



STATE OF ILLINOIS
**OFFICE OF THE
 AUDITOR GENERAL**

Frank J. Mautino, Auditor General

SUMMARY REPORT DIGEST

REGIONAL OFFICE OF EDUCATION #50
ST. CLAIR COUNTY

FINANCIAL AUDIT (In accordance with the Uniform
 Guidance)

Release Date: March 29, 2017

For the Year Ended: June 30, 2016

FINDINGS THIS AUDIT: 1				AGING SCHEDULE OF REPEATED FINDINGS					
				Repeated Since	Category 1	Category 2	Category 3	No Repeat Findings	
	<u>New</u>	<u>Repeat</u>	<u>Total</u>						
Category 1:	0	0	0						
Category 2:	1	0	1						
Category 3:	0	0	0						
TOTAL	1	0	1						
FINDINGS LAST AUDIT: 1									

SYNOPSIS

- (16-1) The Regional Office of Education #50 did not obtain required certifications from subrecipients of federal awards.

Category 1: Findings that are **material weaknesses** in internal control and/or a **qualification** on compliance with State laws and regulations (material noncompliance).
Category 2: Findings that are **significant deficiencies** in internal control and/or **noncompliance** with State laws and regulations.
Category 3: Findings that have **no internal control issues but are in noncompliance** with federal and/or State laws and regulations.

{ Revenues and expenditures are summarized on the reverse page. }

REGIONAL OFFICE OF EDUCATION #50
ST. CLAIR COUNTY

FINANCIAL AUDIT
(In accordance with the Uniform Guidance)
For The Year Ended June 30, 2016

	FY 2016	FY 2015
TOTAL REVENUES	\$5,263,896	\$4,913,047
Local Sources	\$1,042,524	\$1,022,297
% of Total Revenues	19.81%	20.81%
State Sources	\$1,271,054	\$1,181,178
% of Total Revenues	24.15%	24.04%
Federal Sources	\$2,950,318	\$2,709,572
% of Total Revenues	56.05%	55.15%
TOTAL EXPENDITURES	\$5,077,535	\$4,603,970
Salaries and Benefits	\$3,387,952	\$3,110,600
% of Total Expenditures	66.72%	67.56%
Purchased Services	\$954,483	\$1,046,003
% of Total Expenditures	18.80%	22.72%
All Other Expenditures	\$735,100	\$447,367
% of Total Expenditures	14.48%	9.72%
TOTAL NET POSITION	\$(1,559,605)	\$(1,745,966)
INVESTMENT IN CAPITAL ASSETS	\$28,592	\$48,403
Percentages may not add due to rounding.		

REGIONAL SUPERINTENDENT
During Audit Period: Honorable Susan Sarfaty Currently: Honorable Susan Sarfaty

**FINDINGS, CONCLUSIONS, AND
RECOMMENDATIONS**

REQUIRED CERTIFICATIONS NOT OBTAINED

The Regional Office of Education #50 did not obtain required certifications from subrecipients of federal awards.

For Fiscal year 2016, the *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), contained in 2 CFR Part 200, became effective for all federal award programs administered by the St. Clair County Regional Office of Education #50 (the Regional Office). The Uniform Guidance (2 CFR 200.415(a)) requires the Regional Office to provide a specific certification to funding agencies on all annual and final fiscal reports or vouchers requesting payment, and, conversely, requires the Regional Office to obtain such certification from their subrecipients of this program.

Auditors noted the Regional Office was providing the certification to the Illinois State Board of Education, the funding agency for Title I School Improvement and Accountability, when required. However, it was noted that the certifications were not obtained from the subrecipients of this program.

The Regional Office was unable to dedicate the time needed to fully implement the Uniform Guidance due to competing priorities. (Finding 16-001, pages 14-15).

The auditors recommended that the Regional Office develop policies and procedures to ensure all annual and final fiscal reports or vouchers requesting payment received from subrecipients of federal awards include the certification required by 2 CFR 200.415(a).

The Regional Office of Education #50 responded it understands the finding and will provide the specific certification language required by 2 CFR 200.415(a) on all currently required monthly expenditure reports that are submitted with an authorized approved signature along with supporting documentation from subrecipients.

AUDITORS' OPINION

Our auditors state the Regional Office of Education #50's financial statements as of June 30, 2016 are fairly presented in all material respects.

This financial report was conducted by the firm of
Doehring, Winders & Co. LLP.

SIGNED ORIGINAL ON FILE

AMEEN DADA
Division Director

This report is transmitted in accordance with Section 3-
14 of the Illinois State Auditing Act.

SIGNED ORIGINAL ON FILE

FRANK J. MAUTINO
Auditor General

FJM:JRB