

ANNUAL FEDERAL FINANCIAL COMPLIANCE REPORT (COVER SHEET)
DISTRICT/JOINT AGREEMENT
Year Ending June 30, 2016

| | | | |
|---|--------------------------------------|--|-------------------------------------|
| DISTRICT/JOINT AGREEMENT NAME Glenbard Township High School District No. 87 | RCDT NUMBER 19-022-0870-17 | CPA FIRM 9-DIGIT STATE REGISTRATION NUMBER 066-004260 | |
| ADMINISTRATIVE AGENT IF JOINT AGREEMENT (as applicable) | | NAME AND ADDRESS OF AUDIT FIRM Baker Tilly Virchow Krause, LLP 1301 West 22nd Street, Suite 400 Oak Brook IL 60523 | |
| ADDRESS OF AUDITED ENTITY <i>(Street and/or P.O. Box, City, State, Zip Code)</i> -596 Crescent Boulevard Glen Ellyn IL | | E-MAIL ADDRESS: James.White@bakertilly.com | |
| | | NAME OF AUDIT SUPERVISOR James White | |
| | | CPA FIRM TELEPHONE NUMBER (630) 990-3131 | FAX NUMBER (630) 990-0039 |

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 ISBE (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 Title 2 CFR §200.515 (a)
- Independent Auditor's Report on Compliance and on Internal Control Over Financial Reporting 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 with Requirements Applicable to each Major Program and Internal Control over Compliance Title 2 CFR §200.515 (c)
- Schedule of Findings and Questioned Costs Title 2 CFR §200.515 (d) (1) - (3)
- Summary Schedule of Prior Year Audit Findings Title 2 CFR §200.511 (b)
- Corrective Action Plan Title 2 CFR §200.511 (c)

THE FOLLOWING INFORMATION IS HIGHLY RECOMMENDED TO BE INCLUDED:

- Copy of Federal Data Collection Form Title 2 CFR §200.512 (b)
- Copy(ies) of Management Letter(s)

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

To the Board of Education
Glenbard Township High School District No. 87
Glen Ellyn, Illinois 60137

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the modified cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Glenbard Township High School District No.87 as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise Glenbard Township High School District No.87's basic financial statements and have issued our report thereon dated September 30, 2016. The basic financial statements are prepared on the modified cash basis of accounting which is a basis of accounting other than accounting principles generally accepted in the United States.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Glenbard Township High School District No.87'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 Glenbard Township High School District No.87's internal control. Accordingly, we do not express an opinion on the effectiveness of Glenbard Township High School District No.87'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 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.

To the Board of Education
Glenbard Township High School District No. 87

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify a deficiency in internal control, described in the accompanying schedule of findings and questioned costs, that we consider to be a material weakness. This material weakness is item 2016-001.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Glenbard Township High School District No.87'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*.

Glenbard Township High School District No.87's Response to Finding

Glenbard Township High School District No.87's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. Glenbard Township High School District No.87's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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 result 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.

Bobbie Tilly Venable Krause, LLP

Oak Brook, Illinois
September 30, 2016



Baker Tilly Virchow Krause, LLP
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tel 630 990 3131
fax 630 990 0039
bakertilly.com

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM;
REPORT ON INTERNAL CONTROL OVER COMPLIANCE;
AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
REQUIRED BY THE UNIFORM GUIDANCE

Independent Auditors' Report

To the Board of Education
Glenbard Township High School District No. 87
Glen Ellyn, Illinois

Report on Compliance for Each Major Federal Program

We have audited Glenbard Township High School District No. 87's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Glenbard Township High School District No. 87's major federal programs for the year ended June 30, 2016. Glenbard Township High School District No. 87's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of Glenbard Township High School District No. 87's major federal 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; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance 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 program occurred. An audit includes examining, on a test basis, evidence about Glenbard Township High School District No. 87'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 program. However, our audit does not provide a legal determination of Glenbard Township High School District No. 87's compliance.

To the Board of Education
Glenbard Township High School District No. 87

Opinion on Each Major Federal Program

In our opinion, Glenbard Township High School District No. 87 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 programs for the year ended June 30, 2016.

Report on Internal Control Over Compliance

Management of Glenbard Township High School District No. 87 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 Glenbard Township High School District No. 87's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal 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 program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Glenbard Township High School District No. 87'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 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 program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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. Accordingly, this report is not suitable for any other purpose.

To the Board of Education
Glenbard Township High School District No. 87

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

We have audited the modified cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Glenbard Township High School District No. 87 as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise Glenbard Township High School District No. 87's basic financial statements. We issued our report thereon dated September 30, 2016, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

We also previously audited, in accordance with auditing standards generally accepted in the United States, the District's basic financial statements as of and for the year ended June 30, 2015 (not presented herein), and have issued our report thereon dated September 30, 2015, which contained unmodified opinions on the respective modified cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information. The 2015 information included in the schedule of expenditures of federal awards is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2015 financial statements. The 2015 information has been subjected to the auditing procedures applied in the audit of the 2015 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those basic financial statements or to those 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 2015 information included in the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements for the year ended June 30, 2015 as a whole.

Babur Tilly Vanden Kame, LLP

Oak Brook, Illinois
September 30, 2016

Glenbard Township High School District No. 87

19-022-0870-17

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 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).
Programs funded through ARRA are identified separately in SEFA
5. Federal revenues reported on the AFR reconcile to Federal revenues reported on the SEFA.
- Verify or reconcile on reconciliation worksheet.
6. The total value of non-cash **COMMODITIES** has been included within the AFR on the **INDIRECT COSTS** page (ICR Computation 30) on Line 11. It should not be included in the Statement of Revenues Received (REVENUES 9-14) within the AFR Accounts 4210 - 4299.
Those accounts are specific cash programs, not non-cash assistance such as **COMMODITIES**.
7. Complete audit package (Data Collection Form, audit reports, etc.) has been submitted electronically to the Federal Audit Clearinghouse in Jeffersonville, Indiana.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

8. Programs funded through ARRA (Federal Stimulus funds) are identified separately from "regular" Federal programs
- Program name includes "ARRA - " prefix
- Correct ARRA CFDA and ISBE program numbers are listed
9. All prior year's projects are included and reconciled to final FRIS report amounts.
- Including receipt/revenue and expenditure/disbursement amounts.
10. All current year's projects are included and reconciled to most recent FRIS report filed.
- Including revenue and expenditure/disbursement amounts.
11. Differences in reported spending amounts on the SEFA and the final FRIS reports should be detailed and/or documented in a finding, with discrepancies reported as Questioned Costs.
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 year;
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 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: <http://www.isbe.net/business.htm>.
 - * **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: <http://www.isbe.net/business.htm>.
 - * **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: <http://www.isbe.net/business.htm>.
 - * 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 RESULTS/FINDINGS/CORRECTIVE ACTION PLAN

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 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 Awards Findings information has been completely filled out for each finding, with finding numbers in correct format.
32. Finding completed for each Significant Deficiency and for each Material Weakness noted in opinion letters.
33. Separate finding for each Federal program (i.e., don't report same finding for multiple programs on one sheet).
34. 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).
35. Questioned Costs have been calculated where there are questioned costs.
36. Questioned Costs are separated by project year and by program (and sub-project, if necessary).
37. 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
38. A **CORRECTIVE ACTION PLAN** has been completed for each finding.
- Including Finding number, action plan details, projected date of completion, name and title of contact person

Glenbard Township High School District No. 87
19-022-0870-17

RECONCILIATION OF FEDERAL REVENUES

Annual Financial Report to Schedule of Expenditures of Federal Awards

TOTAL FEDERAL REVENUE IN AFR

| | | | |
|------------------------------------|--------------|-----------|------------------|
| Account Summary 7-8, Line 7 | Account 4000 | \$ | 3,035,565 |
| Flow-through Federal Revenues | | | |
| Revenues 9-14, Line 112 | Account 2200 | | - |
| Value of Commodities | | | |
| Indirect Cost Info 30, Line 11 | | | 80,872 |
| Less: Medicaid Fee-for-Service | | | |
| Revenues 9-14, Line 271 | Account 4992 | | (145,546) |
| AFR TOTAL FEDERAL REVENUES: | | \$ | 2,970,891 |

ADJUSTMENTS TO AFR FEDERAL REVENUE AMOUNTS:

Reason for Adjustment:

| | | | |
|---|--|----|----------|
| Commodities already included in revenue | | \$ | (80,872) |
| Building American Bond Interest | | \$ | (11,075) |
| ----- | | | |
| ----- | | | |
| ----- | | | |
| ----- | | | |
| ----- | | | |

ADJUSTED AFR FEDERAL REVENUES \$ 2,878,944

Total Current Year Federal Revenues Reported on SEFA:
Federal Revenues Column D \$ 2,878,944

Adjustments to SEFA Federal Revenues:

Reason for Adjustment:

| | | | |
|-------|--|--|--|
| ----- | | | |
| ----- | | | |
| ----- | | | |
| ----- | | | |
| ----- | | | |

ADJUSTED SEFA FEDERAL REVENUE: \$ 2,878,944

DIFFERENCE: \$ -

Glenbard Township High School District No. 87
 19-022-0870-17
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 Year Ending June 30, 2016

| Federal Grantor/Pass-Through Grantor/ Program or Cluster Title and Major Program Designation | CFDA Number ² (A) | ISBE Project # (1st 8 digits) or Contract #3 (B) | Receipts/Revenues | | Year 7/1/14-6/30/15 (C) | Year 7/1/15-6/30/16 (D) | Year | | Year 7/1/15-6/30/16 (F) | Obligations/ Encumb. (G) | Final Status (H) | Budget (I) | Subrecipients (J) |
|--|------------------------------------|---|-------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|--------------------------------|------------------------|---------------|----------------------|
| | | | Year 7/1/14-6/30/15 (C) | Year 7/1/15-6/30/16 (D) | | | Year 7/1/14-6/30/15 (E) | Year 7/1/15-6/30/16 (F) | | | | | |
| U.S. DEPARTMENT OF EDUCATION | | | | | | | | | | | | | |
| Through the Illinois State Board of Education: | | | | | | | | | | | | | |
| Title I - Low Income (M) | 84.010A | 2015-4300 | 425,265 | 335,572 | 425,265 | 335,572 | 628,162 | 132,675 | 0 | 760,837 | 980,044 | | |
| Title I - Low Income (M) | 84.010A | 2016-4300 | 0 | 596,729 | 0 | 596,729 | 0 | 833,506 | 0 | 833,506 | 1,093,847 | | |
| Subtotal - 84.010A - Title I - Low Income | | | 425,265 | 932,301 | 425,265 | 932,301 | 628,162 | 966,181 | 0 | 1,594,343 | | | |
| Subtotal Title I Cluster | | | 425,265 | 932,301 | 425,265 | 932,301 | 628,162 | 966,181 | 0 | 1,594,343 | | | |
| Title III - Lang. Inst. Prog. - Limited Eng. LI/LEP | 84.365A | 2015-4909 | 28,209 | 10,237 | 28,209 | 10,237 | 32,852 | 5,594 | 0 | 38,446 | 54,102 | | |
| Title III - Lang. Inst. Prog. - Limited Eng. LI/LEP | 84.365A | 2016-4909 | 0 | 8,027 | 0 | 8,027 | 0 | 26,649 | 0 | 26,649 | 52,031 | | |
| Subtotal - 84.365A - LI/LEP | | | 28,209 | 18,264 | 28,209 | 18,264 | 32,852 | 32,243 | 0 | 65,095 | | | |
| Title II - Teacher Quality | 84.367A | 2015-4932 | 67,468 | 38,610 | 67,468 | 38,610 | 106,078 | 0 | 0 | 106,078 | 139,470 | | |
| Title II - Teacher Quality | 84.367A | 2016-4932 | 0 | 40,468 | 0 | 40,468 | 0 | 66,612 | 0 | 66,612 | 92,029 | | |
| Subtotal - 84.367A - Teacher Quality | | | 67,468 | 79,078 | 67,468 | 79,078 | 106,078 | 66,612 | 0 | 172,690 | | | |
| Fed. - Special Education - I.D.E.A. - Room & Board | 84.027A | 2015-4625 | 175,548 | 339,259 | 175,548 | 339,259 | 175,548 | 339,259 | 0 | 514,807 | N/A | | |
| Fed. - Special Education - I.D.E.A. - Room & Board | 84.027A | 2016-4625 | 0 | 118,779 | 0 | 118,779 | 0 | 118,779 | 0 | 118,779 | N/A | | |
| Subtotal - 84.027A - IDEA Room and Board | | | 175,548 | 458,038 | 175,548 | 458,038 | 175,548 | 458,038 | 0 | 633,586 | | | |
| Total through Illinois State Board of Education | | | 696,490 | 1,487,681 | 696,490 | 1,487,681 | 942,640 | 1,523,074 | 0 | 2,465,714 | | | |
| Through the DuPage Area Occupational Education System: | | | | | | | | | | | | | |
| V.E. - Perkins - Title III E - Tech Prep | 84.048A | 2015-4770 | 93,727 | 0 | 93,727 | 0 | 93,727 | 0 | 0 | 93,727 | N/A | N/A | |
| V.E. - Perkins - Title III E - Tech Prep | 84.048A | 2016-4770 | 0 | 92,657 | 0 | 92,657 | 0 | 92,657 | 0 | 92,657 | N/A | N/A | |
| Subtotal - 84.048A - V.E. Perkins - Title III E - Tech Prep | | | 93,727 | 92,657 | 93,727 | 92,657 | 93,727 | 92,657 | 0 | 186,384 | | | |
| Total through the DuPage Area Occupational Education System: | | | 93,727 | 92,657 | 93,727 | 92,657 | 93,727 | 92,657 | 0 | 186,384 | | | |
| TOTAL U.S. DEPARTMENT OF EDUCATION | | | 790,217 | 1,580,338 | 790,217 | 1,580,338 | 1,036,367 | 1,615,731 | 0 | 2,652,098 | | | |
| U.S. DEPARTMENT OF LABOR | | | | | | | | | | | | | |
| Through the State of Illinois - Division of Human Services | | | | | | | | | | | | | |
| Secondary Transitional Experience Program | 84.126 | 2015-4508 | 202,950 | 0 | 202,950 | 0 | 202,950 | 0 | 0 | 202,950 | N/A | | |
| Secondary Transitional Experience Program | 84.126 | 2016-4508 | 0 | 221,966 | 0 | 221,966 | 0 | 221,966 | 0 | 221,966 | N/A | | |
| Subtotal - 84.126 - Secondary Transitional Experience Program | | | 202,950 | 221,966 | 202,950 | 221,966 | 202,950 | 221,966 | 0 | 424,916 | | | |
| Total through the State of Illinois - Division of Human Services | | | 202,950 | 221,966 | 202,950 | 221,966 | 202,950 | 221,966 | 0 | 424,916 | | | |
| TOTAL U.S. DEPARTMENT OF LABOR | | | 202,950 | 221,966 | 202,950 | 221,966 | 202,950 | 221,966 | 0 | 424,916 | | | |

Glenbard Township High School District No. 87
 19-022-0870-17
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 Year Ending June 30, 2016

| Federal Grantor/Pass-Through Grantor/ Program or Cluster Title and Major Program Designation | CFDA Number ² (A) | ISBE Project # (1st 8 digits) or Contract #3 (B) | Receipts/Revenues | | Year 7/1/15-6/30/16 (D) | Year 7/1/14-6/30/15 (C) | Year 7/1/15-6/30/16 (F) | Obligations/ Encumb. (G) | Final Status (H) | Budget (I) | Subrecipients (J) |
|--|------------------------------------|---|-------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|--------------------------------|------------------------|---------------|----------------------|
| | | | Year 7/1/15-6/30/16 (D) | Year 7/1/14-6/30/15 (C) | | | | | | | |
| CHILD NUTRITION CLUSTER | | | | | | | | | | | |
| U.S. DEPARTMENT OF AGRICULTURE | | | | | | | | | | | |
| Through the Illinois State Board of Education: | | | | | | | | | | | |
| National School Lunch (M) | 10.555 | 2015-4210 | 704,767 | 124,456 | 124,456 | 704,767 | 124,456 | 829,223 | N/A | | |
| National School Lunch (M) | 10.555 | 2016-4210 | 0 | 637,480 | 637,480 | 0 | 637,480 | 637,480 | N/A | | |
| Subtotal - National School Lunch | | | 704,767 | 761,936 | 761,936 | 704,767 | 761,936 | 1,466,703 | | | |
| School Breakfast Program (M) | 10.553 | 2015 - 4220 | 109,486 | 17,161 | 17,161 | 109,486 | 17,161 | 126,647 | N/A | | |
| School Breakfast Program (M) | 10.553 | 2016 - 4220 | 0 | 117,156 | 117,156 | 0 | 117,156 | 117,156 | N/A | | |
| Subtotal - 10.555 - School Breakfast Program | | | 109,486 | 134,317 | 134,317 | 109,486 | 134,317 | 243,803 | | | |
| Non-Cash Commodities (M) | 10.555 | 2015-4999 | 88,033 | 0 | 0 | 88,033 | 0 | 88,033 | N/A | | |
| Non-Cash Commodities (M) | 10.555 | 2016-4999 | 0 | 52,334 | 52,334 | 0 | 52,334 | 52,334 | N/A | | |
| Subtotal - 10.555 - Non-Cash Commodities | | | 88,033 | 52,334 | 52,334 | 88,033 | 52,334 | 140,367 | | | |
| TOTAL U.S. DEPARTMENT OF AGRICULTURE | | | 902,286 | 948,587 | 948,587 | 902,286 | 948,587 | 1,850,873 | | | |
| DEPARTMENT OF DEFENSE | | | | | | | | | | | |
| Non-Cash Commodities (M) | 10.555 | 2015-4999 | 0 | 0 | 0 | 0 | 0 | 0 | N/A | | |
| Non-Cash Commodities (M) | 10.555 | 2016-4999 | 0 | 28,538 | 28,538 | 0 | 28,538 | 28,538 | N/A | | |
| Subtotal - 10.555 - Non-Cash Commodities | | | 0 | 28,538 | 28,538 | 0 | 28,538 | 28,538 | | | |
| TOTAL DEPARTMENT OF DEFENSE | | | 0 | 28,538 | 28,538 | 0 | 28,538 | 28,538 | | | |
| Subtotal - Child Nutrition Cluster | | | 902,286 | 977,125 | 977,125 | 902,286 | 977,125 | 1,879,411 | | | |
| U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES | | | | | | | | | | | |
| Through Illinois Department of Healthcare and Family Services: | | | | | | | | | | | |
| Medicaid Administrative Outreach | 93.778 | 2015-4991 | 102,218 | 0 | 0 | 102,218 | 0 | 102,218 | N/A | | |
| Medicaid Administrative Outreach | 93.778 | 2016-4991 | 0 | 99,515 | 99,515 | 0 | 99,515 | 99,515 | N/A | | |
| TOTAL U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES | | | 102,218 | 99,515 | 99,515 | 102,218 | 99,515 | 201,733 | | | |
| TOTAL FEDERAL FUNDS | | | 1,997,671 | 2,878,944 | 2,914,337 | 2,243,821 | 2,914,337 | 5,158,158 | | | |

* (M) Program was audited as a major program as defined by §200.518.

Glenbard Township High School District No. 87
 19-022-0870-17
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 Year Ending June 30, 2016

| Federal Grantor/Pass-Through Grantor/ Program or Cluster Title and Major Program Designation | CFDA Number ² (A) | ISBE Project # (1st 8 digits) or Contract #3 (B) | | Receipts/Revenues | | Year | | Year 7/1/15-6/30/16 (F) | Obligations/ Encumb. (G) | Final Status (H) | Budget (I) | Subrecipients (J) |
|--|------------------------------------|---|-------------------------------|-------------------------------|-------------------------------|------|--|-------------------------------|--------------------------------|------------------------|---------------|----------------------|
| | | Year 7/1/14-6/30/15 (C) | Year 7/1/15-6/30/16 (D) | Year 7/1/14-6/30/15 (E) | Year 7/1/15-6/30/16 (F) | | | | | | | |
| | | | | | | | | | | | | |

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, 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)
- 3 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 either the schedule or a note to the schedule. Although it is not required, the Uniform Guidance states that it is preferable to present this information in the schedule (versus the notes to the schedule). If the auditee presents non-cash assistance in the notes to the schedule, the auditor should be aware that such amounts must still be included in part III of the data collection form.

Glenbard Township High School District No. 87

19-022-0870-17

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SEFA)

Year Ending June 30, 2016

Note 1: Basis of Presentation⁵

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Glenbard Township High School District 87 and is presented on the modified cash basis of accounting. The information in this schedule is presented in accordance with the requirements of the Office of Management and Budget Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Note 2: Indirect Facilities & Administration costs⁶

Auditee elected to use 10% de minimis cost rate? _____ YES _____ X NO

Note 3: Subrecipients⁷

Of the federal expenditures presented in the schedule, Glenbard Township High School District 87 provided federal awards to subrecipients as follows:

| Program Title/Subrecipient Name | Federal CFDA Number | Amount Provided to Subrecipients |
|---------------------------------|---------------------|----------------------------------|
| None | | |
| | | |
| | | |
| | | |
| | | |
| | | |

Note 4: Non-Cash Assistance

The following amounts were expended in the form of non-cash assistance by Glenbard Township High School District 87 and are included in the Schedule of Expenditures of Federal Awards:

| | |
|---------------------------------------|----------|
| NON-CASH COMMODITIES (CFDA 10.555)**: | \$80,872 |
| OTHER NON-CASH ASSISTANCE | \$0 |

Note 5: Other Information

Insurance coverage in effect paid with Federal funds during the fiscal year:

| | |
|---|----|
| Property | No |
| Auto | No |
| General Liability | No |
| Workers Compensation | No |
| Loans/Loan Guarantees Outstanding at June 30: | No |
| District had Federal grants requiring matching expenditures | No |

(Yes/No)

** The amount reported here should match the value reported for non-cash Commodities on the Indirect Cost Rate Computation page.

⁵ This note is included to meet the Uniform Guidance requirement that the schedule include notes that describe the significant accounting policies used in preparing the schedule.

⁶ The Uniform Guidance requires the Schedule of Expenditures of Federal Awards to note whether or not the auditee elected to use the 10% de minimis cost rate as covered in §200.414 Indirect (F&A) costs. §200.510 (b)(6)

⁷ The Uniform Guidance requires the Schedule of Expenditures of Federal Awards to include, to the extent practical, an identification of the total amount provided to subrecipients, from each federal program. Although this example includes the required subrecipient information in the notes to the schedule, the information may be included on the face of the schedule as a separate column or section, if that is preferred by the auditee. §200.510 (b)(2)

Glenbard Township High School District No. 87
19-022-0870-17
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2016

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? X YES None Reported
- Significant Deficiency(s) identified that are not considered to be material weakness(es)? YES X None Reported
- Noncompliance material to 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 Title 2 CFR §200.516 (a)? YES X NO

IDENTIFICATION OF MAJOR PROGRAMS:⁸

| CFDA NUMBER(S) ⁹ | NAME OF FEDERAL PROGRAM or CLUSTER ¹⁰ |
|-----------------------------|--|
| 10.555, 10.553 | Child Nutrition Cluster |
| 84.010A | Title I - Low Income |
| | |
| | |
| | |
| | |

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

Auditee qualified as low-risk auditee? YES X 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.

Glenbard Township High School District No. 87
19-022-0870-17
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2016

SECTION II - FINANCIAL STATEMENT FINDINGS

1. FINDING NUMBER:¹¹ 2016- 001 2. THIS FINDING IS: New Repeat from Prior Year?
Year originally reported? 2008

3. Criteria or specific requirement

An internal control structure over external financial reporting is necessary to ensure the proper presentation of financial statements.

4. Condition

Like most districts in Illinois, the District does not maintain an external financial reporting department or function, but relies on its audit firm for this purpose. The District provides cash basis records to the external auditor and relies upon the external auditor to convert these records to the modified cash basis of accounting for external reporting purposes.

5. Context¹²

Management is responsible for the fair presentation of the financial statements. This includes drafting the individual fund statements, making conversion entries, drafting the government-wide statements, preparing note disclosures and preparing the Schedule of Expenditures for Federal Awards. Furthermore the external auditor identified material adjustments to the District's cash basis records that were required to be recorded to ensure the financial statements were presented fairly in all material respects in accordance with the modified cash basis of accounting.

6. Effect

External financial statements would not have been presented fairly in all material respects without reliance on the external auditor.

7. Cause

The District does not have an external reporting function, but relies upon the auditor for expertise in external financial reporting. The cash basis adjustments that were identified during the year related to a group of non-routine transactions pertaining to bond issuances performed during the year and District personnel were not familiar with the accounting presentation requirements for these transactions.

8. Recommendation

While this is defined as a material weakness by accounting standards, it may not be practical or cost beneficial for the District to mitigate this weakness. New accounting literature continues to be added at an astonishing pace and comes from a variety of sources. Employing an individual who remains current on the ever changing accounting and reporting standards can add significant financial cost to your internal control process. As such, the District may choose to accept this risk as most districts in this state have done.

9. Management's response¹³

See CAP

For ISBE Review

Date: _____ Resolution Criteria Code Number _____
Initials: _____ Disposition of Questioned Costs Code Letter _____

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 2016 would be assigned a reference number of 2016-001, 2016-002, 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 Title 2 CFR §200.521 *Management decision* for additional guidance on reporting management's response.

Glenbard Township High School District No. 87
19-022-0870-17
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2016

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

1. FINDING NUMBER:¹⁴ 2016- N/A 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

| | |
|------------------------|---|
| For ISBE Review | |
| Date: _____ | Resolution Criteria Code Number _____ |
| Initials: _____ | Disposition of Questioned Costs Code Letter _____ |

¹⁴ See footnote 11.
¹⁵ Include facts that support the deficiency identified on the audit finding.
¹⁶ Identify questioned costs as required by Title 2 CFR §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.

Glenbard Township High School District No. 87
19-022-0870-17
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS¹⁹
Year Ending June 30, 2016

[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 |
|-----------------------|--|--|
| 2015-001 | Like most districts in Illinois, the District does not maintain an external financial reporting department or function, but relies on its audit firm for this purpose. This includes drafting the individual fund statements, making conversion entries, drafting the government-wide statements, preparing footnote disclosures and preparing the Schedule of Expenditures for Federal Awards statements to external GAAP basis financial statements. | Employing an individual who remains current on the ever changing accounting and reporting standards would add significant financial cost to the District's internal control process. As such, the District has chosen at this time to accept this risk as most other school districts in this state have done. |

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

¹⁹ Explanation of this schedule - Title 2 CFR §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.

Glenbard Township High School District No. 87
19-022-0870-17
CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS²¹
Year Ending June 30, 2016

Corrective Action Plan

Finding No.: **2016- 001**

Condition:

Like most districts in Illinois, the District does not maintain an external financial reporting department or function, but relies on its audit firm for this purpose. This includes drafting the individual fund statements, making conversion entries, drafting the government-wide statements, preparing footnote disclosures and preparing the Schedule of Expenditures for Federal Awards statements to external GAAP basis financial statements.

Plan:

Employing an individual who remains current on the ever changing accounting and reporting standards would add significant financial cost to the District's internal control process. As such, the District has chosen at this time to accept this risk as most other school districts in this state have done.

Anticipated Date of Completion: N/A

Name of Contact Person: Chris McClain

Management Response: N/A

²¹ Explanation of this schedule - Title 2 CFR §200.511 (c)