

ANNUAL FEDERAL FINANCIAL COMPLIANCE REPORT (COVER SHEET)
DISTRICT/JOINT AGREEMENT
Year Ending June 30, 2023

DISTRICT/JOINT AGREEMENT NAME Palatine CCSD 15	RCDT NUMBER 05-016-0150-04	CPA FIRM 9-DIGIT STATE REGISTRATION NUMBER 065-055959	
ADMINISTRATIVE AGENT IF JOINT AGREEMENT (as applicable)		NAME AND ADDRESS OF AUDIT FIRM Miller, Cooper & Co., Ltd. 1751 Lake Cook Road Deerfield, IL 60015	
ADDRESS OF AUDITED ENTITY <i>(Street and/or P.O. Box, City, State, Zip Code)</i> 580 N First Bank Drive Palatine, Illinois 60067		E-MAIL ADDRESS: jepperson@millercooper.com	
		NAME OF AUDIT SUPERVISOR John Epperson	
		CPA FIRM TELEPHONE NUMBER 847-205-5000	FAX NUMBER 847-205-1400

THE FOLLOWING INFORMATION MUST BE INCLUDED IN THE SINGLE AUDIT REPORT:

- A copy of the CPA firm's most recent peer review report and acceptance letter has been submitted to the GATA Portal (either with the audit or under separate cover).
- Financial Statements including footnotes (Title 2 CFR §200.510 (a))
- Schedule of Expenditures of Federal Awards including footnotes (Title 2 CFR §200.510 (b))
- Independent Auditor's Report on the Financial Statements (Title 2 CFR §200.515 (a))
- Independent Auditor's Report on Internal Control Over Financial Reporting and Compliance Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards* (Title 2 CFR §200.515 (b))
- Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control Over Compliance Required by Uniform Guidance (Title 2 CFR §200.515 (c))
- Schedule of Findings and Questioned Costs (Title 2 CFR §200.515 (d))
- Summary Schedule of Prior Audit Findings (Title 2 CFR §200.511 (b))
- Corrective Action Plan(s) (Title 2 CFR §200.511 (c))

THE FOLLOWING INFORMATION IS HIGHLY RECOMMENDED TO BE INCLUDED:

- A Copy of the Federal Data Collection Form (Title 2 CFR §200.512 (b))
- A Copy of each Management Letter
- A copy of the Consolidated Year-end Financial Report (CYEFR) and In-relation to opinion

SINGLE AUDIT INFORMATION CHECKLIST

The following checklist is **OPTIONAL**; it is not a required form for completion of Single Audit information. The purpose of the checklist is to assist in determining if appropriate information has been correctly completed within the Annual Financial Report (AFR). This is not a complete listing of all Single Audit requirements, but highlights some of the more common errors found during ISBE reviews.

GENERAL INFORMATION

- 1. **Signed** and **dated** copies of audit opinion letters have been included with audit package submitted to ISBE.
- 2. All opinion letters use the **most current audit language and formatting** as mandated in SAS 115/SAS 117 and other pronouncements.
- 3. **ALL** Single Audit forms within the AFR Excel workbook have been completed, where appropriate.
- For those forms that are not applicable, "N/A" or similar language has been indicated.
- 4. **ALL** Federal revenues reported in FRIS Report 0053 (Summary of Payments) are accounted for in the Schedule of Expenditures of Federal Awards (SEFA).
- 5. Federal revenues reported on the AFR reconcile to Federal revenues reported on the SEFA.
- Verify or reconcile on reconciliation worksheet.
- 6. Complete audit package (Data Collection Form, audit reports, etc.) has been submitted electronically to the Federal Audit Clearinghouse
<https://harvester.census.gov/facweb/Default.aspx>

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

- 8. All prior year's projects are included and reconciled to final FRIS report amounts.
- Including receipt/revenue and expenditure/disbursement amounts.
- 9. All current year's projects are included and reconciled to most recent FRIS report filed.
- Including receipt/revenue and expenditure/disbursement amounts.
- 10. Differences in reported spending amounts on the SEFA and the final FRIS reports should be detailed and/or documented in a finding,
- discrepancies should be reported as Questioned Costs.
- 11. The total amount provided to subrecipients from each Federal program is included.
- 12. Prior-year and Current-year Child Nutrition Programs (CNP) are included on the SEFA (with prior-year program showing total cash received):
Project year runs from October 1 to September 30, so projects will cross fiscal years;
This means that audited year revenues will include funds from both the prior year and current year projects.
- 13. Each CNP project should be reported on a separate line (one line per project year per program).
- 14. Total CNP Revenue amounts are consistent with grant amounts awarded by ISBE for each program by project year.
- 15. Total CNP Expenditure amounts are consistent with grant amounts awarded by ISBE for each program by project year.
- 16. Exceptions should result in a finding with Questioned Costs.
- 17. The total value of non-cash **COMMODITIES** has been reported on the SEFA (CFDA 10.555).
- The value is determined from the following, **with each item on a separate line**:
 - * **Non-Cash Commodities**: Monthly Commodities Bulletin for April (From the Illinois Commodities System accessed through ISBE web site)
Total commodities = A PAL Allocated + B PAL Allocated + Processing Deductions + Total Bonus Allocated
Verify Non-Cash Commodities amount on ISBE web site: <https://www.isbe.net/Pages/School-Nutrition-Programs-Food-Distribution.aspx>
 - * **Non-Cash Commodities**: Commodities information for non-cash items received through **Other Food Services**
Districts should track separately through year; no specific report available from ISBE
Verify Non-Cash Commodities amount through Other Food Services on ISBE web site:
<https://www.isbe.net/Pages/School-Nutrition-Programs-Food-Distribution.aspx>
 - * **Department of Defense Fresh Fruits and Vegetables** (District should track through year)
- **The two commodity programs should be reported on separate lines on the SEFA.**
Verify Non-Cash Commodities amount through DoD Fresh Fruits and Vegetables on ISBE web site:
<https://www.isbe.net/Pages/School-Nutrition-Programs-Food-Distribution.aspx>
 - * Amounts verified for **Fresh Fruits and Vegetables cash** grant program (ISBE code 4240)
CFDA number: 10.582
- 18. **TOTALS** have been calculated for Federal revenue and expenditure amounts (Column totals).
- 19. Obligations and Encumbrances are included where appropriate.
- 20. **FINAL STATUS** amounts are calculated, where appropriate.
- 21. Medicaid Fee-for-Service funds, E-Rate reimbursements and Build America Bond interest subsidies have **not** been included on the SEFA.
- 22. **All** programs tested (not just Type A programs) are indicated by either an * or (M) on the SEFA.
- 23. **NOTES TO THE SEFA** within the AFR Excel workbook (SEFA NOTES) have been completed.
Including, but not limited to:
 - 24. Basis of Accounting
 - 25. Name of Entity
 - 26. Type of Financial Statements
 - 27. Subrecipient information (Mark "N/A" if not applicable)
 - * ARRA funds are listed separately from "regular" Federal awards

SUMMARY OF AUDITOR'S RESULTS/FINDINGS/CORRECTIVE ACTION PLAN

SINGLE AUDIT INFORMATION CHECKLIST

- 28. Audit opinions expressed in opinion letters **match** opinions reported in Summary.
- 29. **All** Summary of Auditor Results questions have been answered.
- 30. All tested programs **and** amounts are listed.
- 31. Correct testing threshold has been entered. (Title 2 CFR §200.518)

Findings have been filled out completely and correctly (if none, mark "N/A").

- 32. Financial Statement and/or Federal Award Findings information has been completely filled out for each finding, with finding numbers in correct format.
- 33. Finding completed for each **Significant Deficiency** and for each **Material Weakness** noted in opinion letters.
- 34. Separate finding for each Federal program (i.e., don't report same finding for multiple programs on one sheet).
- 35. Separate finding sheet for each finding on programs (e.g., excess interest earned and unallowable expenditures are two findings and should be reported separately, even if both are on same program).
- 36. Questioned Costs have been calculated where there are questioned costs.
- 37. Questioned Costs are separated by project year **and** by program (and sub-project, if necessary).
- 38. Questioned Costs have been calculated for Interest Earned on **Excess Cash on Hand**.
 - Should be based on actual amount of interest earned
 - Questioned Cost amounts are broken out between programs if multiple programs are listed on the finding
- 39. **A CORRECTIVE ACTION PLAN, on the LEA's letterhead** has been completed for each finding.
 - Including Finding number, action plan details, projected date of completion, name and title of contact person

PALATINE CCSD 15
05-016-0150-04
RECONCILIATION OF FEDERAL REVENUES
Year Ending June 30, 2023
Annual Financial Report to Schedule of Expenditures of Federal Awards

TOTAL FEDERAL REVENUE IN AFR

Account Summary 7-9, Line 7	Account 4000	\$	14,435,498
Flow-through Federal Revenues Revenues 10-15, Line 115	Account 2200		
Value of Commodities ICR Computation 37, Line 11			381,107
Less: Medicaid Fee-for-Service Program Revenues 10-15, Line 266	Account 4992		(928,979)
AFR TOTAL FEDERAL REVENUES:		\$	13,887,626

ADJUSTMENTS TO AFR FEDERAL REVENUE AMOUNTS:

Reason for Adjustment:

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ADJUSTED AFR FEDERAL REVENUES	\$	13,887,626
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Total Current Year Federal Revenues Reported on SEFA: Federal Revenues	Column D	\$	13,887,626
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Adjustments to SEFA Federal Revenues:

Reason for Adjustment:

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ADJUSTED SEFA FEDERAL REVENUE:	\$	13,887,626
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DIFFERENCE:	\$	-
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U.S. Department of Defense: Passed through the Illinois State Board of Education (ISBE)											
Non-Cash Commodities - Fresh Fruits and Vegetables	10.555	FY2022	371,165	0	371,165	0	0	0	0	371,165	N/A
Non-Cash Commodities - Fresh Fruits and Vegetables	10.555	FY2023	0	260,966	0	0	260,966	0	0	260,966	N/A
Subtotal - 10.555 - Non-Cash Commodities - Department of Defense Fresh Fruits and Vegetables			371,165	260,966	371,165	0	260,966	0	0	632,131	
Subtotal - CHILD NUTRITION CLUSTER			6,154,772	4,370,249	6,162,673	0	4,362,348	0	0	10,525,021	
U.S. Department of Agriculture: Passed through the Illinois State Board of Education (ISBE)											
CHILD AND ADULT FOOD CARE PROGRAM											
Child and Adult Care Food Program	10.558	23-4226-00	0	19,676	0	0	19,676	0	0	19,676	N/A
Subtotal - 10.558 - CHILD AND ADULT FOOD CARE PROGRAM			0	19,676	0	0	19,676	0	0	19,676	
U.S. Department of Education: Passed Through the Illinois State Board of Education (ISBE):											
TITLE I GRANTS TO LOCAL EDUCATION AGENCIES											
Title I - Low Income	84.010	22-4300-00	1,042,166	1,143,797	1,042,166	0	1,143,797	0	0	2,185,963	3,076,857
Title I - Low Income	84.010	23-4300-00	0	857,828	0	0	857,828	0	0	857,828	2,939,337
Title I - School Improvement & Accountability	84.010	22-4331-00	24,241	8,996	24,241	0	8,996	0	0	33,237	284,017
Title I - School Improvement & Accountability	84.010	23-4331-00	0	20,026	0	0	20,026	0	0	20,026	56,028
Subtotal - 84.010 - TITLE I GRANTS TO LOCAL EDUCATIONAL AGENCIES			1,066,407	2,030,647	1,066,407	0	2,030,647	0	0	3,097,054	340,045
TWENTY-FIRST CENTURY COMMUNITY LEARNING CENTERS											
Title IV - 21st Century Comm Learning Centers	84.287	22-4421-A1	92,994	12,957	92,994	0	12,957	0	0	105,951	212,883
Title IV - 21st Century Comm Learning Centers	84.287	23-4421-A1	0	39,709	0	0	39,709	0	5,000	44,709	150,000
Title IV - 21st Century Comm Learning Centers	84.287	22-4421-A2	54,055	0	54,055	0	0	0	0	54,055	145,500
Title IV - 21st Century Comm Learning Centers	84.287	23-4421-A2	0	40,170	0	0	40,170	0	5,000	45,170	145,500
Subtotal - 84.287 - TWENTY-FIRST CENTURY COMMUNITY LEARNING CENTERS			147,049	92,836	147,049	0	92,836	0	10,000	249,885	
ENGLISH LANGUAGE ACQUISITION STATE GRANTS											
Title III-Lang. Inst. Program (LIPLEP)	84.365	22-4909-00	133,733	176,509	133,733	0	176,509	0	0	310,242	365,367
Title III-Lang. Inst. Program (LIPLEP)	84.365	23-4909-00	0	236,072	0	0	236,072	0	0	236,072	394,625
Title III-Lang. Inst. Program (LIPLEP)	84.365	22-4909-PD	0	24,765	0	0	24,765	0	0	24,765	25,000
Title III-Lang. Inst. Program (LIPLEP)	84.365	23-4909-PD	0	3,955	0	0	3,955	0	0	3,955	17,500
Title III-Immigrant Education Program (IEP)	84.365A	23-4905-00	0	119,091	0	0	119,091	0	0	119,091	163,800
Subtotal - 84.365 - ENGLISH LANGUAGE ACQUISITION STATE GRANTS			133,733	560,392	133,733	0	560,392	0	0	694,125	

SUPPORTING EFFECTIVE INSTRUCTION STATE GRANTS											
Title II - Teacher Quality	84.367	22-4932-00	538,193	131,884	538,193	0	131,884	0	0	670,077	947,031
Title II - Teacher Quality	84.367	23-4932-00	0	191,502	0	0	191,502	0	0	191,502	806,686
Subtotal - 84.367 - SUPPORTING EFFECTIVE INSTRUCTION STATE GRANTS			538,193	323,386	538,193	0	323,386	0	0	861,579	
SPECIAL EDUCATION CLUSTER (IDEA)											
SPECIAL EDUCATION PRESCHOOL GRANTS											
Fed. Sp. Ed. - I.D.E.A. - Preschool	84.173	22-4600-00	97,661	6,491	97,661	0	6,491	0	0	104,152	140,273
Fed. Sp. Ed. - I.D.E.A. - Preschool	84.173	23-4600-00	0	123,054	0	0	123,054	0	5,000	128,054	153,124
Subtotal - 84.173 - SPECIAL EDUCATION PRESCHOOL GRANTS			97,661	129,545	97,661	0	129,545	0	5,000	232,206	
SPECIAL EDUCATION GRANTS TO STATES											
Fed. Sp. Ed. - I.D.E.A. - Flow through	84.027	22-4620-00	2,027,635	468,567	2,027,635	0	468,567	0	0	2,496,202	3,923,065
Fed. Sp. Ed. - I.D.E.A. - Flow through	84.027	23-4620-00	0	1,552,872	0	0	1,552,872	0	0	1,552,872	4,503,032
COVID 19 - American Rescue Plan- IDEA ARP Funding Flow Through	84.027	22-4998-ID	15,734	225,232	15,734	0	225,232	0	0	240,966	638,744
COVID 19 - American Rescue Plan- IDEA ARP Funding Flow Through	84.027	22-4998-PS	0	9,230	0	0	9,230	0	0	9,230	63,131
Subtotal - 84.027 - SPECIAL EDUCATION GRANTS TO STATES			2,043,369	2,255,901	2,043,369	0	2,255,901	0	0	4,299,270	
Subtotal - SPECIAL EDUCATION CLUSTER (IDEA)			2,141,030	2,385,446	2,141,030	0	2,385,446	0	5,000	4,531,476	
COVID 19 - EDUCATION STABILIZATION FUND (M)											
COVID 19 - American Rescue Plan- Elementary and Secondary School Emergency Relief - Formula Grants (M)	84.425U	22-4998-E3	4,400,112	1,779,048	4,400,112	0	1,779,048	0	0	6,179,160	13,645,959
COVID 19 - American Rescue Plan- Elementary and Secondary School Emergency Relief - Formula Grants (M)	84.425U	23-4998-D3	0	149,500	0	0	149,500	0	0	149,500	149,600
COVID 19 - Elementary and Secondary School Emergency Relief Fund - Formula Grants (M)	84.425D	23-4998-E2	0	1,728,814	0	0	1,728,814	0	0	1,728,814	1,758,454
Federal Programs: Emergency Relief - Formula CARES and ARP Programs (M)	84.425U	23-4998-EB	0	595	0	0	595	0	0	595	98,964
Federal Programs: Emergency Relief - Formula CARES and ARP Programs (M)	84.425U	23-4998-HT	0	75,982	0	0	75,982	0	0	75,982	208,622
Federal Programs: ARP - McKinney-Vento Homeless Grant (M)	84.425W	22-4998-HL	0	1,425	0	0	1,425	0	0	1,425	102,606
Subtotal - 84.425 - COVID-19 - EDUCATION STABILIZATION FUND (M)			4,400,112	3,735,364	4,400,112	0	3,735,364	0	0	8,135,476	

National Highway Traffic Safty Administration Passed through the Illinois Department of Transportation:											
NATIONAL PRIORITY SAFETY PROGRAMS											
National Priority Safety Program	20.616	FY2023	0	960	0	0	960	0	0	960	N/A
Subtotal - 20.616 - NATIONAL PRIORITY SAFETY PROGRAMS			0	960	0	0	960	0	0	960	
U.S. Department of Health and Human Services Passed through Illinois Department of Healthcare and											
MEDICAID CLUSTER											
MEDICAL ASSISTANCE PROGRAM											
Medicaid Matching - Administrative Outreach	93.778	22-4991-00	289,732	0	289,732	0	0	0	0	289,732	N/A
Medicaid Matching - Administrative Outreach	93.778	22-4991-00	0	368,670	0	0	368,670	0	0	368,670	N/A
Subtotal - 93.778 - MEDICAL ASSISTANCE PROGRAM			289,732	368,670	289,732	0	368,670	0	0	658,402	
										0	
Subtotal - MEDICAID CLUSTER			289,732	368,670	289,732	0	368,670	0	0	658,402	
										0	
Total All Federal Awards			14,871,028	13,887,626	14,878,929	0	13,879,725	0	15,000	28,773,654	

- Program was audited as a major program as defined by §200.518.

***Include the total amount provided to subrecipients from each Federal program. §200.510 (b)(4).**

The accompanying notes are an integral part of this schedule.

¹ To meet state or other requirements, auditees may decide to include certain nonfederal awards (for example, state awards) in this schedule. If such nonfederal data are presented, they should be segregated and clearly designated as nonfederal. The title of the schedule should also be modified to indicate that nonfederal awards are included.

² When the CFDA number is not available, the auditee should indicate that the CFDA number is not available and include in the schedule the program's name and, if applicable, other identifying number.

³ When awards are received as a subrecipient, the name of the pass-through entity and identifying number assigned by the pass-through entity must be included in the schedule. §200.510 (b)(2)

⁴ The Uniform Guidance requires that the value of federal awards expended in the form of non-cash assistance, the amount of insurance in effect during the year, and loans or loan guarantees outstanding at year end be included in the schedule and suggests to include the amounts in the SEFA notes.

PALATINE CCSD 15
05-016-0150-04
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2023

SECTION I - SUMMARY OF AUDITOR'S RESULTS

FINANCIAL STATEMENTS

Type of auditor's report issued: Unmodified
(Unmodified, Qualified, Adverse, Disclaimer)

INTERNAL CONTROL OVER FINANCIAL REPORTING:

- Material weakness(es) identified? YES X None Reported
- Significant Deficiency(s) identified that are not considered to be material weakness(es)? YES X None Reported
- Noncompliance material to the financial statements noted? YES X NO

FEDERAL AWARDS

INTERNAL CONTROL OVER MAJOR PROGRAMS:

- Material weakness(es) identified? YES X None Reported
- Significant Deficiency(s) identified that are not considered to be material weakness(es)? YES X None Reported

Type of auditor's report issued on compliance for major programs: Unmodified
(Unmodified, Qualified, Adverse, Disclaimer⁷)

Any audit findings disclosed that are required to be reported in accordance with §200.516 (a)? YES X NO

IDENTIFICATION OF MAJOR PROGRAMS:⁸

CFDA NUMBER(S) ⁹	NAME OF FEDERAL PROGRAM or CLUSTER ¹⁰	AMOUNT OF FEDERAL PROGRAM
84.425	COVID 19 - EDUCATION STABILIZATION FUND	3,735,364
	Total Amount Tested as Major	\$3,735,364

Total Federal Expenditures for 7/1/20-6/30/21

\$13,879,725

% tested as Major

26.91%

Dollar threshold used to distinguish between Type A and Type B programs: \$750,000.00

Auditee qualified as low-risk auditee? X YES NO

⁷ If the audit report for one or more major programs is other than unmodified, indicate the type of report issued for each program. Example: "Unmodified for all major programs except for [name of program], which was modified and [name of program], which was a disclaimer."

⁸ Major programs should generally be reported in the same order as they appear on the SEFA.

⁹ When the CFDA number is not available, include other identifying number, if applicable.

¹⁰ The name of the federal program or cluster should be the same as that listed in the SEFA. For clusters, auditors are only required to list the name of the cluster.

PALATINE CCSD 15
05-016-0150-04
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2023

SECTION II - FINANCIAL STATEMENT FINDINGS

1. FINDING NUMBER:¹¹ **2022 - None** 2. THIS FINDING IS: New Repeat from Prior Year?
Year originally reported? _____

3. Criteria or specific requirement

4. Condition

5. Context¹²

6. Effect

7. Cause

8. Recommendation

9. Management's response¹³

¹¹ A suggested format for assigning reference numbers is to use the digits of the fiscal year being audited followed by a numeric sequence of findings. For example, findings identified and reported in the audit of fiscal year **2021** would be assigned a reference number of **2021-001, 2021-002**, etc. The sheet is formatted so that only the number need be entered (1, 2, etc.).

¹² Provide sufficient information for judging the prevalence and consequences of the finding, such as relation to universe of costs and/or number of items examined and quantification of audit findings in dollars.

¹³ See §200.521 *Management decision* for additional guidance on reporting management's response.

PALATINE CCSD 15
05-016-0150-04
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2023

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

1. FINDING NUMBER:¹⁴ 2022 - None 2. THIS FINDING IS: New Repeat from Prior year?
Year originally reported? _____

3. Federal Program Name and Year: _____

4. Project No.: _____ 5. CFDA No.: _____

6. Passed Through: _____

7. Federal Agency: _____

8. Criteria or specific requirement (including statutory, regulatory, or other citation)

9. Condition¹⁵

10. Questioned Costs¹⁶

11. Context¹⁷

12. Effect

13. Cause

14. Recommendation

15. Management's response¹⁸

¹⁴ See footnote 11.

¹⁵ Include facts that support the deficiency identified on the audit finding (§200.516 (b)(3)).

¹⁶ Identify questioned costs as required by §200.516 (a)(3 - 4).

¹⁷ See footnote 12.

¹⁸ To the extent practical, indicate when management does not agree with the finding, questioned cost, or both.

PALATINE CCSD 15
05-016-0150-04
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS¹⁹
Year Ending June 30, 2023

[If there are no prior year audit findings, please submit schedule and indicate **NONE**]

<u>Finding Number</u>	<u>Condition</u>	<u>Current Status</u> ²⁰
None		

When possible, all prior findings should be on the same page

¹⁹ Explanation of this schedule - §200.511 (b)

²⁰ Current Status should include one of the following:

- A statement that corrective action was taken
- A description of any partial or planned corrective action
- An explanation if the corrective action taken was significantly different from that previously reported or in the management decision received from the pass-through entity.