

*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 2020*

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**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, 2020. 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, 2020.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance, which is required to be reported in accordance with the Uniform Guidance and State of New Jersey Circular 15-08-OMB, and which is described in the accompanying *Schedule of Findings and Questioned Costs* as 2020-001. Our opinion on each major federal and state program is not modified with respect to this matter.

The County of Salem's, State of New Jersey, response to the noncompliance finding identified in our audit is described in the accompanying *Schedule of Findings and Questioned Costs*. The County of Salem's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, we did identify a certain deficiency in internal control over compliance, as described in the accompanying *Schedule of Findings and Questioned Costs* as 2020-001, that we consider to be a material weakness.

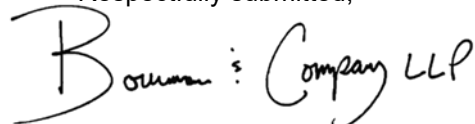
The County of Salem, State of New Jersey, response to the internal control over compliance finding identified in our audit is described in the accompanying *Schedule of Findings and Questioned Costs*. The County of Salem's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Schedules of Expenditures of Federal Awards and State Financial Assistance

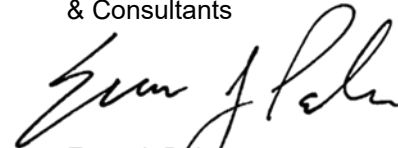
We have audited the financial statements regulatory basis of the County as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated April 11, 2022. That 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,



BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



Evan J. Palmer
Certified Public Accountant
Registered Municipal Accountant

Woodbury, New Jersey
July 14, 2023

County of Salem
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2020

Federal Grantor / Pass-through Grantor Program or Cluster Title	Federal Assistance Listing Number	Additional Award Identification	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: Senior Farmers Market Nutrition Program	10.576		DFHS20WMN004		\$ 500.00	6/1/2020	9/30/2020	\$ 500.00	\$ 500.00	-
Passed through State of NJ Department of Labor: State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561		100-062-4545-345		176,449.00	7/1/2019	6/30/2020	117,037.27	117,037.27	
Total SNAP Cluster								117,037.27	117,037.27	-
TOTAL U.S. DEPARTMENT OF AGRICULTURE										
								117,537.27	117,537.27	-
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES										
Passed through Cumberland Salem Cape May Workforce Development Board:										
WIOA Adult Program	17.258		100-062-4545-249		196,839.00	7/1/2018	6/30/2019	9,345.47	9,345.47	
WIOA Adult Program	17.258		100-062-4545-249		255,608.00	7/1/2019	6/30/2020	244,446.57	229,670.09	
WIOA Adult Program	17.258		100-062-4545-249		218,975.00	7/1/2020	6/30/2021		4,669.82	
Total WIOA Adult Program								253,792.04	243,685.38	-
WIOA Youth Activities	17.259		100-062-4545-249		242,205.00	7/1/2018	6/30/2019	139,303.81	139,303.81	
WIOA Youth Activities	17.259		100-062-4545-249		291,236.00	7/1/2019	6/30/2020	176,896.01	161,896.01	
Total WIOA Youth Activities								316,199.82	301,199.82	-
WIOA Dislocated Workers Formula Grant	17.278		100-062-4545-105		170,367.00	7/1/2018	6/30/2019	7,821.94	7,821.94	
WIOA Dislocated Workers Formula Grant	17.278		100-062-4545-105		158,364.00	7/1/2019	6/30/2020	133,866.64	133,866.64	
WIOA Dislocated Workers Formula Grant	17.278		100-062-4545-105		152,147.00	7/1/2020	6/30/2021		4,427.90	
Total WIOA Dislocated Workers Formula Grant								141,688.58	146,116.48	-
WIOA Cluster Total								711,680.44	691,001.68	-
Passed through State of NJ Department of Labor: Temporary Assistance for Needy Families	93.558		100-062-4545-344		493,802.00	7/1/2019	6/30/2020	300,386.56	300,386.56	
Total TANF Cluster								300,386.56	300,386.56	-
Passed through New Jersey Department of Health and Senior Services:										
Title III B	93.044		100-046-4110-049-J004-6110		301,383.00	1/1/2020	12/31/2020	156,032.00	156,032.00	\$ 45,127.74
Title III C	93.045		100-046-4110-049-J004-6110		324,728.00	1/1/2020	12/31/2020	218,061.00	218,061.00	40,715.66
Aging Cluster Total								374,093.00	374,093.00	85,843.40
Title III D	93.043		100-046-4110-049-J004-6110		17,876.00	1/1/2020	12/31/2020	4,248.00	4,248.00	-
Title III E	93.052		100-046-4110-049-J004-6110		56,387.00	1/1/2020	12/31/2020	14,336.00	14,336.00	-
Medical Assistance Program - Medicaid Cluster	93.778		100-046-4110-049-J004-6110		3,878.00	1/1/2020	12/31/2020	3,878.00	3,878.00	-
Public Health Preparedness & Response for Bioterrorism	93.069		100-046-4L04-360-J003-6120		265,340.00	7/1/2019	6/30/2020	104,748.00	144,846.03	
Public Health Preparedness & Response for Bioterrorism	93.069		100-046-4L04-360-J003-6120		596,340.00	7/1/2020	6/30/2021	69,551.00	118,423.20	
Program Total								174,299.00	263,269.23	-
ELC Enhancing Detection - COVID 19	93.323	COVID-19	Unknown		373,448.00	3/9/2020	6/30/2021	373,448.00	46.02	-
Prevention Public Health Fund: Viral Hepatitis Prevention (Hepatitis A) (COVID-19)	93.736	COVID-19	Unknown		47,491.72	2/1/2020	7/31/2020	47,491.72	43,946.38	-
Overdose Data to Action (Fatality Review Teams)	93.136		Unknown		100,000.00	10/1/2020	9/30/2021	-	5,413.80	-
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		62,500.00	9/1/2019	12/31/2020	31,250.00	17,231.69	
Operation Helping Hand (OHH) - Opioid Public Health Crisis Response	93.354		100-066-1000-191		100,000.00	9/1/2018	12/31/2020	30,000.00	76,791.04	
Program Total								61,250.00	94,022.73	-
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES								2,065,110.72	1,794,641.40	85,843.40
(continued)										

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County of Salem
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2020

Federal Grantor / Pass-through Grantor Program or Cluster Title	Federal Assistance Listing Number	Additional Award Identification	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 JUSTICE										
Passed Through New Jersey Department of Law and Public Safety										
Victims of Crime (SART/FNE)	16.575		100-066-1020-142		\$ 72,000.00	10/1/2019	9/30/2020	\$ 69,892.46	\$ 69,258.08	
Victims of Crime Act Grant Program (VOCA)	16.575		100-066-1020-142		207,182.00	7/1/2019	6/30/2020	163,515.00	191,103.17	
Victims of Crime Act Grant Program (VOCA)	16.575		100-066-1020-142		131,194.00	7/1/2020	6/30/2021	30,059.62	62,943.74	
Program Total								263,467.08	323,304.99	-
Bulletproof Vest Partnership	16.607		Unknown		4,812.50	4/1/2018	8/31/2020	4,887.00	2,193.50	-
Bulletproof Vest Partnership	16.607		Unknown		2,810.00	4/1/2019	8/31/2021	2,810.00	2,126.50	-
Program Total								7,697.00	4,320.00	-
TOTAL U.S. DEPARTMENT OF JUSTICE								271,164.08	327,624.99	-
U.S. DEPARTMENT OF HOMELAND SECURITY										
Passed through New Jersey Office of Homeland Security										
State Homeland Security Program (SHSP)	97.067		EMW-2018-SS-00028-S01		160,543.91	9/1/2018	8/31/2021	18,418.73	13,301.85	
State Homeland Security Program (SHSP)	97.067		EMW-2018-SS-00028-S01		161,093.68	9/1/2019	8/31/2022	91,468.62	109,411.22	
Program Total								109,887.35	122,713.07	-
TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY								109,887.35	122,713.07	-
U.S. ELECTION ASSISTANCE COMMISSION										
Passed through New Jersey Department of State, Division of Elections										
Helping Americans Vote Act (HAVA) - Physical Security Remediation	90.401		Unknown		27,794.58	7/18/2018	Project Completion	-	22,244.58	-
Helping Americans Vote Act (HAVA) - Security Grants (CARES)	90.404	COVID-19	Unknown		177,679.05	3/28/2020	3/27/2022	177,679.05	177,679.05	-
TOTAL U.S. ELECTION ASSISTANCE COMMISSION								177,679.05	199,923.63	-
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT										
Passed through New Jersey Department of Community Affairs										
Small Cities CDBG MidAtlantic	14.228		2019-02292-0150-03		320,000.00	1/1/2018	12/31/2020	24,015.00	319,250.00	
TOTAL U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT								24,015.00	319,250.00	-
U.S. DEPARTMENT OF THE TREASURY										
Passed through New Jersey Department of Community Affairs										
Coronavirus Relief Fund - County Jail Overruns	21.019	COVID-19	N/A		119,253.00	3/1/2020	12/30/2020	119,253.00	119,253.00	
Coronavirus Relief Fund - Local Government Emergency Fund	21.019	COVID-19	N/A		992,395.32	3/1/2020	12/30/2020	992,395.32	992,395.32	
Coronavirus Relief Fund - Election Boards - Vote by Mail	21.019	COVID-19	N/A		459,948.42	3/1/2020	12/30/2020	459,948.42	459,948.42	
Program Total								1,571,596.74	1,571,596.74	-
TOTAL U.S. DEPARTMENT OF THE TREASURY								1,571,596.74	1,571,596.74	-
TOTAL EXPENDITURES OF FEDERAL AWARDS								\$ 4,336,990.21	\$ 4,453,287.10	\$ 85,843.40

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, 2020

State Grantor / Pass-through Grantor/Program	State Account 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 12/31/20
DEPARTMENT OF LAW AND PUBLIC SAFETY									
Prosecutor Insurance Fraud	100-066-1020-305		\$ 249,232.16	1/1/2018	12/31/2018				\$ 245,225.07
Prosecutor Insurance Fraud	100-066-1020-305		250,000.00	1/1/2019	12/31/2019	\$ 47,475.35	\$ 2,471.62		199,696.57
Prosecutor Insurance Fraud	100-066-1020-305		250,000.00	1/1/2020	12/31/2020	192,876.30	189,666.90		189,666.90
Program Total						240,351.65	192,138.52	-	634,588.54
Body Armor Replacement- Sheriff	1020-718-066-1020-001		17,903.10	1/1/2016	12/31/2019				17,903.10
Body Armor Replacement- Sheriff	1020-718-066-1020-001		17,854.54	1/1/2017	12/31/2020				17,854.54
Body Armor Replacement- Sheriff	1020-718-066-1020-001		20,064.72	1/1/2018	12/31/2022		20,064.72		20,064.72
Body Armor Replacement- Sheriff	1020-718-066-1020-001		18,378.05	1/1/2019	12/31/2023	18,378.05	1,669.08		1,669.08
Body Armor Replacement-Prosecutor	1020-718-066-1020-001		2,178.69	1/1/2019	12/31/2023	2,178.69	1,516.69		1,516.69
Program Total						20,556.74	23,250.49	-	59,008.13
NJ Department of Correction- MAT Grant	18-100-026-7025-318		200,000.00	11/1/2017	3/31/2019	83,333.00	3,796.56	-	154,824.93
State Criminal Alien Assistance Program (SCAAP)	2019-AP-BX-0328		3,184.00	1/1/2017	12/31/2019		2,734.68		3,184.00
State Criminal Alien Assistance Program (SCAAP)	2020-AP-BX-0328		22,310.00	1/1/2018	12/31/2020		4,058.00		4,058.00
Program Total						-	6,792.68	-	7,242.00
TOTAL DEPARTMENT OF LAW AND PUBLIC SAFETY									
						344,241.39	225,978.25	-	855,663.60
DEPARTMENT OF HEALTH									
Social Services for the Aging - Area Plan	100-046-4275-100-6110		483,253.00	1/1/2020	12/31/2020	685,988.00	452,594.79	-	452,594.79
Right to Know	100-046-4771-105-6110		8,786.00	7/1/2019	6/30/2020		4,741.21		8,711.14
Right to Know	100-046-4771-105-6110		8,786.00	7/1/2020	6/30/2021	8,697.50	4,115.79		3,969.93
Program Total						8,697.50	8,857.00	-	12,681.07
State Health Insurance Assistance Program	7530-100-054-7530-055-LLLL-6110		33,000.00	4/1/2019	3/31/2020	34,169.00	23,749.33		38,483.18
State Health Insurance Assistance Program	7530-100-054-7530-055-LLLL-6110		35,640.00	4/1/2020	3/31/2021	3,684.00	18,761.00		18,761.00
Program Total						37,853.00	42,510.33	-	57,244.18
MIPPA Outreach & Enrollment	7530-100-054-7530-088-LLLL-6110		40,000.00	10/1/2019	9/29/2020	40,000.00	39,995.75	-	39,995.75
Alcohol & Drug Comprehensive Project	4240-100-046-4252-024-J002-6110	\$ 17,835.00	227,800.00	1/1/2018	12/31/2018		9.50		163,573.39
Alcohol & Drug Comprehensive Project	4240-100-046-4252-024-J002-6110	18,274.00	230,347.00	1/1/2019	12/31/2019	82,802.00	12,464.11		87,178.69
Alcohol & Drug Comprehensive Project	4240-100-046-4252-024-J002-6110	20,140.00	237,599.00	1/1/2020	12/31/2020	19,753.00	113,117.89		113,117.89
Program Total						102,555.00	125,591.50	-	363,869.97
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				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	27,091.00	28,668.60		42,771.67
Special Child Health and Early Intervention	4220-100-045-4572-129-J002-6140	15,880.00	43,000.00	7/1/2020	6/30/2021		18,396.10		18,396.10
Program Total						27,091.00	47,064.70	-	66,395.53
Childhood Lead Exposure Prevention	4220-100-046-4G12-501-J002-6140		207,000.00	7/1/2018	6/30/2019				207,000.00
Childhood Lead Exposure Prevention	4220-100-046-4G12-501-J002-6140		229,306.00	7/1/2019	6/30/2020	160,222.00	152,235.09		219,838.27
Childhood Lead Exposure Prevention	4220-100-046-4G12-501-J002-6140		170,694.00	7/1/2020	6/30/2021		32,586.09		32,586.09
Program Total						160,222.00	184,821.18	-	459,424.36
TOTAL DEPARTMENT OF HEALTH									
						1,062,406.50	901,435.25	-	1,505,429.60

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County of Salem
Schedule of Expenditures of State Financial Assistance
For the Year Ended December 31, 2020

State Grantor / Pass-through Grantor/Program	State Account 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 12/31/20
DEPARTMENT OF STATE									
Local Arts Program	2530-100-074-2530-032-S003-6130	\$	46,843.00	1/1/2017	12/31/2017				\$ 41,443.00
Local Arts Program	2530-100-074-2530-032-S003-6130		46,843.00	1/1/2018	12/31/2018		\$ 1,100.00		46,843.00
Local Arts Program	2530-100-074-2530-032-S003-6130		46,843.00	1/1/2019	12/31/2019	\$ 4,685.00	8,463.00		38,843.00
Local Arts Program	2530-100-074-2530-032-S003-6130		56,243.00	1/1/2020	12/31/2020	51,558.00	25,672.00		25,672.00
Program Total						56,243.00	35,235.00	-	152,801.00
Historical Commission Grant	2540-100-074-2540-105-S020-6110		14,310.00	1/1/2018	12/31/2018				14,310.00
Historical Commission Grant	2540-100-074-2540-105-S020-6110		14,310.00	1/1/2019	12/31/2019	2,021.50	3,203.00		11,453.00
Historical Commission Grant	2540-100-074-2540-105-S020-6110		18,904.00	1/1/2020	12/31/2020	16,068.40	7,681.00		7,681.00
Program Total						18,089.90	10,884.00	-	33,444.00
TOTAL DEPARTMENT OF STATE									
						74,332.90	46,119.00	-	186,245.00
DEPARTMENT OF ENVIRONMENTAL PROTECTION									
County Environmental Health Act (CEHA)	495-042-4855-001-V83K-6010	\$ 118,215.00	131,350.00	7/1/2018	6/30/2019	131,282.00			262,362.00
County Environmental Health Act (CEHA)	495-042-4855-001-V83K-6010	118,123.20	137,652.00	7/1/2019	6/30/2020		96,738.05		169,062.39
Program Total						131,282.00	96,738.05	-	431,424.39
TOTAL DEPARTMENT OF ENVIRONMENTAL PROTECTION									
						131,282.00	96,738.05	-	431,909.39
DEPARTMENT OF TRANSPORTATION									
FY13 Local Bridges, Future Needs	2013-078-6320-480-ALE		1,000,000.00	Project Completion		-	120,505.62	-	120,505.62
FY2018 Salem County Railroad Rehabilitation Program	480-078-6300-HN7	668,243.61	6,014,192.49	Project Completion		2,067,467.60	5,310,824.13		5,352,276.62
Subregional Transportation Planning Program	480-078-6300-HN7	8,600.00	34,400.00	7/1/2019	6/30/2020		24,256.46		24,256.46
Subregional Transportation Planning Program	480-078-6300-HN7		34,400.00	7/1/2020	6/30/2021	31,809.32	3,484.04		3,484.04
Woodstown Road(Highway Planning and Construction)	480-078-6300-HN7		1,220,000.00	Project Completion		179,016.88	88,103.50		88,103.50
Centerton Traffic Signal	480-078-6300-HN7		203,601.64	Project Completion			131,599.68		131,599.68
Salem County Mill & Overlay Resurfacing-FY16	480-078-6300-HN7		1,716,832.00	Project Completion		258,487.17	1,205,719.44		1,205,719.44
Hook Road Design	480-078-6300-HN7		150,005.14	Project Completion			131,666.52		131,666.52
E. Pittsfield St to 295, County Road #551 (Hook Road)	480-078-6300-HN7		1,152,218.00	Project Completion			735,924.09		735,924.09
Capital Transportation Program Total						2,536,780.97	7,631,577.86	-	7,673,030.35
New Jersey Transit									
Senior Citizen and Disabled Resident Trans. Prog.	N.J. Transit Corp.		327,180.00	1/1/2017	12/31/2017		2,917.42		201,513.84
Senior Citizen and Disabled Resident Trans. Prog.	N.J. Transit Corp.		332,284.00	1/1/2018	12/31/2018		93,820.00		332,283.54
Senior Citizen and Disabled Resident Trans. Prog.	N.J. Transit Corp.		346,318.00	1/1/2019	12/31/2019	139,548.06	27,852.98		261,365.63
Senior Citizen and Disabled Resident Trans. Prog.	N.J. Transit Corp.		344,859.00	1/1/2020	12/31/2020	230,463.59	209,568.14		209,568.14
Program Total						370,011.65	334,158.54	-	1,004,731.15
Section 5311	N.J. Transit Corp.	74,949.50	251,098.50	1/1/2018	12/31/2018				
Section 5311	N.J. Transit Corp.	77,495.50	260,986.50	1/1/2019	12/31/2019	40,394.89	14,555.95		229,552.33
Section 5311	N.J. Transit Corp.	86,481.50	290,194.00	1/1/2020	12/31/2020	158,900.36	281,938.64		281,938.64
Program Total						199,295.25	296,494.59	-	511,490.97
State Aid Higway Projects									
2014 County Aid Improvement Program	480-078-6320-TCAP-6010		2,365,000.00	Project Completion			1,047,696.56		1,809,968.44
2016 County Aid Improvement Program	480-078-6320-TCAP-6010		2,365,000.00	Project Completion		2,012,099.15			160,251.98
2017 County Aid Improvement Program	480-078-6320-TCAP-6010		2,399,200.00	Project Completion		1,771,049.87	1,455,001.19		423,127.50
Transportation Trust Fund Program Total						3,783,149.02	2,502,697.75	-	2,393,347.92
TOTAL DEPARTMENT OF TRANSPORTATION									
						6,889,236.89	10,885,434.36	-	12,598,060.57

(continued)

(continued)

County of Salem
Schedule of Expenditures of State Financial Assistance
For the Year Ended December 31, 2020

State Grantor / Pass-through Grantor/Program	State Account 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 12/31/20
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	\$ 36,595.00	\$ 137,801.00	7/1/2018	6/30/2019	\$ 84,254.09	\$ 12,425.98		\$ 139,841.64
Muni. Alliance to Prevent Alcoholism & Drug Abuse	2000-100-082-C001-044-U999-6010		137,801.00	7/1/2019	6/30/2020	65,198.70	69,511.69		105,685.12
Muni. Alliance to Prevent Alcoholism & Drug Abuse	2000-100-082-C001-044-U999-6010		70,789.00	7/1/2020	6/30/2021		6,041.91		6,041.91
						149,452.79	87,979.58	-	251,568.67
TOTAL DEPARTMENT OF TREASURY									
DEPARTMENT OF HUMAN SERVICES									
PASP- Personal Assistance Services	7545-100-054-I014-005-LLLL-6130		11,114.10	1/1/2019	12/31/2019		926.25		11,114.10
PASP- Personal Assistance Services	7545-100-054-I014-005-LLLL-6130		18,468.00	1/1/2020	12/31/2020	16,929.00	15,927.41		15,927.41
Program Total						16,929.00	16,853.66	-	27,041.51
TOTAL DEPARTMENT OF HUMAN SERVICES						16,929.00	16,853.66	-	27,041.51
DEPARTMENT OF MILITARY AND VETERANS AFFAIRS									
Veterans Transportation	100-067-3610-058-PVET-6130		19,500.00	7/1/2019	9/30/2020	12,999.96	14,087.00		18,435.00
TOTAL DEPARTMENT OF MILITARY AND VETERANS AFFAIRS						12,999.96	14,087.00	-	18,435.00
JUVENILE JUSTICE COMMISSION									
State/Community Partnership	100-066-1500-007		200,966.00	1/1/2019	12/31/2019	52,656.52	55,531.60		215,784.21
State/Community Partnership	100-066-1500-007		200,966.00	1/1/2020	12/31/2020	123,153.83	69,092.34		69,092.34
Program Total						175,810.35	124,623.94	-	284,876.55
Juvenile Detention Alternatives Initiative Innovations (JDAI)	unknown		120,000.00	1/1/2019	12/31/2019	77,750.74	77,750.74		118,280.32
Juvenile Detention Alternatives Initiative Innovations (JDAI)	unknown		120,000.00	1/1/2020	12/31/2020	25,662.18	25,662.18		25,662.18
Program Total						103,412.92	103,412.92	-	143,942.50
Family Court Services	100-066-1500-021		100,261.00	1/1/2019	12/31/2019	33,500.72	25,625.64		44,673.09
Family Court Services	100-066-1500-021		100,261.00	1/1/2020	12/31/2020	7,709.98	7,709.98		7,709.98
Program Total						41,210.70	33,335.62	-	52,383.07
TOTAL JUVENILE JUSTICE COMMISSION						320,433.97	261,372.48	-	362,921.80
OTHER STATE PROGRAMS									
NJ Dept of Emergency Management-RERP	Unknown		262,062.84	7/1/2019	6/30/2020	152,391.63			134,712.42
NJ Dept of Emergency Management-RERP	Unknown		254,624.87	7/1/2020	6/30/2021		74,488.92		74,488.92
Program Total						152,391.63	74,488.92	-	209,201.34
EMPG/EMMA	unknown		55,000.00	7/1/2019	6/30/2020		55,000.00	-	55,000.00
TOTAL OTHER STATE PROGRAMS						152,391.63	129,488.92	-	264,201.34
TOTAL STATE FINANCIAL ASSISTANCE						\$ 9,153,707.03	\$ 12,665,486.55	-	\$ 16,501,476.48

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, 2020****Note 1: BASIS OF PRESENTATION**

The accompanying schedules of expenditures of federal awards and state financial assistance 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, 2020. 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*. 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 cash basis of accounting. 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, 2020

Section 1- Summary of Auditor's Results

Financial Statements

Type of auditor's report issued	Adverse and Unmodified
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?	_____ <u> X </u> yes _____ no
Significant deficiency(ies) identified?	_____ yes <u> X </u> 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 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)?	
	_____ <u> X </u> yes _____ no

Identification of major programs:

Assistance Listings Number(s)

93.558	
21.019	

Name of Federal Program or Cluster

Temporary Assistance for Needy Families (TANF Cluster)
Coronavirus Relief Fund

Dollar threshold used to determine Type A programs	\$750,000.00
Auditee qualified as low-risk auditee?	_____ yes <u> X </u> no

State Financial Assistance

Identification of major programs:

GMIS Number(s)

480-078-6320

480-078-6300

Name of State Program

Transportation Trust Fund

Capital Transportation 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, 2020

Section 2 - Schedule of Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, fraud, noncompliance with provisions of laws, regulations, contracts, and grant agreements related to financial statements for which *Government Auditing Standards* and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, requires.

None.

COUNTY OF SALEM
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2020

Section 3 - Schedule of Federal Award Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, material instances of noncompliance, including questioned costs, and significant instances of abuse 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).

Finding No. 2020-001

Criteria or Specific Requirement

The County should maintain their grant records in a manner that facilitates the timely preparation of schedules of expenditures of federal awards and state financial assistance ("schedules") and allows for the timely submission of the single audit to the Federal Audit Clearinghouse.

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.

Context

Although the County did have all the required documentation to complete the schedules of expenditures of federal awards and state financial assistance, the accumulation and review of the information required additional analysis and adjustment to prepare the schedules.

Effect

The schedules were not completed in a timely manner and resulted in a delayed submission to the Federal Audit Clearinghouse.

Cause

Due to a transition in the finance department, the County was unable to timely gather and prepare the schedules.

Recommendation

The County should implement internal controls and review their grant documentation to allow for the timely completion of the schedules of expenditures of federal awards and state financial assistance and submission to the Federal Audit Clearinghouse.

View of Responsible Officials and Planned Corrective Action

The responsible officials agree with the finding and will address the matter as part of their corrective action plan.

COUNTY OF SALEM
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2020

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

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

Finding No. 2020-001

Criteria or Specific Requirement

The County should maintain their grant records in a manner that facilitates the timely preparation of schedules of expenditures of federal awards and state financial assistance ("schedules") and allows for the timely submission of the single audit to the Federal Audit Clearinghouse.

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.

Context

Although the County did have all the required documentation to complete the schedules of expenditures of federal awards and state financial assistance, the accumulation and review of the information required additional analysis and adjustment to prepare the schedules.

Effect

The schedules were not completed in a timely manner and resulted in a delayed submission to the Federal Audit Clearinghouse.

Cause

Due to a transition in the finance department, the County was unable to timely gather and prepare the schedules.

Recommendation

The County should implement internal controls and review their grant documentation to allow for the timely completion of the schedules of expenditures of federal awards and state financial assistance and submission to the Federal Audit Clearinghouse.

View of Responsible Officials and Planned Corrective Action

The responsible officials agree with the finding and will address the matter as part of their corrective action plan.

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

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*, 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.

FINANCIAL STATEMENT FINDINGS

None.

FEDERAL AWARDS

None.

STATE FINANCIAL ASSISTANCE PROGRAMS

None.

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 County Commissioners	\$ 5,000,000	(A)
R. Scott Griscom	Deputy Director of the Board of County Commissioners	5,000,000	(A)
Mickey Ostrum	Commissioner	5,000,000	(A)
Lee R. Ware	Commissioner	5,000,000	(A)
Edward Ramsay	Commissioner	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)
Dale A. Cross	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)
Allen Nobles	Undersheriff / Deputy Warden	N/A	
Linwood Donelson	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		
The Alaimo Group	Engineer		

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

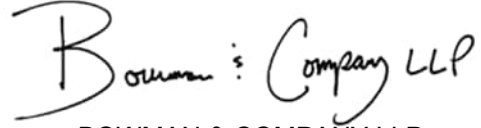
(B) RLI Insurance Company

18200

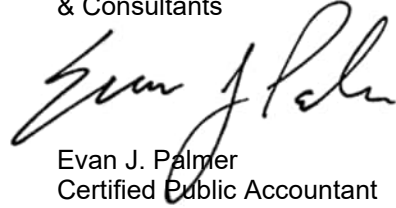
APPRECIATION

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

Respectfully submitted,

A handwritten signature in black ink that reads "Bowman & Company LLP". The signature is written in a cursive, flowing style.

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

A handwritten signature in black ink that reads "Evan J. Palmer". The signature is written in a cursive, flowing style.

Evan J. Palmer
Certified Public Accountant
Registered Municipal Accountant