

CHEROKEE COUNTY, GEORGIA

SINGLE AUDIT REPORT

FOR THE FISCAL YEAR ENDED
SEPTEMBER 30, 2022

**CHEROKEE COUNTY, GEORGIA
SINGLE AUDIT REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

TABLE OF CONTENTS

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	1-2
Report on Compliance For Each Major Federal Program, Report on Internal Control over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance	3-6
Schedule of Findings and Questioned Costs.....	7-9
Schedule of Expenditures of Federal Awards.....	10-12
Notes to Schedule of Expenditures of Federal Awards	13



NICHOLS, CAULEY & ASSOCIATES, LLC

1825 Barrett Lakes Blvd, Suite 200
Kennesaw, Georgia 30144
770-422-0598 FAX 678-214-2355
kennesaw@nicholscauley.com

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

Cherokee County Board of Commissioners
Cherokee County, Georgia
Canton, Georgia

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Cherokee County, Georgia as of and for the year ended September 30, 2022, and the related notes to the financial statements, which collectively comprise Cherokee County, Georgia's basic financial statements, and have issued our report thereon dated March 28, 2023.

Report on Internal Control Over Financial Reporting

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

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

Our consideration of internal control over financial reporting 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 financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report on Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Richards, Cauley + Associates, LLC

Kennesaw, Georgia
March 28, 2023



NICHOLS, CAULEY & ASSOCIATES, LLC

1825 Barrett Lakes Blvd, Suite 200
Kennesaw, Georgia 30144
770-422-0598 FAX 678-214-2355
kennesaw@nicholscabley.com

**REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND
REPORT ON INTERNAL CONTROL OVER COMPLIANCE; REPORT ON THE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS IN ACCORDANCE WITH
THE UNIFORM GUIDANCE**

Cherokee County Board of Commissioners
Cherokee County, Georgia
Canton, Georgia

Report on Compliance for Each Major Federal Program

We have audited Cherokee County, Georgia’s (the County) compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* that could have a direct and material effect on each of the County’s major federal programs for the year ended September 30, 2022. The County’s major federal programs are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

***Qualified Opinion on the Federal Transit – Formula Grants Program (Federal Transit Cluster),
Emergency Rental Assistance Program and Coronavirus State and Local Fiscal Recovery Funds***

In our opinion, except for the noncompliance described in the Basis for Qualified Opinions section of our report, the County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on the Federal Transit – Formula Grants Program (Federal Transit Cluster), Emergency Rental Assistance Program and Coronavirus State and Local Fiscal Recovery Funds Program for the year ended September 30, 2022.

Basis for Qualified Opinion

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); 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 the 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 the County’s compliance with the compliance requirements referred to above.

Matter(s) Giving Rise to Qualified Opinion on the Federal Transit – Formula Grants Program (Federal Transit Cluster), Emergency Rental Assistance Program and Coronavirus State and Local Fiscal Recovery Funds

As described in the accompanying schedule of findings and questioned costs, the County did not comply with requirements regarding Assistance Listing No. 21.023 Emergency Rental Assistance Program and Assistance Listing No. 21.027 Coronavirus State and Local Fiscal Recovery Funds as described in finding number 2022-001 for Reporting, and requirements regarding Assistance Listing No. 20.507 Federal Transit – Formula Grants Program (Federal Transit Cluster) as described in finding number 2022-002 for Procurement and Suspension and Debarment.

Compliance with such requirements is necessary, in our opinion, for the County to comply with the requirements applicable to that program.

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 the 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 the 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 GAAS, *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 the County's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *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 the 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 the 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 the 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.

Other Matters

Government Auditing Standards requires the auditor to perform limited procedures on the County's response to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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 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.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Cherokee County, Georgia (the County), as of and for the year ended September 30, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated March 28, 2023 which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional

analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements.

The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Richards, Cauley + Associates, LLC

Kennesaw, Georgia

June 23, 2023

**CHEROKEE COUNTY, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

Section I Summary of Audit Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

Material weakness identified? yes no

Significant deficiency identified? yes none reported

Noncompliance material to financial statements noted? yes no

Federal Awards

Internal Control over major federal programs:

Material weakness identified? yes no

Significant deficiency identified? yes none reported

Type of auditor's report issued on compliance for major programs: Qualified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a)? yes no

Identification of major programs:

<u>Assistance Listing Number</u>	<u>Name of Federal Programs</u>
21.027	Coronavirus State and Local Fiscal Recovery Funds
20.507	Federal Transit Cluster
21.023	Emergency Rental Assistance Program

Dollar threshold used to distinguish Between Type A and Type B programs: \$750,000

Auditee qualified as low-risk auditee? yes no

CHEROKEE COUNTY, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

Section II Financial Statement Findings

None reported.

Section III Federal Award Findings

Finding 2022-001: Material Noncompliance (Reporting)

Assistance Listing Number 21.023 – Emergency Rental Assistance
Department of the Treasury
Award Numbers: ERA0137

Assistance Listing Number 21.027 – Coronavirus State and Local Fiscal Recovery Funds
Department of the Treasury
Award Number: SLFRF

Criteria: Agency financial reporting requirements are designed to ensure maximum transparency around the use of award funds consistent with 2 CFR 200 and to enable sufficient monitoring by the Treasury.

Condition: Costs reported on certain quarterly report submissions did not correspond to amounts reported in the general ledger.

Cause: The County did not have adequate procedures for reconciling amounts used in the preparation of the reports to amounts reported in the general ledger.

Effect: Amounts reported to the Treasury did not reconcile to the general ledger.

Identification as a Repeat Finding: A similar finding was reported in the prior year's audit as finding number 2021-002.

Auditor's Recommendation: The County should develop procedures to ensure that amounts reported reconcile to the general ledger. Additionally, reports should be reviewed by someone that is independent of the preparation of the report.

Views of Responsible Officials and Planned Corrective Actions: The County agrees with the recommendation and is restructuring the Grants Division to allow for better controls on reporting and reconciliation to the general ledger. The Grants Manager will review all reports prior to their submission to the federal funding source in order to confirm accuracy, eligibility and period of performance. The cumulative amount expended for the 21.027 – Coronavirus State and Local Fiscal Recovery Funds program was corrected on the December 31, 2022 report submission.

CHEROKEE COUNTY, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

Finding 2022-002: Material Noncompliance (Procurement and Suspension and Debarment)

**Assistance Listing Number 20.507 – Federal Transit Formula Grants (Federal Transit Cluster)
Department of Transportation**

Criteria: The County must use its own documented procurement procedures, which should reflect applicable state and local laws and regulations and must conform to applicable federal statutes and the procurement requirements identified in 2 CFR Part 200. Additionally, non-federal entities are prohibited from contracting with or making subawards under covered transactions to parties that are suspended or debarred.

Condition: A contract was awarded under the provisions of sole source of procurement however, documentation relating to the award was unclear that this procurement method was appropriate under the circumstances. Additionally, no documentation of the review that the contracting party was not suspended or debarred was included in the procurement documentation.

Cause: The County did not retain documentation that the procurement complied with the requirements of the procurement policy or the federal regulations relating to suspension and debarment.

Effect: The County did not have evidence that it had complied with federal procurement requirements and its internal policy. The contract could have been awarded to a vendor that had been suspended or debarred. The granting agency could require expenditures paid with federal funds relating to this contract be returned. Exclusion records were subsequently searched and it was determined that the contracting party was not suspended or debarred.

Auditor's Recommendation: Procedures relating to retaining appropriate documentation of sole source contracts and consideration that contracting parties have not been suspended or debarred should be strengthened.

Views of Responsible Officials and Planned Corrective Actions: The County agrees with the recommendation. The Procurement Department will implement a check-list for future purchases and one of the items to be checked off is the need for a Single/Sole Source justification. Also, the Single/Sole Source Policy will be reviewed to ensure that the requirement for bidding is waived for approved justifications. These will be accomplished by August 1, 2023.

CHEROKEE COUNTY, GEORGIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

Federal Grantor/Pass-Through Grantor/Program Title	Assistance Listing Number	Contract or Project Number	Pass through to Subrecipients	Total Expenditures
U.S. DEPARTMENT OF AGRICULTURE				
Passed through the Georgia Association of Conservation Districts (GACD)				
Regional Conservation Partnership Program	10.932	GACD-02-18-001	\$ --	12,096
Total U.S. Department of Agriculture			--	12,096
U.S. DEPARTMENT OF EDUCATION				
Passed through the Georgia Recreation and Parks Association (GRPA):				
BOOST Program	84.126	2021 MOU	--	146,163
Total U.S. Department of Education			--	146,163
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				
<i>CDBG - Entitlement Grants Cluster:</i>				
Direct Grants				
Community Development Block Grant	14.218	B19-UC-130006	81,472	169,534
Community Development Block Grant	14.218	B20-UC-130006	339,997	339,997
Community Development Block Grant	14.218	B21-UC-130006	161,645	435,314
COVID-19 - Community Development Block Grant	14.218	B20-UW-130006	532,500	532,500
			<u>1,115,613</u>	<u>1,477,345</u>
Passed through the Criminal Justice Coordinating Council (CJCC):				
COVID-19 CARES Emergency Solutions Grant Program	14.231	A50-8-013	-	2,870
COVID-19 CARES Emergency Solutions Grant Program	14.231	A52-8-009	-	1,479
			<u>-</u>	<u>4,349</u>
Total U.S. Department of Housing and Urban Development			1,115,613	1,481,694
U.S. DEPARTMENT OF JUSTICE				
Passed through the Criminal Justice Coordinating Council (CJCC):				
Violence Against Women Grant (District Attorney)	16.588	W21-8-027	--	70,000
			<u>--</u>	<u>70,000</u>
Passed through the Prosecuting Attorney's Council of Georgia (PAC-GA):				
Victims of Crime Act Formula Grant (District Attorney)	16.575	C21-8-001	--	195,112
Victims of Crime Act Formula Grant (Solicitor General's Office)	16.575	C21-8-001	--	175,087
			<u>--</u>	<u>370,199</u>
COVID-19 CARES CESF Victims of Crime Act Competitive Grant (District Attorney)	16.034	B50-8-128		63,141
Direct Grants				
Federal Forfeiture Funds (CMANS)	16.922	GA0281000	--	14,151
Passed through the Criminal Justice Coordinating Council (CJCC):				
BJA Adult Drug Court Discretionary Grant Program	16.585	2019-MU-BX-0047	--	4,726
Direct Grant:				
Drug Court Discretionary Grant Program (Juvenile Drug Court)	16.585	2019-DC-BX-0102	--	66,405
			<u>--</u>	<u>71,131</u>
Direct Grant:				
Drug Court Discretionary Grant Program (Juvenile Drug Court)	16.738	15PBJA-21GG-01396-JAGX	--	10,014
Passed through the Criminal Justice Coordinating Council (CJCC):				
Comprehensive Addiction Recovery Act (CARA)	16.838	2020-AR-BX-0136	--	1,480
Total U.S. Department of Justice			--	600,116
U.S. DEPARTMENT OF HOMELAND SECURITY				
Passed through Georgia Emergency Management Agency/Homeland Security (GEMA/HS):				
Disaster Grants - Public Assistance	97.036	FEMA-4579-DR-GA	--	226,218
Hazard Mitigation Grant Program	97.039	FEMA-4338-DR	--	2,400
Emergency Performance Management Grant	97.042	OEM21-028	--	50,000
Hazard Mitigation Grant Program (HazMat Equip)	97.042	ENW-2020-SS000089	--	25,100
			<u>--</u>	<u>75,100</u>
Total U.S. Department of Homeland Security			--	303,718

(continued)

CHEROKEE COUNTY, GEORGIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

Federal Grantor/Pass-Through Grantor/Program Title	Assistance Listing Number	Contract or Project Number	Pass through to Subrecipients	Total Expenditures
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES				
<i>Aging Cluster</i>				
Passed through Atlanta Regional Commission				
Special Programs for the Aging; Title III Part B	93.044	AG2202	--	78,491
Special Programs for the Aging; Title III Part B	93.044	AG2302	--	40,680
Passed through the Georgia Department of Human Services				
Special Programs for the Aging; Title III Part B	93.044	42700-362-0000102071	--	1,059
Special Programs for the Aging; Title III Part B	93.044	42700-362-0000106663	--	15,043
			--	135,273
Passed through Atlanta Regional Commission				
Special Programs for the Aging; Title III Part C	93.045	AG2202	--	283,630
Special Programs for the Aging; Title III Part C	93.045	AG2302	--	72,626
COVID-19 - CARES Act Senior Services; Title 3C	93.045	AG2247	--	96,597
COVID-19 - Families First Coronavirus Relief Act (FFCRA)	93.045	AG2234	--	70,761
			--	523,614
Passed through Atlanta Regional Commission				
Nutrition Services Incentive Program	93.053	AG2302	--	4,778
<i>Total Aging Cluster</i>			--	663,665
Passed through Atlanta Regional Commission				
Social Services Block Grant	93.667	AG2302	--	15,957
Social Services Block Grant	93.667	AG2302	--	7,291
Passed through the Georgia Department of Human Services				
Social Services Block Grant	93.667	42700-362-0000102071	--	16,724
Social Services Block Grant	93.667	42700-362-0000106663	--	12,926
			--	52,898
Passed through Atlanta Regional Commission				
National Family Caregiver Support; Title III Part E	93.052	AG2302	--	17,462
National Family Caregiver Support; Title III Part E	93.052	AG2202	--	6,070
			--	23,532
Passed through the Georgia Department of Human Services				
Family Connection	93.605	427-93-202200030	36,000	36,000
Family Connection	93.605	427-93-202300135	12,000	12,000
			48,000	48,000
Total U.S. Department of Health and Human Services			48,000	788,095
U.S. DEPARTMENT OF TRANSPORTATION				
Passed through the Georgia Department of Human Services				
5310 Elderly/Disabled	20.513	42700-362-0000102071	--	152,483
<i>Federal Transit Cluster:</i>				
Direct Grants				
COVID-19 - FY20 CARES Act Sec 5307	20.507	GA-2020-013	--	1,039,612
Federal Transit Formula Grant	20.507	GA-2019-002	--	71,307
Federal Transit Formula Grant	20.507	GA-90-X308	--	42,400
Federal Transit Formula Grant	20.507	GA-2018-008	--	102,711
Federal Transit Formula Grant	20.507	GA-2022-016	--	8,058
<i>Total Federal Transit Cluster</i>			--	1,264,088
Passed through the Georgia Department of Transportation (GDOT):				
GDOT 5311 Operating (formula grant)	20.509	T007132	--	109,367
GDOT 5311 Operating (formula grant)	20.509	T007214	--	99,016
			--	208,383
Passed through the Georgia Emergency Communications Authority (GECA):				
911 Grant - NHSTA	20.615	69N37619.00000011GA0	--	6,748
Total U.S. Department of Transportation			--	1,631,702

(continued)

CHEROKEE COUNTY, GEORGIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

Federal Grantor/Pass-Through Grantor/Program Title	Assistance Listing Number	Contract or Project Number	Pass through to Subrecipients	Total Expenditures
U.S. DEPARTMENT OF TREASURY				
Direct Grants				
COVID-19 - Emergency Rental Assistance Round 1	21.023	ERA0137	3,862,266	4,171,831
COVID-19 - American Rescue Plan Act 2021	21.027	SLFRF	--	20,286,798
Passed through State of Georgia:				
COVID-19 ARPA Aid to Impacted Households	21.027	Multiple	25,836	936,996
COVID-19 ARPA Court Backlog	21.027	2022-ARPA-01	--	9,716
			<u>25,836</u>	<u>21,233,510</u>
Total U.S. Department of Treasury			<u>3,888,102</u>	<u>25,405,341</u>
Total Expenditures of Federal Awards			<u>\$ 5,051,715</u>	<u>\$ 30,368,925</u>

CHEROKEE COUNTY, GEORGIA
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

1. Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of Cherokee County, Georgia (the County). All federal financial assistance received directly from federal agencies as well as federal financial assistance passed through other government agencies is included on the schedule.

The Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting which is described in Note 1C to the County's basic financial statements. Expenditures are recognized following the applicable cost principles contained in either Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance") or the OMB Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments*, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

2. Indirect Cost Rates

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