



**ALLEGAN COUNTY
SINGLE AUDIT ACT COMPLIANCE
YEAR ENDED DECEMBER 31, 2019**

TABLE OF CONTENTS

Page

SINGLE AUDIT ACT COMPLIANCE

Independent Auditor's Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance	1
Schedule of Expenditures of Federal Awards	2
Notes to the Schedule of Expenditures of Federal Awards	4
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	6
Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance	8
Schedule of Findings and Questioned Costs	10
Summary Schedule of Prior Audit Findings	10

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

July 28, 2020

Members of the Board of Commissioners
Allegan County, Michigan
Allegan, Michigan

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Allegan County, Michigan (the "County") as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated July 28, 2020, which contained unmodified opinions on those financial statements. Our report includes a reference to other auditors. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditure of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.



Gabridge & Company, PLC
Grand Rapids, MI

Allegan County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2019

Federal Agency / Cluster / Program Title	CFDA Number	Passed Through	Pass-Through / Grantor Number	Federal Expenditures
U.S. Department of Agriculture				
Child Nutrition Cluster:				
** School Breakfast Program	10.553	MDE	03-000-8001	\$ 13,646
** National School Lunch Program	10.555	MDE	03-000-8001	27,854
Commodities (non-cash assistance)	10.555	MDE	03-000-8001	3,297
Total Child Nutrition Cluster:				44,797
Total U.S. Department of Agriculture				
				44,797
U.S. Department of Health and Human Services				
Administration for Children and Families:				
Child Support Enforcement:				
* Friend of the Court Incentive Payments	93.563	MDHHS	CSCOM-17-03003	161,332
* Cooperative Reimbursement Program	93.563	MDHHS	CSCOM-17-03003	834,637
Centers for Disease Control and Prevention:				
Immunization:				
* Immunization Action Plan (IAP)	93.268	MDHHS	NH23IP000752	33,409
* Immunization Action Plan (IAP)	93.268	MDHHS	NH23IP922635	10,648
* Immunization Action Plan (IAP)	93.268	MDHHS	NU62PA924530	14,889
* Immunization Fixed Fees	93.268	MDHHS	NH23IP000752	950
* Immunization Fixed Fees	93.268	MDHHS	NH23IP922635	450
* Vaccines (non-cash assistance)	93.268	MDHHS	N/A	43,906
Public Health Emergency Preparedness (PHEP):				
* Hosp Preparedness + PH Emer Prep	93.069	MDHHS	NU90TP921906	66,138
* Hosp Preparedness + PH Emer Prep	93.069	MDHHS	NU90TP922062	29,509
* Hosp Preparedness + PH Emer Prep	93.069	MDHHS	U3REP190584	30,489
* Project Grants and Cooperative Agreements for Tuberculosis Control Program	93.116	MDHHS	U52PS004693	219
* Epidemiology and Lab Capacity for Infectious Diseases (ELC)	93.323	MDHHS	NU50CK000369	19,705
Centers for Medicare and Medicaid Services:				
Medicaid Cluster:				
* CSHCS - Outreach and Advocacy	93.778	MDHHS	1905MI5ADM	31,027
* CSHCS - Outreach and Advocacy	93.778	MDHHS	2005MI5ADM	10,329
* Care Coordination Services - Fixed Fees (PCA 88080)	93.778	MDHHS	1905MI5ADM	5,200
* Care Coordination Services - Fixed Fees (PCA 88080)	93.778	MDHHS	N/A	1,100
* Care Coordination Services - Fixed Fees (PCA 88050)	93.778	MDHHS	1905MI5ADM	120
* Care Coordination Services - Fixed Fees (PCA 88050)	93.778	MDHHS	N/A	30
* Care Coordination Services - Fixed Fees (PCA 89650)	93.778	MDHHS	N/A	202
* CSHCS - Medicaid Outreach	93.778	MDHHS	2005MI5ADM	29,160
* Medicaid Outreach	93.778	MDHHS	2005MI5ADM	5,653
* Medicaid Outreach	93.778	MDHHS	2005MI5ADM	2,122
* Care Coordination Services - Fixed Fees (PCA 88040)	93.994	MDHHS	B0432550	1,170
* Care Coordination Services - Fixed Fees (PCA 88040)	93.994	MDHHS	N/A	90
* Care Coordination Services - Fixed Fees (PCA 88070)	93.994	MDHHS	B0432550	5,250
* Care Coordination Services - Fixed Fees (PCA 88070)	93.994	MDHHS	N/A	1,850
Total Medicaid Cluster:				93,303
Health Resources and Services Administration:				
Maternal and Child Health Services Block Grant:				
* Enabling Services Children - MCH	93.994	MDHHS	B0432550	15,002
* Enabling Services Children - MCH	93.994	MDHHS	B04MC33846	7,248
* Public Health Infrastructure - MCH	93.994	MDHHS	B0432550	20,040
* Public Health Infrastructure - MCH	93.994	MDHHS	B04MC33846	4,698
Total U.S. Department of Health and Human Services				1,386,572

Allegan County
Schedule of Expenditures of Federal Awards (continued)
For the Year Ended December 31, 2019

Federal Agency / Cluster / Program Title	CFDA Number	Passed Through	Pass-Through / Grantor Number	Federal Expenditures
U.S. Department of Homeland Security				
* Emergency Management Performance Program	97.042	MSP	EMC-2019-EP-00004	\$ 23,560
* Emergency Management Performance Program	97.042	MSP	N/A	9,211
Homeland Security Grant 2017	97.067	VBC	EMW-2017-SS-00013	470
Homeland Security Grant 2017 (non cash)	97.067	VBC	EMW-2017-SS-00013	7,103
Homeland Security Grant 2018 (non cash)	97.067	VBC	EMW-2018-SS-0042	4,170
PreDisaster Mitigation Grant	97.047	MSP	EMC-2019-EP-00004	2,130
Total U.S. Department of Homeland Security				<u>46,644</u>
U.S. Department of Justice				
Bureau of Justice Assistance:				
* State Criminal Alien Assistance Program	16.606	Direct	2020-AP-BX-0766	4,475
* Edwin Byrne Memorial Justice Grant	16.738	SCAO	72157-SCAO-2019	61,618
* Edwin Byrne Memorial Justice Grant	16.738	SCAO	72157-SCAO-2020	17,990
* Southwest MI Enforcement Team	16.738	MSP	2017-MU-BX-0191	24,000
* Southwest MI Enforcement Team	16.738	MSP	2018-MU-BX-0886	24,000
Total U.S. Department of Justice				<u>132,083</u>
U.S. Department of Transportation				
Federal Transit Administration:				
Formula Grants for Rural Areas:				
* Operating - Section 5311	20.509	MDOT	2017-0003/16	153,816
* Operating - Section 5311	20.509	MDOT	2017-0003/23	48,542
* Capital - Section 5311	20.509	MDOT	2017-0003/P12	51,427
* Operating - RTAP	20.509	MDOT	n/a	1,779
* Operating - Section 5311 JARC	20.516	MDOT	2017-0003/P10	38,362
* Operating - Section 5311 JARC	20.516	MDOT	2017-0003/P18	12,788
* Capital - Section 5310 New Freedom	20.521	MDOT	2017-0003/P14	31,900
* Capital - Section 5310 New Freedom	20.521	MDOT	2017-0003/P22	10,322
Total Federal Transit Cluster:				<u>348,936</u>
National Highway Traffic Safety Administration:				
* DWI Sobriety Court	20.601	OHSP	AL-19-05	31,017
* DWI Sobriety Court	20.601	OHSP	AL-20-05	12,918
* Highway Safety - OWI	20.600	OHSP	PT-19-21	10,320
* Highway Safety - OWI	20.600	OHSP	PT-20-29	4,477
* Highway Safety - Seatbelt	20.600	OHSP	PT-19-21	1,721
* Highway Safety - Seatbelt	20.600	OHSP	PT-20-29	1,661
* Highway Safety - Underage Drinking Enforcement	20.616	OHSP	AL-19-12	3,565
Total Highway Safety Cluster:				<u>65,679</u>
Total U.S. Department of Transportation				<u>414,615</u>
U.S. Environmental Protection Agency				
Office of Water:				
* State Drinking Water Revolving Loan - Standard/Operator Assistance	66.468	MDEQ	FS975487-17	1,313
* State Drinking Water Revolving Loan - Standard/Operator Assistance	66.468	EGL	FS975487-18	1,531
* State Drinking Water Revolving Loan - Local Assistance	66.468	MDEQ	FS975487-17	1,700
* Public Water Supply Supervision - Revised Total Coliform Rule	66.468	MDEQ	FS975487-17	3,757
Total U.S. Environmental Protection Agency				<u>8,301</u>
Executive Office of the President				
High Intensity Drug Trafficking Areas Program (HIDTA)	95.001	KT	n/a	384
Total Executive Office of the President				<u>384</u>
Total Expenditures of Federal Awards				<u>\$ 2,033,396</u>

Allegan County

Notes to the Schedule of Expenditures of Federal Awards

NOTE 1 - BASIS OF PRESENTATION

The Schedule of Expenditures of Federal Awards (the “Schedule”) includes the federal grant activity of Allegan County, Michigan (the “County”) under programs of the federal government for the year ended December 31, 2019. 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.

The County’s reporting entity is defined in Note 1 of the County’s financial statement audit report. The County’s financial statements include the operations of the Allegan County Road Commission as a discretely presented component unit, which received federal awards that are not included in the Schedule for the year ended December 31, 2019, as it was separately audited. The County’s financial statements include the Allegan County Medical Care Community, an enterprise fund, which received federal awards that are not included in the Schedule for the year ended December 31, 2019, as the entity was separately audited.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting, which is described in Note 1 to the County’s financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

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

NOTE 3 - FISCAL REPORTING

Certain departments report on a different fiscal year than the County. Grants accounted for and reported on year-ends other than December 31, 2019 are denoted as such in the Schedule with an asterisk (*) for September 30 year-ends, or a double asterisk (**) for June 30 year-ends.

Allegan County

Notes to the Schedule of Expenditures of Federal Awards

NOTE 4 - PASS-THROUGH AGENCIES

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

Pass-through Agency	
Abbreviation	Pass-through Agency Name
MDE	Michigan Department of Education
MDEQ	Michigan Department of Environmental Quality
MDHHS	Michigan Department of Health and Human Services
MDOT	Michigan Department of Transportation
OHSP	Michigan Office of Highway Safety Planning
MSP	Michigan Department of State Police
SCAO	State Court Administrative Office
VBC	County of Van Buren, Michigan
KT	Kalamazoo Township, Michigan
EGLE	Environmental, Great Lakes & Energy - State of Michigan

NOTE 5 - RECONCILIATION TO FINANCIAL STATEMENTS

The County's governmental funds reported total *intergovernmental revenues – federal* of \$2,033,396 during the year ended December 31, 2019. This amount reconciles with the total federal expenditures from the Schedule.

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT
AUDITING STANDARDS***

Members of the Board of Commissioners
Allegan County, Michigan
Allegan, Michigan

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Allegan County, Michigan (the "County"), as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated July 28, 2020. Our report includes a reference to other auditors who audited the financial statements of the Allegan County Road Commission and the Allegan County Medical Care Community, as described in our report on the County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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.

A handwritten signature in cursive script that reads "Gabridge & Company".

Gabridge & Company, PLC
Grand Rapids, MI
July 28, 2020

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

Members of the Board of Commissioners
Allegan County, Michigan
Allegan, Michigan

Report on Compliance for Each Major Federal Program

We have audited Allegan County, Michigan's (the "County") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended December 31, 2019. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. The County's basic financial statements include the operations of the Allegan County Road Commission and the Allegan County Medical Care Community, which are not included in the schedule of expenditures of federal awards for the year ended December 31, 2019. Our audit, described below, did not include the operations of the Allegan County Road Commission and the Allegan County Medical Care Community because they arranged for a separate financial statement audit report.

Management's Responsibility

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

Independent Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States 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). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about 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 program. However, our audit does not provide a legal determination of the County's compliance.

Opinion on Each Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2019.

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 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 program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of 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 program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the 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. Accordingly, this report is not suitable for any other purpose.



Gabridge & Company, PLC
Grand Rapids, MI
July 28, 2020

Allegheny County
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2019

SECTION I - SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued	Unmodified
Internal controls over financial reporting	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Type of auditor's report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	No

Identification of Major Programs

<u>Name of Federal Program or Cluster</u>	<u>CFDA Number</u>
Child Support Enforcement	93.563
Dollar threshold used to distinguish between Type A and B programs?	\$ 750,000
Auditee qualified as a low-risk auditee?	Yes

SECTION II - FINANCIAL STATEMENT FINDINGS

None.

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No matters were reported.

SECTION IV - SUMMARY OF PRIOR AUDIT FINDINGS

No findings or questioned costs in the prior year.

July 28, 2020

To the Board of Commissioners
Allegan County
Allegan, Michigan

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Allegan County, Michigan (the “County”) as of and for the year ended December 31, 2019. Our report includes a reference to other auditors. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated December 10, 2019. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the County are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies were not changed during the fiscal year ended December 31, 2019. We noted no transactions entered into by the County during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management’s knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the County’s financial statements were:

- Management’s estimate of the useful life of depreciable capital assets is based on the length of time it is believed that those assets will provide some economic benefit in the future.
- Management’s estimate of the accrued compensated absences is based on current hourly rates and policies regarding payment of sick and vacation banks.
- Management’s assumptions used in the actuarial valuations of the pension are based on historical trends and industry standards.

We evaluated the key factors and assumptions used to develop these estimates and determined that they are reasonable in relation to the basic financial statements taken as a whole and in relation to the applicable opinion units.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to each opinion unit's financial statements taken as a whole.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated July 28, 2020.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the County's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the County's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to management's discussion and analysis, pension schedules, and the budgetary comparison schedules, which are required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the combining and individual fund financial statements and schedules and the schedule of expenditures of federal awards, which accompany the financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

The Nonurban Regular Service Nonfinancial Data, Job Access Reverse Commute Nonfinancial Data, the Specialized Services Nonfinancial Data, and the Mileage / Hourly Data schedules have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Restriction on Use

This information is intended solely for the information and use of the Board of Commissioners and management of the County and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,



Gabridge & Company, PLC
Grand Rapids, MI