



**The Single Audit Act
Supplemental
Financial
Report**

•

**City
of
Milwaukee,
Wisconsin**

**for the
Year Ended
December 31, 2018**

**Martin Matson
Comptroller**

CITY OF MILWAUKEE

TABLE OF CONTENTS For the Year Ended December 31, 2018

Transmittal Letter	1 – 3
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>	4 – 5
Report on Compliance for Each Major Federal and Major State Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal, State, and Other Awards Required by the Uniform Guidance and the <i>State Single Audit Guidelines</i>	6 – 8
Schedule of Expenditures of Federal, State, and Other Awards	9 – 22
Notes to Schedule of Expenditures of Federal, State, and Other Awards	23 – 25
Schedule of Findings and Questioned Costs	26 – 31
DHS Cost Reimbursement Award Schedule	32 – 37

Martin Matson
Comptroller

Aycha Sawa, CPA, CIA
Deputy Comptroller



Office of the Comptroller

Toni Biscobing
Special Deputy Comptroller

Rocklan Wruck, CPA
Special Deputy Comptroller

August 7, 2019

Honorable Thomas M. Barrett, Mayor
The Members of the Common Council
Of the City of Milwaukee
Milwaukee, WI 53202

Dear Mayor and Council Members:

The Single Audit Report for the City of Milwaukee, Wisconsin (the City) for the year ended December 31, 2018 is submitted in accordance with the requirements of the Uniform Guidance as contained in Title 2 U.S. Code of Federal Regulations Part 200; and the State Single Audit Guidelines. The Single Audit provides for an organization-wide audit of Federal and State grant programs rather than a grant-by-grant audit. The audit was conducted by Baker Tilly Virchow Krause LLP, an independent firm of certified public accountants. This report will be submitted to the Federal Audit Clearinghouse and the Department of Administration of the State of Wisconsin.

This report was prepared by the Office of the Comptroller. Management of the City is responsible for establishing and maintaining an internal control structure designed to reasonably ensure both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures. The Schedules of Expenditures of Federal, State and Other Awards are supplementary data to the Comprehensive Annual Financial Report of the City for the year ended December 31, 2018. We believe the grant financial activity presented is accurate in all material aspects and fairly represents the results of operation of the City's grants. All disclosures necessary to enable the reader to understand the City's grant financial activity have also been included.

RECIPIENT ORGANIZATION

Grant programs reflected in the City's Single Audit Supplemental Financial Report are operated by City departments under the fiscal administration of the City Comptroller. These grant programs have been approved by the Common Council in accordance with City of Milwaukee Code of Ordinances 304-81. This ordinance provides procedural guidelines for budgeting and accounting of grant programs.

Grants made directly to the Redevelopment Authority of the City, the Neighborhood Improvement Development Corporation, and the Century City Redevelopment Corporation are not included in this report. The Redevelopment Authority and any other applicable component units which receive grant funds and meet the requirements of the Uniform Guidance publish separate financial and single audit reports.

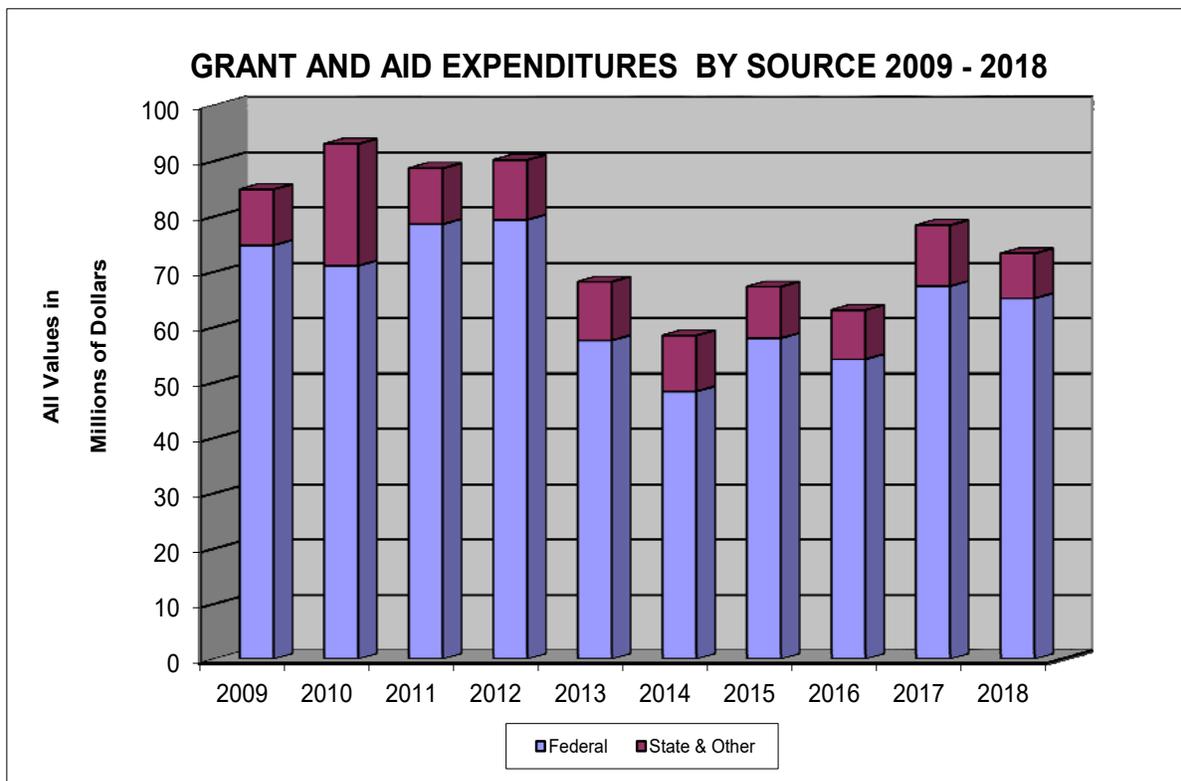


INDEPENDENT AUDIT

The independent auditors' reports required by the Uniform Guidance have been included in this report. The content of the independent auditors' reports is consistent with the requirements in the Uniform Guidance.

2018 GRANT ACTIVITIES

The City of Milwaukee expended \$73.3 million of grant and aid dollars in 2018. This represents a decrease of approximately \$5.1 million or 7% over the previous year. Federal assistance decreased by \$2.2 million primarily from three major sources of funding; with \$2.2 million of the reduction from Housing and Urban Development Grant Programs; \$0.6 million from Department of Transportation Grants, and \$0.4 million from Department of Agriculture Programs, offset by a total net increase of \$1.0 million from all other Federal assistance. In aggregate, State and Other assistance experienced a decline of \$2.9 million in expenditures for the same period due in large part to a decrease of \$2.5 million in Milwaukee Metropolitan Sewerage District assistance; and a net decrease of \$0.4 million from all other State and Local assistance.

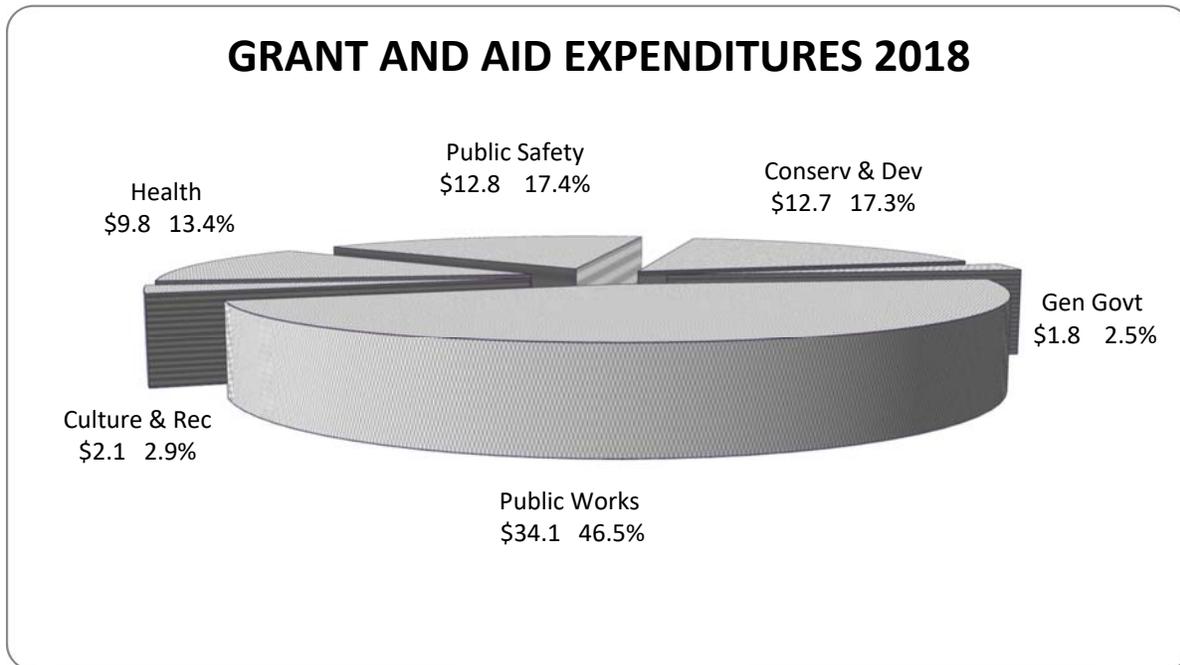


The chart above presents the City's grant and aid expenditures by source over 10 years from 2009 through 2018. The chart reflects upward and downward swings in grant activity for the years presented with 2014 as the lowest. It is likely that expenditures will decline further in 2019 due to the winding down of the Federal Transit - Formula Grants Program.

GRANT EXPENDITURES

2009-2018

<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
\$84.9	\$93.1	\$88.7	\$90.2	\$68.2	\$58.5	\$67.3	\$63.1	\$78.4	\$73.3



The graph above indicates the areas in which the City expended 2018 grant funds. The largest category is that of Public Works, which includes Highway Planning and Construction Grants, Federal Transit - Formula Grants, and National Infrastructure Investments Program dollars. Expenditures in this category primarily related to planning, construction, preventive maintenance and improvement of the City's infrastructure.

ACKNOWLEDGEMENT

The timely preparation of this report could not have been achieved without the professionalism and dedication demonstrated by each member of the Revenue and Cost Division of the Comptroller's Office, the cooperation and involvement of the accounting and grants program staff of the City departments and the able assistance of our independent auditors, Baker Tilly Virchow Krause LLP. I extend my appreciation to you and members of your respective staff for your support and commitment in planning and conducting the fiscal affairs of the City.

Sincerely,

Martin Matson
Comptroller

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

INDEPENDENT AUDITORS' REPORT

The Honorable Members
Common Council
City of Milwaukee, Wisconsin

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Milwaukee, Wisconsin as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise the City of Milwaukee's basic financial statements, and have issued our report thereon dated July 24, 2019. Our report includes a reference to other auditors who audited the financial statements of the Redevelopment Authority of the City of Milwaukee, the Neighborhood Improvement Development Corporation, and the Century City Redevelopment Corporation, component units of the City of Milwaukee, as described in our report on the City of Milwaukee's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Milwaukee's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Milwaukee's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Milwaukee'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 was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Milwaukee'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.

Baker Tilly Virchow Krause, LLP

Milwaukee, Wisconsin
July 24, 2019

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL AND MAJOR STATE PROGRAM; REPORT ON
INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON THE SCHEDULE OF EXPENDITURES OF
FEDERAL, STATE, AND OTHER AWARDS REQUIRED BY THE UNIFORM GUIDANCE AND THE
STATE SINGLE AUDIT GUIDELINES

INDEPENDENT AUDITORS' REPORT

The Honorable Members
Common Council
City of Milwaukee, Wisconsin

Report on Compliance for Each Major Federal and Major State Program

We have audited the City of Milwaukee's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *State Single Audit Guidelines* that could have a direct and material effect on each of the City of Milwaukee's major federal and major state programs for the year ended December 31, 2018. The City of Milwaukee's major federal and major state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

The City of Milwaukee's basic financial statements include the operations of the Redevelopment Authority of the City of Milwaukee, the Neighborhood Improvement Development Corporation, and the Century City Redevelopment Corporation, which are not included in the City of Milwaukee's schedule of expenditures of federal and state awards for the year ended December 31, 2018. Our audit, described below, did not include the operations of the Redevelopment Authority of the City of Milwaukee, the Neighborhood Improvement Development Corporation, and the Century City Redevelopment Corporation because the component units engaged other auditors to perform an audit in accordance with the Uniform Guidance.

Management's Responsibility

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

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the City of Milwaukee's major federal and major 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; 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); and the *State Single Audit Guidelines*. Those standards, the Uniform Guidance and the *State Single Audit Guidelines* 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 a major state program occurred. An audit includes examining, on a test basis, evidence about the City of Milwaukee'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 major state program. However, our audit does not provide a legal determination of the City of Milwaukee's compliance.

Opinion on Each Major Federal and Major State Program

In our opinion, the City of Milwaukee 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 major state programs for the year ended December 31, 2018.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and the *State Single Audit Guidelines* and which are described in the accompanying schedule of findings and questioned costs as items 2018-001 and 2018-002. Our opinion on each major federal and major state program is not modified with respect to these matters.

City of Milwaukee's Response to Findings

The City of Milwaukee's response to the noncompliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The City of Milwaukee'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 City of Milwaukee 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 City of Milwaukee's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal or major 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 major state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and the *State Single Audit Guidelines*, 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 City of Milwaukee'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 a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal 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 have not been identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified certain deficiencies in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as items 2018-001 and 2018-002, that we consider to be significant deficiencies.

City of Milwaukee's Response to Findings

The City of Milwaukee's response to the internal control over compliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The City of Milwaukee's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Purpose of this Report

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 the *State Single Audit Guidelines*. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal, State, and Other Awards Required by the Uniform Guidance and the *State Single Audit Guidelines*

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 the City of Milwaukee, Wisconsin as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise the City of Milwaukee's basic financial statements. We issued our report thereon dated July 24, 2019, 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. Our report includes a reference to other auditors who audited the financial statements of Redevelopment Authority of the City of Milwaukee, the Neighborhood Improvement Development Corporation, and the Century City Redevelopment Corporation, component units of the City of Milwaukee, as described in our report on the City of Milwaukee's financial statements. The accompanying schedule of expenditures of federal, state, and other awards and DHS cost reimbursement award schedule are presented for purposes of additional analysis as required by the Uniform Guidance and the *State Single Audit Guidelines* 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 schedule of expenditures of federal, state, and other awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Information

The transmittal letter has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.



Milwaukee, Wisconsin
August 7, 2019

CITY OF MILWAUKEE
Schedule of Expenditures of Federal, State, and Other Awards
For the Year Ended December 31, 2018

Project I.D.	Grantor Agencies	CFDA or State Appropriation Number	Contract	Grant Award Amount	Grantor Expenditures	Passed Through to Subrecipients
Federal Awards:						
U.S. Department of Agriculture:						
Passed through Wisconsin Department of Health Services - Division of Public Health: Special Supplemental Nutrition Program for Women, Infants, and Children:						
GR3801118000	Women, Infants, and Children	10.557	154710-860	\$1,464,030	\$1,307,129	\$0
Passed through Wisconsin Department of Health Services - Division of Public Health: SNAP Cluster:						
GR3802818000	Women, Infants, and Children Fit Families	10.561	154661-960	31,054	8,542	0
GR3802817000	Women, Infants, and Children Fit Families	10.561	154661-860	30,445	29,710	0
Subtotal SNAP Cluster					<u>38,252</u>	<u>0</u>
Direct Programs:						
GR5800518000	Urban and Community Forestry Program: 2018-2019 Milw. Green Playgrounds	10.675	18-DG-11420004-010	200,000	35,318	0
Total U.S. Department of Agriculture					<u>1,380,699</u>	<u>0</u>
U.S. Department of Housing and Urban Development:						
Direct Programs:						
CDBG/Entitlement Grants Cluster:						
CD0000000044	Community Development Block Grant 2018	14.218	B-18-MC-55-0006	15,999,654	11,212,885	6,305,321
CD0000000044	Community Development Block Grant 2018-Loans	14.218	B-18-MC-55-0006	N/A	47,600	0
CD0000000043	Community Development Block Grant 2017	14.218	B-17-MC-55-0006	14,538,554	1,312,070	559,712
CD0000000043	Community Development Block Grant 2017-Loans	14.218	B-17-MC-55-0006	N/A	90,081	90,081
CD0000000042	Community Development Block Grant 2016	14.218	B-16-MC-55-0006	14,641,000	463,878	155,956
CD0000000042	Community Development Block Grant 2016-Loans	14.218	B-16-MC-55-0006	N/A	9,708	9,708
CD0000000041	Community Development Block Grant 2015	14.218	B-15-MC-55-0006	15,057,077	132,376	77,197
CD0000000041	Community Development Block Grant 2015-Loans	14.218	B-15-MC-55-0006	N/A	7,407	7,407
CD00000000XX	Community Development Block Grant 2014 & Prior	14.218	B-14-MC-55-0006	15,189,185	95,384	78,236
CD00000000XX	Community Development Block Grant 2014 & Prior-Loans	14.218	B-14-MC-55-0006	N/A	120,000	0
NS1XXXXXXXXX	Neighborhood Stabilization Program 1	14.218	B-08-MN-55-0006	11,252,591	101,650	1,140
NS4XXXXXXXXX	Neighborhood Stabilization Program 3	14.218	B-11-MN-55-0006	3,211,970	13,965	0
Prior Years' Loans with Continuing Requirements:						
CD00000000XX	Community Development Block Grant	14.218	B-14-MC-55-0006	N/A	3,680,503	0
Subtotal CDBG/Entitlement Grants Cluster					<u>17,287,507</u>	<u>7,284,758</u>
Passed through the State of Wisconsin Department of Administration: Community Development Block Grants/State's Program						
NS3XXXXXXXXX	Neighborhood Stabilization Program 1	14.228	NSP09-17	4,680,978	1,431	1,431
Prior Years' Loans with Continuing Requirements:						
NS3XXXXXXXXX	Neighborhood Stabilization Program 1-Loans	14.228	NSP09-17	N/A	259,000	0
NS5XXXXXXXXX	Neighborhood Stabilization Program 3-Loans	14.228	NSP11-01	N/A	150,000	0
Subtotal CFDA# 14.228					<u>410,431</u>	<u>1,431</u>

CITY OF MILWAUKEE
Schedule of Expenditures of Federal, State, and Other Awards
For the Year Ended December 31, 2018

Project I.D.	Grantor Agencies	CFDA or State Appropriation Number	Contract	Grant Award Amount	Grantor Expenditures	Passed Through to Subrecipients
	Direct Programs:					
	Emergency Solutions Grant Program:					
GR1551800000	2018 Emergency Solutions Grant	14.231	E-18-MC-55-0006	\$1,302,832	\$1,180,247	\$1,154,190
GR1551700000	2017 Emergency Solutions Grant	14.231	E-17-MC-55-0006	2,041,570	451,240	396,439
GR1551600000	2016 Emergency Solutions Grant	14.231	E-16-MC-55-0006	1,333,236	37,311	37,311
	Passed through the State of Wisconsin Department of Administration:					
GR1541800000	2018 State Emergency Solutions Grant	14.231	ETH 18-13	367,533	88,435	81,939
GR1541700000	2017 State Emergency Solutions Grant	14.231	ETH 17-11	410,284	259,650	246,070
	Subtotal CFDA# 14.231				<u>2,016,883</u>	<u>1,915,949</u>
	Direct Programs:					
	Home Investment Partnerships Program:					
HG1800000000	2018 Home Grant	14.239	M-18-MC-55-0204	5,967,429	857,117	481,386
HG1800000000	2018 Home Grant-Loans	14.239	M-18-MC-55-0204	N/A	561,761	561,761
HG1700000000	2017 Home Grant	14.239	M-17-MC-55-0204	4,326,217	181,602	83,031
HG1700000000	2017 Home Grant-Loans	14.239	M-17-MC-55-0204	N/A	789,904	652,566
HG1600000000	2016 Home Grant	14.239	M-16-MC-55-0204	4,462,403	470,094	423,010
HG1600000000	2016 Home Grant-Loans	14.239	M-16-MC-55-0204	N/A	388,924	125,601
HG1500000000	2015 Home Grant	14.239	M-15-MC-55-0204	4,379,227	166,780	141,819
HG1500000000	2015 Home Grant-Loans	14.239	M-15-MC-55-0204	N/A	16,310	0
HM00000000	2014 Home Grants	14.239	M-14-MC-55-0204	4,673,827	1,149,071	1,056,761
HM00000000	2014 Home Grants-Loans	14.239	M-14-MC-55-0204	4,412,594	150,000	0
	Prior Years' Loans with Continuing Requirements:					
HM00000000	Home Grants-2014 and Prior-Loans	14.239	M-14-MC-55-0204	N/A	12,184,088	0
	Subtotal CFDA# 14.239				<u>16,915,651</u>	<u>3,525,935</u>
	Direct Programs:					
	Housing Opportunities for Persons with AIDS:					
GR1500118000	2018 HOPWA Grant	14.241	WIH18F001	768,917	765,141	752,309
	Direct Programs:					
	Neighborhood Stabilization Program (NSP):					
NS2XXXXXXXX	Neighborhood Stabilization Program 2	14.256	B-09-LN-WI-0036	30,121,211	59,727	928
	Prior Years' Loans with Continuing Requirements:					
NS2XXXXXXXX	Neighborhood Stabilization Program 2-Loans	14.256	B-09-LN-WI-0036	N/A	1,204,675	0
	Subtotal CFDA# 14.256				<u>1,264,402</u>	<u>928</u>
	Direct Programs:					
	Continuum of Care Program:					
GR1505018000	2018 Continuum of Care-Planning	14.267		349,575	273,422	0
	Direct Programs:					
	Lead-Based Paint Hazard Control in Privately-Owned Housing:					
GR3810290010	Lead Hazard Reduction - Program Income	14.900	WILHB0173-00	484,300	32,311	0
	Direct Programs:					
	Lead Hazard Reduction Demonstration Grant Program:					
GR3803114000	2014 Lead Hazard Reduction Demonstration	14.905	WILHD0265-14	3,900,000	117,649	0
GR3803316000	2016 Lead Hazard Reduction Demonstration	14.905	WILHD0290-16	3,399,998	1,004,675	0
	Subtotal CFDA# 14.905				<u>1,122,324</u>	<u>0</u>
	Total U.S. Department of Housing and Urban Development				<u>40,088,072</u>	<u>13,481,310</u>

CITY OF MILWAUKEE
Schedule of Expenditures of Federal, State, and Other Awards
For the Year Ended December 31, 2018

Project I.D.	Grantor Agencies	CFDA or State Appropriation Number	Contract	Grant Award Amount	Grantor Expenditures	Passed Through to Subrecipients
	U.S. Department of Justice:					
	Direct Programs:					
	Justice Systems Response to Families:					
GR3803916000	Justice for Families	16.021	2016-FJ-AX-0006	\$600,000	\$222,100	\$57,989
	Direct Programs:					
	Services for Trafficking Victims:					
GR3304015000	2015-2018 Milwaukee Human Trafficking	16.320	2015-VT-BX-K046	600,000	173,881	0
	Passed through the State of Wisconsin Department of Justice:					
	Missing Children's Assistance:					
GR3303817000	2017-2019 Wisconsin Internet Crimes	16.543	2015-MC-FX-K029(Supp #2)	48,886	47,378	0
	Direct Programs:					
	Project Safe Neighborhoods:					
GR3303915000	2015-2019 Project Safe Neighborhoods Violent Gang & Gun Crime	16.609	2015-GP-BX-0002	294,668	12,849	0
	Direct Programs:					
	Public Safety Partnership and Community Policing Grants:					
GR3305016000	2016-2019 COPS Hiring Program	16.710	2016ULWX0034	1,875,000	556,807	0
GR3305015000	2015-2019 COPS Hiring Program	16.710	2015ULWX0029	1,875,000	597,808	0
GR3303016000	2016-2019 COPS Hiring Program	16.710	2016ULWX0018	108,540	49,280	0
GR3805613000	2013 National Training & Technical Assistance Homicide for Review	16.710	2013CKWXX011	241,027	13,943	0
	Subtotal CFDA# 16.710				1,217,838	0
	Passed through Milwaukee County:					
	Edward Byrne Memorial Justice Assistance Grant Program:					
GR3300218000	2018 Milwaukee Metro Drug Enforcement	16.738	Not Available	173,194	173,194	0
GR3307116000	2016-2019 JAG - Edward Byrne Memorial	16.738	2016-DJ-BX-1013	410,028	241,920	0
GR3307115000	2015-2019 JAG - Edward Byrne Memorial	16.738	2015-DJ-BX-0850	352,450	51,610	0
	Subtotal CFDA# 16.738				466,724	0
	Direct Programs:					
	Edward Byrne Memorial Competitive Grant Program:					
GR3308916000	2016-2019 Crime Gun Intelligence Center	16.751	2016-DG-BX-0014	1,000,000	266,757	0
GR3304115000	2015-2019 Byrne Body Camera Evaluation	16.751	2015-WY-BX-0006	624,206	140,639	0
	Subtotal CFDA# 16.751				407,396	0
	Direct Programs:					
	Innovations in Community-Based Crime Reduction:					
GR3305516000	2016-2019 Criminal Justice Program	16.817	2016-AJ-BX-0003	740,811	180,742	0
	Federal Bureau of Investigation:					
	Direct Programs:					
	Equitable Sharing Program:					
Fund 0001-D3XX	2018 Federal Asset Forfeiture	16.922			350,046	0
	Direct Programs:					
	Federal Bureau of Investigation:					
GR3300518000	2018 Save Our Streets Task Force	16.Unknown		20,000	14,372	0
GR3306718000	2018-2019 Cyber Task Force	16.Unknown		18,344	1,529	0
GR3306717000	2017-2018 Cyber Task Force	16.Unknown		18,042	3,633	0
GR3306817000	2017-2018 Child Exploitation Task Force	16.Unknown		18,042	7,940	0
GR3306818000	2018-2019 Child Exploitation Task Force	16.Unknown		18,344	6,408	0

CITY OF MILWAUKEE
Schedule of Expenditures of Federal, State, and Other Awards
For the Year Ended December 31, 2018

Project I.D.	Grantor Agencies	CFDA or State Appropriation Number	Contract	Grant Award Amount	Grantor Expenditures	Passed Through to Subrecipients
GR3308118000	2018-2019 Wisconsin Human Trafficking TF	16.Unknown		\$36,688	\$6,313	\$0
GR3308117000	2017-2018 Wisconsin Human Trafficking TF	16.Unknown		54,126	29,759	0
GR3308218000	2018-2019 Violent Crime Task Force	16.Unknown		91,719	13,495	0
GR3308217000	2017-2018 Violent Crime Task Force	16.Unknown		108,252	49,719	0
GR3308417000	2017-2018 Regional Gang Task Force	16.Unknown		126,294	52,932	0
	Direct Programs:					
	Drug Enforcement Administration:					
GR3307418000	2018-2019 Tactical Diversion Task Force	16.Unknown		18,344	5,392	0
GR3307417000	2017-2018 Tactical Diversion Squad	16.Unknown		18,042	13,553	0
GR3307518000	2018-2019 Milwaukee District Office Task Force	16.Unknown		36,688	7,612	0
GR3307517000	2017-2018 Milwaukee District Office Task Force	16.Unknown		36,084	28,122	0
	Direct Programs:					
	Alcohol, Tobacco, and Firearms:					
GR3302018000	2018-2019 Organized Crime - Operation Dos Fellas	16.Unknown	GL-WIE-0192	20,000	7,211	0
GR3302716000	2016-2017 Organized Crime - Operation Final Bid	16.Unknown	GL-WIE-0181	25,000	-7,751	0
GR3301818000	2018-2019 Organized Crime - Operation Dos Cabezas	16.Unknown	GL-WIE-0187	5,000	4,544	0
GR3301817000	2017-2018 Organized Crime - Operation Dos Cabezas	16.Unknown	GL-WIE-0187	10,000	2,904	0
GR3301816000	2016-2017 Organized Crime - Operation Dos Cabezas	16.Unknown	GL-WIE-0187	70,000	-5,893	0
GR3304618000	2018-2019 ATF/Firearms and VCIT	16.Unknown	19-STP-243-AFF	59,000	6,199	0
GR3304617000	2017-2018 ATF/Firearms and VCIT	16.Unknown	18-STP-243-AFF	90,000	36,496	0
GR3304616000	2016-2017 ATF/Firearms and VCIT	16.Unknown	17-STP-243-AFF	89,360	6,456	0
	Direct Programs:					
	U.S. Marshals:					
GR3307617000	2017-2018 U.S. Marshals Service	16.Unknown		13,000	8,187	0
GR3307618000	2018-2019 U.S. Marshals Service	16.Unknown		10,000	1,111	0
	Passed through the State of Wisconsin Department of Justice:					
GR3301217000	2017-2018 CEASE Grant	16.Unknown		5,000	967	0
	Subtotal CFDA# 16.Unknown			1,000,369	301,210	0
	Total U.S. Department of Justice				3,380,164	57,989
	U.S. Department of Transportation:					
	Passed through the State of Wisconsin Department of Transportation:					
	Highway Planning and Construction Cluster:					
BR & ST	Federal Aid Highway Program	20.205	Various	37,099,547	4,991,071	0
GR5400316000	2016-2020 Clean Fleet Emission	20.205	1693-34-79	1,071,404	170,756	0
	Subtotal Highway Planning and Construction Cluster				5,161,827	0
	Federal Transit and Administration Division:					
	Direct Programs:					
	Federal Transit Cluster:					
	Federal Transit Capital Investment Grants:					
GR1902417000	Transit-Oriented Development Planning Grant	20.500	WI-2017-006-00	750,000	373,886	0
	Federal Transit - Formula Grants:					
ST3201230XX	Interstate Cost Estimate Substitute - Milwaukee Connector	20.507	WI-95-X033-01	52,692,803	15,458,134	0
ST3201250XX	Milwaukee Streetcar: Pre-Revenue Services	20.507	WI-2017-015-00	3,180,000	1,904,060	0
	Subtotal CFDA# 20.507				17,362,194	0
	Subtotal Federal Transit Cluster				17,736,080	0

CITY OF MILWAUKEE
Schedule of Expenditures of Federal, State, and Other Awards
For the Year Ended December 31, 2018

Project I.D.	Grantor Agencies	CFDA or State Appropriation Number	Contract	Grant Award Amount	Grantor Expenditures	Passed Through to Subrecipients
	Passed through the State of Wisconsin Department of Transportation: Highway Safety Cluster: State and Community Highway Safety:					
GR3300318000	2018 Speed Enforcement	20.600	3950958-40-12	\$80,000	\$77,940	\$0
GR3301418000	2018 TRaCs/Mobilization Equip,	20.600	3950958-80-05	3,996	3,996	0
GR3306018000	2018 Pedestrian Enforcement	20.600	3950958-80-06	34,980	31,601	0
	Subtotal CFDA# 20.600				<u>113,537</u>	<u>0</u>
	Passed through the State of Wisconsin Department of Transportation: National Priority Safety Programs:					
GR3300418000	2018-2019 Impaired Driving	20.616	3950959-31-09	169,840	39,379	0
GR3300417000	2017-2018 Alcohol Enforcement	20.616	3950958-31-26	110,000	85,670	0
GR3301118000	2018 Drug RecognitionExpert #2	20.616		14,706	13,225	0
GR3304718000	2018-2019 Seat Belt Enforcement	20.616	3950959-25-08	83,600	21,329	0
GR3304717000	2017-2018 Seat Belt Task Force	20.616	3950958-25-40	55,000	47,692	0
	Subtotal CFDA# 20.616				<u>207,295</u>	<u>0</u>
	Subtotal Highway Safety Cluster				<u>320,832</u>	<u>0</u>
	Direct Programs: National Infrastructure Investments:					
ST3201240XX	TIGER Discretionary Grants	20.933	WI-2017-008-00	14,200,000	7,556,478	0
	Total U.S. Department of Transportation				<u>30,775,217</u>	<u>0</u>
	National Foundation on the Arts and the Humanities: Direct Programs:					
	Promotion of the Arts - Grants to Organizations and Individuals:					
GR1900718000	2018 WI Arts Board Regranting	45.024	FY18-0257	23,060	23,060	0
GR1501716000	2016-2018 MKE Plays Program	45.024	16-4292-7087	50,000	15,291	0
GR8600717000	Gathering Art: Stories & Place	45.024	17-4292-7063	150,000	37,877	0
	Subtotal CFDA# 45.024				<u>76,228</u>	<u>0</u>
	Total National Foundation on the Arts and the Humanities				<u>76,228</u>	<u>0</u>
	U.S. Environmental Protection Agency: Passed through Department of Natural Resources:					
	Beach Monitoring and Notification Program Implementation Grants:					
GR3804618000	2018 Beach Monitoring	66.472	WIDNR18	11,000	10,986	0
	Total U.S. Environmental Protection Agency				<u>10,986</u>	<u>0</u>
	U.S. Department of Energy: Direct Programs:					
	Conservation Research and Development:					
GR1501415000	2015-2019 Location, Location, Efficiency	81.086	DE-EE0007069	750,000	215,229	0
	Total U.S. Department of Energy				<u>215,229</u>	<u>0</u>

CITY OF MILWAUKEE
Schedule of Expenditures of Federal, State, and Other Awards
For the Year Ended December 31, 2018

Project I.D.	Grantor Agencies	CFDA or State Appropriation Number	Contract	Grant Award Amount	Grantor Expenditures	Passed Through to Subrecipients
U.S. Department of Health and Human Services:						
Passed through Wisconsin Department of Health Services - Division of Public Health: Public Health Emergency Preparedness:						
GR3801817000	2017 Public Health Emergency Preparedness	93.069	155015-860	\$307,669	\$197,778	\$0
Passed through Wisconsin Department of Health Services - Division of Public Health: 2017-2018 Bioterrorism Focus CRI						
GR3804417000		93.069	155190-860	173,732	<u>76,219</u>	<u>0</u>
Subtotal CFDA# 93.069					<u>273,997</u>	<u>0</u>
Passed through Wisconsin Department of Health Services - Division of Public Health: Hospital Preparedness Program and Public Health Emergency Preparedness Aligned Cooperative Agreements:						
GR3801818000	2018 Public Health Emergency Prep	93.074	155015-960	327,343	58,703	0
GR3804418000	2018 Bioterrorism Focus CRI	93.074	155190-960	173,732	<u>19,410</u>	<u>0</u>
Subtotal CFDA# 93.074					<u>78,113</u>	<u>0</u>
Passed through Wisconsin Department of Health Services - Division of Public Health: Well-Integrated Screening & Evaluation for Women Across the Nation: 2017-2018 Wisconsin Well Woman						
GR3801017000		93.094	157125-860	60,000	<u>48,282</u>	<u>0</u>
Direct Programs: Food and Drug Administration Research:						
GR3806918000	2018-2019 Food and Drug Administration Advancing Implementation	93.103	5U18FD005606-04	70,000	44,332	0
GR3806917000	2017-2018 Food and Drug Administration Advancing Implementation	93.103	5U18FD005606-03	82,980	<u>23,630</u>	<u>0</u>
Subtotal CFDA# 93.103					<u>67,962</u>	<u>0</u>
Direct Programs: Substance Abuse and Mental Health Services_Projects of Regional and National Significance:						
GR1508016000	2016 SAMHSA	93.243	5H79TI025715-03	476,395	105,698	78,122
GR3802618000	2018 Violence Prevention - Recast Milwaukee Project	93.243	1H79SM063524-03	1,025,000	122,735	0
GR3802617000	2017 Violence Prevention - Recast Milwaukee Project	93.243	5H79SM063524-02	1,547,537	1,082,189	0
Passed through the State of Wisconsin - Department of Transportation: 2018 Drug Recognition Expert						
GR3303518000		93.243	Not Available	12,334	<u>10,235</u>	<u>0</u>
Subtotal CFDA# 93.243					<u>1,320,857</u>	<u>78,122</u>
Passed through Wisconsin Department of Health Services - Division of Public Health: Universal Newborn Hearing Screening: 2018 Universal Newborn Hearing Screening						
GR3804018000		93.251	115002-960	61,189	<u>30,093</u>	<u>0</u>
Passed through Wisconsin Department of Health Services - Division of Public Health: Immunization Cooperative Agreements:						
GR3801518000	2018 Consolidated Immunization Action	93.268	155020-860	235,947	235,947	0
GR3802918000	2018 Hepatitis B Immunization	93.268	HEPB18	51,000	<u>38,149</u>	<u>0</u>
Subtotal CFDA# 93.268					<u>274,096</u>	<u>0</u>
Passed through Wisconsin Department of Health Services - Division of Public Health: Centers for Disease Control and Prevention_Investigations and Technical Assistance:						
GR3801018000	2018-2019 Wisconsin Well Woman	93.283	157120-960	280,000	147,987	0
GR3801017000	2017-2018 Wisconsin Well Woman	93.283	157120-860	150,000	<u>7,654</u>	<u>0</u>
Subtotal CFDA# 93.283					<u>155,641</u>	<u>0</u>

CITY OF MILWAUKEE
Schedule of Expenditures of Federal, State, and Other Awards
For the Year Ended December 31, 2018

Project I.D.	Grantor Agencies	CFDA or State Appropriation Number	Contract	Grant Award Amount	Grantor Expenditures	Passed Through to Subrecipients
	Passed through Wisconsin Department of Health Services - Division of Public Health: Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)					
GR3802518000	2018 Lab Epidemiology and Lab Capacity	93.323	NU50CK000421-05	\$324,846	\$123,186	\$0
GR3802517000	2017 Lab Epidemiology and Lab Capacity	93.323	6 NU50CK000421	502,913	329,305	0
	Passed through State of Wisconsin Department of Health Services: 2018 Lab-Antimicro Resis Surveill	93.323	16592	69,508	69,308	0
	Subtotal CFDA# 93.323				<u>521,799</u>	<u>0</u>
	Passed through the State of Wisconsin Department of Children and Families: Maternal, Infant, and Early Childhood: Home Visiting Program Cluster:					
GR3806317000	2017 Comprehensive Home Visiting	93.505	437003-G16-0000701-R01-05	929,073	603,892	0
	Direct Programs: 2018 Comprehensive Home Visiting Family Foundation	93.870	437003-G16-0000701-R02-05	1,278,170	398,447	0
	Subtotal Maternal, Infant and Early Childhood Home Visiting Cluster				<u>1,002,339</u>	<u>0</u>
	Passed through Wisconsin Department of Health Services - Division of Public Health: The ACA: Building Epidemiology, Laboratory, and Health Information System Capacity in the Epidemiology and Laboratory Capacity for Infectious Disease and Emerging Infections Program Cooperative Agreements:					
GR3803417000	2017 SURVNET - ACA	93.521	155141-860	19,665	12,761	0
	Passed through the State of Wisconsin-Department of Children and Families: TANF Cluster:					
GR3806317000	2017 Comprehensive Home Visiting Family Foundation	93.558	437003-G16-0000701-R01-05	510,990	332,140	0
GR3806317010	2017 Comprehensive Home Visiting-PI	93.558		89,314	-241	0
	Passed through the State of Wisconsin-Department of Health Services: Comprehensive Home Visiting-PI	93.558	521110-11	1,250,071	52,694	0
	Subtotal TANF Cluster				<u>384,593</u>	<u>0</u>
	Passed through Wisconsin Department of Health Services - Division of Public Health: Capacity Building Assistance to Strengthen Public Health Immunization Infrastructure and Performance – financed in part by the Prevention and Public Health Fund (PPHF):					
GR3803018000	Increasing Adult Immunization Rates-IMC	93.733	AdImm18	3,435	3,202	0
	Passed Through Wisconsin Institute For Healthy Aging (WHIA) Empowering Older Adults & Adults with Disability Through Chronic Disease Self-Mgmt Program 2018 Healthy Living With Diabetes	93.734		8,125	5,796	0
GR3803718000	2018 Healthy Living With Diabetes	93.734		8,125	5,796	0
	Passed through Wisconsin Department of Health Services - Division of Public Health: Preventive Health and Health Services Block Grant Funded Solely with PPHF:					
GR3800518000	2018-2019 Preventive Health	93.758	159220-960	57,900	5,064	0
GR3800517000	2017-2018 Preventive Health	93.758	159220-860	57,910	46,047	0
	Subtotal CFDA# 93.758				<u>51,111</u>	<u>0</u>
	Passed through Wisconsin Department of Health Services: Medicaid Cluster:					
GR3805818000	2018 MA Outreach-Forward Health	93.778	445461-860	435,000	305,174	0
	Subtotal Medicaid Cluster				<u>305,174</u>	<u>0</u>

CITY OF MILWAUKEE
Schedule of Expenditures of Federal, State, and Other Awards
For the Year Ended December 31, 2018

Project I.D.	Grantor Agencies	CFDA or State Appropriation Number	Contract	Grant Award Amount	Grantor Expenditures	Passed Through to Subrecipients
GR3802218000	Direct Programs: HIV Prevention Activities_Health Department Based: 2018 Targeted HIV Prevention	93.940	155958-860	\$18,750	\$18,750	\$0
GR3800318000	Passed through Wisconsin Department of Health Services - Division of Public Health: 2018 STD-HIV Prevention	93.940	155945-860	197,000	<u>196,999</u>	<u>0</u>
	Subtotal CFDA# 93.940				<u>215,749</u>	<u>0</u>
GR3800418000	Passed through Wisconsin Department of Health Services - Division of Public Health: Sexually Transmitted Diseases Prevention and Control Grants: 2018 Sexually Transmitted Disease - Infertility Prevention	93.977	155027-860	335,573	<u>335,348</u>	<u>0</u>
GR3800618000	Passed through Wisconsin Department of Health Services - Division of Public Health: Maternal and Child Health Services Block Grant to the States: 2018 Family Planning Grant	93.994	159321-860	15,393	15,389	0
GR3801318000	2018 Consolidated Maternal & Child Health	93.994	159320-860	500,460	422,730	0
GR3801318010	Men's Health - Program Income	93.994		4,100	4,100	0
GR3804028000	2018 Universal Newborn Hearing Supplement	93.994	191000-860	36,789	36,789	0
GR3800618000	Passed through State of Wisconsin Department of Health Services: 2018 Family Planning Grant	93.994	152009-860	102,000	<u>101,982</u>	<u>0</u>
	Subtotal CFDA# 93.994				<u>580,990</u>	<u>0</u>
	Total U.S. Department of Health and Human Services				<u>5,667,903</u>	<u>78,122</u>
	Executive Office of the President: Direct Programs: High Intensity Drug Trafficking Areas Program:					
GR3302218000	2018 HIDTA-Interdiction	95.001	G18ML0002A	51,510	47,657	0
GR3302217000	2017 HIDTA-Interdiction	95.001	G17ML0002A	56,944	9,101	0
GR3302318000	2018 HIDTA-Heroin	95.001	G18ML0002A	64,630	64,622	0
GR3302317000	2017 HIDTA-Heroin	95.001	G17ML0002A	70,481	9,233	0
GR3302418000	2018 HIDTA-Investigative	95.001	G18ML0002A	20,005	20,005	0
GR3303618000	2018 HIDTA-Fugitive Task Force	95.001	G18ML0002A	10,005	10,005	0
GR3304818000	2018 HIDTA-Drug Gang TaskForce	95.001	G18ML0002A	363,668	297,722	0
GR3304817000	2017 HIDTA-Drug Gang TaskForce	95.001	G17ML0002A	359,612	89,167	0
	Subtotal CFDA# 95.001				<u>547,512</u>	<u>0</u>
	Total Executive Office of the President				<u>547,512</u>	<u>0</u>
	U.S. Department of Homeland Security: Direct Programs:					
GR3200317000	Assistance to Firefighters Grant: 2017-2019 Assist. to Firefighters	97.044	EMW-2016-FO-03376	346,362	<u>322,986</u>	<u>0</u>
GR1502016000	Direct Programs: Port Security Grant Program: 2016-2019 Port Security	97.056	EMW-2016-PU-00453	13,230	1,897	0
GR1502115000	2015-2018 Port Security	97.056	EMW-2015-PU-00247	270,377	11,958	0
	Subtotal CFDA# 97.056				<u>13,855</u>	<u>0</u>

CITY OF MILWAUKEE
Schedule of Expenditures of Federal, State, and Other Awards
For the Year Ended December 31, 2018

Project I.D.	Grantor Agencies	CFDA or State Appropriation Number	Contract	Grant Award Amount	Grantor Expenditures	Passed Through to Subrecipients
Passed through the State of Wisconsin Department of Military Affairs:						
Homeland Security Grant Program:						
GR3100418000	2018-2019 HS-WEM/STAC/HERC	97.067	2016-HSW-40-11088	\$40,000	\$11,437	\$0
GR3300817000	2017-2018 HS/STAC Integrated Video	97.067	2016-HSW-40-10832	129,124	129,124	0
GR3301717000	2017-2018 HS-WEM/WiWATCH Online	97.067	2017-HSW-40-10979	30,000	24,248	0
GR3305417000	2017-2018 HS WEM/STAC	97.067	2016-HSW-40-10914	29,963	23,613	0
GR3305418000	2018-2019 HS WEM/STAC	97.067	2017-HSW-40-11169	30,000	10,142	0
	Subtotal CFDA# 97.067				<u>198,564</u>	<u>0</u>
	Total Department of Homeland Security				<u>535,405</u>	<u>0</u>
	Total Federal Awards				<u>82,677,415</u>	<u>13,617,421</u>
	Total Federal Awards - Current				65,199,149	13,617,421
	Total Prior Years' Loans with Continuing Requirements:				<u>17,478,266</u>	<u>0</u>
	Total Federal Awards				<u>82,677,415</u>	<u>13,617,421</u>
State Awards:						
Wisconsin Department of Administration:						
Direct Programs:						
GR1541800000	State Emergency Solutions Grant-HPP	505.703B	ETH 18-11	231,343	55,202	47,415
GR1541700000	State Emergency Solutions Grant-HPP	505.703B	ETH 17-11	232,466	156,669	149,847
	Subtotal State Approp#505.703B				<u>211,871</u>	<u>197,262</u>
Direct Programs:						
GR1541700000	State Emergency Solutions Grant-THP	505.707B	ETH 17-11	25,000	2,063	2,063
	Total Wisconsin Department of Administration				<u>213,934</u>	<u>199,325</u>
Wisconsin Department of Health Services - Division of Public Health:						
Direct Programs:						
GR3801018000	2018-2019 Wisconsin Well Woman	435.119011	119011-960	115,000	53,633	0
GR3801017000	2017-2018 Wisconsin Well Woman	435.119011	119011-860	115,200	54,489	0
	Subtotal State Approp.# 435.119011				<u>108,122</u>	<u>0</u>
Direct Programs:						
GR3200417000	2017-2018 EMS Funding Assistance	435.119		62,239	62,239	0
Direct Programs:						
GR3800718000	2018-2019 Congenital Disorder	435.128010	128010-960	142,026	39,534	0
GR3800717000	2017-2018 Congenital Disorder	435.128010	128010-860	142,026	70,782	0
	Subtotal State Approp.# 435.128010				<u>110,316</u>	<u>0</u>
Direct Programs:						
GR3800618000	2018 Family Planning Grant	435.152003	152003-860	36,000	36,000	0
Direct Programs:						
GR3801118000	2018 Women Infants and Children	435.154720	154720-860	7,500	5,166	0

CITY OF MILWAUKEE
Schedule of Expenditures of Federal, State, and Other Awards
For the Year Ended December 31, 2018

Project I.D.	Grantor Agencies	CFDA or State Appropriation Number	Contract	Grant Award Amount	Grantor Expenditures	Passed Through to Subrecipients
	Direct Programs:					
GR3800918000	2018 Communicable Disease Prev	435.155800	155800-860	\$28,800	\$28,675	\$0
GR3800919000	2018-19 Communicable Disease Prev	435.155800	155800-960	28,900	1,692	0
	Subtotal State Approp.# 435.155800				<u>30,367</u>	<u>0</u>
	Direct Programs:					
GR3801018000	2018-2019 Wisconsin Well Woman	435.157010	157010-960	280,000	147,050	0
GR3801017000	2017-2018 Wisconsin Well Woman	435.157010	157010-860	430,000	272,791	0
	Subtotal State Approp.# 435.157010				<u>419,841</u>	<u>0</u>
	Direct Programs:					
GR3801918000	2018 Consolidated Lead Detection Program	435.157720	157720-860	250,489	250,489	0
	Direct Programs:					
GR3800618000	2018 Reproductive Health	435.159321	159321-860	14,607	14,603	0
	Direct Programs:					
GR3800618000	2018 Family Planning Grant	435.159327	159327-860	160,000	160,000	0
	Total Wisconsin Department of Health Services				<u>1,197,143</u>	<u>0</u>
	Wisconsin Department of Justice:					
	Direct Programs:					
	Juvenile Justice and Delinquency Prevention Allocation to States					
GR3302918000	2018-2019 Shotspotter City of Milwaukee	455.207	2018/2019-SS-01-12801	175,000	175,000	0
	Direct Programs:					
	Law Enforcement Training Fund-Local Assistance:					
	2018 Counterterrorism Conference	455.231	2018-LE-01-12397	2,000	1,672	0
GR3305618000	2018 ICAT Training	455.231	2019-LE-01-14990	1,397	1,397	0
GR3303118000	2017-2018 Roll Call Law Video	455.231	2018-LE-01-12462	14,500	10,270	0
GR3307017000	Subtotal State Approp.# 455.231				<u>13,339</u>	<u>0</u>
	Direct Programs:					
	Uniform Beat Patrol Officers:					
	2018 Beat Patrol Overtime	455.275	2018-BP-01-12878	150,000	125,726	0
GR3300718000	2018 Beat Patrol	455.275	2018-BP-01-11618-3	126,714	126,714	0
GR3301518000	Subtotal State Approp.# 455.275				<u>252,440</u>	<u>0</u>
	Total Wisconsin Department of Justice				<u>440,779</u>	<u>0</u>
	Wisconsin Department of Military Affairs					
	Direct Programs:					
	2018-2019 Hazmat Equipment	465.313	2018-HRER-01-11516	60,909	511	0
GR3200218000	Total Wisconsin Department of Military Affairs				<u>511</u>	<u>0</u>
	Wisconsin Department of Natural Resources:					
	Direct Programs:					
	2018-2019 Urban Forestry Program	350.587	18UF1319	20,000	19,510	0
GR5800318000	Direct Programs:					
	Oak Creek Flood Management	370.658	MFC-40251-14	320,250	306,771	0
SM320150200	Direct Programs:					
	2018 Recycling Grant-Basic	370.670	RU#40251	2,158,868	2,158,868	0
GR5400118000						

CITY OF MILWAUKEE
Schedule of Expenditures of Federal, State, and Other Awards
For the Year Ended December 31, 2018

Project I.D.	Grantor Agencies	CFDA or State Appropriation Number	Contract	Grant Award Amount	Grantor Expenditures	Passed Through to Subrecipients
GR5400118010	Direct Programs: 2018 Recycling Grant-Consolidated Total Wisconsin Department of Natural Resources	370.673	RU#40251	\$153,037	<u>\$153,037</u>	<u>\$0</u>
					<u>2,638,186</u>	<u>0</u>
Wisconsin Department of Transportation:						
ST211000000	Direct Programs: Local Roads Improvement Program: Local Roads Improvement Grants	395.206	395-0880-1903	1,074,328	<u>250,196</u>	<u>0</u>
PT320140200	Direct Programs: Wisconsin Harbor Assistance Program: Harbor Assistance Program	395.905	0495-07-01, 0495-07-02	1,200,000	<u>161,135</u>	<u>0</u>
PT320180100	Direct Programs: Rehab of Railroad Crossings Total Wisconsin Department of Transportation	395.907	0497-70-79	1,763,500	<u>245,102</u>	<u>0</u>
	Total State Awards				<u>656,433</u>	<u>0</u>
					<u>5,146,986</u>	<u>199,325</u>
Local Awards:						
GR1501018000	Fidelity Charitable: Direct Programs: 2018-2019 Water Centric Cities Total Fidelity Charitable		4152	45,000	<u>30,462</u>	<u>0</u>
					<u>30,462</u>	<u>0</u>
GR1500917000	Greater Milwaukee Foundation: Direct Programs: 2017-2018 Fondy Park		20170778	25,000	6,971	0
GR1504013000	Milwaukee Continuum of Care			300,000	36,450	0
GR3308615000	2015-2018 Crisis Intervention Training		20144110	500,000	144,252	0
GR3802118000	Breast Cancer GMF-CB Urban Fund Total Greater Milwaukee Foundation		2018 GMF	13,777	<u>13,777</u>	<u>0</u>
					<u>201,450</u>	<u>0</u>
GR3807314000	Joyce Foundation Direct Programs: VP-Victm & Susps of Fire Vio Total Joyce Foundation		JOYCE 14	190,000	<u>53,976</u>	<u>0</u>
					<u>53,976</u>	<u>0</u>
GR1500517000	Living Cities: Direct Programs: 2017-2019 City Accelerator Total Living Cities		18-6140 G 754	100,000	<u>45,759</u>	<u>0</u>
					<u>45,759</u>	<u>0</u>
GR3801717000	Medical College of Wisconsin: Direct Programs: Colorectal Cancer Education		COLON17	31,823	9,273	0
GR1500718000	2018-2019 Eviction Prevention Passed Through United Community Center			10,000	10,000	0
GR3802317000	Mobile Tele-Eye Health Project Total Medical College of Wisconsin		TELE-EYE 17	12,000	<u>6,587</u>	<u>0</u>
					<u>25,860</u>	<u>0</u>

CITY OF MILWAUKEE
Schedule of Expenditures of Federal, State, and Other Awards
For the Year Ended December 31, 2018

Project I.D.	Grantor Agencies	CFDA or State Appropriation Number	Contract	Grant Award Amount	Grantor Expenditures	Passed Through to Subrecipients
Milwaukee County Federated Library System:						
Direct Programs:						
GR8600117000	2017-2018 Interlibrary Loan		MCFLS 7/1/17-12/31/17	\$18,225	\$8,854	\$0
GR8600117000	2017-2018 Interlibrary Loan		MCFLS 1/1/18-6/30/18	18,225	8,854	0
GR8600118000	2018-2019 Interlibrary Loan		MCFLS 7/1/18-12/31/18	18,225	374	0
	Total Milwaukee County Federated Library System				<u>18,082</u>	<u>0</u>
Milwaukee Metropolitan Sewerage District:						
Direct Programs:						
Green Infrastructure Partnership Program Funding Agreement:						
GR1501818000	2018-2019 Green Infrastructure Planning			15,000	4,464	0
SM320180400	Green Infrastructure - 76th Street Bioswales		G98005O06	210,312	124,324	0
SM320180200	Green Infrastructure - 76th Street Bioswales		W96001P38	145,000	128,947	0
SM320170XXX	Green Solutions Funding Agreement - Nine Green Alleys		M03076P54	636,744	134,458	0
SM320170100	Private Property Infiltration and Inflow Reduction Agreement		MI06	2,780,000	35,106	0
SM320160500	Good Hope Road Bioswales		M03076P41	207,258	184,097	0
SM320140500	Green Solutions Separate Infrastructure & Sewer Separation		M03076P06	99,000	5,019	0
	Total Milwaukee Metropolitan Sewerage District				<u>616,415</u>	<u>0</u>
Northwestern Mutual Foundation:						
Direct Programs:						
GR1500818000	2018-2019 Amani/Metcalf Parks			40,000	25,757	0
	Total Northwestern Mutual Foundation				<u>25,757</u>	<u>0</u>
Poets House:						
Direct Programs:						
GR8600817000	2018 Field Work:Poetry-Science Coll		POETRY 17	14,500	1,282	0
	Total Poets House				<u>1,282</u>	<u>0</u>
Tides Foundation Funds:						
Passed through Center for Youth Engagement:						
GR3803516000	Tides Foundation Grant		TIDES16	180,000	88,279	0
	Total Tides Foundation Funds				<u>88,279</u>	<u>0</u>
State of Wisconsin Department of Health Services:						
Direct Programs:						
GR3801314010	2014 Consolidated Maternal & Child Health - Program Income		159320-460	458	90	0
	Total State of Wisconsin Department of Health Services				<u>90</u>	<u>0</u>
State of Wisconsin Department of Children and Families:						
Direct Programs:						
GR3806317000	2017 Comprehensive Home Visiting Family Foundation		437003-G16-0000701-R01-05	108,391	70,454	0
GR3805117000	Passed Through Health Care Education and Training, Inc. HCET/STI		HCET17	20,000	18,129	0
	Total State of Wisconsin Department of Children and Families				<u>88,583</u>	<u>0</u>

CITY OF MILWAUKEE
Schedule of Expenditures of Federal, State, and Other Awards
For the Year Ended December 31, 2018

Project I.D.	Grantor Agencies	CFDA or State Appropriation Number	Contract	Grant Award Amount	Grantor Expenditures	Passed Through to Subrecipients
	State of Wisconsin Department of Public Instruction:					
	Direct Programs:					
GR8600118000	2018-2019 Interlibrary Loan		WIPUBINT18	\$60,450	\$1,612	\$0
GR8600117000	2017-2018 Interlibrary Loan		WIPUBINT17	59,847	29,074	0
GR8600218000	2018-2019 Regional Library Blind		WI REG LIB 18	989,520	100,512	0
GR8600217000	2017-2018 Regional Library Blind		WI REG LIB 17	976,820	411,016	0
	Total State of Wisconsin Department of Public Instruction				<u>542,214</u>	<u>0</u>
	State of Wisconsin Department of Transportation:					
	Direct Programs:					
GR3307716000	2016-2018 Zoo Interchange-Overtime		1060-37-91 No. 45	50,000	1,455	0
	Total State of Wisconsin Department of Transportation				<u>1,455</u>	<u>0</u>
	United Way of Greater Milwaukee					
	Direct Programs:					
GR3803817000	Healthy Birth Outcomes		UNITED17	40,000	16,303	0
	Total United Way of Greater Milwaukee				<u>16,303</u>	<u>0</u>
	U.S. Department of Agriculture:					
	Passed through Wisconsin Department of Health Services - Division of Public Health:					
	Special Supplemental Nutrition Program for Women, Infants, and Children:					
GR3801118010	Women, Infants, and Children - Program Income		Not Available	78,186	14,473	0
GR3801114010	Women, Infants, and Children - Program Income		Not Available	121,286	9,569	0
GR3801110010	Women, Infants, and Children - Program Income		Not Available	943,465	80,101	0
	Total U.S Department of Agriculture				<u>104,143</u>	<u>0</u>
	Wisconsin Department of Financial Institution:					
	Direct Programs:					
GR3601916000	WDFI Demolition Initiative Grant			2,000,000	1,078,778	0
	Total Wisconsin Department of Financial Institution:				<u>1,078,778</u>	<u>0</u>
	Wisconsin Economic Development Corporation:					
	Direct Programs:					
GR1901313000	2013 Site Assessment Grant		WEDC BF SAG FY13-21938	98,082	-1,919	0
	Total Wisconsin Economic Development Corporation				<u>-1,919</u>	<u>0</u>
	Wisconsin Partnership Program:					
	Direct Programs:					
GR3807018000	Growing Healthy Soil		1469322	1,000	1,000	0
	Total Wisconsin Partnership Program				<u>1,000</u>	<u>0</u>
	Zilber Foundation:					
	Direct Programs:					
GR1501216000	2016-2018 North Avenue Streetscaping		16064	100,000	14,868	0
	Total Zilber Foundation				<u>14,868</u>	<u>0</u>
	Total Local Awards				<u>2,952,837</u>	<u>0</u>
	Total Financial Awards				<u>90,777,238</u>	<u>13,816,746</u>

CITY OF MILWAUKEE
 Schedule of Expenditures of Federal, State, and Other Awards
 For the Year Ended December 31, 2018

<u>Project I.D.</u>	<u>Grantor Agencies</u>	<u>CFDA or State Appropriation Number</u>	<u>Contract</u>	<u>Grant Award Amount</u>	<u>Grantor Expenditures</u>	<u>Passed Through to Subrecipients</u>
	Total Financial Awards - Current				\$73,298,972	\$13,816,746
	Total Prior Years' Loans with Continuing Requirements				<u>17,478,266</u>	<u>0</u>
	Total Financial Awards				<u>\$90,777,238</u>	<u>\$13,816,746</u>

CITY OF MILWAUKEE

Notes to Schedule of Expenditures of Federal, State, and Other Awards

For the Year ended December 31, 2018

(1) Reporting Entity

The funds and entities presented in the City of Milwaukee's Federal and State Single Audit Report are controlled by or are dependent on the City of Milwaukee (the City). The basis for defining the reporting entity of the City of Milwaukee is discussed in the summary of significant accounting policies note in the City's Comprehensive Annual Financial Report, which can be found on the City's Web site at <http://city.milwaukee.gov/ComprehensiveAnnualFinancial>. The Catalog of Federal Domestic Assistance (CFDA) Number or State Appropriation Number has been provided on the accompanying schedule of expenditures of federal, state, and other awards to the extent it is available.

Financial data for the Milwaukee Public School System, the Milwaukee Metropolitan Sewerage District, Milwaukee County government, Wisconsin Center District and the Milwaukee Area Technical College have not been included in this report. These governmental entities are not considered component units of the City, the primary government, because these entities do not meet the criteria established by Governmental Accounting Standards Board Statement (GASB) No. 14, *The Financial Reporting Entity* (as amended by GASB No. 39 and GASB No. 61).

Grants made directly to the City's component units, the Redevelopment Authority of the City of Milwaukee (RACM), the Neighborhood Improvement Development Corporation (NIDC), and the Century City Redevelopment Corporation (CCRC) are not included in this report. The Redevelopment Authority, the Neighborhood Improvement Development Corporation, and the Century City Redevelopment Corporation publish separate financial and single audit reports.

(2) Basis of Accounting

The City has a centralized accounting system for grant programs. The accounting records for grant programs are maintained on the modified accrual basis of accounting. Under this basis, revenues are recognized in the accounting period in which all eligibility requirements have been satisfied and the resources are available. Eligibility requirements include timing requirements which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements in which the City must provide local resources to be used for specified purpose, and expenditure requirements in which the resources are provided to the City on a reimbursement basis.

Budgetary control is maintained by a formal appropriation and encumbrance system. Encumbrances are made against appropriations prior to issuance of purchase requisitions. Purchase requisitions which exceed appropriation balances are not released until additional appropriations are made available. Expenditures are recorded when the services or materials are received.

Accounting and budgeting for grants is further controlled by Milwaukee Code of Ordinances Section 304-81. This ordinance provides that no grant programs can be put into operation (expenditures incurred) unless the program has been approved by the Common Council of the City of Milwaukee. It also provides other procedural guidelines for budgeting and accounting of grant programs.

CITY OF MILWAUKEE

Notes to Schedule of Expenditures
of Federal, State, and Other Awards

For the Year ended December 31, 2018

(3) Comprehensive Annual Financial Report

In the Comprehensive Annual Financial Report, City grant projects are accounted for in the Special Revenue Funds, Capital Projects Funds, and Enterprise Funds. Details on the individual grant projects are not readily identifiable in the Comprehensive Annual Financial Report. However, allowable grantor expenditures as reported within the schedule of expenditures of federal, state, and other awards have been reconciled with the balances reported within the Comprehensive Annual Financial Report.

(4) Loan Programs

The City provides loans to various businesses and individuals using funds from various grant programs. These loans are primarily for the rehabilitation of commercial and residential properties. At December 31, 2018, the outstanding balances of the loans by grant program are as follows:

CFDA Number	Grant Program	Forgivable Loans	Loans with Continuing Monitoring Requirements	Total Loan Balance
14.218	CDBG-Entitlement Grant Cluster - CDBG	\$ 154,372	\$ 3,628,544	\$ 3,782,916
14.218	CDBG-Entitlement Grant Cluster - NSP 1	2,290,340	352,556	2,642,896
14.218	CDBG-Entitlement Grant Cluster - NSP 3	990,334	-	990,334
14.228	CDBG-State Program WI NSP 1	177,188	259,000	436,188
14.228	CDBG-State Program WI NSP 3	543,500	150,000	693,500
14.239	HOME Investment Partnerships Program	6,835,322	11,927,753	18,763,075
14.256	Neighborhood Stabilization Program 2	6,662,946	1,204,675	7,867,621
	Aggregate Balance	<u>\$17,654,002</u>	<u>\$17,522,528</u>	<u>\$35,176,530</u>

The loan balances reported include forgivable amounts. The forgiveness occurs when all eligibility requirements have been met.

(5) Related Party Transactions

The City expended \$27,282 in 2018 of its CDBG funds for the RACM. The expenditures incurred by RACM related to CDBG planning and environmental inspection reviews of rehabilitation projects in the City. The City entered into a cooperation agreement with RACM, which detailed responsibilities and allowable expenditure categories.

CITY OF MILWAUKEE

Notes to Schedule of Expenditures
of Federal, State, and Other Awards

For the Year ended December 31, 2018

(6) State Programs Excluded from Testing

Various programs funded by the State of Wisconsin that are included in the schedule of expenditures of federal, state, and other awards are not required to be tested under State of Wisconsin Single Audit guidelines. These programs are as follows:

- Local Roads Improvement Program (State ID #395.206)
- Law Enforcement Training Fund-Local Assistance (State ID #455.231)
- EMS Funding Assistance (State ID 435.119)

(7) Indirect Cost Allocation Rate

The City of Milwaukee has not elected to apply the 10% de minimis indirect cost rate to awards for the year ended December 31, 2018.

CITY OF MILWAUKEE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2018

SECTION I – SUMMARY OF AUDITORS’ RESULTS

FINANCIAL STATEMENTS

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP: *unmodified*

Internal control over financial reporting:

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

Noncompliance material to financial statements noted? yes X no

FEDERAL AND STATE AWARDS

Internal control over major programs:

- | | Federal Programs | State Programs |
|--|--|--|
| > Material weakness(es) identified? | <u> </u> yes <u> X </u> no | <u> </u> yes <u> X </u> no |
| > Significant deficiencies identified that are not considered to be material weakness(es)? | <u> X </u> yes <u> </u> none reported | <u> </u> yes <u> X </u> none reported |

Type of auditor’s report issued on compliance for major programs: *unmodified* *unmodified*

Any audit findings disclosed that are required to be reported in accordance with section 2 CFR 200.516(a) of the Uniform Guidance or the *State Single Audit Guidelines*? X yes no yes X no

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

Dollar threshold used to distinguish between type A and type B programs: \$2,480,322 \$250,000

CITY OF MILWAUKEE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2018

SECTION I – SUMMARY OF AUDITORS’ RESULTS (cont.)

FEDERAL AND STATE AWARDS (cont.)

Identification of major federal programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children
14.239	HOME Investment Partnerships Program
14.905	Lead Hazard Reduction Demonstration Grant Program

Identification of major state programs:

<u>State I.D. Number</u>	<u>Name of State Program</u>
435.157720	Consolidated Lead Detection Program
370.670 & 370.673	Recycling Grant Program – Basic & Consolidated

SECTION II – FINANCIAL STATEMENT FINDINGS REQUIRED TO BE REPORTED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS

None reported.

CITY OF MILWAUKEE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2018

SECTION III – FEDERAL AND STATE AWARDS FINDINGS AND QUESTIONED COSTS

FINDING 2018-001

Program CFDA Number and Title: 14.905 – Lead Hazard Reduction Demonstration Grant Program

Federal Grantor: U.S. Department of Housing and Urban Development

Pass-through Entity: N/A

Federal Award Nos.: WILHD0265-14 & WILHD0290-16

Criteria: Per the terms and conditions for both the 2014 and 2016 Lead Hazard Reduction Demonstration grants, various reporting requirements exist for grantees who accept Federal funding. These include quarterly progress reports, annual reports, and a final close-out report that must be submitted within established time frames. Reports should be subject to control procedures that verify the accuracy of the report (i.e. review and approval) prior to submission.

Condition/Context: As noted below, there were eleven (11) required reports that should have been filed by the City of Milwaukee Health Department in relation to both the 2014 and 2016 Lead Hazard Reduction Demonstration grants. Our testing indicated that six (6) reports were not submitted and two (2) reports were submitted after the due date. For all five (5) reports that were submitted, there was no review or approval control in place to ensure accuracy prior to submission. Our sample was not statistically valid.

Report type	Number required to be submitted	Number not submitted	Number submitted after due date
Quarterly progress	6	1	2
Annual	4	4	-
Close-out	1	1	-
Totals	11	6	2

Cause: Due to personnel turnover and federal monitoring occurring during the current and prior year, priority of resources was placed on improvement to operations and not the reporting function.

Effect: The grantor did not receive the information required by the terms and conditions of its grant agreements. In addition, a lack of review or approval of reports prior to submission increases the likelihood of errors in those reports.

Questioned Costs: None noted.

Recommendation: Program management should ensure that all quarterly, annual, and close-out reports are prepared, reviewed, and submitted by the due dates established in the terms and conditions of the awards.

Management's Response: The City of Milwaukee Health Department encountered difficulties filing the required program reports for grants within the U.S. Department of Housing and Development due to personnel turnover and federal monitoring.

CITY OF MILWAUKEE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2018

SECTION III – FEDERAL AND STATE AWARDS FINDINGS AND QUESTIONED COSTS (cont.)

FINDING 2018-001 (cont.)

The MHD has established procedures to ensure that required performance reporting deadlines are met in the future. The procedures include reviewing contracts to understand reporting requirements, creating a master list with all reporting requirements and sharing with management and cross training within the departmental staff in grant management reporting. MHD is in the process of submitting all the required past due reports by no later than August 30, 2019.

FINDING 2018-002

Program CFDA Number and Title: 14.905 – Lead Reduction Demonstration Grant Program

Federal Grantor: U.S. Department of Housing and Urban Development

Pass-through Entity: N/A

Federal Award No.: WILHD0265-14

Criteria: Per the Residential Lead-Based Paint Hazard Reduction Act of 1992 [Title X, Section 1011(a)] and U.S. Department of Housing and Urban Development Policy Guidance Number 2014-01, various earmarking requirements exist for grantees who accept Federal funding. These earmarking requirements define certain proportions of owner-occupied, multi-family rental, and renter units that can receive assistance based on three main factors: area median income (AMI) levels, the presence of children younger than 6 years of age in the residence, and/or the presence of pregnant women in the residence. Based on legislation passed by Congress, these aforementioned earmarking requirements must be met or exceeded by the end of the period of performance for grants awarded under the Lead Safe Homes program. The grantee must implement internal controls over the admission of new projects and summary level project data to ensure that earmarking requirements are met by the end of the period of performance.

Condition/Context: The FY2014 LHRD grant was not in compliance with the eligibility of units for assistance earmarking requirements in two key ways. First, grants made to assist owner-occupants with lead hazard mitigation efforts through the Lead Safe Homes program must give substantial preference to residences that are occupied by a child under the age of six (6) years and/or a pregnant woman. As such, the policy guidance stipulates that 90% of the total number of owner-occupied units assisted must have a child under the age of six (6) years and/or a pregnant woman occupying the residence. Per review of summary level data for all projects that received Federal grant dollars to assist with lead hazard mitigation efforts throughout the period of performance for the FY14 LHRD grant, it was noted that of the fifty-six (56) owner-occupied residences assisted only thirty-two (32) residences were occupied by a child under the age of six (6) and/or a pregnant woman (57%). Second, grants made to assist renter-occupied residences with lead hazard mitigation efforts through the Lead Safe Homes program must give substantial preference to residences that have households with annual income below 50% of the area median income (AMI). Per review of summary level data for all projects that received Federal grant dollars to assist with lead hazard mitigation efforts throughout the period of performance for the FY14 LHRD grant, it was noted that of the 278 renter-occupied residences assisted only 135 were occupied by a household with annual income below 50% of AMI (49%). Our sample was not statistically valid.

CITY OF MILWAUKEE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2018

SECTION III – FEDERAL AND STATE AWARDS FINDINGS AND QUESTIONED COSTS (cont.)

FINDING 2018-002 (cont.)

Cause: Due to turnover, lack of management oversight, and lack of established control procedures surrounding earmarking requirements for eligible units throughout the period of performance for the FY14 LHRD grant, no periodic review occurred to ensure that the Milwaukee Health Department was adhering to U.S. Department of Housing and Development requirements on a consistent basis. As such, the Milwaukee Health Department was out of compliance as of the end of the period of performance for the FY14 LHRD grant. Data utilized to perform the testing that uncovered the finding conditions discussed above was based on information entered into the Health Homes Grant Management System (HHGMS) throughout the FY14 LHRD grant's period of performance and is considered to be a complete and accurate representation of all projects undertaken during the grant period.

Effect: Failure to adhere to earmarking requirements established by legislation and the U.S. Department of Housing and Urban Development may provide cause for grant funds expended on households that were not eligible to receive assistance to be returned to the grantor.

Questioned Costs: Questioned costs for CFDA No. 14.905 were calculated based on the aggregate amount of expenditures reimbursed by either owner occupied or renter unit by category. For owner-occupied residences, thirty-four percent (34%) of Federal grant assistance provided was for households that did not have a child under the age of six (6) or a pregnant women residing in the home. As such, it follows that thirty-four percent (34%) of total Federal assistance dollars spent on owner-occupied residences would be classified as questioned costs throughout the grant period. These costs, projected to owner occupied residences that had 2018 clearance dates, total to \$1,653. For renter-occupied residences, one percent (1%) of Federal grant assistance provided was for households that had annual household income greater than 50% of the area median income (AMI). As such, it follows that one percent (1%) of total Federal assistance dollars spent on renter-occupied residences would be classified as questioned costs throughout the grant period. These costs, projected to owner renter-occupied units that had 2018 clearance dates, total to \$439. Aggregate questioned costs related to earmarking of units eligible for assistance would total to \$2,092 for the FY14 LHRD during the 2018 audit period.

Recommendation: Program management should establish a system of controls surrounding the eligibility of units for assistance earmarking requirements. A periodic review of the summary data entered into the Healthy Homes Grant Management System (HHGMS) should be established and documented to ensure that the relevant requirements are met throughout the period of performance.

Management's Response: The Milwaukee Health Department (MHD) was not able to meet its earmarking requirement which is contained in HUD Policy Guidance 2014-01 that states that all owner-occupied, multi-family rental (5 or more units) and rental properties must meet certain earmarking requirements. Due to turnover, lack of program management oversight and established control procedures, the FY14 LHRD Grant did not meet those requirements. As the FY14 LHRD Grant is in closeout, the focus will be on making sure that the FY16 LHRD Grant meets the required earmarks. This will come with some challenges as previous management had completed 102 units, which equals almost half of the number of units in the updated grant benchmark of 225 units to be completed in the FY16 LHRD Grant.

CITY OF MILWAUKEE
DHS Cost Reimbursement Award Schedule
For the Year Ended December 31, 2018

CARS Profile	115002	119011	119011	128010	128010	152003	152009
Agency Type	960	860	960	860	960	860	860
CFDA or State Appropriation Number	93.251	435.119011	435.119011	435.128010	435.128010	435.152003	93.994
City of Milwaukee Project ID	GR3804018000	GR3801017300	GR3801018300	GR3800717000	GR3800718000	GR3800618300	GR3800618400
Award Amount	\$61,189	\$115,200	\$115,000	\$142,026	\$142,026	\$36,000	\$102,000
Award Period	04/18 - 03/19	07/17 - 06/18	07/18 - 06/19	07/17 - 06/18	07/18 - 06/19	01/18 - 12/18	01/18 - 12/18
Period of Award Within Audit Period	04/18 - 12/18	01/18 - 06/18	07/18 - 12/18	01/18 - 06/18	07/18 - 12/18	01/18 - 12/18	01/18 - 12/18
Expenditures Reported to DHS for Payment:	30,093	54,489	53,633	70,782	39,534	36,000	101,982
Total Costs of Award:							
Employees Salaries and Wages	20,545	32,043	36,991	48,242	27,141	0	22,544
Employees Fringe Benefits	9,096	14,187	16,377	21,359	12,016	0	9,981
Other	452	8,259	265	1,181	377	36,000	69,458
Total Operating Costs of Award	30,093	54,489	53,633	70,782	39,534	36,000	101,982
Less: Disallowed Costs	0	0	0	0	0	0	0
Less: Program Revenue and Other Offsets to Costs	0	0	0	0	0	0	0
Total Allowable Costs	30,093	54,489	53,633	70,782	39,534	36,000	101,982

CITY OF MILWAUKEE
DHS Cost Reimbursement Award Schedule
For the Year Ended December 31, 2018

CARS Profile	154661	154661	154710	154720	155015	155015	155020
Agency Type	860	960	860	860	860	960	860
CFDA or State Appropriation Number	10.561	10.561	10.557	435.154720	93.069	93.074	93.268
City of Milwaukee Project ID	GR3802817000	GR3802818000	GR3801118100	GR3801118200	GR3801817000	GR3801818000	GR3801518000
Award Amount	\$30,445	\$31,054	\$1,464,030	\$7,500	\$307,669	\$327,343	\$235,947
Award Period	10/17 - 09/18	10/18 - 09/19	01/18 - 12/18	01/18 - 12/18	07/17 - 06/18	07/18 - 06/19	01/18 - 12/18
Period of Award Within Audit Period	01/18 - 09/18	10/18 - 12/18	01/18 - 12/18	01/18 - 12/18	01/18 - 06/18	07/18 - 12/18	01/18 - 12/18
Expenditures Reported to DHS for Payment:	29,710	8,542	1,307,129	5,166	197,778	58,703	235,947
Total Costs of Award:							
Employees Salaries and Wages	17,934	5,184	715,438	2,665	106,383	30,591	154,562
Employees Fringe Benefits	7,941	2,295	316,758	1,180	47,101	13,544	68,432
Other	3,835	1,063	274,933	1,321	44,294	14,568	12,953
Total Operating Costs of Award	29,710	8,542	1,307,129	5,166	197,778	58,703	235,947
Less: Disallowed Costs	0	0	0	0	0	0	0
Less: Program Revenue and Other Offsets to Costs	0	0	0	0	0	0	0
Total Allowable Costs	29,710	8,542	1,307,129	5,166	197,778	58,703	235,947

CITY OF MILWAUKEE
DHS Cost Reimbursement Award Schedule
For the Year Ended December 31, 2018

CARS Profile	155027	155141	155190	155190	155800	155800	155945
Agency Type	860	860	860	960	860	960	860
CFDA or State Appropriation Number	93.977	93.521	93.069	93.074	435.155800	435.155800	93.940
City of Milwaukee Project ID	GR3800418000	GR3803417000	GR3804417000	GR3804418000	GR3800918000	GR3800919000	GR3800318000
Award Amount	\$335,573	\$19,665	\$173,732	\$173,732	\$28,800	\$28,900	\$197,000
Award Period	01/18 - 12/18	08/17 - 07/18	07/17 - 06/18	07/18 - 06/19	07/17 - 06/18	07/18 - 06/19	01/18 - 12/18
Period of Award Within Audit Period	01/18 - 12/18	08/18 - 12/18	01/18 - 06/18	07/18 - 12/18	01/18 - 06/18	07/18 - 12/18	01/18 - 12/18
Expenditures Reported to DHS for Payment:	335,348	12,761	76,219	19,410	28,675	1,692	196,999
Total Costs of Award:							
Employees Salaries and Wages	116,712	8,845	52,678	10,463	0	0	94,672
Employees Fringe Benefits	51,674	3,916	23,323	4,633	0	0	41,916
Other	166,962	0	218	4,314	28,675	1,692	60,411
Total Operating Costs of Award	335,348	12,761	76,219	19,410	28,675	1,692	196,999
Less: Disallowed Costs	0	0	0	0	0	0	0
Less: Program Revenue and Other Offsets to Costs	0	0	0	0	0	0	0
Total Allowable Costs	335,348	12,761	76,219	19,410	28,675	1,692	196,999

CITY OF MILWAUKEE
DHS Cost Reimbursement Award Schedule
For the Year Ended December 31, 2018

CARS Profile	155958	157010	157010	157120	157120	157125	157720
Agency Type	860	860	960	860	960	860	860
CFDA or State Appropriation Number	93.940	435.157010	435.157010	93.283	93.283	93.094	435.157720
City of Milwaukee Project ID	GR3802218000	GR3801017400	GR3801018400	GR3801017100	GR3801018100	GR3801017200	GR3801918000
Award Amount	\$18,750	\$430,000	\$280,000	\$150,000	\$280,000	\$60,000	\$250,489
Award Period	01/18 - 12/18	07/17 - 06/18	07/18 - 06/19	07/17 - 06/18	07/18 - 06/19	07/17 - 06/18	01/18 - 12/18
Period of Award Within Audit Period	01/18 - 12/18	01/18 - 06/18	07/18 - 12/18	01/18 - 06/18	07/18 - 12/18	01/18 - 06/18	01/18 - 12/18
Expenditures Reported to DHS for Payment:	18,750	272,791	147,050	7,654	147,987	48,282	250,489
Total Costs of Award:							
Employees Salaries and Wages	0	61,681	0	5,305	75,658	7,471	115,908
Employees Fringe Benefits	0	27,309	0	2,349	33,497	3,308	51,318
Other	18,750	183,801	147,050	0	38,833	37,503	83,263
Total Operating Costs of Award	18,750	272,791	147,050	7,654	147,987	48,282	250,489
Less: Disallowed Costs	0	0	0	0	0	0	0
Less: Program Revenue and Other Offsets to Costs	0	0	0	0	0	0	0
Total Allowable Costs	18,750	272,791	147,050	7,654	147,987	48,282	250,489

CITY OF MILWAUKEE
DHS Cost Reimbursement Award Schedule
For the Year Ended December 31, 2018

CARS Profile	159220	159220	159320	159321	159321	159327	191000
Agency Type	860	960	860	860	860	860	860
CFDA or State Appropriation Number	93.758	93.758	93.994	93.994	435.159321	435.159327	93.994
City of Milwaukee Project ID	GR3800517000	GR3800518000	GR3801318000	GR3800618100	GR3800618100	GR3800618200	GR3804028000
Award Amount	\$58,890	\$58,890	\$447,183	\$15,393	\$14,607	\$160,000	\$36,789
Award Period	10/16 - 08/18	10/17 - 08/19	01/18 - 12/18	01/18 - 12/18	01/18 - 12/18	01/18 - 12/18	01/18 - 12/18
Period of Award Within Audit Period	01/18 - 08/18	01/18 - 12/18	01/18 - 12/18	01/18 - 12/18	01/18 - 12/18	01/18 - 12/18	01/18 - 12/18
Expenditures Reported to DHS for Payment:	46,047	5,064	422,730	15,389	14,603	160,000	36,789
Total Costs of Award:							
Employees Salaries and Wages	21,799	0	233,511	6,305	5,983	69,684	25,207
Employees Fringe Benefits	9,651	0	103,386	2,791	2,649	30,853	11,161
Other	14,597	5,064	85,833	6,293	5,971	59,463	421
Total Operating Costs of Award	46,047	5,064	422,730	15,389	14,603	160,000	36,789
Less: Disallowed Costs	0	0	0	0	0	0	0
Less: Program Revenue and Other Offsets to Costs	0	0	0	0	0	0	0
Total Allowable Costs	46,047	5,064	422,730	15,389	14,603	160,000	36,789

CITY OF MILWAUKEE
DHS Cost Reimbursement Award Schedule
For the Year Ended December 31, 2018

CARS Profile	445461
Agency Type	860
CFDA or State Appropriation Number	93.778
City of Milwaukee Project ID	GR3805818000
Award Amount	\$435,000
Award Period	01/18 - 12/18
Period of Award Within Audit Period	01/18 - 12/18
Expenditures Reported to DHS for Payment:	305,174
Total Costs of Award:	
Employees Salaries and Wages	180,206
Employees Fringe Benefits	79,786
Other	45,182
Total Operating Costs of Award	305,174
Less: Disallowed Costs	0
Less: Program Revenue and Other Offsets to Costs	0
Total Allowable Costs	305,174