

KNOX COUNTY, TENNESSEE

**Schedules of Expenditures of Federal Awards
and State Financial Assistance
and Reports as Required by
Government Auditing Standards and
the Uniform Guidance**

For the Year Ended June 30, 2019



KNOX COUNTY, TENNESSEE

**Schedules of Expenditures of Federal Awards and State Financial Assistance
and Reports as Required by *Government Auditing Standards* and the Uniform Guidance**

For the Year Ended June 30, 2019

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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

Honorable Mayor, County Commissioners and Audit Committee
 of Knox County, Tennessee
 Knoxville, Tennessee

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, budgetary comparison statement of the general fund and the aggregate remaining fund information of Knox County, Tennessee (the “County”) as of and for the year ended June 30, 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 December 30, 2019. Our report includes a reference to other auditors who audited the financial statements of The Development Corporation of Knox County (“TDC”), a discretely presented component unit reported in the financial statements of the County, and the Great Schools Partnership Charitable Trust (the “Partnership”), a discretely presented component unit, reported in the financial statements of the Knox County Board of Education (the “Board”), as described in our report on 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 combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the County’s financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.



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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 have not been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described in the accompanying Schedule of Findings and Questioned Costs as items 2019-001 through 2019-003, that we consider to be significant deficiencies.

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*.

Knox County, Tennessee's Responses to Findings and the Corrective Action Plan

The County's responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs and the 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 and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Pugh & Company, P.C.

Certified Public Accountants
Knoxville, Tennessee
December 30, 2019



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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

Honorable Mayor, County Commissioners and Audit Committee
 of Knox County, Tennessee
 Knoxville, Tennessee

Report on Compliance for Each Major Federal Program

We have audited Knox County, Tennessee’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 June 30, 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 Development Corporation of Knox County (the “TDC”), a discretely presented component unit reported in the financial statements of the County, and the Great Schools Partnership Charitable Trust (the “Partnership”), a discretely presented component unit reported in the financial statements of the Knox County Board of Education (the “Board”). Our audit, described below, did not include the operations of TDC or the Partnership because these entities engaged other auditors to perform their audits. Based upon the reports of the other auditors, TDC and the Partnership did not receive any federal awards for the year ended June 30, 2019.

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.

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.



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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 June 30, 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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we did identify a certain deficiency in internal control over compliance, described in the accompanying schedule of findings and questioned costs as item 2019-004, that we consider to be a significant deficiency.

The County's response to the internal control over compliance finding identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs and the Corrective Action Plans. The County's response was not subjected to the 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 Schedules of Expenditures of Federal Awards and State Financial Assistance Required by the Uniform Guidance and the Tennessee Comptroller of the Treasury

We have audited the financial statements of Knox County, Tennessee as of and for the year ended June 30, 2019, and have issued our report thereon dated December 30, 2019 which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedules of expenditures of federal awards and state financial assistance are presented for purposes of additional analysis as required by the Uniform Guidance and the Tennessee Comptroller of the Treasury and are 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 schedules of expenditures of federal awards and state financial assistance are fairly stated in all material respects in relation to the financial statements as a whole.

Pugh & Company, P.C.

Certified Public Accountants
Knoxville, Tennessee
December 30, 2019

KNOX COUNTY, TENNESSEE (PRIMARY GOVERNMENT)
KNOX COUNTY BOARD OF EDUCATION (DISCRETELY PRESENTED COMPONENT UNIT)
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2019

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Grant/Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
Knox County, Tennessee (Primary Government):				
U.S. Department of Agriculture:				
Passed through Tennessee Department of Health:				
Special Supplemental Nutrition Program for Women, Infants, and Children:				
Women, Infants, and Children (WIC)	10.557	GG-19-60821-00	\$	1,507,331
Women, Infants, and Children (WIC)	10.557	GG-15-43543-02		426,566
Women, Infants, and Children (WIC)	10.557	GG-15-43543-02		24,291
Women, Infants, and Children (WIC)	10.557	GG-19-60821-00		95,581
Total U.S. Department of Agriculture				<u>2,053,769</u>
U.S. Department of Housing and Urban Development:				
CDBG - Entitlement Grants Cluster:				
Community Development Block Grant	14.218	B-18-UC-47-0001	\$	901,988
Community Development Block Grant	14.218	B-17-UC-47-0001		62,596
Community Development Block Grant	14.218	B-16-UC-47-0001		3,354
Community Development Block Grant	14.218	B-15-UC-47-0204		200
Total CDBG - Entitlement Grants Cluster				<u>968,138</u>
HOME Investment Partnerships Programs	14.239	M-15-UC-47-0204		41,395
Total HOME Investment Partnerships Programs				<u>41,395</u>
Total U.S. Department of Housing and Urban Development				<u>968,138</u>
U.S. Department of Justice:				
Edward Byrne Memorial Justice Assistance Grant Program:				
Edward Byrne Memorial Justice Assistance Grant	16.738	2015-MU-BX-0442		52,330
Total Edward Byrne Memorial Justice Assistance Grant Program				<u>52,330</u>
Federal Bureau of Investigation:				
Law Enforcement Assistance - FBI Field Police Training	16.302	N/A		2,506
Law Enforcement Assistance - FBI Field Police Training	16.302	N/A		991
Law Enforcement Assistance - FBI Field Police Training	16.302	N/A		4,214
Law Enforcement Assistance - FBI Field Police Training	16.302	N/A		13,524
Total Federal Bureau of Investigation				<u>21,235</u>
Office of Community Oriented Policing Services:				
Public Safety Partnership and Community Policing Grants	16.710	N/A		3,209
Public Safety Partnership and Community Policing Grants	16.710	N/A		9,126
Total Office of Community Oriented Policing Services:				<u>12,335</u>
Passed Through Tennessee Office of Criminal Justice Programs:				
Crime Victim Assistance	16.575	2015-VA-GX-0018		49,976
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2016-H3618-TN-DJ		97,486
Total Passed Through Tennessee Office of Criminal Justice Programs				<u>147,462</u>
Criminal Division:				
Equitable Sharing Program	16.922			25,530
Total Criminal Division:				<u>25,530</u>
Total U.S. Department of Justice				<u>258,892</u>

The accompanying notes are an integral part of this schedule.

KNOX COUNTY, TENNESSEE (PRIMARY GOVERNMENT)
KNOX COUNTY BOARD OF EDUCATION (DISCRETELY PRESENTED COMPONENT UNIT)
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2019

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Grant/Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
Knox County, Tennessee (Primary Government) (Continued):				
U.S. Department of Transportation:				
Federal Highway Administration:				
Passed through Tennessee Department of Transportation:				
Highway Planning & Construction Cluster:				
Highway Planning and Construction - Traffic Signal Coordination Project	20.205	Agreement No. 140234	\$	21,905
TDOT Greenway Corridor Study	20.205	Agreement No. 170144		96,895
Total Highway Planning & Construction Cluster				<u>118,800</u>
Total Federal Highway Administration				<u>118,800</u>
National Highway Traffic Safety Administration:				
Passed through Tennessee Department of Transportation:				
Alcohol Open Container Requirements	20.607	Z-18-THS166		7,575
Alcohol Open Container Requirements	20.607	PT-17-31/402		57,772
Total National Highway Traffic Safety Administration				<u>65,347</u>
Total U.S. Department of Transportation				<u>184,147</u>
Institute of Museum and Library Services:				
Passed through Tennessee Secretary of State:				
Grants to States:				
Library Services - Materials for the Disadvantaged	45.310	LS-00-18-0043-18		6,400
LSTA - TN.St. Archives Equipment Grant	45.310	LS-00-18-0043-18		8,000
Total Institute of Museum and Library Services				<u>14,400</u>
National Endowment for the Arts:				
Passed through Tennessee Secretary of State:				
Promotion of the Arts Grants to Organizations and Individuals Festival of Reading	45.024	AWARD 1808168-52-18		10,000
Total National Endowment for the Arts				<u>10,000</u>
Environmental Protection Agency:				
Office of Air and Radiation:				
Air Pollution Control Program Support - Section 105	66.001	A-00408315-3		260,469
Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act - Section 103	66.034	PM-96497615		107,907
Total Office of Air and Radiation				<u>368,376</u>
Office of Water:				
Passed through Tennessee Department of Agriculture:				
Nonpoint Source Implementation Grant	66.460	EDISON 61491		36,078
Nonpoint Source Implementation Grant	66.460	EDISON 53196		45,878
Total Office of Water				<u>81,956</u>
Total Environmental Protection Agency				<u>450,332</u>

The accompanying notes are an integral part of this schedule.

KNOX COUNTY, TENNESSEE (PRIMARY GOVERNMENT)
KNOX COUNTY BOARD OF EDUCATION (DISCRETELY PRESENTED COMPONENT UNIT)
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2019

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Grant/Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
Knox County, Tennessee (Primary Government) (Continued):				
U.S. Department of Energy:				
Passed Through Tennessee Emergency Management Agency:				
Environmental Monitoring/Cleanup, Cultural and Resource Management, Emergency Response Research, Outreach, Technical Analysis	81.214	EDISON 51230	\$	15,948
Environmental Monitoring/Cleanup, Cultural and Resource Management, Emergency Response Research, Outreach, Technical Analysis	81.214	34101-21317		10,078
Total U.S. Department of Energy				<u>26,026</u>
U.S. Department of Health and Human Services:				
Passed through Tennessee Department of Health:				
Centers for Disease Control and Prevention:				
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	GG-19-59259-00		<u>111,623</u>
Immunization Cooperative Agreements Grants Program:				
Immunizations and Vaccines for Children Program	93.268	GG-19-59904-00		150,875
Immunizations and Vaccines for Children Program	93.268	GG-19-59904-00		<u>71,492</u>
Total Immunization Cooperative Agreements Grants Program				<u>222,367</u>
Hospital Preparedness Program and Public Health Emergency Preparedness Aligned Cooperative Agreements:				
Public Health Emergency Preparedness	93.074	GG-18-54852-00		51,361
National Bioterrorism Hospital Preparedness Program	93.074	GG-18-54852-00		<u>507,762</u>
Total Hospital Preparedness Program and Public Health Emergency Preparedness Aligned Cooperative Agreement				<u>559,123</u>
National State Based Tobacco Control Programs:				
National State Based Tobacco Control Programs	93.305	GG-17-53481-00		11,406
National State Based Tobacco Control Programs	93.305	GG-17-53481-00		<u>23,217</u>
Total National State Based Tobacco Control Programs				<u>34,623</u>
HIV Prevention Activities Program:				
HIV Prevention - Health Department Based	93.940	GG-19-61510-00		61,999
HIV Prevention - Health Department Based	93.940	GG-18-56814-00		66,195
HIV Prevention - Health Department Based	93.940	GG-19-61510-00		60,847
HIV Prevention - Health Department Based	93.940	GG-18-56814-00		<u>75,951</u>
Total HIV Prevention Activities Program				<u>264,992</u>

The accompanying notes are an integral part of this schedule.

KNOX COUNTY, TENNESSEE (PRIMARY GOVERNMENT)
KNOX COUNTY BOARD OF EDUCATION (DISCRETELY PRESENTED COMPONENT UNIT)
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2019

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Grant/Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
Knox County, Tennessee (Primary Government) (Continued):				
U.S. Department of Health and Human Services (Continued)				
Passed through Tennessee Department of Health (Continued)				
Centers for Disease Control and Prevention (Continued)				
Sexually Transmitted Disease Prevention and Control Grants:				
Preventative Health Services - STD Control Grant - Infertility Youth Screening	93.977	GG-18-56934-00	\$	24,795
Total Sexually Transmitted Disease Prevention and Control Grants				24,795
Injury Prevention and Control Research and State and Community Based Programs:				
Injury Prevention and Control Research	93.136	GG-15-44316-00		22,858
Injury Prevention and Control Research	93.136	GG-15-44316-00		15,246
Total Injury Prevention and Control Research Programs				38,104
Preventative Health and Health Services Block Grant	93.758	GG-19-58434-00		61,500
Cooperative Agreements to Support State-Based Safe Motherhood and Infant Health Initiative Programs:				
Child Fatality Review Services	93.946	GU-15-45140-00		5,400
Child Fatality Review Services	93.946	GG-19-6116-00		1,671
Total Cooperative Agreements to Support State-Based Safe Motherhood and Infant Health Initiative Programs				7,071
Total Centers for Disease Control and Prevention				1,324,198
Health Resources and Services Administration:				
HIV Care Formula Grant Program:				
HIV Care Formula Grant	93.917	GG-17-53500-00		485,818
HIV Care Formula Grant -Centers of Excellence	93.917	GG-18-58424-00		176,026
Total HIV Care Formula Grant Program				661,844
Maternal and Child Health Services Block Grants to the States:				
Maternal and Child Health Services Block Grant - Breast & Cervical Cancer	93.994	GG-18-55036-00		38,646
Maternal and Child Health Services Block Grant - Children's Special Services	93.994	GG-19-58425-00		175,854
Maternal and Child Health Services Block Grant - Family Planning Services	93.994	GG-18-54442-00		199,173
Total Maternal and Child Health Services Grants				413,673
Affordable Care Act (ACA) Maternal, Infant, and Early Childhood Home Visiting Program:				
EPSDT Tenndercare	93.505	GG-17-50347-00		284,932
Total Health Resources and Services Administration Programs				1,360,449
Office of Population Affairs:				
Family Planning Services	93.217	GG-18-54442-00		290,293
Total Passed through Tennessee Department of Health				2,974,940

The accompanying notes are an integral part of this schedule.

KNOX COUNTY, TENNESSEE (PRIMARY GOVERNMENT)
KNOX COUNTY BOARD OF EDUCATION (DISCRETELY PRESENTED COMPONENT UNIT)
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2019

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Grant/Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
Knox County, Tennessee (Primary Government) (Continued):				
U.S. Department of Health and Human Services (Continued):				
Passed through Tennessee Department of Human Services:				
Office of Administration for Children and Families:				
Child Support Enforcement	93.563	CONTRACT 44946-01	\$	155,268
Child Support Enforcement	93.563	EDISON 36305-04		<u>181,305</u>
Total Passed through TN Department of Human Services				<u>336,573</u>
Total U. S. Department of Health and Human Services				<u>3,311,513</u>
U.S. Department of Homeland Security:				
Direct Federal Emergency Management Agency:				
Preparing for Emerging Threats and Hazards				
Program to Prepare Communities for Complex Coordinated Terrorist Attacks	97.133	2017-V6-B114-P120-4101-D		<u>150,691</u>
Passed through Tennessee Department of Military:				
Homeland Security Grant Program	97.067	2017		119,042
Homeland Security Grant Program	97.067	2016		<u>123,210</u>
Total Passed through Tennessee Department of Military				<u>242,252</u>
Total U.S. Department of Homeland Security				<u>392,943</u>
Executive Office of the President:				
Passed through Laurel County, Kentucky:				
High Intensity Drug Trafficking Areas Program	95.001	GP-19-AP0001A		7,500
High Intensity Drug Trafficking Areas Program	95.001	GP-19-AP0001A		18,793
High Intensity Drug Trafficking Areas Program	95.001	GP-19-AP0001A		<u>7,302</u>
Total Executive Office of the President				<u>33,595</u>
Total Federal Awards - Knox County Primary Government			\$	<u>968,138</u> \$ <u>7,989,672</u>

The accompanying notes are an integral part of this schedule.

KNOX COUNTY, TENNESSEE (PRIMARY GOVERNMENT)
KNOX COUNTY BOARD OF EDUCATION (DISCRETELY PRESENTED COMPONENT UNIT)
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2019

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Grant/Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
Knox County Board of Education (Component Unit):				
U.S. Department of Agriculture:				
Passed through University of Tennessee:				
Agriculture and Food Research Initiative	10.310	2019		\$ 44,719
Total University of Tennessee:				<u>44,719</u>
Passed through Tennessee Department of Agriculture:				
Food and Nutrition Service:				
Child Nutrition Cluster:				
School Breakfast Program	10.553	2019		4,219,760
National School Lunch Program	10.555	2019		13,519,675
National School Lunch Program - Non-Cash Assistance - Commodities	10.555	2019		2,028,290
National School Lunch Program - State Contracted Warehouse Rebate	10.555	2019		83,345
Total Child Nutrition Cluster				<u>19,851,070</u>
Fresh Fruit and Vegetable Program	10.582	2019		315,098
Total Food and Nutrition Service				<u>20,166,168</u>
Total U.S. Department of Agriculture				<u>20,210,887</u>
U.S. Department of Justice:				
Office of Community Oriented Policing Services:				
Public Safety Partnership and Community Policing Grants	16.710	SE-TNE-277H		42,302
Total U.S. Department of Justice				<u>42,302</u>
U.S. Department of Education:				
Passed through Tennessee Department of Education:				
Office of Elementary and Secondary Education:				
Title I Grants to Local Education Agencies:				
Title I Grants to Local Education Agencies	84.010A	2019		14,132,258
Title I Part D Grants to Local Education Agencies	84.010A	2019		143,661
Title I Neglected	84.010A	2019		92,580
District Priority School Improvement Grant	84.010A	2019		169,911
iZone Grant	84.010A	2019		106,589
Total Title I Grants to Local Education Agencies				<u>14,644,999</u>
Education for Homeless Children and Youth Programs	84.196A	2019		130,000
Twenty-First Century Community Learning Centers:				
Twenty-First Century Community Learning Centers	84.287	2019		323,914
Twenty-First Century Community Learning Centers	84.287	2019		110,500
Total Twenty-First Century Community Learning Centers				<u>434,414</u>
English Language Acquisition State Grants Program:				
English Language Acquisition State Grants Title III	84.365A	2019		430,436
English Language Acquisition State Grants Title III - Immigrant	84.365A	2019		23,524
Total English Language Acquisition State Grants Program				<u>453,960</u>

The accompanying notes are an integral part of this schedule.

KNOX COUNTY, TENNESSEE (PRIMARY GOVERNMENT)
KNOX COUNTY BOARD OF EDUCATION (DISCRETELY PRESENTED COMPONENT UNIT)
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2019

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Grant/Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
Knox County Board of Education (Component Unit) (Continued)				
U.S. Department of Education (Continued):				
Passed through Tennessee Department of Education (Continued):				
Supporting Effective Instruction State Grant				
Quality State Grants - Title II - Part A	84.367A	2019		\$ <u>2,211,775</u>
School Improvement Grants:				
School Improvement Grant - Cohort 4 VINE	84.377	2019		<u>214,476</u>
Student Support and Academic Enrichment Program				
Student Support and Academic Enrichment Program	84.424A	2019		7,455
Title IV	84.424A	2019		<u>679,050</u>
Total Student Support and Academic Enrichment Program				<u>686,505</u>
Total Office of Elementary and Secondary Education				<u>18,776,129</u>
Office of Special Education and Rehabilitative Services:				
Special Education Cluster (IDEA):				
Special Education - Grants to States (IDEA, Part B)	84.027A	2019		13,794,130
Individuals with Disabilities Education Act - Discretionary	84.027A	2019		32,900
Special Education - Preschool Grants (IDEA Preschool)	84.173A	2019		<u>277,898</u>
Total Special Education Cluster (IDEA)				<u>14,104,928</u>
Office of Career, Technical, and Adult Education:				
Career and Technical Education - Basic Grants to States:				
Career and Technical Education - Carl Perkins	84.048A	2019		888,526
CTE Perkins Reserve	84.048A	2019		<u>19,007</u>
Total Career and Technical Education - Basic Grants to States				<u>907,533</u>
Office of Innovation and Improvement				
Education Innovation and Research	84.411C	2019		<u>5,831</u>
Total Passed through Tennessee Department of Education				<u>33,794,421</u>
Passed through Tennessee Department of Human Services:				
Rehabilitation Services - Vocational Rehabilitation Grants to States	84.126	34570-51319		<u>81,972</u>
Total U.S. Department of Education				<u>33,876,393</u>
U.S. Department of Health and Human Services				
Passed through Tennessee Department of Education				
Child Care and Development Fund (CCDF) Cluster:				
Child Care and Development Block Grant	93.575	2019		<u>150,488</u>
Total U.S. Department of Health and Human Services				<u>150,488</u>
Total Federal Awards - Knox County Board of Education Component Unit				<u>54,280,070</u>
Total Federal Awards - Knox County Primary Government and Board of Education Component Unit			\$ <u>968,138</u>	\$ <u>62,269,742</u>

The accompanying notes are an integral part of this schedule.

KNOX COUNTY, TENNESSEE (PRIMARY GOVERNMENT)
KNOX COUNTY BOARD OF EDUCATION (DISCRETELY PRESENTED COMPONENT UNIT)
STATE FINANCIAL ASSISTANCE
For the Year Ended June 30, 2019

Program Title	Identifying Number	State Expenditures
Knox County, Tennessee (Primary Government):		
Tennessee Department of Mental Health and Substance Abuse Services		
Pre-Arrest Diversion Grant - Helen Ross McNabb Center	Edison 56547	\$ 1,996,210
Tennessee Certified Recovery Court Program	Edison 50788	255,000
Tennessee Certified Juvenile Recovery Court Program	Edison 50250	<u>3,900</u>
Total Tennessee Department of Mental Health and Substance Abuse Services:		<u>2,255,110</u>
Tennessee Department of Corrections:		
Community Corrections (CAPP)	Contract 55207	530,564
Tennessee Department of Corrections (TDOC) Offender Re-Entry	EDISON 61795	<u>15,506</u>
Total Tennessee Department of Corrections		<u>546,070</u>
Tennessee Commission on Children and Youth		
Children Services - Youth Officer	EDISON 39605	<u>9,000</u>
Total Tennessee Commission on Children and Youth		<u>9,000</u>
Tennessee Secretary of State:		
General Library Services	30504-00217-02	<u>45,500</u>
Total Tennessee Secretary of State		<u>45,500</u>
Tennessee Department of Health:		
Project Diabetes	GG-17-50990-00	142,979
Tuberculosis Nursing	GG-18-55052-00	395,755
Maternal and Child Health Services Block Grant - Breast & Cervical Cancer	GG-18-55036-00	29,154
Prenatal Presumptive Eligibility Expansion	GU-1958427	2,935
Sexually Transmitted Disease	GG-18-56814-00	14,528
Sexually Transmitted Disease - CSPA	GG-19-61510-00	16,810
Sexually Transmitted Disease - Hepatitis C	GG-18-56814-00	35,730
Sexually Transmitted Disease - Hepatitis C	GG-19-61510-00	39,002
Immunization	GG-19-59904-00	86,328
Immunization	Z-19-90219-00	49,100
Family Planning	GG-18-54442-00	32,255

The accompanying notes are an integral part of this schedule.

KNOX COUNTY, TENNESSEE (PRIMARY GOVERNMENT)
KNOX COUNTY BOARD OF EDUCATION (DISCRETELY PRESENTED COMPONENT UNIT)
STATE FINANCIAL ASSISTANCE
For the Year Ended June 30, 2019

Program Title	Identifying Number	State Expenditures
Knox County, Tennessee (Primary Government) (Continued):		
Tennessee Department of Health (Continued):		
Family Planning	GG-18-544442-00	\$ 150,253
Oral Health	GG-17-50995-00	239,985
Adolescent Pregnancy	GG-18-53910-00	47,389
Tobacco Prevention	GG-19-59571-00	106,100
Fetal Infant Mortality	GG-18-54939-00	133,318
Hepatitis C Equipment - Ryan White	GG-18-56822-01	19,688
Adult Emergency Dental Services	GG-17-51677-00	75,831
Help Us Grow Successfully	GG-15-41709-00	241,900
Total Tennessee Department of Health		1,859,040
Tennessee Department of Human Services:		
Helen Ross McNabb InnerChange	EDISON ID 56479	167,349
Total Tennessee Department of Human Services		167,349
Tennessee Department of Environment and Conservation:		
Carter Convenience Center Grant	Edison 57491	8,159
Used Oil	2017-2450-1-UO	4,100
Total Tennessee Department of Environment and Conservation		12,259
Tennessee Administrative Office of the Courts:		
		21,118
Tennessee Department of Agriculture - Forestry Division:		
Tennessee Agriculture Enhancement Program - Farmer's Marke	EDISON ID 63657	1,000
TAEP Plumb Creek Trees FY18-19	EDISON ID 70565	14,571
Total Tennessee Department of Agriculture - Forestry Division		15,571
Tennessee Department of Transportation:		
Litter Grant	Z17LIT047	169,000
Total Tennessee Department of Transportation		169,000
Total State Financial Assistance - Knox County Primary Government		5,100,017

The accompanying notes are an integral part of this schedule.

KNOX COUNTY, TENNESSEE (PRIMARY GOVERNMENT)
KNOX COUNTY BOARD OF EDUCATION (DISCRETELY PRESENTED COMPONENT UNIT)
STATE FINANCIAL ASSISTANCE
For the Year Ended June 30, 2019

Program Title	Identifying Number	State Expenditures
Knox County Board of Education (Component Unit):		
Tennessee Department of Education:		
Competency-Based Education	2018-2019	\$ 24,160
Coordinated School Health	2018-2019	185,000
Emergency Impact Aid	2018-2019	13,375
Pre-Kindergarten	2018-2019	2,127,516
Safe Schools Act	2018-2019	1,508,174
School Bus Seat Restraints	2018-2019	16,090
Priority School State Grant	2018-2019	206,203
Read to be Ready Coaching Network	2018-2019	9,818
Total Tennessee Department of Education		<u>4,090,336</u>
Total State Financial Assistance - Knox County Board of Education (Component Unit)		<u>4,090,336</u>
Total State Financial Assistance		<u>\$ 9,190,353</u>

The accompanying notes are an integral part of this schedule.

KNOX COUNTY, TENNESSEE

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

For the Year Ended June 30, 2019

NOTE 1 - BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal awards and of state financial assistance (the "Schedules") include the federal award and state grant activity of Knox County, Tennessee (the "County"), and its discretely presented component unit, Knox County Board of Education, (the "Board"), for the year ended June 30, 2019. The information in these Schedules 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) and the Tennessee Comptroller of the Treasury. Because the Schedules present only a selected portion of the operations of Knox County, Tennessee, they are not intended to and do not present the financial position, changes in net position, or cash flows of Knox County, Tennessee.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported in the Schedules are reported on the modified-accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown in the Schedules represent adjustments or credits made in the normal course of business to amounts reported as expenditures in the prior years.

NOTE 3 - LOANS OUTSTANDING

The County had the following loan funding balances outstanding at June 30, 2019. All of the loan additions are represented by program expenditures, but only a portion comes from the federal grant with the remainder from program income:

<u>Cluster / Program Title</u>	<u>CFDA Number</u>	<u>FY 2019 Loan Funding</u>	<u>Outstanding Balance</u>
Community Development Block Grant	14.218	\$ 0	\$ 181,708
HOME Investment Partnerships Programs	14.239	0	618,570

NOTE 4 - SUBRECIPIENTS

Of the expenditures presented in the schedule of expenditures of federal awards, the County provided federal awards to subrecipients as follows:

<u>CFDA Number</u>	<u>Amounts Provided to Subrecipients</u>
Community Development Block Grant	14.218 \$ <u>968,138</u>

NOTE 5 - NON-CASH ASSISTANCE

The Board is the recipient of certain federal awards that do not result in cash receipts or disbursements, including distributions of U.S. Department of Agriculture (USDA) Food Commodities, which are valued based on a USDA price list obtained from the Tennessee Department of Agriculture.

NOTE 6 - INDIRECT COSTS

A number of the County's and Board's federal and state funded programs allow indirect costs to be charged and include them as a line item in the grant budget. However, if the grant budget does not specifically provide for indirect costs to be charged, none of the indirect costs are reported as costs to the grantor nor are the costs included or presented in the schedules of expenditures of federal awards and of state financial assistance. The County and Board have elected not to use the ten percent de minimis indirect rate as allowed under the Uniform Guidance.

KNOX COUNTY, TENNESSEE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2019

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? yes no
- Significant deficiency(ies) identified? yes none reported

Noncompliance material to financial statements noted? yes no

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? yes no
- Significant deficiency(ies) identified? yes none reported

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

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

yes no

Major federal programs for Knox County, Tennessee for the year ended June 30, 2019 are:

<u>Program Name</u>	<u>CFDA#</u>
Title 1 Grants to Local Educational Agencies	84.010A
Special Education Cluster (IDEA)	84.027A, 84.173A
Special Supplemental Nutrition Program For Women, Infants, and Children (WIC)	10.557
HIV Care Formula Grants	93.917

Dollar threshold used to distinguish between Type A & Type B programs: \$1,868,092

Auditee qualified as low-risk auditee? yes no

KNOX COUNTY, TENNESSEE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

For the Year Ended June 30, 2019

Section II - Financial Statement Findings

2019-001 Financial Statement Preparation

Criteria or Specific Requirement - Generally accepted accounting principles (GAAP) requires that all long term obligations and limitations on the availability of net position be presented in the government wide financial statements. In addition, GAAP requires that investments and revenue sources reported in the fund financial statements be classified correctly. GAAP also requires timely implementation of effective accounting pronouncements.

Condition - During the audit, it was noted that a liability of approximately \$5,000,000 pertaining to the Board's termination benefits was not reported on the Board's government wide financial statements provided for our review. In addition, we noted a \$1,263,000 investment in the Tennessee Consolidated Retirement System (TCRS) Stabilization Reserve Trust was misclassified as a deferred outflow of resources in the Board's government wide financial statements and misclassified in results of operations in the Board's fund financial statements. Audit adjustments were proposed for each of these items.

The corrections related to the TCRS Stabilization Reserve Trust also required changes to the notes to the financial statements and the required supplementary information (RSI). Changes to the notes were also required for implementation of Governmental Accounting Standards Board (GASB) Statement Number 88 which was not implemented in the comprehensive annual financial report (CAFR) provided for our review.

In addition, we determined that unspent bond proceeds of approximately \$5,100,000 were misclassified as net investment in capital assets in the draft of the government-wide statement of net position provided for our review. We also noted that approximately \$1,500,000 of state grant revenues were misclassified as federal grant revenues in the County's statement of revenues, expenditures and changes in fund balances. Audit reclassifications were proposed for both of these items.

Cause and Effect - The County Finance Department does not have a comprehensive method to track information provided regarding non-routine adjustments that need to be made to the financial statements. This results in a possible misstatement to the CAFR. In addition, a lack of proper classification of federal awards can result in an error on the Schedule of Expenditures of Federal Awards (SEFA).

Recommendations - We recommend that the County Finance Department's personnel develop a comprehensive method to track information provided regarding non-routine adjustments that need to be made to the year-end Comprehensive Annual Financial Report (CAFR). In addition, the County and Board Finance Department's personnel should perform a more complete review of the CAFR to determine that all applicable entries are recorded at year-end, including the proper classification of all balances.

KNOX COUNTY, TENNESSEE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

For the Year Ended June 30, 2019

Section II - Financial Statement Findings (Continued)

2019-001 Financial Statement Preparation (Continued)

Management's Response - Prior to receiving this finding from the auditors, the Knox County Department of Finance had already established and implemented additional procedures to track information affecting the development of the CAFR. We believe that our procedures will provide for enhanced tracking of all necessary reporting additions and changes.

We concur that the Board's termination payment liability and the TCRS Stabilization Reserve Trust investment were not included in the first draft of our CAFR. It should be noted that the information regarding the TCRS Stabilization Reserve Trust investment was not available until reported by the State in communication dated September 23, 2019. As noted above, we made the necessary adjustments to the final CAFR. Regarding the reclassifications noted above, it should be noted that these items did not affect the total assets, liabilities, deferred outflows, deferred inflows, and fund balance/net position amounts that were included in our first draft of the report. The approximately \$5 million reclassification noted above reclassified certain components within the net position section of the Statement of Net Position, and this did not affect the total as originally included in the draft. This amount represents less than 0.5% of the total reported in the statement of net position for liabilities plus net inflows. Also, regarding the reclassification of federal and state revenues, it should be noted that the breakdown of these revenue amounts in the financial statements is not required by standards established by the Governmental Accounting Standards Board, and inclusion of these amounts in a single line item for "intergovernmental" revenues is acceptable and is common practice. We plan to make this change in future reports. It should also be noted that the amounts included in the Schedule of Expenditures of Federal Awards are based on the expenditure of federal funds, not on the reported revenues.

KNOX COUNTY, TENNESSEE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

For the Year Ended June 30, 2019

Section II - Financial Statement Findings (Continued)

2019-002 Timeliness of Undistributed Fund Account Reconciliations

Criteria or Specific Requirement - Good internal control procedures over financial reporting should include procedures whereby monthly undistributed fund account reconciliations that are related to the bank accounts should be prepared in a timely manner to ensure all transactions have been properly posted in the general ledger.

Condition - During the audit, we noted multiple June 2019 undistributed fund reconciliation issues that were not corrected by the Knox County Trustee's office until October 2019. Additionally, there were undistributed fund account reconciliations that had remaining unreconciled differences as of year-end.

Cause and Effect - The volume of undistributed fund accounts and complex nature of the reconciliations may exceed the capacity of one individual to reconcile in a timely manner. The untimely reconciling of undistributed fund accounts in turn affects the ability of management to accurately track the financial and budgetary position of the County and other related entities at any given time.

Recommendations - We recommend the Knox County Trustee's Office examine their practices and procedures regarding undistributed fund account reconciliations in order to ensure that all undistributed fund accounts are accurately reconciled in a timely manner.

Management's Response - We concur with this recommendation and have examined our practices and procedures and will implement additional procedures by increasing the duties of a staff member to assist in the reconciliation function. The reconciliations that involve actual bank accounts are completed timely each month by the Trustees' staff. The Finance department in conjunction with the Trustee plan to communicate to the other county departments the urgency of identifying revenue received but not recorded to the various general ledger accounts. We have planned quarterly meetings between the Finance department and Trustee's office to review the reconciliation process.

KNOX COUNTY, TENNESSEE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

For the Year Ended June 30, 2019

Section II - Financial Statement Findings (Continued)

2019-003 Processing of Invoices - Health Department

Criteria or Specific Requirement - Generally accepted accounting principles (GAAP) requires that all accounts payable and corresponding expenditures be presented in the government wide and fund financial statements.

Condition - We noted during the audit that certain invoices were being held by the Health Department for over two months before submission to the Knox County Finance Department for payment. As a result, several Health Department invoices paid in September 2019 pertained to activity occurring in fiscal year 2019.

Cause and Effect - Certain invoices were held for payment for specific Health Department expenditure accounts. The result was an understatement of accounts payable and expenditures of approximately \$155,000 as of June 30, 2019.

Recommendations - All invoices should be marked with a received date and submitted to the centralized Knox County Finance Department for payment in a timely manner.

Management's Response - We concur with this recommendation. The Knox County Health Department will increase the resources available for the function of receiving and processing invoices through cross-training other employees. Invoices will also be marked with a received date and processed in a timely manner.

KNOX COUNTY, TENNESSEE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

For the Year Ended June 30, 2019

Section III - Federal Award Findings

2019-004 Requests for Reimbursement - Health Department

Program(s) - Special Supplemental Nutrition Program for Women, Infants, and Children (CFDA # 10.557) and HIV Care Formula Grants (CFDA # 93.917)

Criteria or Specific Requirement - Good internal control procedures over compliance should include procedures whereby the requests for reimbursement related to federal grant awards submitted to the pass-through entity or Federal agency should be reviewed by a management level individual, and the review process documented.

Condition and Context - During our audit, we noted that the monthly requests for reimbursements for the WIC and HIV Formula Grant programs were prepared by the finance director of the Knox County Health Department and submitted electronically to the State of Tennessee for payment without review or approval by the respective program director.

Cause and Effect - By not performing a review of reimbursement request reports, there is a weakness in internal control over compliance for reporting which can lead to errors. In addition, a management level review and approval of this process can help prevent and detect possible fraud.

Recommendations - We recommend that requests for reimbursement for federal grant awards be reviewed and approved by the respective program director or designee before being submitted to the pass-through entity or federal agency. The reviewer should document evidence of their review.

Management's Response - We concur with this recommendation. The Knox County Health Department will implement a policy requiring dual review and signatures by the Program Manager and Knox County Health Department Finance on requests for reimbursement for all grant awards.



OFFICE OF COUNTY MAYOR GLENN JACOBS

Department of Finance • 400 Main Street, Suite 630, Knoxville, TN 37902

KNOX COUNTY, TENNESSEE

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

For the Year Ended June 30, 2019

PY Finding	Finding Title	Status/ Current Year Finding Number
2018-001	Financial Statement Classification and Review	Corrected
2018-002	Timeliness of General Ledger Receipting and Bank Account Reconciliations	Partially Corrected/ 2019-002
2018-003	Financing of Capital Project	Corrected
2018-004	Requests for Reimbursement - Board	Corrected
2018-005	Equipment Management - Board	Corrected



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Knox County, Tennessee Management's Corrective Action Plan For the Year Ended June 30, 2019

Finding 2019-001: Financial Statement Preparation

Person(s) Responsible for Implementing the Corrective Action:

Chris Caldwell
Finance Director, Knox County

Corrective Action Planned:

The County has developed a process for tracking non-routine items that effect the CAFR.

Anticipated Completion Date of Corrective Action:

Management has implemented this corrective action during FY 2020.

Finding 2019-002: Timeliness of Undistributed Fund Account Reconciliations

Person(s) Responsible for Implementing the Corrective Action:

Chris Caldwell
Finance Director, Knox County

Ed Shouse
Knox County Trustee

Corrective Action Planned:

We will work with the Trustee's office to review the reconciliation process to determine appropriate measures to improve the timeliness of completion.

Anticipated Completion Date of Corrective Action:

Management will implement this corrective action during FY 2020.

Finding 2019-003: Processing of Invoices – Health Department

Person(s) Responsible for Implementing the Corrective Action:

Kevin Parton
Finance Director, Knox County Health Department

Corrective Action Planned:

The Knox County Health Department will increase the resources available for the function of receiving and processing invoices through cross-training other employees. Invoices will also be marked with a received date and processed in a timely manner.

Anticipated Completion Date of Corrective Action:

Management will implement the corrective actions during FY 2020.

Finding 2019-004: Requests for Reimbursement – Health Department

Person(s) Responsible for Implementing the Corrective Action:

Kevin Parton
Finance Director, Knox County Health Department

Corrective Action Planned:

The Knox County Health Department will implement a policy requiring dual review and signatures by the Program Manager and Knox County Health Department Finance on requests for reimbursement for all grant awards.

Anticipated Completion Date of Corrective Action:

Management will implement the corrective actions during FY 2020.



Signature

