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

The Board of Commissioners  
Coos County

**Report on Compliance for Each Major Federal Program**

**Opinion on Each Major Federal Program**

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, each major fund, and the aggregate remaining fund information of Coos County as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise Coos County's basic financial statements, and have issued our report thereon dated March 26, 2024.

In our opinion, Coos 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, 2023.

**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; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

**Auditor's Responsibilities for the Audit of Compliance**

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Coos 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 generally accepted auditing standards, *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 Coos County's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, 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 Coos 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 Coos 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 Coos County's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

#### **Report on Internal Control over Compliance**

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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

Isler CPA



By: Paul Nielson, CPA, a member of the firm  
Eugene, Oregon  
March 26, 2024

COOS COUNTY  
 Schedule of Findings and Questioned Costs  
 Year Ended June 30, 2023

Section I – Summary of Auditor’s Results

Financial Statements:

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
• Material weakness(es) identified?	No
• Significant deficiency(ies) that are not considered to be material weaknesses?	No
Noncompliance material to financial statements noted?	No

Federal Awards:

Internal control over major programs:	
• Material weakness(es) identified?	No
• Significant deficiency(ies) that are not considered to be material weaknesses?	No
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 section 516(a) of the Uniform Guidance?	No

Identification of Major Federal Award Programs:

Name of Federal Program or Cluster	CFDA Number
Coronavirus State and Local Fiscal Recovery Funds	21.027
Local Assistance and Tribal Consistency	21.032

Dollar threshold used to distinguish between type A and type B programs:	\$750,000
Auditee qualified as low-risk auditee?	No

Section II – Financial Statement Findings

None

Section III – Federal Award Findings and Questioned Costs

None

Section IV – Summary Schedule of Prior Audit Findings

None

COOS COUNTY  
Schedule of Expenditures of Federal Awards  
For the Year Ended  
June 30, 2023

Federal Grantor / Pass-Through Grantor / Program Title	CFDA Number	Pass-Through Number	Expenditures
<b>U.S. Department of Agriculture</b>			
<i>Passed through Oregon Health Authority</i>			
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	\$ 169506	\$ 316,578
<b>U.S. Department of Housing and Urban Development</b>			
<i>Passed through Oregon Housing &amp; Community Services Department</i>			
Community Development Block Grants/States Programs Non-Entitlements Grants	14.228	IA2209 / SB2103	202,715
<b>U.S. Department of Interior</b>			
Payments in Lieu of Taxes (PILT)	15.226	N/A	634,893
<b>U.S. Department of Justice</b>			
<i>Passed through Oregon Department of Justice</i>			
Crime Victim Assistance	16.575	VOCA/CFA-2021- CoosCo.DAVAP-00035	146,810
<b>U.S. Department of Transportation</b>			
<i>Passed through Oregon Parks and Recreation Department</i>			
Recreational Trails Program	20.219	RT21-007	69,341
<b>U.S. Department of Treasury</b>			
Coronavirus State and Local Fiscal Recovery Funds	21.027	1505-0271	2,729,939
Local Assistance and Tribal Consistency Fund	21.032	1505-0276	783,180
<i>Passed through Oregon Health Authority</i>			
Coronavirus Relief Fund	21.027	175465	<u>146,615</u>
Total U.S. Department of Treasury			<u>3,659,734</u>
<b>U.S. Department of Health and Human Services</b>			
<i>Passed through Nat'l Assoc. of County &amp; City Health Officials (NACCHO)</i>			
Medical Reserve Corps Small Grant Program	93.008	MRC 21-2373	4,298
<i>Passed through Oregon Health Authority</i>			
Public Health Emergency Preparedness	93.069	169506	85,694
Family Planning Services	93.217	169506	14,292
Immunization Cooperative Agreements	93.268	169506	146,531
Public Health Emergency Response: Cooperative Agreement for Emergency Response	93.354	169506	136,581
Sexually Transmitted Diseases (STD) Prevention and Control Grants	93.977	169506	118,800
Block Grants for Community Mental Health Services	93.958	173131	111,950
Block Grants for Prevention and Treatment of Substance Abuse	93.959	169506/173131	196,244
Maternal and Child Health Services Block Grant to the States	93.994	169506	39,740
<i>Passed through Oregon Department of Justice</i>			
Child Support Enforcement	93.563	19292	142,177
<i>Passed through Oregon Health &amp; Science University</i>			
Maternal and Child Health Services Block Grant to the States	93.994	1015198	<u>20,883</u>
Total U.S. Department of Health and Human Services			<u>1,017,190</u>
<b>U.S. Department of Homeland Security</b>			
<i>Passed through Oregon Military Department:</i>			
Emergency Management Performance Grants	97.042	22-505	<u>78,405</u>
<b>Total Expenditures of Federal Awards</b>			<u>\$ 6,125,666</u>

## COOS COUNTY

### Notes to Schedule of Expenditures of Federal Awards

For the Year Ended

June 30, 2023

#### **1. Basis of Presentation**

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Coos County under programs of the federal government for the year ended June 30, 2023. The information in this schedule is presented in accordance with the requirements of Title 2 *US Code of Federal Regulations* (CFR) Part 200 *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Because the schedule presents only a selected portion of the operation of the County, it is not intended to and does not present the financial position, changes in financial position, or cash flow for the County.

#### **2. Summary of Significant Accounting Policies**

The accompanying Schedule of Expenditures of Federal Awards is presented on the modified accrual basis of accounting in accordance with generally accepted accounting principles. Expenditures reported on this schedule are recognized following the cost principles in Title 2 *US Code of Federal Regulations* (CFR) Part 200 *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, where certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available.

#### **3. Indirect Cost**

The County has elected to use the 10% *de minimis* cost rate.