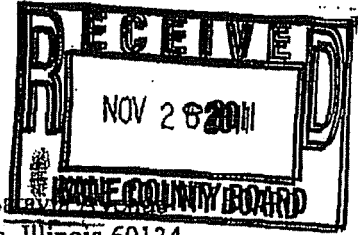


County of Kane
Office of County Board
Kane County Government Center

Karen McConnaughay
Chairman
630-232-5930



719 B
Geneva, Illinois 60134
Fax 630-232-9188



DOCUMENT VET SHEET

for

Karen McConnaughay
Chairman, Kane County Board

Name of Document:

DHS FY10 Financial
Reporting Check List

Submitted by:

Ben Lopez

Date Submitted:

11-28-11

Examined by:

Jas M F Lykes
(Print name)

Jas M F Lykes
(Signature)

12-7-11
(Date)

Position Verified: Yes No Any Initials: JK

Comments:

Chairman signed:

Yes No 12/7/11
(Date)

Document returned to: _____

DHS FY10 FINANCIAL REPORTING CHECKLIST

THIS FORM MUST BE SIGNED AND RETURNED WITH REPORTING PACKAGE.

Provider Name: KANE COUNTY HEALTH DEPARTMENT

FEIN: 366006585

Ending Date of Provider's Fiscal Year: 11/30/10

Report Due Date: 03/30/11

Name of Provider Contact: ~~SUSAN SNOW~~, FINANCE MANAGER *Kinnell Snowden*

Phone #: (630) 208-5158

The items marked with a "2" below should be included (2 copies) in the Provider's financial reporting package submitted to DHS.

- CFR Schedule 1: Schedule of Program Costs
- CFR Schedule 2: Schedule of Program Revenues
- CFR Schedule 3: Program Personnel
- CFR Schedule 4: Program Consultant and Contractual
- CFR Schedule 5: Report of Service Units/Days/Nights

Independent Auditor's Report on Applying Agreed-Upon Procedures to CFR Schedule of Program Costs

Independent Auditor's "In Relation To" Opinion on CFR Schedule of Program Costs

2 Grant Report

2 Independent Auditor's Report on Applying Agreed-Upon Procedures to Grant Report

Independent Auditor's "In Relation To" Opinion on Grant Report

2 Independently Audited Financial Statements

OMB Circular A-133 Single Audit Report Note: If there is a 2 next to this item, your agency received \$500,000 or more in Federal funds from DHS and you are required to submit to DHS two copies of an audit in compliance with OMB Circular A-133 (Single Audit). **Whether or not there is a 2 by this item, you must mark one of the statements below.**

- We are submitting two copies of an audit in compliance with OMB Circular A-133 (Single Audit).
- We expended less than \$500,000 in Federal funds from all sources, so are not required to do A-133.
- We are a for-profit corporation not subject to A-133 reporting.

Financial Summary

2 Provider Demographics Information Form

Personnel/Administrative Information Form

Management Certification:

We hereby certify that it is our belief that the financial reports and materials submitted to DHS are complete and accurate.

Cheryl Patten

Signature of CEO or CFO

11-28-11

Date

Karen McConaughy

Signature of Board President or Board Treasurer

12/7/2011

Date

Provider Demographic Information

Please confirm/correct the information below, fill in blanks when applicable, and return this form to DHS with your financial report submission.

Note: Information on this form is used by the DHS Office of Contract Administration to fulfill various administrative responsibilities. Changes to information on this form will not affect information used by other offices within DHS.

FEIN 366006585

Provider KANE COUNTY HEALTH DEPARTMENT

Doing Business As (DBA)

Fiscal Year End 11/30/10

Not For Profit Yes

For Profit

Taxpayer Type* Unit of County Government

Contact ~~SUSAN SNOW~~ Kinnell Snowden

Title FINANCE MANAGER

Address Line 1 1240 NORTH HIGHLAND AVENUE, SUITE 21

Address Line 2

City, State, Zip AURORA, IL 60506

Phone (630) 208-5158 **Ext.**

FAX (630) 897-8133

EMail Primary *Snowden Kinnell*
~~snowsusana~~@CO.KANE.IL.US

EMail Secondary

* Valid Taxpayer Types are: Corporation, other than hospital
Hospital
Individual
Partnership
Regional Office of Education
School District
Sole Proprietorship
Unit of County Government
Unit of Municipal Government
Unit of State Government
University, College or Junior College

ILLINOIS DEPARTMENT OF HUMAN SERVICES
GRANT REPORT for the period July 1, 2009 through June 30, 2010
Page 1 of 2 -- Grant Allowable Cost Summary

AGENCY NAME: Kane County Health Department_____

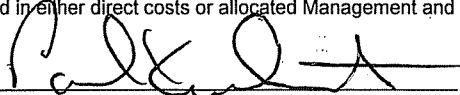
FEIN: 36-6006585_____

	Program Name/Number/Contract Number/Other Identification	DHS GRANT-FUNDED SERVICES					All other Programs	Mgmt & General	Total
		Program 1	Program 2	Program 3	Program 4	Program 5			
		All Our Kids Early Childhood 11GL282000	Family Case Management-Downstate 11GL282000	Healthworks Health Care Network 11GL282000	Healthy Child Care Illinois 11GL282000	Supplemental Nutrition Program for Women Infants and child 11GL282000			
A	Direct Program expenses	90,892.50	Fully	88,189.64	43,271.13	203,356.16			425,709.43
B	Allocate Management and General Costs (Note 1)		Documented By			38,193.77		-	38,193.77
C	SUBTOTAL A + B	90,892.50		88,189.64	43,271.13	241,549.93		- 0 -	463,903.20
D	Subtract Unallowable costs per page 2								
E	Add other approved uses (attach documentation)								
F	TOTAL Allowable costs	90,892.50		88,189.64	43,271.13	241,549.93			
G	Special provisions (see instructions)	None	None	None	None	None			
H	Interest Earned (see instructions)	None	None	None	None	None			

NOTE 1: Management and General costs are allocated based on: direct salaries, _____ total direct costs, _____ other basis (attach explanation).

AGENCY NAME: Kane County Health Department

FEIN: 36-6006585

	DHS GRANT-FUNDED SERVICES				
	Program 1	Program 2	Program 3	Program 4	Program 5
Program Name/Number/Contract Number:	All Our Kids Early Childhood 11GL282000	Family Case Management- Downstate 11GL282000	Healthworks Health Care Network 11GL282000	Healthy Child Care Illinois 11GL282000	Supplemental Nutrition Program for Women Infants and child 11GL282000
Unallowable Costs (see instructions)					
compensation of governing body					
entertainment					
association dues					
meetings and conventions					
fundraising					
bad debt					
charity and grants					
unallowable interest					
inventories					
depreciation on DHS-funded assets					
cost of production					
in-kind expenses					
alcoholic beverages					
personal automobiles					
finances & penalties					
personal use items					
lobbying					
unallowable relocation					
gratuities					
political contributions					
related party transactions					
costs where a conflict of interest exists					
Unallowable costs if Program is Federally funded or cost-restricted by Contract (See Instructions)					
Explain:					
Explain:					
TOTAL UNALLOWABLE COSTS (to line D of Grant Report) --See below if NONE					
If no unallowable costs are listed, sign and date as follows: I certify that no unallowable costs are included in either direct costs or allocated Management and General costs on the Grant Report.					
 Signature				11/22/2011 Date	
Paul Kuehnert, Executive Director Printed Name and Title					

KANE COUNTY, ILLINOIS

**SINGLE AUDIT
FOR THE FISCAL YEAR ENDED
NOVEMBER 30, 2010**

KANE COUNTY, ILLINOIS

Single Audit
For the Fiscal Year Ended November 30, 2010
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WERMER, ROGERS, DORAN & RUZON LLC CERTIFIED PUBLIC ACCOUNTANTS

755 ESSINGTON ROAD, JOLIET, ILLINOIS 60435 • 815/730-6250 • FAX 815/730-6257 • WWW.WRDR.COM

Independent Auditor'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

To the Chairman and Members
of the County Board
Kane County, Illinois

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Kane County, Illinois (County), as of and for the year ended November 30, 2010, which collectively comprise the County's basic financial statements and have issued our report thereon dated April 25, 2011. We conducted our audit 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting as a basis for designing our auditing procedures 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 County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies, or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying schedule of findings and questioned costs, we identified a certain deficiency in internal control over financial reporting that we consider to be a material weakness.

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. We consider the deficiency described in the accompanying schedule of findings and questioned costs as finding 2010-1 to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of 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*.

We noted certain matters that we reported to management of the County in a separate letter dated April 25, 2011.

The County's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the County's responses and, accordingly, we express no opinion on the responses.

This report is intended solely for the information and use of the Kane County Board, management, others within the organization, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Werner, Rogers, Doran + Ruppert, LLC

April 25, 2011



WERMER, ROGERS, DORAN & RUZON LLC CERTIFIED PUBLIC ACCOUNTANTS

755 ESSINGTON ROAD, JOLIET, ILLINOIS 60435 • 815/730-6250 • FAX 815/730-6257 • WWW.WRDR.COM

**Independent Auditor's Report on Compliance with Requirements
That Could Have a Direct and Material Effect on Each Major Program and on
Internal Control Over Compliance in Accordance with OMB Circular A-133**

To the Chairman and Members
of the County Board
Kane County, Illinois

Compliance

We have audited Kane County, Illinois' (County), compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended November 30, 2010. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

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 OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 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 the County'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. Our audit does not provide a legal determination of the County's compliance with those requirements.

In our opinion, the County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended November 30, 2010. However, the results of our auditing procedures disclosed one instance of noncompliance with those requirements, which is required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying schedule of findings and questioned costs as finding 2010-2.

Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County'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 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.

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 deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the County as of and for the year ended November 30, 2010, and have issued our report thereon dated April 25, 2011, which contained unqualified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements as a whole. The schedule of expenditures of federal awards is presented for the purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the 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 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 financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

The County's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the County's responses and, accordingly, we express no opinion on the responses.

This report is intended solely for the information and use of the Kane County Board, management, others within the organization, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Werner, Rogers, Doran + Ruppert, LLC

April 25, 2011

KANE COUNTY, ILLINOIS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended November 30, 2010

Federal Grantor/ Pass-Through Grantor/Program Title	Federal CFDA Number	Grant Number	Expenditures
U.S. DEPARTMENT OF AGRICULTURE			
Pass-Through the Illinois State Board of Education			
Kane County Juvenile Justice Center			
Food Commodities Distribution	10.550	31045005P00	\$ 8,398
School Breakfast Program 2010	10.553	31045005P00	26,326
School Breakfast Program 2011	10.553	31045005P00	2,351
Total CFDA #10.553			<u>28,677</u>
National School Lunch Program 2010	10.555	31045005P00	40,133
National School Lunch Program 2011	10.555	31045005P00	3,636
Total CFDA #10.555			<u>43,769</u>
Pass-Through the Illinois Department of Human Services			
Kane County Health Department			
Nutrition Program for Women, Infants and Children (SY10)	10.557	011GL282900	152,758
Nutrition Program for Women, Infants and Children (SY11)	10.557	111GM282900	77,571
Breastfeeding Peer Grant (SY10)	10.557	L11GL282980	5,000
Breastfeeding Peer Grant (SY11)	10.557	M11GM282980	322
Nutrition Program for Women, Infants and Children - Supplemental	10.557	N/A	946,848
Total CFDA #10.557			<u>1,182,499</u>
Direct Award from the Natural Resource Conservation Service			
Kane County Development Department			
Farm and Ranch Lands Protection Program	10.913	73-5A12-7-1801	798,173
Total U.S. Department of Agriculture			<u>2,061,516</u>
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			
Direct Award from the U.S. Department of Housing and Urban Development			
Kane County Community Development Department			
Community Development Block Grants/Entitlement Grants - 2010	14.218	B-UC-17-0008	71,330
Community Development Block Grants/Entitlement Grants - 2009	14.218	B-UC-17-0008	491,400
Community Development Block Grants/Entitlement Grants - 2008	14.218	B-UC-17-0008	3,434
Community Development Block Grants/Entitlement Grants - 2007	14.218	B-UC-17-0008	134,561
Community Development Block Grants/Entitlement Grants - 2006	14.218	B-UC-17-0008	33,977
Community Development Block Grants/Entitlement Grants - 2005	14.218	B-UC-17-0008	3,989
Community Development Block Grants/Entitlement Grants - 2004	14.218	B-UC-17-0008	57,164
Total Community Development Block Grants/Entitlement Grants			<u>795,855</u>
ARRA - Community Development Block Grant - Recovery Act - 2009	14.218	B-09-UY-17-0008	71,518
Neighborhood Stabilization Program	14.218	B-08-UN-17-0003	1,345,116
Total CFDA #14.218			<u>2,212,489</u>
Homeless Management Information System - 2009	14.235	IL0335B5T170802	33,956
Homeless Management Information System - 2008	14.235	IL0335B5T170801	102,028
Total CFDA #14.235			<u>135,984</u>
HOME Investment Partnership Program - 2009	14.239	M-DC170220	105,655
HOME Investment Partnership Program - 2008	14.239	M-DC170220	733,672
HOME Investment Partnership Program - 2006	14.239	M-DC170220	34,665
HOME Investment Partnership Program - 2005	14.239	M-DC170220	2,941
Total CFDA #14.239			<u>876,933</u>
ARRA - Homelessness Prevention and Rapid Re-Housing Program	14.257	S09-UY-17-0008	162,275

KANE COUNTY, ILLINOIS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended November 30, 2010

Federal Grantor/ Pass-Through Grantor/Program Title	Federal CFDA Number	Grant Number	Expenditures
Pass-Through the Illinois Department of Public Health Kane County Health Department Lead Based Paint Hazard Control in Private Owned Housing - Get The Lead Out	14.900	95380480	\$ 133,889
Total U.S. Department of Housing and Urban Development			<u>3,521,570</u>
U.S. DEPARTMENT OF INTERIOR:			
Direct Award from the U.S. Fish & Wildlife Service Kane County Environmental Management Department ARRA - Ferson-Otter Creek Dam Modification Project	15.656	N/A	2,400
Total U.S. Department of Interior			<u>2,400</u>
U.S. DEPARTMENT OF JUSTICE:			
Direct Award from the U.S. Department of Justice Kane County Court Services Juvenile Accountability Initiative Block Grant Juvenile Accountability Initiative Block Grant Total CFDA #16.523	16.523 16.523	507040 508040	13,652 3,567 <u>17,219</u>
Pass-Through the Illinois Criminal Justice Information Authority Kane County State's Attorney's Office VOCA Child Advocacy Center Services VOCA Child Advocacy Center Services Total CFDA #16.575	16.575 16.575	210056 209056	6,675 16,687 <u>23,362</u>
Multi-Jurisdictional Drug Prosecution Prosecutor Based Victim Assistance Kane County Court Services Specialized Sex Offender Program Total CFDA #16.579	16.579 16.579 16.579	407022 210035 407154	143,290 74,671 13,787 <u>231,748</u>
Direct Award from the U.S. Department of Justice Kane County Court Services Treatment Alternative Court	16.580	2008-DD-BX-0193	<u>114,446</u>
Kane County State's Attorney's Office Weed and Seed	16.595	2010-WS-QX-0079	<u>145,419</u>
Pass-Through the Illinois Criminal Justice Information Authority Kane County Sheriff's Office ARRA - Edward Byrne Memorial Justice Assistance Grant Kane County State's Attorney's Office ARRA - Edward Byrne Memorial Justice Assistance Grant Total CFDA #16.803	16.803 16.803	JAG809837 JAG809122	40,000 30,000 <u>70,000</u>
Total U.S. Department of Justice			<u>602,194</u>
U.S. DEPARTMENT OF LABOR:			
Pass-Through the Illinois Department of Commerce & Economic Opportunity Kane County Department of Employment and Education Trade Adjustment Assistance Trade & Globalization Adjustment Assistance Total CFDA # 17.245	17.245 17.245	10-661005 10-662005	139,526 138,669 <u>278,195</u>

KANE COUNTY, ILLINOIS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended November 30, 2010

Federal Grantor/ Pass-Through Grantor/Program Title	Federal CFDA Number	Grant Number	Expenditures
<i>Workforce Investment Act Cluster</i>			
Workforce Investment Act Title I-B Grants-Admin	17.255	08-681005	\$ 58,307
Workforce Investment Act Title I-B Grants-Admin	17.255	09-681005	256,576
Workforce Investment Act Title I-B Grants-Admin	17.255	10-681005	131,988
ARRA - Workforce Investment Act Title I-B Grants-Admin	17.255	08-761005	19,685
ARRA - Workforce Investment Act Title I-B Grants-Admin	17.255	08-762005	11,657
Total CFDA #17.255			478,213
Workforce Investment Act Title I-B Grants-Adult	17.258	08-681005	352,070
Workforce Investment Act Title I-B Grants-Adult	17.258	09-681005	816,165
Workforce Investment Act Title I-B Grants-Adult	17.258	10-681005	243,195
ARRA - Workforce Investment Act Title I-B Grants-Adult	17.258	08-761005	56,888
Total CFDA #17.258			1,468,318
Workforce Investment Act Title I-B Grants-Youth	17.259	08-681005	5,953
Workforce Investment Act Title I-B Grants-Youth	17.259	09-681005	1,312,303
Workforce Investment Act Title I-B Grants-Youth	17.259	10-681005	552,984
ARRA - Workforce Investment Act Title I-B Grants-Youth	17.259	08-762005	759,430
ARRA - Workforce Investment Act Title I-B Grants-Youth Assistance	17.259	08-735105	23,201
ARRA - Workforce Investment Act Title I-B Grants-Youth Assistance	17.259	08-735505	22,062
Total CFDA #17.259			2,675,933
Workforce Investment Act Title I-B Grants-Dislocated	17.260	08-681005	42,134
Workforce Investment Act Title I-B Grants-Dislocated	17.260	09-681005	1,706,447
ARRA - Workforce Investment Act Title I-B Grants-Dislocated	17.260	08-761005	1,170,052
Total CFDA #17.260			2,918,633
Workforce Investment Act Title I-B Grants-Dislocated	17.278	10-681005	563,259
Total Workforce Investment Act Cluster			8,104,356
Workforce Investment Act Title I-B Incentive	17.267	07-632005	107,439
Workforce Investment Act Title I-B Incentive	17.267	08-672005	60,635
High Speed Internet Grant	17.267	09-632005	5,746
Total CFDA # 17.267			173,820
Total U.S. Department of Labor			8,556,371
U.S. DEPARTMENT OF TRANSPORTATION:			
Pass-Through the Illinois Department of Transportation			
Kane County Division of Transportation			
Highway Planning and Construction Grants			
Bike Path	20.205	N/A	185,881
Bridges	20.205	N/A	1,334,604
Interconnects	20.205	N/A	1,011,332
Roads	20.205	N/A	908,757
Right of Ways	20.205	N/A	974,967
Stearns Road Bridge Corridor	20.205	N/A	19,718,371
Total CFDA #20.205			24,133,912
Pass-Through the Illinois Emergency Management Agency			
Kane County LEPC			
Hazardous Material Emergency Preparedness Planning	20.703	HMEPKANE10	9,523
Total U.S. Department of Transportation			24,143,435

KANE COUNTY, ILLINOIS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended November 30, 2010

Federal Grantor/ Pass-Through Grantor/Program Title	Federal CFDA Number	Grant Number	Expenditures
U.S. ENVIRONMENTAL PROTECTION AGENCY			
Pass-Through the Chicago Metropolitan Agency for Planning Kane County Environmental Management Department Dixie Briggs Fromm Stream Restoration	66.460	S-674; 31-8674-07-00	\$ 7,008
Pass-Through the Illinois Department of Public Health Kane County Health Department Potable Water Supply	66.605	5380378	11,213
Total U.S. Environmental Protection Agency			<u>18,221</u>
U.S. DEPARTMENT OF ENERGY			
Direct Award from the U.S. Department of Energy Kane County Environmental Management Department Department of Energy Cluster ARRA - Electric Efficiency Program	81.041	09-465007	27,469
ARRA - Energy Efficiency and Conservation Block Grant Program	81.128	DE-EE0000818	1,466,250
Total U.S. Department of Energy			<u>1,493,719</u>
ELECTION ASSISTANCE COMMISSION			
Pass-Through the Illinois State Board of Elections Kane County - County Clerk Help America Vote Act - Alternative Language Accessibility II	90.401	N/A	\$ 49,726
Total Election Assistance Commission			<u>49,726</u>
U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES:			
Pass-Through the Illinois Department of Public Health Kane County Health Department Cities Readiness (SY 10)	93.069	7181106	73,405
Cities Readiness (SY 11)	93.069	7181106	30,406
Bioterrorism Preparedness (SY 10)	93.069	7181043	243,418
Bioterrorism Preparedness (SY 11)	93.069	7181043	112,135
Public Health Emergency Response Phase 1 & 2	93.069	7181165	103,190
Public Health Emergency Response Phase 3	93.069	7181260	832,912
Total CFDA #93.069			<u>1,395,466</u>
Tuberculosis Directly Observed Therapy	93.116	5180455	237,590
Vector Surveillance Program	93.283	95380211	5,247
Vector Surveillance Program - West Nile Virus (SY 10)	93.283	5380431	32,364
Vector Surveillance Program - West Nile Virus (SY 11)	93.283	5380431	73,569
Total CFDA #93.283			<u>111,180</u>
Pass-Through the Illinois Department of Human Services Kane County Department of Employment and Education Serving the Client Program	93.558	081XLFD0032	4,961
Serving the Client Program	93.558	181XMFD0032	942
Total CFDA #93.558			<u>5,903</u>
Pass-Through the Illinois Department of Healthcare and Family Services Kane County State's Attorney Title IV-D of the Social Security Act	93.563	08KSAO00004	473,544
Title IV-D of the Social Security Act	93.563	11KSAO00004	299,115
Total CFDA #93.563			<u>772,659</u>

KANE COUNTY, ILLINOIS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended November 30, 2010

Federal Grantor/ Pass-Through Grantor/Program Title	Federal CFDA Number	Grant Number	Expenditures
Pass-Through the Illinois Department of Human Services			
Kane County Health Department			
Healthy Child Care Illinois	93.575	L11GL282420	\$ 4,089
Healthy Child Care Illinois	93.575	M11GM282420	16,725
Early Childhood Network Grant (AOK)	93.575	L11GL282570	69,948
Early Childhood Network Grant (AOK)	93.575	M11GM282570	47,192
Total CFDA #93.575			<u>137,954</u>
Pass-Through the Illinois State Board of Elections			
Kane County - County Clerk			
Help America Vote Act - Voting Access for Individuals with Disabilities	93.617	N/A	<u>25,054</u>
Pass-Through the Illinois Department of Human Services			
Kane County Health Department			
Teen Parent Services Grant	93.667	L11GL282840	132,633
Teen Parent Services Grant	93.667	M11GM282840	30,000
Title XX Block Grant	93.667	L11GL282300	30,000
			<u>192,633</u>
Pass-Through the Illinois Department of Public Health			
Kane County Health Department			
ARRA - Varicella Surveillance Grant	93.712	5180464	24,090
ARRA - Immunization Grant	93.712	5180351	37,000
Total CFDA #93.712			<u>61,090</u>
Pass-Through the Illinois Department of Healthcare and Family Services			
Kane County Health Department			
Medicaid - Medical Assistance Program	93.778	N/A	<u>1,149,133</u>
Pass-Through the Illinois Department of Human Services			
Kane County Health Department			
HealthWorks Grant	93.994	L11GL282390	62,854
HealthWorks Grant	93.994	M11GM282390	20,263
Pass-Through the Illinois Department of Public Health			
Kane County Health Department			
Dental Sealant Grant	93.994	3480153	20,000
Total CFDA #93.994			<u>103,117</u>
Total U.S. Department of Health and Human Services			<u>4,191,779</u>
DEPARTMENT OF HOMELAND SECURITY			
Pass-Through the Illinois Emergency Management Agency			
Kane County Office of Emergency Management			
Flood Mitigation Assistance Program	97.029	FMAPKANE	432,963
Emergency Management Assistance Grant Program	97.042	EMAKANE	91,146
Interoperable Emergency Communications Grant Program	97.055	IECGPKAN	40,668
Citizen's Corps Program	97.067	CCPKANE	2,079
Total Department of Homeland Security			<u>566,856</u>
TOTAL FEDERAL AWARDS			<u><u>\$ 45,207,787</u></u>

KANE COUNTY, ILLINOIS

Notes to Schedule of Expenditures of Federal Awards
For the Year Ended November 30, 2010

Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Kane County (federal awards, if any, of the Kane County Forest Preserve District, a component unit of Kane County for financial reporting purposes, are not included), and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Subrecipients

Of the federal expenditures presented in the schedule, the following federal awards were provided to subrecipients.

Federal Grantor/Program Title	Federal CFDA Number	Amount Provided to Subrecipients
U.S. Department of Housing and Urban Development -		
Community Development Block Grants	14.218	\$ 436,874
ARRA - Community Development Block Grant	14.218	71,518
Neighborhood Stabilization Program	14.218	1,302,216
HOME Investment Partnership Program	14.239	253,483
ARRA Homelessness Prevention and Rapid Re-Housing Program	14.257	155,005
U.S. Department of Labor -		
Workforce Investment Act Title I-B Grants - Youth	17.259	1,871,240
ARRA Workforce Investment Act Title I-B Grants-Youth	17.259	759,430
ARRA Workforce Investment Act Title I-B Grants-Youth Assistance	17.259	45,263
U.S. Department of Justice -		
Juvenile Accountability Incentive Block Grant	16.523	17,219
Total provided to subrecipients		<u>\$ 4,912,248</u>

Insurance and Loans

Of the federal expenditures presented in the schedule, the District did not have any federal insurance in effect during the year, and did not have any federal loans or loan guarantees outstanding at year end.

Property

The County has received property in the form of road and bridge construction projects through the resources provided by the U.S. Department of Transportation. There are several ongoing construction projects, notably Stearns Road Bridge Corridor, for which the County has recorded federal expenditures for the construction in progress performed by the State of Illinois with the use of federal funding. The County will be the beneficiary of the construction projects when they are completed. Certain estimates relating to the percentage of completion of the projects and the ultimate percentage of the federal share of the projects have been made in recording the expenditures in the accompanying Schedule of Expenditures of Federal Awards for the grants provided by the U.S. Department of Transportation.

KANE COUNTY, ILLINOIS

Schedule of Findings and Questioned Costs For the Year Ended November 30, 2010

Summary of Auditor's Results

1. The auditor's report expresses an unqualified opinion on the basic financial statements of Kane County.

INTERNAL CONTROL OVER FINANCIAL REPORTING:

2. A material weakness was disclosed during the audit of the financial statements.
3. No significant deficiencies that were not considered to be material weaknesses were disclosed during the audit of the financial statements.
4. No instances of noncompliance material to the financial statements of Kane County, which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.

FEDERAL AWARDS

5. No material weaknesses were disclosed during the audit of compliance over major federal award programs.
6. No significant deficiencies that were not considered to be material weaknesses were disclosed during the audit of compliance over major federal award programs.
7. The auditor's report on compliance for the major federal award programs for Kane County expresses an unqualified opinion on the County's major federal programs.
8. There was one audit finding relative to the major federal award programs for Kane County that was required to be reported in accordance with Circular A-133, § .510(a).

9. The following programs were tested as major programs:

U.S. Department of Agriculture	
Farm and Ranch Lands Protection Program	CFDA No. 10.913
U.S. Department of Housing and Urban Development	
Community Development Block Grants	CFDA No. 14.218
ARRA Homelessness Prevention and Rapid Re-Housing Program	CFDA No. 14.257
U.S. Department of Labor	
Workforce Investment Act Cluster	CFDA Nos. 17.255, 17.258, 17.259, 17.260, & 17.278
U.S. Department of Transportation	
Highway Planning and Construction Grants	CFDA No. 20.205
U.S. Department of Energy	
Department of Energy Cluster	CFDA Nos. 81.041 & 81.128
U.S. Department of Health and Human Services	
Public Health Emergency Grants	CFDA No. 93.069

10. The threshold for distinguishing between Types A and B programs was \$1,356,233.
11. Kane County was not determined to be a low-risk auditee.

KANE COUNTY, ILLINOIS

Schedule of Findings and Questioned Costs For the Year Ended November 30, 2010

Financial Statement Finding

Finding 2010-1

Criteria: OMB Circular A-133 § 300 states "the auditee shall identify, in its accounts, all Federal awards received and expended and the Federal programs under which they were received."

Condition: During our audit of the Kane County Department of Employment and Education (KCDEE), it was noted KCDEE changed its general ledger accounting system just before the close of the fiscal year ended November 30, 2009. It was also noted certain journal entries for fiscal year 2009 activity that were previously posted to the prior general ledger system were recorded to the new general ledger in fiscal year 2010. This duplicate recording lead to general ledger reporting errors for revenues and expenditures, and resulted in difficulty in summarizing federal awards expended during the fiscal year. In addition, non-ledger spreadsheets were used to produce information for grant reporting. The final general ledger amounts were adjusted to produce auditable grant-related information.

Context: The 11/30/2010 year-end general ledger contained overstated amounts for grant revenues and grant expenditures for KCDEE.

Effect: The 11/30/2010 year-end general ledger overstated grant revenues and grant expenditures could have resulted in material misstatement of the financial statements.

Cause: KCDEE used two separate accounting systems and recorded certain grant activity in the wrong accounting period.

Recommendation: In order to reduce the risk of error, we recommend KCDEE report all of its financial information using one computerized general ledger system. Also, KCDEE should create balance sheet accounts for each of its grants to improve grant reporting and reconciliation.

County Response: Management concurs with the finding. KCDEE is working on improving the grant reporting process by recording all transactions in the County's "New World" general ledger system. Account codes for use by KCDEE have been created and were used during the last two months of fiscal year 2009 and all of fiscal year 2010. KCDEE is in the process of summarizing beginning balances and creating balance sheet accounts for each grant.

Federal Award Finding

Finding 2010-2

Federal Program Name and CFDA #: Public Health Emergency Grants, CFDA# 93.069

Federal Agency: U.S. Department of Health and Human Services

Passed Through: Illinois Department of Public Health

Criteria: Federal grant expenditure reporting must be based on actual expenditures incurred by the reporting entity.

Condition: During the course of the audit, it was noted certain monthly expenditure reports submitted by the County Health Department did not report actual expenditures incurred within the stated time period.

Questioned Costs: \$1,539.32

KANE COUNTY, ILLINOIS

Schedule of Findings and Questioned Costs For the Year Ended November 30, 2010

Context: Public Health Emergency Grant reports submitted by the County Health Department to the state of Illinois contained errors as follows: the County Health Department allocated the salaries and benefits of employees to many Health Department grants, however, the salaries and benefits allocated to the Bioterrorism Preparedness and Public Health Emergency Response Phase 3 Grant programs for two employees exceeded 100% of their salaries and benefits for the stated time period. One employee's salary allocated to the Public Health Emergency Grant program (Cities Readiness) was overstated by \$1,000.00 due to a keypunch error. Additionally, formal time studies were not consistently performed and used to develop employee salary and benefit percentages to be allocated to grants; allocations were based on estimates.

Effect: The County submitted Public Health Emergency Grant expenditure claims to the state of Illinois for reimbursement in excess of actual costs incurred.

Cause: Formal review procedures of the Public Health Emergency Grant expenditure claim forms did not detect the mistakes. Formal time studies were not documented.

Recommendation: We recommend the County take steps to ensure expenditure reports are based on actual costs incurred. Expenditure reports should be reviewed for errors prior to submission. Time studies should be performed and be used as the basis for allocating salaries and benefits to grant programs.

County Response: Management concurs with the finding. The County Health Department will implement internal procedures to ensure expenditure reports are based on actual costs incurred. Expenditure reports will be reviewed by an appropriate management level employee prior to submission. Time studies will be performed and will be used to develop allocation percentages for charging costs to grant programs.

KANE COUNTY, ILLINOIS

Summary Schedule of Prior Year Audit Findings For the Year Ended November 30, 2010

Prior Year Financial Statement Findings

There was one financial statement finding reported for the fiscal year ended November 30, 2009.

Finding 2009-1

OMB Circular A-133 §.300 states "the auditee shall identify, in its accounts, all Federal awards received and expended and the Federal programs under which they were received." During our audit of the Kane County Department of Employment and Education (KCDEE), it was noted KCDEE was in the process of changing its general ledger accounting system, leading to difficulty in summarizing federal awards expended during the fiscal year. KCDEE utilized two separate accounting systems in addition to non-ledger spreadsheets to produce information for financial reporting. Although the separate systems used were able to ultimately produce auditable grant-related information, the use of such systems is cumbersome and can lead to reporting errors. Additionally, KCDEE had not closed its separate cash account as of March 2010.

Current Status:

The finding has been modified and repeated as Finding 2010-1.

Prior Year Federal Award Findings

There were no federal award findings reported for the fiscal year ended November 30, 2009.

KANE COUNTY, ILLINOIS

Corrective Action Plan
For the Year Ended November 30, 2010

Finding 2010-1

Condition: During our audit of the Kane County Department of Employment and Education (KCDEE), it was noted KCDEE changed its general ledger accounting system just before the close of the fiscal year ended November 30, 2009. It was also noted certain journal entries for fiscal year 2009 activity that were previously posted to the prior general ledger system were recorded to the new general ledger in fiscal year 2010. This duplicate recording lead to general ledger reporting errors for revenues and expenditures, and resulted in difficulty in summarizing federal awards expended during the fiscal year. In addition, non-ledger spreadsheets were used to produce information for grant reporting. The final general ledger amounts were adjusted to produce auditable grant-related information.

Corrective Action Plan: Management of KCDEE is working on improving the process by recording all transactions in the County's "New World" general ledger system. KCDEE is in the process of summarizing beginning balances and creating balance sheet accounts for each grant. The process is expected to be completed by August 2011.

Finding 2010-2

Condition: During the course of the audit, it was noted certain monthly expenditure reports submitted by the County Health Department did not report actual expenditures incurred within the stated time period.

Corrective Action Plan: The County Health Department will implement internal procedures to ensure expenditure reports are based on actual costs incurred. Expenditure reports will be reviewed by an appropriate management level employee prior to submission. Time studies will be performed and will be used to develop allocation percentages for charging costs to grant programs. The process is expected to be completed by June 2011.