant	14.231	H0ESG19932		108,966
Passed through City of Pueblo, Colorado -				
Community Development Block Grant Cluster				
Community Development Block Grant	14.218	CD1310, F09CDB09084		38,691
Total Community Development Block Grant Cluster				<u>38,691</u>
TOTAL U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				<u>147,657</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>				
Direct Assistance -				
Coronavirus Emergency Supplemental Funding Program	16.034	Not applicable		6,444
Federal Forfeiture Funds	16.922	Not applicable		26,370
Passed through Colorado Department of Public Safety				
Division of Criminal Justice -				
Crime Victim Assistance (DA)	16.575	2020-VA-21-436-10		30,405
Crime Victim Assistance (Sheriff)	16.575	2020-VA-21-563-10		70,617
Passed through City of Pueblo, Colorado -				
Edward Byrne Memorial Justice Assistance Grant	16.738	2019-H2870-CO-DJ		4,866
Edward Byrne Memorial Justice Assistance Grant	16.738	2019-H3605-CO-DJ		1,190
TOTAL U.S. DEPARTMENT OF JUSTICE				<u>139,892</u>

PUEBLO COUNTY, COLORADO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONT'D)
YEAR ENDED DECEMBER 31, 2021

<u>FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM OR CLUSTER TITLE</u>	<u>FEDERAL ASSISTANCE LISTING NUMBER</u>	<u>PASS-THROUGH ENTITY'S IDENTIFYING NUMBER</u>	<u>PASS-THROUGH TO SUBRECIPIENTS</u>	<u>TOTAL FEDERAL EXPENDITURES</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>				
Passed through Colorado Department of Transportation - Highway Planning and Construction Cluster				
Highway Planning and Construction	20.205	18-HA2-XC-00024 16-HAZ-ZH-00146		19,567 683,984
Total Highway Planning and Construction Cluster				703,551
TOTAL U.S. DEPARTMENT OF TRANSPORTATION				703,551
<u>U.S DEPARTMENT OF ENERGY</u>				
Passed through Colorado Office of Energy Conservation - Weatherization Assistance for Low-Income Persons	81.042	CTGGI 19-115		432,580
TOTAL U.S. DEPARTMENT OF ENERGY				432,580
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>				
Passed through Colorado Department of Human Services - Special Programs for the Aging -				
Title VII - Chapter 3 - Programs for Prevention of Elder Abuse, Neglect, and Exploitation	93.041	Not available		2,356
Title III, Part D - Disease Prevention and Health Promotion Services	93.043	Not available	246	8,681
Aging Cluster -				
Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	Not available	219,674	377,158
Title III, Part C - Nutrition Services	93.045	Not available	569,790	569,790
Nutrition Services Incentive Program (USDA)	93.053	Not available	51,361	51,361
Total Aging Cluster			840,825	998,309
Title III, Part E - National Family Caregiver Support Guardianship Assistance	93.052 93.090	Not available Not available	3,124	3,124 140,834
Affordable Care Act - ADRC	93.517	Not available	24,459	24,459
Promoting Safe & Stable Families	93.556	Not available		101,823
Temporary Assistance to Needy Families	93.558	Not available		9,750,884
Title IV-D, Child Support Enforcement	93.563	Not available		2,110,272
Low-Income Home Energy Assistance (DSS)	93.568	Not available		3,808,266
Passed through Colorado Office of Energy Conservation - Low-Income Home Energy Assistance (HHS)	93.568			635,343
Passed through Colorado Department of Human Services - Child Care Cluster -				
Child Care & Development Block Grant	93.575	Not available		925,245
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	L15CSBG37		1,481,515
Total Child Care Cluster				2,406,760
Child Welfare Services-State Grants Title IV-B	93.645	Not available		116,106
Foster Care - Title IV-E	93.658	Not available		2,371,150
Adoption Assistance	93.659	Not available		1,271,138
Social Services Block Grant - Title XX	93.667	Not available		565,391
Chafee Foster Care Independence Program	93.674	Not available		153,224

PUEBLO COUNTY, COLORADO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONT'D)
YEAR ENDED DECEMBER 31, 2021

<u>FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM OR CLUSTER TITLE</u>	<u>FEDERAL ASSISTANCE LISTING NUMBER</u>	<u>PASS-THROUGH ENTITY'S IDENTIFYING NUMBER</u>	<u>PASS-THROUGH TO SUBRECIPIENTS</u>	<u>TOTAL FEDERAL EXPENDITURES</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (Cont'd)</u>				
Passed through Colorado Department of Health Care Policy and Financing - Medicaid Cluster				
Title XIX, Medicaid Medical Assistance Program	93.778	Not available		2,724,230
Total Medicaid Cluster				<u>2,724,230</u>
Passed through Colorado Department of Local Affairs -				
Community Services Block Grant	93.569	Not available		227,576
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			<u>868,654</u>	<u>27,419,926</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>				
Passed through Colorado Department of Emergency Management -				
Chemical Stockpile Emergency Preparedness	97.040	17CSEP18PC & 18CSEP19PC & 19CSEP20PC & 20CSEP21PC		4,132,685
	97.067	17SH18SR & 18SH19SR & 19SH20SR & 20SH21SR		152,866
Homeland Security Grant		20EM-21-46		72,000
Emergency Management Performance Grant	97.042			
TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY				<u>4,357,551</u>
<u>U.S. DEPARTMENT OF THE TREASURY</u>				
Direct Assistance				
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	Not applicable	723,850	1,697,095
Passed through Colorado Department of Local Affairs				
COVID-19 Coronavirus Relief Fund	21.019	CVRF CM-056 & CVRF-CM-056 & SBR- 21009	532,700	8,651,825
TOTAL U.S. DEPARTMENT OF THE TREASURY			<u>1,256,550</u>	<u>10,348,920</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 2,125,204</u>	<u>\$ 47,829,228</u>

PUEBLO COUNTY, COLORADO
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2021

NOTE 1 – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Pueblo County, Colorado (the 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 the County, it is not intended to and does not present the financial position, changes in net position, or cash flows of the County.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following cost principles contained in the Uniform Guidance and/or OMB Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments*, wherein certain types of expenditures are not allowable or are limited as to reimbursement, except for Assistance Listing 21.019, which follows criteria determined by the Department of Treasury for allowability of costs.

NOTE 3 - INDIRECT COST RATE

The County has elected not to use the 10 percent *de minimus* indirect cost rate allowed under the Uniform Guidance.

**PUEBLO COUNTY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2021**

Section I – Summary of Auditors' Results

Financial Statements

1. Type of auditors' report issued: Unmodified
2. Internal control over financial reporting:
 - Material weakness(es) identified? _____ yes x no
 - Significant deficiency(ies) identified? x yes _____ none reported
3. Noncompliance material to financial statements noted? _____ yes x no

Federal Awards

1. Internal control over major federal programs:
 - Material weakness(es) identified? _____ yes x no
 - Significant deficiency(ies) identified? x yes _____ none reported
2. Type of auditors' report issued on compliance for major federal programs: Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? x yes _____ no

Identification of Major Federal Programs

Assistance Listing Number(s)	Name of Federal Program or Cluster
10.565, 10.568, 10.569	Food Distribution Cluster
10.551, 10.561	Supplemental Nutrition Assistance Program Cluster
93.563	Child Support Enforcement
93.778	Medicaid Cluster
21.027	COVID-19 Coronavirus State and Local Fiscal Recovery Funds
21.019	COVID-19 Coronavirus Relief Fund

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

\$ 1,434,877

Auditee qualified as low-risk auditee? _____ yes x no

**PUEBLO COUNTY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2021**

Section II – Financial Statement Findings

2021 – 001 Accounts Payable

Type of Finding:

- Significant Deficiency in Internal Control over Financial Reporting

Condition: During testing over accounts payable, CLA noted two invoices that were improperly excluded from AP at year end. The first was in Fund 202 for \$237,423 for equipment received in 2021 but expensed in 2022. The second was in Fund 110 for \$187,256 for work completed on airport improvements in 2021 but expensed in 2022.

During testing over expenses in Fund 110, CLA noted additional expenditures that were recorded in the incorrect years. Both invoices have expenditures that should have been recorded in 2020. In the first invoice, \$224,439 related to 2020 and in the second invoice \$9,185 related to 2020.

In total in Fund 110, expenses were understated by \$187,256 and overstated by \$233,624, for a net effect of an overstatement of \$46,368. Fund 202's expenses were understated by \$237,423.

Criteria or specific requirement: Financial statement account balances must be materially stated.

Effect: Uncorrected misstatements or the matters underlying uncorrected misstatements could potentially cause future-period financial statements to be materially misstated, even if management has concluded that the uncorrected misstatements are immaterial to the financial statements under audit.

Cause: In 2021, the two AP entries were adjusted to reflect the proper expenditures in 2021 - total of \$424,679. The expenditures related to 2020, total of \$233,624, were not adjusted as the net position/fund balance is correct as of 12/31/2021 and the balance is immaterial to the financial statements as a whole.

Repeat Finding: No

Recommendation: CLA recommends the County implement procedures to ensure invoices around year-end are evaluated for expenditures related to both periods.

Views of responsible officials and planned corrective actions: There is no disagreement with the audit finding.

Section III – Findings and Questioned Costs – Major Federal Programs

2021 – 002 Allowable Costs/Cost Principles

Federal Agency: U.S. Department of the Treasury

Federal Program Name: COVID-19 Coronavirus Relief Fund

Assistance Listing Number: 21.019

Federal Award Identification Number and Year: CVRF CM-056 - 2020

**PUEBLO COUNTY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2021**

Award Period: March 1, 2020 – December 31, 2021

Type of Finding:

- Significant Deficiency in Internal Control over Compliance, Other Matters

Criteria or specific requirement: 2 CFR 200.302(b)(3) indicates that records that adequately identify the source and application of funds for federally funded activities are necessary. These records must contain information pertaining to Federal awards, authorizations, financial obligations, unobligated balances, assets, expenditures, income, and interest and be supported by source documentation

Condition: Expenditures originally reported on Schedule of Expenditures of Federal Awards included non-federal amounts.

Questioned costs: None

Context: Expenditures reported on the Schedule of Expenditures of Federal Awards for Assistance Listing Number 21.019 were overstated by \$128,744.

Cause: Pueblo County used revenue as a basis for claiming expenses.

Effect: Expenditures reported on Schedule of Expenditures of Federal Awards included non-federal amounts. This was corrected for final

Repeat Finding: No.

Recommendation: CLA recommends the County implement tracking procedures to ensure only federal expenditures are reported on the Schedule of Expenditures of Federal Awards.

Views of responsible officials: There is no disagreement with the audit finding.

**PUEBLO COUNTY, COLORADO
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDED DECEMBER 31, 2021**

Pueblo County respectfully submits the following summary schedule of prior audit findings for the year ended December 31, 2021

Audit period: 2020

The findings from the prior audit's schedule of findings and questioned costs are discussed below. The findings are numbered consistently with the numbers assigned in the prior year.

FINDINGS—FINANCIAL STATEMENT AUDIT

There were no financial statement findings in the prior year.

FINDINGS— FEDERAL AWARD PROGRAMS AUDITS

2020-001 Procurement, Suspension and Debarment

Condition: County purchasing office did not check the System for Award Management (SAM) for vendor disbarment or suspension prior to purchase or contract approval.

Status: This was not a repeat finding for the 2021 fiscal year audit.

Questions regarding this schedule, please call Ashley Huggins at 719-583-4411.