

**COUNTY OF SALEM  
STATE OF NEW JERSEY  
REPORT OF SUPPLEMENTARY INFORMATION  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND  
SCHEDULE OF STATE FINANCIAL ASSISTANCE  
FOR THE YEAR 2019**

**COUNTY OF SALEM****TABLE OF CONTENTS**

	<b><u>Page No</u></b>
Report on Compliance for Each Major Program and Report on Internal Control Over Compliance Required by the Uniform Guidance and State of New Jersey Circular 15-08-OMB – Independent Auditor’s Report	1
Schedule of Expenditures of Federal Awards, Schedule A	4
Schedule of State Financial Assistance, Schedule B	6
Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance	9
Schedule of Findings and Questioned Costs:	
Section 1 - Summary of Auditor's Results	10
Section 2 - Schedule of Financial Statement Findings	12
Section 3 - Schedule of Federal Award Findings and Questioned Costs	13
Section 4 - Schedule of State Financial Assistance Findings and Questioned Costs	14
Summary Schedule of Prior Year Audit Findings and Questioned Costs as Prepared by Management	15
Officials in Office and Surety Bonds	16
Appreciation	17

**REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND REPORT ON INTERNAL CONTROL OVER  
COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE AND  
STATE OF NEW JERSEY CIRCULAR 15-08-OMB**

**INDEPENDENT AUDITOR'S REPORT**

The Honorable Director and  
Members of the County Board of Chosen Freeholders  
County of Salem  
Salem, New Jersey 08079

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

We have audited the County of Salem's, in the State of New Jersey, compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey State Grant Compliance Supplement* that could have a direct and material effect on each of the County of Salem's major federal and state programs for the year ended December 31, 2019. The County of Salem's major federal and state programs are identified in the *Summary of Auditor's Results* section of the accompanying *Schedule of Findings and Questioned Costs*.

***Management's Responsibility***

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

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of the County of Salem's major federal and state 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; audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey; Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Those standards, the Uniform Guidance, and State of New Jersey Circular 15-08-OMB require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the County of Salem's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

***Opinion on Each Major Federal and State Program***

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

## Report on Internal Control over Compliance

Management of the County of Salem 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 of Salem's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and State of New Jersey Circular 15-08-OMB, 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 of Salem's internal control over compliance.

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

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

## Schedules of Expenditures of Federal Awards and State Financial Assistance

We have audited the financial statements regulatory basis of 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 October 27, 2020. That report indicated that the County of Salem's financial statements were not prepared in accordance with accounting principles generally accepted in the United States of America, but were prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. The report contained an unmodified opinion on the regulatory basis of accounting. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedules of expenditures of federal awards and state financial assistance are presented for purposes of additional analysis as required by the Uniform Guidance and New Jersey Circular 15-08-OMB and are 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 schedules of expenditures of federal awards and state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and State of New Jersey Circular 15-08-OMB. Accordingly, this report is not suitable for any other purpose.

Respectfully submitted,

A handwritten signature in black ink that reads "Bowman & Company LLP".

BOWMAN & COMPANY LLP  
Certified Public Accountants  
& Consultants

A handwritten signature in black ink that reads "Henry J. Ludwigsen".

Henry J. Ludwigsen  
Certified Public Accountant  
Registered Municipal Accountant

Voorhees, New Jersey  
November 9, 2020

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

Federal Grantor / Pass-through Grantor Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Matching Contributions	Program or Award Amount	Grant Period		Receipts or Revenue Recognized	Program Expenditures	Pass-Through to Subrecipients
					From	To			
U.S. DEPARTMENT OF AGRICULTURE									
Passed through State of NJ Department of Agriculture:									
Crop Insurance Education In Targeted States	10.458	13-IE-53300-013		\$ 175,646.00	10/1/2017	9/30/2018	\$ 17,817.96	\$ 63,464.89	-
Senior Farmers Market Nutrition Program	10.576	DFHS19WMN004		500.00	6/1/2019	9/30/2019	-	500.00	-
TOTAL U.S. DEPARTMENT OF AGRICULTURE							17,817.96	63,964.89	-
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES									
Passed through New Jersey Department of Health and Senior Services:									
Title III B	93.044	100-046-4110-049-J004-6110		130,908.00	1/1/2018	12/31/2018	258,565.00	133,184.78	
Title III B	93.044	100-046-4110-049-J004-6110		191,517.00	1/1/2019	12/31/2019	136,187.00	127,059.78	\$ 127,059.78
Title III C	93.045	100-046-4110-049-J004-6110		174,367.00	1/1/2019	12/31/2019	157,301.00	143,343.18	143,343.18
Aging Cluster Total							552,053.00	403,587.74	270,402.96
Title III D	93.043	100-046-4110-049-J004-6110		18,322.00	1/1/2019	12/31/2019	16,610.00	18,392.64	18,392.64
Title III E	93.052	100-046-4110-049-J004-6110		41,085.00	1/1/2019	12/31/2019	23,404.00	31,013.00	31,013.00
Medical Assistance Program - Medicaid Cluster	93.778	100-046-4110-049-J004-6110		3,662.00	1/1/2019	12/31/2019	3,662.00	3,623.78	-
Public Health Preparedness & Response for Bioterrorism	93.069	100-046-4L04-360-J003-6120		265,340.00	7/1/2018	6/30/2019	135,495.00	124,783.76	
Public Health Preparedness & Response for Bioterrorism	93.069	100-046-4L04-360-J003-6120		265,340.00	7/1/2019	6/30/2020	115,755.00	65,654.35	
Program Total							251,250.00	190,438.11	-
Passed Through New Jersey Divison of Family Development:									
Title IV-D - Child Support Reimbursement	93.563	N/A		147,769.00	10/1/2017	9/30/2018	5,195.35	-	-
Passed Through New Jersey Department of Law and Public Safety									
Operation Helping Hand (OHH) - Opioid Public Health Crisis Response	93.354	100-066-1000-191		58,824.00	9/1/2018	8/31/2019	58,533.95	55,964.46	
Operation Helping Hand (OHH) - Opioid Public Health Crisis Response	93.354	100-066-1000-191		100,000.00	9/1/2019	8/31/2020	20,000.00	7,784.37	
Program Total							78,533.95	63,748.83	-
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES							930,708.30	710,804.10	319,808.60
U.S. DEPARTMENT OF JUSTICE									
Passed Through New Jersey Department of Law and Public Safety									
Victims of Crime (SART/FNE) VS-41-17	16.575	100-066-1020-142		72,000.00	10/1/2018	9/30/2019	70,673.37	54,669.21	
Victims of Crime Act Grant Program (VOCA) V-17-17	16.575	100-066-1020-142	\$ 105,526.00	121,712.00	7/1/2018	6/30/2019	106,306.05	4,927.81	
Victims of Crime Act Grant Program (VOCA) V-20-16	16.575	100-066-1020-142		207,182.00	7/1/2019	6/30/2020	32,515.94	83,698.59	
Program Total							209,495.36	143,295.61	-
Bulletproof Vest Partnership	16.607	Unknown		4,812.50	4/1/2018	8/31/2020	2,850.00	2,619.00	
TOTAL U.S. DEPARTMENT OF JUSTICE							212,345.36	145,914.61	-

(continued)

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

Federal Grantor / Pass-through Grantor Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Matching Contributions	Program or Award Amount	Grant Period		Receipts or Revenue Recognized	Program Expenditures	Pass-Through to Subrecipients
					From	To			
<b>U.S. DEPARTMENT OF TRANSPORTATION</b>									
Passed through South Jersey Transportation Planning Organization									
Subregional Transportation Planning Program	20.205	N/A	\$ 8,600.00	\$ 34,400.00	7/1/2018	6/30/2019	\$ 16,734.81	\$ 17,690.16	
Subregional Transportation Planning Program	20.205	N/A	8,600.00	34,400.00	7/1/2019	6/30/2020	1,374.69	7,748.02	
Cohansey Friesburg Road( Highway Planning and Construction)	20.205	2016-DT-BLA-FEP-426		999,000.00		Project Completion	441,073.13	99,647.17	
Woodstown Road(Highway Planning and Construction)	20.205	2016-DT-BLA-FEP-425		1,220,000.00		Project Completion	516,615.25	33,511.69	
Centerton Traffic Signal	20.205	FAP-2017-Salem County-02567		36,406.99		Project Completion	35,539.71		
Salem County Mill & Overlay Resurfacing-FY15 Design	20.205	2015-DT-BLA-FEP-415		100,003.72		Project Completion	63,642.55	14,888.61	
Salem County Mill & Overlay Resurfacing-FY16 Design	20.205	FAP-2016-Salem County-02427		100,005.14		Project Completion	90,099.17		
Salem County Mill & Overlay Resurfacing-FY16	20.205	FAP-2016-Salem County-02428		1,716,832.00		Project Completion	876,062.40	70,218.70	
Salem County Mill & Overlay Resurfacing-FY18 Design	20.205	2018-DT-BLA-FEP-783		43,881.00		Project Completion	38,689.90	38,689.90	
Hook Road Design	20.205	Unknown		150,005.14		Project Completion	105,022.10	30,894.20	
Highway Planning and Construction Cluster							2,184,853.71	313,288.45	-
<b>TOTAL U.S. DEPARTMENT OF TRANSPORTATION</b>							<b>2,184,853.71</b>	<b>313,288.45</b>	<b>-</b>
<b>U.S. DEPARTMENT OF HOMELAND SECURITY</b>									
Passed through New Jersey Office of Homeland Security									
State Homeland Security Program (SHSP)	97.067	EMW-2016-SS-00032-S01		142,557.00	9/1/2016	8/31/2019	24,194.32	23,794.32	
State Homeland Security Program (SHSP)	97.067	EMW-2017-SS-00043-S01		164,557.68	9/1/2017	8/31/2020	8,865.83	8,771.22	
State Homeland Security Program (SHSP)	97.067	EMW-2018-SS-00028-S01		160,543.91	9/1/2018	8/31/2021	137,381.11	121,320.12	
State Homeland Security Program (SHSP)	97.067	EMW-2018-SS-00028-S01		161,093.68	9/1/2019	8/31/2022		1,524.77	
Program Total							170,441.26	155,410.43	-
<b>TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY</b>							<b>170,441.26</b>	<b>155,410.43</b>	<b>-</b>
<b>U.S. ELECTION ASSISTANCE COMMISSION</b>									
Passed through New Jersey Department of State, Division of Elections									
Helping Americans Vote Act (HAVA)	90.401	Unknown		21,216.08	7/18/2018	Project Completion	-	5,550.00	-
<b>TOTAL U.S. ELECTION ASSISTANCE COMMISSION</b>							<b>-</b>	<b>5,550.00</b>	<b>-</b>
<b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>							<b>\$ 3,516,166.59</b>	<b>\$ 1,394,932.48</b>	<b>\$ 319,808.60</b>

The accompanying Notes to the Schedules of Federal Awards and State Financial Assistance are an integral part of this schedule.

**County of Salem**  
Schedule of Expenditures of State Financial Assistance  
For the Year Ended December 31, 2019

State Grantor / Pass-through Grantor/Program	State G.M.I.S. No.	Matching Contributions	Program or Award Amount	Grant Period		Cash Received	Program Expenditures	Passed Through to Subrecipients	Memorandum Only
				From	To				Cumulative Cash Expenditures at 12/31/19
DEPARTMENT OF LAW AND PUBLIC SAFETY									
Prosecutor Insurance Fraud	100-066-1020-305		\$ 249,232.16	1/1/2018	12/31/2018	\$ 53,567.69	\$ 4,508.14		\$ 245,225.07
Prosecutor Insurance Fraud	100-066-1020-305		250,000.00	1/1/2019	12/31/2019	202,524.65	197,224.95		197,224.95
Program Total						256,092.34	201,733.09	-	442,450.02
Body Armor Replacement- Sheriff	1020-718-066-1020-001		17,903.10	1/1/2016	12/31/2019		7,644.83		17,903.10
Body Armor Replacement- Sheriff	1020-718-066-1020-001		17,854.54	1/1/2017	12/31/2020		13,839.54		17,854.54
Body Armor Replacement- Sheriff	1020-718-066-1020-001		20,064.72	1/1/2018	12/31/2022	20,064.72			
Body Armor Replacement-Prosecutor	1020-718-066-1020-001		2,410.97	1/1/2018	12/31/2022	2,410.97	2,410.97		2,410.97
Program Total						22,475.69	23,895.34	-	38,168.61
NJ Department of Correction- MAT Grant	18-100-026-7025-318		200,000.00	11/1/2017	3/31/2019	-	156,001.31	-	154,824.93
State Criminal Alien Assistance Program (SCAAP)	2015-AP-BX-0467		22,717.00	1/1/2016	12/31/2018		9,033.50		22,716.65
State Criminal Alien Assistance Program (SCAAP)	2016-AP-BX-0328		3,184.00	1/1/2017	12/31/2019		299.00		3,184.00
Program Total						-	9,332.50	-	25,900.65
TOTAL DEPARTMENT OF LAW AND PUBLIC SAFETY						278,568.03	390,962.24	-	661,344.21
DEPARTMENT OF HEALTH									
Social Services for the Aging - Area Plan	100-046-4275-100-6110		441,995.00	1/1/2019	12/31/2019	419,831.00	391,547.98	-	391,547.98
Right to Know	100-046-4771-105-6110		8,786.00	7/1/2018	6/30/2019	6,589.50	5,226.13		8,633.04
Right to Know	100-046-4771-105-6110		8,786.00	7/1/2019	6/30/2020	2,196.50	3,969.93		3,969.93
Program Total						8,786.00	9,196.06	-	12,602.97
State Health Insurance Assistance Program	7530-100-054-7530-055-LLLL-6110	\$ 61.00	33,000.00	4/1/2018	3/31/2019	28,353.00	13,102.03		33,000.00
State Health Insurance Assistance Program	7530-100-054-7530-055-LLLL-6110		33,000.00	4/1/2019	3/31/2020	85.00	14,733.85		14,733.85
Program Total						28,438.00	27,835.88	-	47,733.85
MIPPA Outreach & Enrollment	7530-100-054-7530-088-LLLL-6110		40,000.00	10/1/2018	9/29/2019	40,000.00	40,000.00	-	40,000.00
Alcohol & Drug Comprehensive Project	4240-100-046-4252-024-J002-6110	18,760.00	233,916.00	1/1/2017	12/31/2017		24,265.34		146,495.26
Alcohol & Drug Comprehensive Project	4240-100-046-4252-024-J002-6110	17,835.00	227,800.00	1/1/2018	12/31/2018	128,375.00	46,982.25	\$ 345.00	163,563.89
Alcohol & Drug Comprehensive Project	4240-100-046-4252-024-J002-6110	18,274.00	230,347.00	1/1/2019	12/31/2019		74,714.58	2,425.00	74,714.58
Program Total						128,375.00	145,962.17	2,770.00	384,773.73
Special Child Health and Early Intervention	4220-100-045-4572-129-J002-6140	15,880.00	41,018.00	7/1/2018	6/30/2019	62,835.00	5,227.76		5,227.76
Special Child Health and Early Intervention	4220-100-045-4572-129-J002-6140	15,880.00	41,018.00	7/1/2019	6/30/2020		14,103.07		14,103.07
Program Total						62,835.00	19,330.83	-	19,330.83
Childhood Lead Exposure Prevention	4220-100-046-4G12-501-J002-6140		207,000.00	7/1/2018	6/30/2019	115,886.00	129,661.93		207,000.00
Childhood Lead Exposure Prevention	4220-100-046-4G12-501-J002-6140		200,000.00	7/1/2019	6/30/2020	39,778.00	67,603.18		67,603.18
Program Total						155,664.00	197,265.11	-	274,603.18
TOTAL DEPARTMENT OF HEALTH						843,929.00	831,138.03	2,770.00	1,223,816.49

(continued)



**County of Salem**  
Schedule of Expenditures of State Financial Assistance  
For the Year Ended December 31, 2019

State Grantor / Pass-through Grantor/Program	State G.M.I.S. No.	Matching Contributions	Program or Award Amount	Grant Period		Cash Received	Program Expenditures	Passed Through to Subrecipients	Memorandum Only
				From	To				Cumulative Cash Expenditures at 12/31/19
<b>DEPARTMENT OF STATE</b>									
Local Arts Program	2530-100-074-2530-032-S003-6130	\$	46,843.00	1/1/2017	12/31/2017		\$ 2,793.00	\$ 2,793.00	\$ 41,443.00
Local Arts Program	2530-100-074-2530-032-S003-6130		46,843.00	1/1/2018	12/31/2018	\$ 4,685.00	7,043.00	6,043.00	45,743.00
Local Arts Program	2530-100-074-2530-032-S003-6130		46,843.00	1/1/2019	12/31/2019	42,158.00	33,005.00	33,005.00	30,380.00
Program Total						46,843.00	42,841.00	41,841.00	117,566.00
Historical Commission Grant	2540-100-074-2540-105-S020-6110		14,310.00	1/1/2018	12/31/2018	2,146.50	2,810.00	2,810.00	14,310.00
Historical Commission Grant	2540-100-074-2540-105-S020-6110		14,310.00	1/1/2019	12/31/2019	12,163.50	8,250.00	8,250.00	8,250.00
Program Total						14,310.00	11,060.00	11,060.00	22,560.00
<b>TOTAL DEPARTMENT OF STATE</b>						<b>61,153.00</b>	<b>53,901.00</b>	<b>52,901.00</b>	<b>140,126.00</b>
<b>DEPARTMENT OF ENVIRONMENTAL PROTECTION</b>									
County Environmental Health Act (CEHA)	495-042-4855-001-V83K-6010	\$ 131,350.00	132,282.00	7/1/2018	6/30/2019		262,632.00		262,362.00
County Environmental Health Act (CEHA)	495-042-4855-001-V83K-6010	118,123.00	137,652.00	7/1/2019	6/30/2020		72,324.34		72,324.34
Program Total						-	334,956.34	-	334,686.34
Clean Communities	unknown		500.00	1/1/2019	12/31/2019	500.00	485.00	-	485.00
<b>TOTAL DEPARTMENT OF ENVIRONMENTAL PROTECTION</b>						<b>500.00</b>	<b>335,441.34</b>	<b>-</b>	<b>335,171.34</b>
<b>DEPARTMENT OF TRANSPORTATION</b>									
Local Bridge, Future Needs-Scour Alloway Township	480-078-6320-ALE-6010		1,000,000.00	Project Completion			476,447.32		495,529.74
Local Bridge, Future Needs-Murphy's Bridge	480-078-6320-ALE-6010		1,000,000.00	Project Completion			399,424.82		399,424.82
Program Total						-	875,872.14	-	894,954.56
Short Line Track Rehabilitation Phase VIII	unknown		672,840.00	Project Completion		434,758.10	41,452.49	-	41,452.49
New Jersey Transit									
Senior Citizen and Disabled Resident Trans. Prog.	N.J. Transit Corp.		351,472.00	1/1/2016	12/31/2016		1,611.76		201,511.66
Senior Citizen and Disabled Resident Trans. Prog.	N.J. Transit Corp.		327,180.00	1/1/2017	12/31/2017		133,477.65		198,596.84
Senior Citizen and Disabled Resident Trans. Prog.	N.J. Transit Corp.		332,284.00	1/1/2018	12/31/2018	237,584.82	28,396.83		238,463.54
Senior Citizen and Disabled Resident Trans. Prog.	N.J. Transit Corp.		346,318.00	1/1/2019	12/31/2019	255,631.02	233,512.65		233,512.65
Program Total						493,215.84	396,998.89	-	872,084.69
Section 5311	N.J. Transit Corp.	74,949.50	251,098.50	1/1/2018	12/31/2018	78,688.93	9,736.56		
Section 5311	N.J. Transit Corp.	77,495.50	260,986.50	1/1/2019	12/31/2019	189,670.59	214,996.38		214,996.38
Program Total						268,359.52	224,732.94	-	214,996.38
State Aid Higway Projects									
2012 County Aid Improvement Program	480-078-6320-TCAP-6010		1,823,000.00	Project Completion			182,169.52		325,650.06
2013 County Aid Improvement Program	480-078-6320-TCAP-6010		1,807,000.00	Project Completion			166,217.05		384,854.97
2014 County Aid Improvement Program	480-078-6320-TCAP-6010		2,365,000.00	Project Completion			871,916.32		1,809,968.44
2015 County Aid Improvement Program	480-078-6320-TCAP-6010		2,365,000.00	Project Completion		2,077,435.83	754,426.83		2,156,045.53
2016 County Aid Improvement Program	480-078-6320-TCAP-6010		2,365,000.00	Project Completion			160,251.98		160,251.98
2017 County Aid Improvement Program	480-078-6320-TCAP-6010		2,399,200.00	Project Completion			305,896.26		423,127.50
Program Total						2,077,435.83	2,440,877.96	-	5,259,898.48
<b>TOTAL DEPARTMENT OF TRANSPORTATION</b>						<b>3,273,769.29</b>	<b>3,979,934.42</b>	<b>-</b>	<b>6,787,856.86</b>
(continued)									

(continued)

**County of Salem**  
Schedule of Expenditures of State Financial Assistance  
For the Year Ended December 31, 2019

State Grantor / Pass-through Grantor/Program	State G.M.I.S. No.	Matching Contributions	Program or Award Amount	Grant Period		Cash Received	Program Expenditures	Passed Through to Subrecipients	Memorandum Only
				From	To				Cumulative Cash Expenditures at 12/31/19
DEPARTMENT OF TREASURY									
Governor's Council on Alcoholism and Drug Abuse									
Muni. Alliance to Prevent Alcoholism & Drug Abuse	2000-100-082-C001-044-U999-6010		\$ 137,801.00	7/1/2017	6/30/2018	\$ 63,917.17			\$ 93,674.56
Muni. Alliance to Prevent Alcoholism & Drug Abuse	2000-100-082-C001-044-U999-6010	\$ 36,595.00	137,801.00	7/1/2018	6/30/2019	41,641.07	\$ 91,158.93	\$ 45,637.17	218,574.59
Muni. Alliance to Prevent Alcoholism & Drug Abuse	2000-100-082-C001-044-U999-6010		137,801.00	7/1/2019	6/30/2020		36,173.43	8,325.98	36,173.43
						105,558.24	127,332.36	53,963.15	348,422.58
TOTAL DEPARTMENT OF TREASURY									
DEPARTMENT OF HUMAN SERVICES									
PASP- Personal Assistance Services	7545-100-054-I014-005-LLLL-6130		11,114.00	1/1/2018	12/31/2018	926.18			11,114.00
PASP- Personal Assistance Services	7545-100-054-I014-005-LLLL-6130		11,114.10	1/1/2019	12/31/2019	11,114.10	10,187.85		10,187.85
Program Total						12,040.28	10,187.85	-	21,301.85
One Stop/ WIA	100-054-7550-121		1,452,321.00	7/1/2016	6/30/2017		14,261.61	14,261.61	282,340.49
One Stop/ WIA	100-054-7550-121		1,215,815.00	7/1/2017	6/30/2018	298,121.48	320,962.45	320,962.45	1,070,310.85
One Stop/ WIA	100-054-7550-121		1,279,662.00	7/1/2018	6/30/2019	892,784.66	848,487.80	848,487.80	1,117,961.91
One Stop/ WIA	100-054-7550-121		1,394,875.00	7/1/2019	6/30/2020	140,648.20	140,493.99	140,493.99	140,493.99
Program Total						1,331,554.34	1,324,205.85	1,324,205.85	2,611,107.24
TOTAL DEPARTMENT OF HUMAN SERVICES						1,343,594.62	1,334,393.70	1,324,205.85	2,632,409.09
DEPARTMENT OF MILITARY AND VETERANS AFFAIRS									
Veterans Transportation	100-067-3610-058-PVET-6130		13,000.00	7/1/2018	6/30/2019	7,583.35	7,565.00	7,565.00	11,913.00
Veterans Transportation	100-067-3610-058-PVET-6130		13,000.00	7/1/2019	6/30/2020	5,416.65	4,348.00	4,348.00	4,348.00
TOTAL DEPARTMENT OF MILITARY AND VETERANS AFFAIRS						13,000.00	11,913.00	11,913.00	16,261.00
JUVENILE JUSTICE COMMISSION									
State/Community Partnership	100-066-1500-007		200,966.00	1/1/2018	12/31/2018	68,230.51	68,230.51	68,230.51	160,252.61
State/Community Partnership	100-066-1500-007		200,966.00	1/1/2019	12/31/2019	133,338.60	118,338.60	118,338.60	118,338.60
Program Total						201,569.11	186,569.11	186,569.11	278,591.21
Juvenile Detention Alternatives Initiative Innovations (JDAI)	unknown		120,000.00	1/1/2019	12/31/2019	40,147.77	40,529.58	40,147.77	40,529.58
Family Court Services	100-066-1500-021		100,261.00	1/1/2018	12/31/2018	21,076.85	21,076.85		80,841.89
Family Court Services	100-066-1500-021		100,261.00	1/1/2019	12/31/2019	19,047.45	19,047.45	19,047.45	19,047.45
Program Total						40,124.30	40,124.30	19,047.45	99,889.34
TOTAL JUVENILE JUSTICE COMMISSION						281,841.18	267,222.99	245,764.33	419,010.13
OTHER STATE PROGRAMS									
NJ Dept of Emergency Management-RERP	unknown		247,006.85	7/1/2018	6/30/2019	227,180.50	225,481.82	2,000.00	225,431.42
NJ Dept of Emergency Management-RERP	Unknown		262,062.84	7/1/2019	6/30/2020		134,712.42		134,712.42
Program Total						227,180.50	360,194.24	2,000.00	360,143.84
EMPG/EMMA	unknown		55,000.00	7/1/2018	6/30/2019	55,000.00	55,000.00	-	55,000.00
TOTAL OTHER STATE PROGRAMS						282,180.50	415,194.24	2,000.00	415,143.84
TOTAL STATE FINANCIAL ASSISTANCE						\$ 6,484,093.86	\$ 7,747,433.32	\$ 1,693,517.33	\$ 12,979,561.54

The accompanying Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance are an integral part of this schedule.

**COUNTY OF SALEM****Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance  
For the Year Ended December 31, 2019**

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**Note 1: BASIS OF PRESENTATION**

The accompanying schedules of expenditures of federal awards and state financial assistance (the "schedules") include federal and state award activity of the County of Salem (hereafter referred to as the "County") under programs of the federal government and state government for the year ended December 31, 2019. The County is defined in note 1 in the County's basic financial statements. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies, are included on the schedules. Because these schedules present only a selected portion of the operations of the County, it is not intended to and does not present the financial position and changes in operations of the County.

**Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Expenditures reported on the schedules are reported on the modified accrual basis of accounting as promulgated by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. This basis of accounting is described in note 1 in the County's basic financial statements. Such expenditures are recognized following the cost principles contained in Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, wherein certain types of expenditures are not allowed or are limited as to reimbursement.

**Note 3: INDIRECT COST RATE**

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

**Note 4: RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS**

Amounts reported in the accompanying schedules support the amounts reported in the related federal and state financial reports.

**Note 5: MAJOR PROGRAMS**

Major programs are identified in the *Summary of Auditor's Results* section of the *Schedule of Findings and Questioned Costs*.

**COUNTY OF SALEM**  
Schedule of Findings and Questioned Costs  
For the Year Ended December 31, 2019

**Section 1- Summary of Auditor's Results**

**Financial Statements**

Type of auditor's report issued	<u>Unmodified</u>
Internal control over financial reporting:	
Material weakness(es) identified?	_____ yes <u>  X  </u> no
Significant deficiency(ies) identified?	_____ yes <u>  X  </u> none reported
Noncompliance material to financial statements noted?	_____ yes <u>  X  </u> no

**Federal Awards**

Internal control over major programs:	
Material weakness(es) identified?	_____ yes <u>  X  </u> no
Significant deficiency(ies) identified?	_____ yes <u>  X  </u> none reported
Type of auditor's report issued on compliance for major programs	<u>Unmodified</u>
Any audit findings disclosed that are required to be reported in accordance with Section 516 of Title 2 U.S. Code of Federal Regulations Part 200, <i>Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards</i> (Uniform Guidance)?	
	_____ yes <u>  X  </u> no

Identification of major programs:

**CFDA Number(s)**

93.044 & 93.045

93.069

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

**Name of Federal Program or Cluster**

Aging Cluster

Public Health Preparedness & Response for Bioterrorism

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

Dollar threshold used to determine Type A programs	\$ <u>750,000.00</u>
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Auditee qualified as low-risk auditee?	_____ yes <u>  X  </u> no
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**COUNTY OF SALEM**  
 Schedule of Findings and Questioned Costs  
 For the Year Ended December 31, 2019

**Section 1- Summary of Auditor's Results (Cont'd)**

**State Financial Assistance**

Internal control over major programs:

Material weakness(es) identified? \_\_\_\_\_ yes      X   no

Significant deficiency(ies) identified? \_\_\_\_\_ yes      X   none reported

Type of auditor's report issued on compliance for major programs \_\_\_\_\_ Unmodified

Any audit findings disclosed that are required to be reported in  
 accordance with New Jersey Circular 15-08-OMB? \_\_\_\_\_ yes      X   no

Identification of major programs:

**GMIS Number(s)**

\_\_\_\_\_ 480-078-6320-ALE-6010

\_\_\_\_\_ 100-054-7550-121

\_\_\_\_\_ 480-078-6320-TCAP-6010

\_\_\_\_\_

\_\_\_\_\_

**Name of State Program**

\_\_\_\_\_ Local Bridges, Future Needs

\_\_\_\_\_ One Stop / WIA

\_\_\_\_\_ County Aid Program

\_\_\_\_\_

\_\_\_\_\_

Dollar threshold used to determine Type A programs \$ \_\_\_\_\_ 750,000.00

Auditee qualified as low-risk auditee? \_\_\_\_\_ yes      X   no

**COUNTY OF SALEM**  
Schedule of Findings and Questioned Costs  
For the Year Ended December 31, 2019

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***Section 2 - Schedule of Financial Statement Findings***

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with *Government Auditing Standards* and with audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

None.

**COUNTY OF SALEM**  
Schedule of Findings and Questioned Costs  
For the Year Ended December 31, 2019

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***Section 3 - Schedule of Federal Award Findings and Questioned Costs***

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major Federal programs, 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).

None.

**COUNTY OF SALEM**  
Schedule of Findings and Questioned Costs  
For the Year Ended December 31, 2019

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***Section 4 - Schedule of State Financial Assistance Findings and Questioned Costs***

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major State programs, as required by State of New Jersey Circular 15-08-OMB.

None.



**COUNTY OF SALEM**  
Summary Schedule of Prior Year Audit Findings  
and Questioned Costs as Prepared by Management

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This section identifies the status of prior year findings related to the financial statements and Federal Awards and State Financial Assistance that are required to be reported in accordance with *Government Auditing Standards*, the Uniform Guidance, and State of New Jersey Circular 15-08-OMB.

**FINANCIAL STATEMENT FINDINGS**

**Finding No. 2018-001**

**Condition**

The grant records maintained by the County did not easily facilitate the timely preparation of the schedules of expenditures of federal awards and state financial assistance.

**Current Status**

This condition has been resolved.

**COUNTY OF SALEM**  
 Officials in Office and Surety Bonds

The following officials were in office during the period under audit:

<u>Name</u>	<u>Title</u>	<u>Amount of Surety Bond</u>	
Benjamin H. Laury	Director of the Board of Chosen Freeholders	\$ 5,000,000	(A)
R. Scott Griscom	Deputy Director of the Board of Chosen Freeholders	5,000,000	(A)
Gordon Ostrum, Jr	Freeholder	5,000,000	(A)
Lee R. Ware	Freeholder	5,000,000	(A)
Charles Hassler	Freeholder	5,000,000	(A)
Jeffrey T. Ridgway Sr.	Administrator	50,000	(B)
Stacy L Pennington	Clerk of the Board	50,000	(B)
Kelly A. Hannigan	Chief Financial Officer/Treasurer	568,000	(B)
Gilda T. Gill	County Clerk	50,000	(B)
Donna Secaur	Temporary Deputy County Clerk	50,000	(B)
Nicki A. Burke	Surrogate	35,000	(B)
Charles Miller	Sheriff	50,000	(B)
Warren Mabey	Undersheriff	50,000	(B)
John Cuzzupe	Undersheriff / Warden	50,000	(B)
Robert Reilly	Undersheriff / Deputy Warden	N/A	
Michael Mulligan	County Adjuster	5,000,000	(A)
John T. Lenahan	Prosecutor	5,000,000	(A)
Joseph DiNicola, Jr.	Labor Counsel		
Archer	Bond Counsel		
Karin Wood	County Counsel		
Alaimo	Engineer		

(A) Covered by Public Employees Liability Policy in the Amount of \$5,000,000 with Travelers Casualty and Surety Company.

(B) RLI Insurance Company

18200

**APPRECIATION**

I express my appreciation for the assistance and courtesies rendered by the County officials during the course of the audit.

Respectfully submitted,

BOWMAN & COMPANY LLP  
Certified Public Accountants  
& Consultants

A handwritten signature in black ink, appearing to read "Henry J. Ludwigsen". The signature is fluid and cursive, with a prominent initial "H" and a long, sweeping underline.

Henry J. Ludwigsen  
Certified Public Accountant  
Registered Municipal Accountant