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Cook County, Illinois

Report on Federal Awards

(In accordance with the Single Audit Act
Amendments of 1996, and OMB Circular A-133)

For the Fiscal Year Ended November 30, 2015



COOK COUNTY, ILLINOIS

SINGLE AUDIT REPORT

NOVEMBER 30, 2015

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INDEPENDENT AUDITOR'S REPORT
ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

To the Board of Commissioners of
Cook County, Illinois

Report on the Schedule of Expenditures of Federal Awards

We have audited the accompanying Schedule of Expenditures of Federal Awards (Schedule) of **Cook County, Illinois** (the County) for the year ended November 30, 2015, and the related notes (to the financial statement).

Management's Responsibility

Management is responsible for the preparation and fair presentation of this financial statement in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of a financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on this financial statement based on our audit. We conducted our audit 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 the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of risks of the material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

Auditor's Responsibility (Continued)

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statement referred to above presents fairly, in all material respects, the expenditures of federal awards of the County for the year ended November 30, 2015 in accordance with accounting principles generally accepted in the United States of America.

Washington, Pittman & McKeever, LLC
WASHINGTON, PITTMAN & McKEEVER, LLC

Chicago, Illinois
June 3, 2016

COOK COUNTY, ILLINOIS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended November 30, 2015

Federal Grantor/Pass-Through Grantor/Program Name	CFDA Number	Pass-Through Grantor's Number	County Business Unit	Responsible County Department	Federal Expenditures	
<u>U.S. DEPARTMENT OF AGRICULTURE</u>						
Pass-Through Programs From:						
<i>Illinois State Board of Education</i>						
Child Nutrition Cluster:						
School Breakfast Program						
Child Nutrition Program	10.553	15-016-472P-00	7731401	Juvenile Temporary Detention Center	\$ 213,481	
Child Nutrition Program	10.553	15-016-472P-00	7731501	Juvenile Temporary Detention Center	18,632	
Total School Breakfast Program					232,113	
National School Lunch Program						
Child Nutrition Program	10.555	15-016-472P-00	7741401	Juvenile Temporary Detention Center	401,542	
Child Nutrition Program	10.555	15-016-472P-00	7741501	Juvenile Temporary Detention Center	33,744	
Child Nutrition Program - Non cash Award	10.555	15-016-472P-00	N/A	Juvenile Temporary Detention Center	27,435	
Total National School Lunch Program					462,721	
Total Child Nutrition Cluster					694,834	
<i>Illinois Department of Human Services</i>						
Special Supplemental Nutrition Program for Women, Infants and Children						
IDHS Supplemental WIC	10.557	FCSTQ00833	9461408	Stroger Hospital	170,671	
IDHS Supplemental WIC	10.557	FCSUQ00833	9461508	Stroger Hospital	104,497	
IDHS Supplemental WIC	10.557	FCSTQ00832	9791401	Public Health	1,796,909	
IDHS Supplemental WIC	10.557	FCSUQ00832	9791501	Public Health	974,324	
Supplemental Food WIC - Non-cash Award	10.557	N/A	N/A	Public Health	8,460,275	
Total Special Supplemental Nutrition Program for Women, Infants and Children					11,506,676	
<i>Illinois Department of Public Health</i>						
Summer Food Service Program for Children						
IDHS Food Inspections	10.559	45280141B	9961401	Public Health	1,881	
Total U.S. Department of Agriculture					12,203,391	
<u>U.S. DEPARTMENT OF COMMERCE</u>						
Direct Program:						
Economic Development Technical Assistance						
Chicago Metro Metal Consortium	11.303	N/A	6071401	Department of Planning and Development	8,287	
Total U.S. Department of Commerce					8,287	
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>						
Direct Programs:						
Community Development Block Grants/Entitlement Grants						
CDBG Demolition Program	14.218	*	N/A	7960001	State's Attorney	40,689
CDBG Disaster Relief	14.218	*	N/A	9101401	Department of Planning and Development	3,557,932
Neighborhood Stabilization Program 1 (NSP 1)	14.218	*	N/A	7530902	Department of Planning and Development	164,417
Neighborhood Stabilization Program 3 (NSP 3)	14.218	*	N/A	7531102	Department of Planning and Development	1,815
Community Development Block Grant	14.218	*	N/A	9421208	Department of Planning and Development	88,398
Community Development Block Grant	14.218	*	N/A	9421301	Department of Planning and Development	19,887
Community Development Block Grant	14.218	*	N/A	9421302	Department of Planning and Development	176,042
Community Development Block Grant	14.218	*	N/A	9421304	Department of Planning and Development	24,296
Community Development Block Grant	14.218	*	N/A	9421305	Department of Planning and Development	59,730
Community Development Block Grant	14.218	*	N/A	9421306	Department of Planning and Development	2,102,277
Community Development Block Grant	14.218	*	N/A	9421307	Department of Planning and Development	85,642
Community Development Block Grant	14.218	*	N/A	9421308	Department of Planning and Development	383,233
Community Development Block Grant	14.218	*	N/A	9421401	Department of Planning and Development	1,124,684
Community Development Block Grant	14.218	*	N/A	9421402	Department of Planning and Development	212,064
Community Development Block Grant	14.218	*	N/A	9421404	Department of Planning and Development	1,189,292
Community Development Block Grant	14.218	*	N/A	9421406	Department of Planning and Development	845,300
Community Development Block Grant	14.218	*	N/A	9421407	Department of Planning and Development	274,569
Community Development Block Grant	14.218	*	N/A	9421408	Department of Planning and Development	644,146
Community Development Block Grant	14.218	*	N/A	9421411	Department of Planning and Development	185,231
Community Development Block Grant	14.218	*	N/A	9421501	Department of Planning and Development	244,003
Community Development Block Grant	14.218	*	N/A	9428225	Department of Planning and Development	906,812
Total Community Development Block Grants/Entitlement Grants					12,330,459	
Emergency Solutions Grant Program						
Emergency Solutions	14.231	N/A	9411304	Department of Planning and Development	16,137	
Emergency Solutions	14.231	N/A	9411305	Department of Planning and Development	15,707	
Emergency Solutions	14.231	N/A	9411306	Department of Planning and Development	33,986	
Emergency Solutions	14.231	N/A	9411307	Department of Planning and Development	661	
Emergency Solutions	14.231	N/A	9411401	Department of Planning and Development	101,101	
Emergency Solutions	14.231	N/A	9411403	Department of Planning and Development	30,700	
Emergency Solutions	14.231	N/A	9411404	Department of Planning and Development	261,394	
Emergency Solutions	14.231	N/A	9411405	Department of Planning and Development	103,355	
Emergency Solutions	14.231	N/A	9411406	Department of Planning and Development	151,650	
Emergency Solutions	14.231	N/A	9411407	Department of Planning and Development	32,033	
Emergency Solutions	14.231	N/A	9418224	Department of Planning and Development	926	
Total Emergency Solutions Grant Program					747,650	
HOME Investment Partnerships Program						
HOME Investment Partnerships Program	14.239	N/A	7721301	Department of Planning and Development	825,362	
HOME Investment Partnerships Program	14.239	N/A	7721401	Department of Planning and Development	3,005,714	
HOME Investment Partnerships Program	14.239	N/A	7721501	Department of Planning and Development	4,761	
HOME Investment Partnerships Program	14.239	N/A	7728202	Department of Planning and Development	10,704,195	
HOME Investment Partnerships Program	14.239	N/A	7728204	Department of Planning and Development	1,135,383	
Total HOME Investment Partnerships Program					15,675,415	
Total U.S. Department of Housing and Urban Development					28,753,524	

See Accompanying Notes to Schedule of Expenditures of Federal Awards

COOK COUNTY, ILLINOIS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended November 30, 2015

Federal Grantor/Pass-Through Grantor/Program Name	CFDA Number	Pass-Through Grantor's Number	County Business Unit	Responsible County Department	Federal Expenditures
U.S. DEPARTMENT OF JUSTICE					
Direct Programs:					
Justice Systems Response to Families					
Family Court Enhancement Project	16.021	N/A	8381401	Chief Judge	103,924
Services for Trafficking Victims					
Human Trafficking Task Force	16.320	N/A	6251201	State's Attorney	212,123
Human Trafficking Task Force	16.320	N/A	6251501	State's Attorney	12,247
Total Services for Trafficking Victims					224,370
Missing Children's Assistance					
Internet Crimes	16.543	N/A	6361101	State's Attorney	14,681
Internet Crimes	16.543	N/A	6361401	State's Attorney	272,318
Internet Crimes	16.543	N/A	6361501	State's Attorney	25,244
Total Missing Children's Assistance					312,243
Drug Court Discretionary Grant Program					
Drug Court Enhancement	16.585	N/A	6181301	Chief Judge	103,278
Treatment Court Enhancement (TCE) Program	16.585	N/A	6501301	State's Attorney	58,803
Treatment Court Enhancement (TCE) Program	16.585	N/A	6501501	State's Attorney	4,943
Total Drug Court Discretionary Grant Program					167,024
State Criminal Alien Assistance Program					
State Criminal Alien Assistance Program	16.606	N/A	N/A	Chief Financial Officer/Sheriff	1,436,985
Protecting Inmates & Safeguarding Communities					
Discretionary Grant Program					
Prison Rape Elimination	16.735	N/A	6571101	Sheriff	37,280
Economic High-Tech and Cyber Crime Prevention					
Property Crime Enforcement	16.752	N/A	6281301	State's Attorney	47,530
Property Crime Enforcement	16.752	N/A	6971201	Sheriff	61,100
Total Economic High-Tech and Cyber Crime Prevention					108,630
Second Chance Act Reentry Initiative					
Second Chance Reentry	16.812	N/A	6811001	Chief Judge	803
Smart Prosecution Initiative					
SMART Prosecution	16.825	N/A	6061401	State's Attorney	118,591
Total Direct Programs					2,509,850
Pass-Through Programs From:					
Illinois Department of Human Services					
Juvenile Accountability Block Grants					
Project Reclaim	16.523	FCSTR03613	6011401	Judicial Advisory Council	119,357
Project Reclaim	16.523	FCSTR03435	6671401	Chief Judge	72,420
Juvenile Accountability	16.523	FCSTR03585	6791401	Judicial Advisory Council	143,222
Juvenile Accountability	16.523	FCSTR03585	6791402	Public Defender	21,458
Juvenile Accountability	16.523	FCSTR03585	6791403	State's Attorney	56,739
Juvenile Accountability	16.523	FCSTR03585	6791404	Chief Judge/Juvenile Probation	86,850
Juvenile Accountability	16.523	FCSUR03585	6791501	Judicial Advisory Council	23,681
Juvenile Accountability	16.523	FCSUR03585	6791502	Public Defender	16,654
Juvenile Accountability	16.523	FCSUR03585	6791503	State's Attorney	27,593
Juvenile Accountability	16.523	FCSUR03585	6791504	Chief Judge/Juvenile Probation	6,050
Pre-Employment Program	16.523	FCSSR03434	8351401	Chief Judge	1,217
Total Juvenile Accountability Block Grants					575,241
Illinois Criminal Justice Information Authority					
National Institute of Justice Research, Evaluation, and Development					
Project Grants					
Post Conviction DNA	16.560	133001	6161401	State's Attorney	169,343
Crime Victim Assistance					
Ser. Cook County Victim	16.575	213161	6151401	State's Attorney	213,997
Ser. Cook County Victim	16.575	214161	6151501	State's Attorney	219,013
Prosecution Based Victim	16.575	213041	7621401	State's Attorney	17,384
Prosecution Based Victim	16.575	214041	7621501	State's Attorney	682,707
Prosecution Based Victim	16.575	214241	7621601	State's Attorney	2,806
Total Crime Victim Assistance					1,135,907
Violence Against Women Formula Grants					
Domestic Violence Prosecution Coord.	16.588	609003	7311501	Chief Judge	5,889
Domestic Violence Prosecution Coord.	16.588	612010	7561401	State's Attorney	95,083
Domestic Violence Prosecution Coord.	16.588	613010	7561501	State's Attorney	532,883
Total Violence Against Women Formula Grants					633,855
Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program					
Encourage Arrest Policies and Enforcement of Protection Orders	16.590	383023	8181301	Chief Judge	9,427
Project Safe Neighborhoods					
Project Safe Neighborhood	16.609	114053	6531501	State's Attorney	87,309
City of Chicago					
Edward Byrne Memorial Justice Assistance Grant Program					
Justice Assistance Grant	16.738	21087	7670901	Judicial Advisory Council	116,267
Justice Assistance Grant	16.738	2010-DJ-BX-0309	7671001	Emergency Mgt Homeland Security	26,421
Justice Assistance Grant	16.738	2010-DJ-BX-0309	7671002	Emergency Mgt Homeland Security	34,393
Justice Assistance Grant	16.738	2010-DJ-BX-0309	7671003	Emergency Mgt Homeland Security	60,840
Justice Assistance Grant	16.738	2010-DJ-BX-0309	7671004	Emergency Mgt Homeland Security	45,502
Justice Assistance Grant	16.738	2010-DJ-BX-0309	7671005	Emergency Mgt Homeland Security	39,850
Justice Assistance Grant	16.738	2010-DJ-BX-0309	7671006	Emergency Mgt Homeland Security	93,771

See Accompanying Notes to Schedule of Expenditures of Federal Awards

COOK COUNTY, ILLINOIS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended November 30, 2015

Federal Grantor/Pass-Through Grantor/Program Name	CFDA Number	Pass-Through Grantor's Number	County Business Unit	Responsible County Department	Federal Expenditures
U.S. DEPARTMENT OF JUSTICE (Continued)					
Pass-Through Programs From (Continued):					
City of Chicago (Continued)					
Edward Byrne Memorial Justice Assistance Grant Program (Continued)					
Justice Assistance Grant	16.738	2010-H6662-IL-DJ	7671007	Emergency Mgt Homeland Security	69,098
Justice Assistance Grant	16.738	2010-H6662-IL-DJ	7671008	Emergency Mgt Homeland Security	52,000
Justice Assistance Grant	16.738	2010-H6662-IL-DJ	7671009	Emergency Mgt Homeland Security	21,500
Justice Assistance Grant	16.738	2010-H6662-IL-DJ	7671010	Emergency Mgt Homeland Security	19,192
Justice Assistance Grant	16.738	2010-H6662-IL-DJ	7671011	Emergency Mgt Homeland Security	61,616
Justice Assistance Grant	16.738	2010-H6662-IL-DJ	7671012	Emergency Mgt Homeland Security	16,184
Justice Assistance Grant	16.738	2010-H6662-IL-DJ	7671013	Emergency Mgt Homeland Security	32,000
Justice Assistance Grant	16.738	2010-H6662-IL-DJ	7671014	Emergency Mgt Homeland Security	46,000
Justice Assistance Grant	16.738	2010-H6662-IL-DJ	7671015	Emergency Mgt Homeland Security	13,288
Justice Assistance Grant	16.738	2010-H6662-IL-DJ	7671016	Emergency Mgt Homeland Security	92,663
Justice Assistance Grant	16.738	2010-H6662-IL-DJ	7671017	Emergency Mgt Homeland Security	5,018
Justice Assistance Grant	16.738	2010-H6662-IL-DJ	7671018	Emergency Mgt Homeland Security	16,426
Justice Assistance Grant	16.738	2010-H6662-IL-DJ	7671019	Emergency Mgt Homeland Security	19,006
Justice Assistance Grant	16.738	2010-H6662-IL-DJ	7671020	Emergency Mgt Homeland Security	21,850
Justice Assistance Grant	16.738	2010-H6662-IL-DJ	7671021	Emergency Mgt Homeland Security	13,346
Justice Assistance Grant	16.738	2010-H6662-IL-DJ	7671022	Emergency Mgt Homeland Security	48,384
Justice Assistance Grant	16.738	2010-H6662-IL-DJ	7671023	Emergency Mgt Homeland Security	24,465
Justice Assistance Grant	16.738	2010-H6662-IL-DJ	7671024	Emergency Mgt Homeland Security	9,714
Justice Assistance Grant	16.738	2010-H6662-IL-DJ	7671025	Emergency Mgt Homeland Security	18,425
Justice Assistance Grant	16.738	2010-H6662-IL-DJ	7671026	Emergency Mgt Homeland Security	19,732
Justice Assistance Grant	16.738	2010-H6662-IL-DJ	7671027	Emergency Mgt Homeland Security	14,449
Justice Assistance Grant	16.738	2010-H6662-IL-DJ	7671028	Emergency Mgt Homeland Security	48,760
Justice Assistance Grant	16.738	2010-H6662-IL-DJ	7671029	Emergency Mgt Homeland Security	28,986
Justice Assistance Grant	16.738	2010-H6662-IL-DJ	7671030	Emergency Mgt Homeland Security	13,100
Justice Assistance Grant	16.738	2010-H6662-IL-DJ	7671031	Emergency Mgt Homeland Security	48,099
Justice Assistance Grant	16.738	2011-H5153-IL-DJ	7671102	Emergency Mgt Homeland Security	30,471
Justice Assistance Grant	16.738	2011-H5153-IL-DJ	7671104	Emergency Mgt Homeland Security	36,288
Justice Assistance Grant	16.738	2011-H5153-IL-DJ	7671105	Emergency Mgt Homeland Security	56,548
Justice Assistance Grant	16.738	2011-H5153-IL-DJ	7671106	Emergency Mgt Homeland Security	26,000
Justice Assistance Grant	16.738	2011-H5153-IL-DJ	7671107	Emergency Mgt Homeland Security	16,900
Justice Assistance Grant	16.738	2011-H5153-IL-DJ	7671108	Emergency Mgt Homeland Security	17,396
Justice Assistance Grant	16.738	2011-H5153-IL-DJ	7671109	Emergency Mgt Homeland Security	25,959
Justice Assistance Grant	16.738	2011-H5153-IL-DJ	7671110	Emergency Mgt Homeland Security	78,896
Justice Assistance Grant	16.738	2011-H5153-IL-DJ	7671111	Emergency Mgt Homeland Security	30,281
Justice Assistance Grant	16.738	2011-H5153-IL-DJ	7671113	Emergency Mgt Homeland Security	15,600
Justice Assistance Grant	16.738	2011-H5153-IL-DJ	7671114	Emergency Mgt Homeland Security	39,142
Justice Assistance Grant	16.738	2011-H5153-IL-DJ	7671115	Emergency Mgt Homeland Security	38,430
Justice Assistance Grant	16.738	2011-H5153-IL-DJ	7671116	Emergency Mgt Homeland Security	100,000
Justice Assistance Grant	16.738	2011-H5153-IL-DJ	7671117	Emergency Mgt Homeland Security	20,400
Justice Assistance Grant	16.738	2011-H5153-IL-DJ	7671118	Emergency Mgt Homeland Security	25,000
Justice Assistance Grant	16.738	2011-H5153-IL-DJ	7671119	Emergency Mgt Homeland Security	54,105
Justice Assistance Grant	16.738	2011-H5153-IL-DJ	7671120	Emergency Mgt Homeland Security	17,940
Justice Assistance Grant	16.738	2012-H1210-IL-DJ	7671202	Emergency Mgt Homeland Security	66,159
Justice Assistance Grant	16.738	2012-H1210-IL-DJ	7671203	Emergency Mgt Homeland Security	191,735
Justice Assistance Grant	16.738	2012-H1210-IL-DJ	7671204	Emergency Mgt Homeland Security	56,781
Justice Assistance Grant	16.738	2012-H1210-IL-DJ	7671205	Emergency Mgt Homeland Security	34,404
Justice Assistance Grant	16.738	2012-H1210-IL-DJ	7671206	Emergency Mgt Homeland Security	44,960
Justice Assistance Grant	16.738	2012-H1210-IL-DJ	7671207	Emergency Mgt Homeland Security	37,250
Justice Assistance Grant	16.738	2012-H1210-IL-DJ	7671208	Emergency Mgt Homeland Security	17,021
Justice Assistance Grant	16.738	2014-H1672-IL-DJ	7671401	Emergency Mgt Homeland Security	12,087
Justice Assistance Grant	16.738	2015-H2452-IL-DJ	7671502	Emergency Mgt Homeland Security	1,163
Illinois Criminal Justice Information Authority					
Edward Byrne Memorial Justice Assistance Grant Program					
Complex Drug Prosecution	16.738	411089	8301401	State's Attorney	844,156
Complex Drug Prosecution	16.738	413089	8301501	State's Attorney	83,245
Community Justice Center	16.738	412835	6121401	State's Attorney	223,429
Community Justice Center	16.738	412935	6121501	State's Attorney	22,959
Human Trafficking Equipment	16.738	412854	6371401	State's Attorney	102,598
Human Trafficking Equipment	16.738	413854	6371501	State's Attorney	1,432
Mitigator Project	16.738	410860	6321301	Public Defender	1,237
Mitigator Project	16.738	412860	6321401	Public Defender	18,514
Mitigator Project	16.738	413860	6321502	Public Defender	498
Forensic DNA	16.738	410863	6311302	Public Defender	31
Forensic DNA	16.738	411863	6311402	Public Defender	11,291
Juvenile Justice	16.738	411035	6291401	Public Defender	117,419
Total Edward Byrne Memorial Justice Assistance Grant Program					3 708,070
Total Pass-Through Programs					6,319,152
Total U.S. Department of Justice					8,829,002
U.S. DEPARTMENT OF TRANSPORTATION					
Pass-Through Programs From:					
Illinois Department of Transportation					
Highway Planning and Construction Cluster:					
Highway Planning and Construction					
Highway Kodzie Avenue	20.205	13-W-4612-07-LS	6031501	Highway	394,231
Highway Diesel Retrofit	20.205	09-00002-00-EQ	8041501	Highway	13,511
Highway Narragansett Road	20.205	08-W3719-04-FP	9061301	Highway	41,465
Total Highway Planning and Construction Cluster					449,207
Highway Safety Cluster:					
State and Community Highway Safety					
Holiday Mobilization	20.600	OP-14-0113	6441301	Sheriff	71,379
Holiday Mobilization	20.600	OP-15-0134	6441401	Sheriff	125,043
Total Highway Safety Cluster					196,422
Total U.S. Department of Transportation					645,629

See Accompanying Notes to Schedule of Expenditures of Federal Awards

COOK COUNTY, ILLINOIS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended November 30, 2015

Federal Grantor/Pass-Through Grantor/Program Name	CFDA Number	Pass-Through Grantor's Number	County Business Unit	Responsible County Department	Federal Expenditures
<u>U.S. ENVIRONMENTAL PROTECTION AGENCY</u>					
Direct Programs:					
Air Pollution Control Program Support					
Air Pollution	66.001	N/A	9091202	Environmental Control	83,001
Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act					
Clean Diesel Initiative	66.034	N/A	7481202	Environmental Control	50,763
Clean Diesel Initiative	66.034	N/A	7481401	Environmental Control	254,643
Total Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act					305,406
Brownfields Assessment and Cleanup Cooperative Agreements					
Brownsfield Investment	66.818	N/A	7661401	Environmental Control	70,650
Total Direct Programs					459,057
Pass-Through Programs From:					
Illinois Environmental Protection Agency					
State Indoor Radon Grants					
Radon Awareness	66.032	13COOK	9051201	Environmental Control	1,416
Radon Awareness	66.032	15COOK	9051401	Environmental Control	339
Total State Indoor Radon Grants					1,755
Performance Partnership Grants					
Air Pollution	66.605	FA-15204	9091501	Environmental Control	611,532
Illinois Department of Public Health					
State Public Water System Supervision					
Safe Drinking Water	66.432	55380136C	9951401	Environmental Control	10,988
Potable Water Supply	66.432	45382017B	9951301	Environmental Control	3,411
Total State Public Water System Supervision					14,399
Total Pass-Through Programs					627,686
Total U.S. Environmental Protection Agency					1,086,743
<u>U.S. DEPARTMENT OF ENERGY</u>					
Direct Programs:					
Renewable Energy Research and Development					
Solar Market Pathways	81.087	N/A	6691401	Environmental Control	145,910
Energy Efficiency and Conservation Block Grant (EECBG)					
EE CC Energy Audits	81.128	N/A	9371012	Environmental Control	74,948
Total U.S. Department of Energy					220,858
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>					
Direct Programs:					
Partnerships to Improve Community Health					
Partnerships to Improve Community Health	93.331 *	N/A	6051402	Public Health	2,059,106
Partnerships to Improve Community Health	93.331 *	N/A	6051502	Public Health	70,339
Total Partnerships to Improve Community Health					2,129,445
Total Direct Programs					2,129,445
Pass-Through Programs From:					
Great Lakes Hemophilia Foundation					
Maternal and Child Health Federal Consolidated Programs					
Hemophilia	93.110	H30MC25052	8471402	Stroger Hospital	15,226
Disabilities Prevention					
Hemophilia	93.184	2U27DD000862-04	8471403	Stroger Hospital	14,603
Illinois Department of Healthcare and Family Services					
Child Support Enforcement					
Expedited Child Support	93.563 *	2014-55-028-K2	7781401	Chief Judge	578,102
Expedited Child Support	93.563 *	2014-55-028-K3	7781501	Chief Judge	391,696
Child Support Enforcement	93.563 *	2014-55-026-K	7791301	Clerk of the Circuit Court	6,688
Child Support Enforcement	93.563 *	2014-55-026-K2	7791401	Clerk of the Circuit Court	2,189,164
Child Support Enforcement	93.563 *	2016-55-007-K	7791501	Clerk of the Circuit Court	880,803
Child Support Enforcement	93.563 *	2015-55-027-K2	7811401	Sheriff	810,551
Child Support Enforcement	93.563 *	2014-55-027-K3	7811501	Sheriff	542,434
Child Support Enforcement	93.563 *	2014-55-025-K2	7821401	State's Attorney	4,583,905
Child Support Enforcement	93.563 *	2014-55-025-K3	7821501	State's Attorney	2,950,410
Total Child Support Enforcement					12,933,753
Grants to States for Access and Visitation Programs					
Access and Visitation	93.597	2015-55-024-K1A	6201401	Chief Judge	51,182
Access and Visitation	93.597	2015-55-024-KA	6201501	Chief Judge	30,687
Total Grants to States for Access and Visitation Programs					81,869
Illinois Department of Human Services					
Social Services Block Grant					
Domestic Violence Partner Abuse Intervention	93.667	FCSUT01901	8271501	Chief Judge	14,490
IDHS Case Management	93.667	FCSTU03178	9741406	Public Health	309,193
IDHS Case Management	93.667	FCSUU03178	9741506	Public Health	201,976
Total Social Services Block Grant					525,659

See Accompanying Notes to Schedule of Expenditures of Federal Awards

COOK COUNTY, ILLINOIS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended November 30, 2015

Federal Grantor/Pass-Through Grantor/Program Name	CFDA Number	Pass-Through Grantor's Number	County Business Unit	Responsible County Department	Federal Expenditures
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (Continued)					
Pass-Through Programs From (Continued):					
<i>Illinois Department of Public Health</i>					
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements					
Bioterrorism Prep/Planning	93.074	57180016C	9031401	Public Health	837,259
Bioterrorism Prep/Planning	93.074	67180016D	9031501	Public Health	197,866
Cities Readiness Initiative	93.074	57180099C	9201401	Public Health	82,387
Cities Readiness Initiative	93.074	67180099D	9201501	Public Health	50,846
Total Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements					<u>1,168,358</u>
Project Grants and Cooperative Agreements for Tuberculosis					
Control Programs					
TB Directly Observed	93.116	55180252C	9141501	Public Health	<u>6,169</u>
Immunization Cooperative Agreements					
Immunization Initiative	93.268	55180246C	9771501	Public Health	26,002
Immunization Initiative - Non-Cash Award	93.268	N/A	N/A	Public Health	<u>668,410</u>
Total Immunization Cooperative Agreements					<u>694,412</u>
Cancer Prevention and Control Programs for State, Territorial and Tribal Organizations financed in part by Prevention and Public Health Funds					
Breast and Cervical Cancer	93.752	56180006C	9971401	Public Health	67,437
Breast and Cervical Cancer	93.752	66180006D	9971501	Public Health	<u>20,766</u>
Total Cancer Prevention and Control Programs for State, Territorial and Tribal Organizations financed in part by Prevention and Public Health Funds					<u>88,203</u>
HIV Prevention Activities_Health Department Based					
IPHA HIV/AIDS Prevent. Dir.	93.940	45780047B	9511401	Public Health	103,082
IPHA HIV/AIDS Prevent. Dir.	93.940	55780057C	9511501	Public Health	<u>62,666</u>
Total HIV Prevention Activities_Health Department Based					<u>165,748</u>
<i>Northwestern University</i>					
Health Information Technology Regional Extension Centers Program					
Health Information Technology Regional Extension Centers Program	93.718	60026061C	8051501	Public Health	<u>198,400</u>
Total Pass-Through Programs					<u>15,892,400</u>
Total U.S. Department of Health and Human Services					<u>18,021,845</u>
EXECUTIVE OFFICE OF THE PRESIDENT					
Direct Program					
High Intensity Drug Trafficking Areas Program					
Chicago HIDTA	95.001 *	N/A	6551302	Sheriff	54,961
Chicago HIDTA	95.001 *	N/A	6551303	Sheriff	49,733
Chicago HIDTA	95.001 *	N/A	6551306	Sheriff	97,522
Chicago HIDTA	95.001 *	N/A	6551307	Sheriff	69,275
Chicago HIDTA	95.001 *	N/A	6551309	Sheriff	170,774
Chicago HIDTA	95.001 *	N/A	6551311	Sheriff	11,056
Chicago HIDTA	95.001 *	N/A	6551312	Sheriff	123,042
Chicago HIDTA	95.001 *	N/A	6551313	Sheriff	152,176
Chicago HIDTA	95.001 *	N/A	6551314	Sheriff	5,483
Chicago HIDTA	95.001 *	N/A	6551315	Sheriff	63,047
Chicago HIDTA	95.001 *	N/A	6551402	Sheriff	650,791
Chicago HIDTA	95.001 *	N/A	6551403	Sheriff	1,200,088
Chicago HIDTA	95.001 *	N/A	6551406	Sheriff	275,887
Chicago HIDTA	95.001 *	N/A	6551407	Sheriff	59,957
Chicago HIDTA	95.001 *	N/A	6551409	Sheriff	365,768
Chicago HIDTA	95.001 *	N/A	6551410	Sheriff	87,306
Chicago HIDTA	95.001 *	N/A	6551411	Sheriff	15,240
Chicago HIDTA	95.001 *	N/A	6551412	Sheriff	287,560
Chicago HIDTA	95.001 *	N/A	6551413	Sheriff	334,378
Chicago HIDTA	95.001 *	N/A	6551414	Sheriff	19,554
Chicago HIDTA	95.001 *	N/A	6551415	Sheriff	105,468
Chicago HIDTA	95.001 *	N/A	6551502	Sheriff	16,828
Chicago HIDTA	95.001 *	N/A	6551503	Sheriff	20,210
Chicago HIDTA	95.001 *	N/A	6551506	Sheriff	21,212
Chicago HIDTA	95.001 *	N/A	6551509	Sheriff	306
Chicago HIDTA	95.001 *	N/A	6551511	Sheriff	611
Chicago HIDTA	95.001 *	N/A	6551512	Sheriff	1,854
Chicago HIDTA	95.001 *	N/A	6551513	Sheriff	351
Chicago HIDTA	95.001 *	N/A	6551514	Sheriff	337
Chicago HIDTA	95.001 *	N/A	6551515	Sheriff	15,159
Chicago HIDTA (Non-cash)	95.001 *	N/A	N/A	Sheriff	<u>3,351,998</u>
Total Executive Office of the President					<u>7,627,932</u>
U.S. DEPARTMENT OF HOMELAND SECURITY					
Direct Program					
Port Security Grant Program					
Port Security Grant	97.056	N/A	6511301	Emergency Mgt Homeland Security	<u>306,257</u>
Total Direct Programs					<u>306,257</u>
Pass-Through Programs From:					
<i>Illinois Emergency Management Agency</i>					
Homeland Security	97.067 *	11UASICOOK	7691103	Emergency Mgt Homeland Security	4,697,749
Homeland Security	97.067 *	12UASICOOK	7691209	Emergency Mgt Homeland Security	20,376
Homeland Security	97.067 *	12UASICOOK	7691217	Emergency Mgt Homeland Security	195
Homeland Security	97.067 *	13UASICOOK	7691301	Emergency Mgt Homeland Security	369,096
Homeland Security	97.067 *	13UASICOOK	7691302	Emergency Mgt Homeland Security	<u>991,941</u>

See Accompanying Notes to Schedule of Expenditures of Federal Awards

COOK COUNTY, ILLINOIS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended November 30, 2015

Federal Grantor/Pass-Through Grantor/Program Name	CFDA Number	Pass-Through Grantor's Number	County Business Unit	Responsible County Department	Federal Expenditures
U.S. DEPARTMENT OF HOMELAND SECURITY (Continued)					
Pass-Through Programs From (Continued):					
Illinois Emergency Management Agency (Continued)					
Homeland Security Grant Program (Continued)					
Homeland Security	97.067	*	13UASICOOK	7691303	Emergency Mgt Homeland Security 1,058,412
Homeland Security	97.067	*	13UASICOOK	7691304	Emergency Mgt Homeland Security 289,948
Homeland Security	97.067	*	13UASICOOK	7691305	Emergency Mgt Homeland Security 326,244
Homeland Security	97.067	*	13UASICOOK	7691306	Emergency Mgt Homeland Security 76,045
Homeland Security	97.067	*	13UASICOOK	7691308	Emergency Mgt Homeland Security 425,170
Homeland Security	97.067	*	13UASICOOK	7691309	Emergency Mgt Homeland Security 166,730
Homeland Security	97.067	*	13UASICOOK	7691311	Emergency Mgt Homeland Security 75,250
Homeland Security	97.067	*	13UASICOOK	7691313	Emergency Mgt Homeland Security 603,006
Homeland Security	97.067	*	13UASICOOK	7691314	Emergency Mgt Homeland Security 3,318,958
Homeland Security	97.067	*	13UASICOOK	7691315	Emergency Mgt Homeland Security 2,778,772
Homeland Security	97.067	*	13UASICOOK	7691316	Emergency Mgt Homeland Security 841,157
Homeland Security	97.067	*	13UASICOOK	7691317	Emergency Mgt Homeland Security 423,456
Homeland Security	97.067	*	13UASICOOK	7691318	Emergency Mgt Homeland Security 2,311,691
Homeland Security	97.067	*	13UASICOOK	7691319	Emergency Mgt Homeland Security 1,704,562
Homeland Security	97.067	*	13UASICOOK	7691321	Emergency Mgt Homeland Security 63,700
Homeland Security	97.067	*	13UASICOOK	7691322	Emergency Mgt Homeland Security 4,607,966
Homeland Security	97.067	*	13UASICOOK	7691324	Emergency Mgt Homeland Security 1,317,382
Homeland Security	97.067	*	13UASICOOK	7691325	Emergency Mgt Homeland Security 254,034
Homeland Security	97.067	*	13UASICOOK	7691326	Emergency Mgt Homeland Security 2,085,088
Homeland Security	97.067	*	13UASICOOK	7691327	Emergency Mgt Homeland Security 694,397
Homeland Security	97.067	*	13UASICOOK	7691328	Emergency Mgt Homeland Security 88,298
Homeland Security	97.067	*	14UASICOOK	7691401	Emergency Mgt Homeland Security 311,832
Homeland Security	97.067	*	14UASICOOK	7691402	Emergency Mgt Homeland Security 190,115
Homeland Security	97.067	*	14UASICOOK	7691405	Emergency Mgt Homeland Security 53,750
Homeland Security	97.067	*	14UASICOOK	7691407	Emergency Mgt Homeland Security 504,000
Homeland Security	97.067	*	14UASICOOK	7691408	Emergency Mgt Homeland Security 65,459
Homeland Security	97.067	*	14UASICOOK	7691411	Emergency Mgt Homeland Security 1,644,857
Homeland Security	97.067	*	14UASICOOK	7691412	Emergency Mgt Homeland Security 299,682
Homeland Security	97.067	*	14UASICOOK	7691413	Emergency Mgt Homeland Security 216,918
Homeland Security	97.067	*	14UASICOOK	7691419	Emergency Mgt Homeland Security 514,567
Homeland Security	97.067	*	14UASICOOK	7691422	Emergency Mgt Homeland Security 197,907
Homeland Security	97.067	*	14UASICOOK	7691423	Emergency Mgt Homeland Security 105,562
Homeland Security	97.067	*	14UASICOOK	7691426	Emergency Mgt Homeland Security 6,196
Homeland Security	97.067	*	14UASICOOK	7691427	Emergency Mgt Homeland Security 283,676
Total Homeland Security Grant Program					33,984,144
Total Pass-Through Programs					33,984,144
Total U.S. Department of Homeland Security					34,290,401
TOTAL EXPENDITURES OF FEDERAL AWARDS					111,687,612

See Accompanying Notes to Schedule of Expenditures of Federal Awards

COOK COUNTY, ILLINOIS

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED NOVEMBER 30, 2015

NOTE 1 - FINANCIAL REPORTING

The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes all Federal programs attributable to the County's reporting entity except those administered by the Forest Preserve District of Cook County and its component units, the County Sheriff Equitable Sharing Fund, and the County State's Attorney Narcotics Forfeiture Fund.

The information in this Schedule is presented in accordance with the requirements of the Single Audit Act Amendments of 1996 and 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.

Federal awards received directly from Federal agencies, as well as the Federal portion of grants passed through non-Federal agencies, are included in the Schedule.

NOTE 2 - BASIS OF ACCOUNTING

The accompanying Schedule has been prepared to include expenditures reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-87, *"Cost Principles for State, Local, and Indian Tribal Governments"*, and the cost principles contained in Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administration Requirements, Cost Principles, and Audit Requirements for Federal Award* (Uniform Guidance), wherein certain types of expenditures are not allowable or are limited as to reimbursement.

The underlying accounting records for some grant programs are maintained on the modified accrual basis of accounting. Under the modified accrual basis, revenues are recognized when measurable and available for financing current obligations. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are expected to be paid with available expendable resources and are recognized when obligations are incurred.

Accordingly, the accompanying Schedule is not intended to present the financial position and the results of operations in conformity with accounting principles generally accepted in the United States of America.

NOTE 3 - MAJOR PROGRAMS

Major programs are those programs identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs, which were determined using a risk-based approach in accordance with the requirements of OMB Circular A-133.

COOK COUNTY, ILLINOIS

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
(Continued)

FOR THE YEAR ENDED NOVEMBER 30, 2015

NOTE 4 – PAYMENTS TO SUBRECIPIENTS

The County provided expenditures of Federal awards to subrecipients as follows:

Program Title	Federal CFDA Number	Amount Provided to Subrecipients
Community Development Block Grants/Entitlement Grants	14.218	\$ 10,092,515
Neighborhood Stabilization Program 1 (NSP1)	14.218	60,101
Emergency Solutions Grant Program	14.231	646,549
Home Investment Partnerships Program	14.239	454,531
Justice Systems Responses to Families	16.021	40,100
Juvenile Accountability Block Grants	16.523	316,770
Drug Court Discretionary Grant Program	16.585	95,999
Edward Byrne Memorial Justice Assistance Grant Program	16.738	1,917,560
Smart Prosecution Initiative	16.825	37,125
Port Security Grant Program	97.056	306,257
Homeland Security Grant Program	97.067	6,963,256
		<u>\$ 20,930,763</u>

NOTE 5 – NON-CASH AWARDS

Non-cash awards identified during the current period have been included in the Schedule. The County had no non-cash Federally-funded insurance, and loans and/or loan guarantees in effect during fiscal year 2015.

NOTE 6 – NEGATIVE EXPENDITURES

The Schedule includes negative amounts that result from timing differences caused by the process of authorizing new grants and assigning business units. The County assigns each new grant a business unit. Expenditures for new grants are accumulated in the prior year's grant/business unit until the new grant/business unit has been authorized/assigned. Once the new grant/business unit has been authorized/assigned, expenditures applicable to the new grant, previously recorded in the prior year grant/business unit, are transferred to the new business unit. When the authorization of a new grant occurs in the subsequent fiscal year (after the normal year-end closing), the transfer of the expenditures from the prior year business unit to the new grant/business unit results in a negative expenditure in the prior year business unit.

During the current fiscal year, the County continued its analysis of grants that remained open but had no activity and anticipated no future activities. This analysis resulted in additional credits to the Schedule to correct grant amounts which were determined to be over expended in prior fiscal years.

COOK COUNTY, ILLINOIS

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
(Continued)

FOR THE YEAR ENDED NOVEMBER 30, 2015

NOTE 7 – U.S. DEPARTMENT OF HOMELAND SECURITY AUDIT

The U.S. Department of Homeland Security's (DHS) Office of the Inspector General (OIG) issued an audit report in December 2011 of the program formerly known as *Project Shield* for fiscal years 2003-2009. Under the direction of the new Executive Director of the Cook County Department of Homeland Security and Emergency Management (DHSEM), the DHSEM conducted an internal audit of the program and provided the DHS OIG with comments on the report. The final DHS OIG report concluded that the Federal Emergency Management Agency (FEMA), the State of Illinois, the Urban Area Working Group, and Cook County did not ensure the effective implementation of Project Shield. The report also contained four (4) recommendations, including a recommendation that the FEMA Assistant Administrator, Grant Programs Directorate determine that Project Shield costs are reasonable, allowable, and allocable.

Based on this recommendation, the Illinois Emergency Management Authority (IEMA) engaged an independent auditor to audit the Project Shield program. The independent auditor's report (dated January 22, 2015) was issued subsequent to November 30, 2014. The report resulted in two observations: Observation #01 – Controls over Property and Equipment, cited a control weakness over determining property and equipment purchased with Project Shield funds was accurately maintained and tracked on a comprehensive equipment listing; and Observation #2 – Controls over Expenditures cited control weaknesses over Project Shield document retention and general ledger maintenance.

During a review of whether Project Shield costs were reasonable, allowable, and allocable the most significant financial finding resulted from two exceptions out of a review of 326 invoices. The finding cited that invoices did not include sufficient documentation to determine the propriety of equipment de-installation expenditures. DHSEM responded to IEMA's independent auditor in February 2015 as follows: 1) the de-installation of equipment was necessary, as the vehicles, housing the equipment was out of service necessitating the removal of the equipment.

After several joint appeals by DHSEM and IEMA, FEMA issued a Final Determination on Appeal on October 28, 2015. This Final Determination stated that the latest appeal was denied and that FEMA had a right to collect \$1,392,750.26 for repayment of ineligible costs from the FY 2006 and FY 2007 Homeland Security Grant Program (HSGP). The County sent FEMA a check for \$1,392,750.26 on December 22, 2015, effectively closing out this claim.

On January 19, 2016, the DHSEM received formal approval from IEMA to dispose of 657 out-of-use assets purchased as part of the program formerly known as Project Shield.

The County continues working on implementing stricter policies, procedures, grant guidelines, and other accountability metrics to ensure that all expenditures are appropriate and all inventories are properly monitored in accordance with Federal rules and regulations.

COOK COUNTY, ILLINOIS

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
(Continued)

FOR THE YEAR ENDED NOVEMBER 30, 2015

NOTE 8 - STATE OF ILLINOIS BUDGET IMPASSE

The State of Illinois ("State") is a pass through agency for various federal awards. The State has been operating without an approved budget since July 1, 2015. The County has incurred costs on certain federal pass through awards between July 1, 2015 and November 30, 2015 that the State has not reimbursed the County due to the lack of an approved appropriation. The County has included these expenditures in the Schedule, as they were expended under a federal program. The County may be forced to terminate the unfunded federal programs if the State fails to pass a budget.

NOTE 9 – HUD LOAN GUARANTEE PROGRAM

Cook County received approval from the U.S. Department of Housing and Urban Development (HUD) for a \$30 million loan guarantee program to finance four types of sustainable development. They are: transit-oriented, mixed-use developments within a half-mile of passenger rail; cargo-oriented projects near freight rail lines and terminals; mixed-use hospitality/service sector projects near transit lines and business development loans.

Also known as the Section 108 Loan Pool, BUILT (Broadening Urban Investment to Leverage Transportation) in Cook will allow the County to borrow money from private investors at reduced interest rates to promote economic development, stimulate job growth and improve public facilities. Such public investment is often needed to inspire private contributions, to provide seed money, or to simply boost confidence that many private firms and individuals need to invest in distressed areas.

One loan was approved by the Cook County Board of Commissioners and was still in negotiations at the end of fiscal year 2015 in the BUILT program. The County expects activity to ramp up during fiscal year 2016.

COOK COUNTY, ILLINOIS
SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended November 30, 2014

<u>Federal Grantor/Pass-Through Grantor/Program Name</u>	<u>CFDA Number</u>		<u>Pass-Through Grantor's Number</u>	<u>County Business Unit</u>	<u>Responsible County Department</u>	<u>Reported Federal Expenditures</u>	<u>Corrected Federal Expenditures</u>	<u>Restated Total Federal Expenditures</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS as REPORTED								\$ 100,784,734
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>								
Pass-Through Programs From:								
Illinois Department of Transportation								
Highway Planning and Construction Cluster:								
Highway Planning and Construction								
Highway County Road	20.205	^	08-B5934-054-RP	8021501	Highway	-	75,437	75,437
Highway County Road	20.205	^	09-00002-00-EQ	8041501	Highway	-	414,913	414,913
Highway County Road	20.205	^	13-W4612-07-LS	6031501	Highway	-	2,000	2,000
Total Highway Planning and Construction						-	492,350	492,350
Chicago Metropolitan Agency for Planning								
Highway Planning and Construction								
Transportation Planning Activities	20.205	^	C-13-0019	6861201	Highway	-	280,000	280,000
Total Highway Planning and Construction Cluster						-	772,350	772,350
Highway Safety Cluster:								
State and Community Highway Safety								
Holiday Mobilization	20.600		OP-14-0113	6441301	Sheriff	31,698	31,698	-
Total State and Community Highway Safety						31,698	31,698	-
Alcohol Impaired Driving Countermeasures Incentive Grants I								
Local Alcohol Program	20.601		AL2-0016-153	6901201	Sheriff	11,866	11,866	-
Total Alcohol Impaired Driving Countermeasures Incentive Grants I						11,866	11,866	-
Total Highway Safety Cluster						43,564	43,564	-
Total U.S. Department of Transportation						43,564	815,914	772,350
TOTAL EXPENDITURES OF FEDERAL AWARDS as RESTATED								\$ 101,557,084

^ Denotes Expenditures omitted from original reported

COOK COUNTY, ILLINOIS

**NOTES TO SUPPLEMENTAL SCHEDULE OF EXPENDITURES
OF FEDERAL AWARDS**

FOR THE YEAR ENDED NOVEMBER 30, 2014

NOTE 1 – FINANCIAL REPORTING

The Supplemental Schedule of Expenditures of Federal Awards (Supplemental Schedule) includes federal expenditures, passed-through State of Illinois Department of Transportation and Chicago Metropolitan Agency for Planning, for the fiscal year ended November 30, 2014, which were omitted from the Schedule of Expenditures of Federal Awards. This omission resulted in total expenditures of federal awards being understated by \$772,350 for the year ended November 30, 2014. This omission had no impact on the financial statements of Cook County, IL for the year.

NOTE 2 – BASIS OF ACCOUNTING

The Supplemental Schedule has been prepared to include expenditures reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-87, “*Cost Principles for State, Local, and Indian Tribal Governments*”, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

The underlying accounting records for some grant programs are maintained on the modified accrual basis of accounting. Under the modified accrual basis, revenues are recognized when measurable and available for financing current obligations. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are expected to be paid with available expendable resources and are recognized when obligations are incurred.

Accordingly, the Supplemental Schedule is not intended to present the financial position and the results of operations in conformity with accounting principles generally accepted in the United States of America.

NOTE 3 – EFFECT ON MAJOR PROGRAMS TESTING

Major programs were determined using a risk-based approach in accordance with the requirements of OMB Circular A-133. OMB Circular A-133 required that 50% of the County’s federal expenditures be tested for fiscal year 2014. The percentage of expenditures tested exceeded the 50% threshold; therefore the addition of these expenditures does not require additional testing. Below is a summary of the effect of the omission noted.

	ORIGINAL SEFA	REVISED SEFA
Total expenditures of federal awards	\$100,784,734	\$101,557,084
Tested as major programs	69,045,278	69,045,278
Percentage of expenditures of federal awards tested	69%	68%

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY OMB CIRCULAR A-133**

To the Board of Commissioners of
Cook County, Illinois

Report on Compliance for Each Major Federal Program

We have audited **Cook County, Illinois'** (the County) compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (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, 2015. 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.

The County's basic financial statements include the operations of the Forest Preserve District of Cook County (a discretely presented component unit), the County Sheriff Equitable Sharing Fund, and the County State's Attorney Narcotics Forfeiture Fund, which received Federal awards that are not included in the Schedule of Expenditures of Federal Awards for the year ended November 30, 2015. Our audit, described below, did not include the operations of the Forest Preserve District of Cook County, the County Sheriff Equitable Sharing Fund, and the County State's Attorney Narcotics Forfeiture Fund, because the Forest Preserve District of Cook, the Sheriff Equitable Sharing Fund, and County State's Attorney Narcotics Forfeiture Fund engaged other auditors, when required, to perform audits in accordance with OMB Circular A-133.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its Federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the County'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 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 on compliance for each major Federal program. However, our audit does not provide a legal determination of the County's compliance.

Opinion on Each Major Federal Program

In our opinion, the County 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 November 30, 2015.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2015 – 001, 2015 – 003, 2015– 004, 2015 – 005, and 2015 – 006. Our opinion on each major Federal program is not modified with respect to these matters.

The County's response to the noncompliance findings identified in our audit is described in the accompanying Summary Schedule of Prior Audit Findings and Corrective Action Plan. The County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County'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 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. 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified certain deficiencies in internal control over compliance, as described in the accompanying Schedule of Findings and Questioned Costs as items 2015 – 002, 2015 – 003, 2015 – 004, 2015 – 005, and 2015 – 006 that we consider to be significant deficiencies.

The County's response to the internal control over compliance findings identified in our audit is described in the accompanying Summary Schedule of Prior Audit Findings and Corrective Action Plan. The County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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 our testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.


WASHINGTON, PITTMAN & MCKEEVER, LLC

Chicago, Illinois
June 3, 2016

COOK COUNTY, ILLINOIS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED NOVEMBER 30, 2015

SECTION I- SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Other auditor issued an unmodified opinion.

Internal control over financial reporting:

- | | | | | |
|---------------------------------------|---------------|-----|---------------|---------------|
| • Material weakness (es) identified? | <u> X </u> | yes | <u> </u> | none reported |
| • Significant deficiencies identified | <u> </u> | yes | <u> X </u> | none reported |

Noncompliance material to financial statements noted?	<u> </u>	yes	<u> X </u>	no
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Federal Awards

Internal control over major federal programs:

- | | | | | |
|---------------------------------------|---------------|-----|---------------|---------------|
| • Material weakness (es) identified? | <u> </u> | yes | <u> X </u> | none reported |
| • Significant deficiencies identified | <u> X </u> | yes | <u> </u> | none reported |

An unmodified opinion was issued on the County's compliance for major federal programs.

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of OMB Circular A-133?	<u> X </u>	yes	<u> </u>	no
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The following major federal programs were tested:

<u>Program Name</u>	<u>CFDA #</u>
Community Development Block Grants/Entitlement Grants	14.218
Partnerships to Improve Community Health	93.331
Child Support Enforcement	93.563
High Intensity Drug Trafficking Areas Program	95.001
Homeland Security Grant Program	97.067

The threshold for distinguishing Type A and Type B programs was \$3,000,000.

Auditee qualified as low-risk auditee? No

COOK COUNTY, ILLINOIS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

FOR THE YEAR ENDED NOVEMBER 30, 2015

SECTION II: FINANCIAL STATEMENT FINDINGS

The financial statement findings are included in the Summary of Basic Financial Statement Findings with the Independent Auditor's Report on the Basic Financial Statements.

SECTION III: FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

Subrecipient Monitoring

Federal Department – U.S. Department of Housing and Urban Development

Community Development Block Grants/Entitlement Grants (CDBG), CFDA #14.218

County Department – Department of Planning and Development (DPD)

Finding 2015 – 001

Questioned Costs: None

CRITERIA

Circular No. A-133, Subpart D – Federal Agencies & Pass-through Entities, § __.400(d)(3) requires that pass-through entities must monitor the activities of subrecipients as necessary to ensure that Federal awards are used for authorized purposes in compliance with laws, regulations, and the provisions of contracts or grant agreements and that performance goals are achieved.

OMB Circular A-133 Subpart D Section .400 (d) requires pass-through entities to: (1) identify Federal awards made by informing each subrecipient of Catalog of Federal Domestic Assistance (CFDA) title and number, award name and number, award year; (2) advise subrecipients of requirements imposed on them by Federal laws, regulations, and the provisions of contracts or grant agreements as well as any supplemental requirements imposed by the pass-through entity; (3) monitor the activities of subrecipients as necessary to ensure that Federal awards are used for authorized purposes in compliance with laws, regulations, and the provisions of contracts or grant agreements and that performance goals are achieved; (4) ensure that subrecipients expending \$300,000 (*\$500,000 for fiscal years ending after December 31, 2003*) or more in Federal awards during the subrecipient's fiscal year have met the audit requirements of this part for that fiscal year; (5) issue a management decision on audit findings within six months after receipt of the subrecipient's audit report and ensure that the subrecipient takes appropriate and timely corrective action; (6) consider whether subrecipient audits necessitate adjustment of the pass-through entity's own records; and (7) require each subrecipient to permit the pass-through entity and auditors to have access to the records and financial statements as necessary for the pass-through entity to comply with this part. In cases of continued inability or unwillingness of a subrecipient to have the required audits, the pass-through entity shall take appropriate action using sanctions.

Per the Cook County Community Development Block Grant (CDBG) Program Procedures and Operations Guide (Draft version dated January 2012) and Revised Manual (effective January 2014), states “The County conducts annual monitoring of its HOME-, CDBG-, and ESG-funded activities. “Under Required Frequency of On-Site Monitoring Visits during Program Implementation Phase, for any activity administered by a subrecipient or contractor, while contract is in effect, the frequency of on-site monitoring visit is annually”.

CONDITION

During the current audit period, the Cook County Department of Planning and Development (DPD) did not adequately document its procedures for the financial monitoring of subrecipients, which resulted in the noncompliance with Federal regulations.

Subrecipient Monitoring
Federal Department – U.S. Department of Housing and Urban Development
Community Development Block Grants/Entitlement Grants (CDBG), CFDA #14.218
County Department – Department of Planning and Development (DPD)
Finding 2015 – 001 (Continued)

CONTEXT

During our review of nineteen (19) subrecipient files, we noted the following:

- Financial monitoring was not performed for nineteen (19) subrecipients.
- For two (2) subrecipients tested, we noted the DPD did not request the A-133 Single audit information, which includes documentation to support whether the subrecipient met the audit requirement for completion of a single audit under OMB Circular A-133.

EFFECT

Failure to adequately monitor the activities and performance of subrecipients could result in Federal awards being used for unauthorized purposes and DPD's inability to adequately perform risk assessments on subrecipients.

CAUSE

Based on discussions with management, this occurred due to a lack of staff and a delay in filling the position to conduct financial monitoring on a full time basis. In addition, one staff member was working part-time on financial monitoring and was unable to adequately sustain the workload.

RECOMMENDATION

We recommend DPD develop and implement written policies and procedures to ensure financial monitoring is performed in a timely manner. Also, DPD should request and review A-133 single audit information from all subrecipients. In addition, we recommend DPD ensure resources are in place to oversee the process of completing the required monitoring.

VIEWS OF RESPONSIBLE OFFICIALS AND PLANNED CORRECTIVE ACTIONS

The County's corrective action plan is on pages 34 – 35.

Davis-Bacon Act

Federal Department – U.S. Department of Transportation

Passed-through the Illinois Department of Transportation

Highway Planning and Construction Cluster:

- **Highway Planning and Construction, CFDA #20.205**

County Department – Department of Transportation and Highways (DOTH)

Finding 2015 – 002

Questioned Costs: None

CRITERIA

In accordance with the requirements of the Davis-Bacon Act and the DOL regulations (29 CFR Part 5, “Labor Standards Provisions Applicable to Contracts Governing Federally Financed and Assisted Construction”), non-Federal entities shall include in their construction contracts a requirement that the contractor or subcontractor comply with the Davis-Bacon Act. This includes a requirement for the contractor or subcontractor to submit to the non-Federal entity weekly, for each week in which any contract work is performed, a certified copy of the payroll and a statement of compliance (29 CFR sections 5.5 and 5.6).

OMB Circular A-133 Subpart C Section .300(b) requires auditees to maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of the contracts or grant agreements that could have a material effect on each of its Federal programs.

CONDITION

During the current audit period, the Cook County Department of Transportation and Highways (DOTH) did not adopt and implement written policies and procedures to comply with Federal Davis Bacon requirements.

CONTEXT

During the current audit period, this program was tested as a major program for fiscal years 2012 and 2013, as discussed in Note 8 in the Notes to Schedule of Expenditures of Federal Awards. In fiscal years 2012 and 2013, DOTH had three (3) and two (2) active projects, respectively, that required compliance with Davis Bacon requirements. During our reviews, we noted no evidence of the review of weekly certified payrolls and no evidence of employee interviews being performed. Also, there were no written policies and procedures to ensure compliance with Davis Bacon requirements.

As a result of the timing of the fiscal years 2012 and 2013 audits, DOTH did not have adequate time to implement its corrective actions to develop and implement written policies and procedures to ensure compliance with Davis Bacon Act requirements, which resulted in this finding being repeated in the current audit period.

EFFECT

The lack of detailed written policies and procedures could impair the DOTH’s ability to adequately ensure compliance with future Davis Bacon requirements.

CAUSE

Based on discussion with management, this occurred due to the fact that the DOTH Resident Engineers and their Supervisors lacked the expertise in conducting the interviews with Contractors.

Davis-Bacon Act

Federal Department – U.S. Department of Transportation

Passed-through the Illinois Department of Transportation

Highway Planning and Construction Cluster:

- **Highway Planning and Construction, CFDA #20.205**

County Department – Department of Transportation and Highways (DOTH)

Finding 2015 – 002 (Continued)

RECOMMENDATIONS

We recommend DOTH immediately develop, adopt and implement written policies and procedures to ensure compliance with Davis Bacon Act requirements. At a minimum, such policies and procedures should sufficiently detail the steps DOTH's personnel would perform to ensure appropriate review and approvals of the weekly certified payrolls, as well as employees interview conducted. The written policies and procedures should then be used to cross-train personnel in conducting required interviews.

VIEWS OF RESPONSIBLE OFFICIALS AND PLANNED CORRECTIVE ACTIONS

The County's Corrective Action Plan is on page 36.

Equipment and Real Property Management

Federal Department – U.S. Elections Assistance Commission

Passed-through the Illinois State Board of Election

Help America Vote Act Requirements Payments, CFDA # 90.401

County Department – County Clerk

Finding 2015 – 003

Questioned Costs: None

CRITERIA

Federal Regulations (41 CFR 105-71.132 (d)) *Management requirements*, requires that "Procedures for managing equipment (including replacement equipment), whether acquired in whole or in part with grant funds, until disposition takes place will, as a minimum, meet the following requirements: (1) Property records must be maintained that include a description of the property, a serial number or other identification number, the source of property, who holds title, the acquisition date, and cost of the property, percentage of Federal participation in the cost of the property, the location, use and condition of the property, and any ultimate disposition data including the date of disposal and sale price of the property. (2) A physical inventory of the property must be taken and the results reconciled with the property records at least once every two years. (3) A control system must be developed to ensure adequate safeguards to prevent loss, damage, or theft of the property. Any loss, damage, or theft shall be investigated. (4) Adequate maintenance procedures must be developed to keep the property in good condition. (5) If the grantee or subgrantee is authorized or required to sell the property, proper sales procedures must be established to ensure the highest possible return."

CONDITION

During the current year, the County Clerk failed to maintain equipment records that comply with Federal regulations.

**Equipment and Real Property Management
Federal Department – U.S. Elections Assistance Commission
Passed-through the Illinois State Board of Election
Help America Vote Act Requirements Payments, CFDA # 90.401
County Department – County Clerk
Finding 2015 – 003 (Continued)**

CONTEXT

During our testing of equipment inventory procedures, we noted the County Clerk provided a reconciliation of the physical inventory to the property and accounting records for one grant BU 6190901 totaling \$1,307,092. Based on our review of the current physical inventory listing provided, we noted total property reported was \$11,102,938. Hence, we were not provided with a complete reconciliation of the current physical inventory to the property and accounting records as required.

The County Clerk's physical inventory listing includes items classified as active, non-active, decommissioned and missing. During our audit, we selected equipment items classified as non-active (26), decommissioned (31) and missing (3), for a total of 60 equipment items tested and noted the following:

- For the non-active and decommissioned items (57 in total), we were unable to observe four (4) equipment items which could not be located. These items are usually kept by the County Clerk and used as spare parts for other equipment items, with the tag number included on the equipment items.
- For the three (3) missing items, there was no documentation provided to support the date the item was determined to be missing as noted on the physical inventory listing.

While we noted the Department developed policies and procedures during the current fiscal year, we noted the policies and procedures do not detail the processes for 1) conducting the physical inventory, including the maintenance of adequate supporting documentation for items classified as non-active, de-commissioned, and missing; and 2) disposal and sales of equipment items.

EFFECT

The failure to maintain required equipment records and to perform a physical inventory and reconciliation to property and accounting records as required is a violation of Federal regulations.

CAUSE

Based on our discussions with management, these situations occurred due to a misunderstanding of the Clerk's Office as to what was expected to be reconciled, equipment purchased under BU 6190901 versus under CFDA # of 90.401.

RECOMMENDATION

We recommend the County Clerk implement policies and procedures to ensure physical inventory results are reconciled to the property and accounting records as required, and to maintain equipment records as required by Federal regulations. Also, we recommend the County Clerk update its policies and procedures to include the process for the disposal and sales of equipment items.

Equipment and Real Property Management
Federal Department – U.S. Elections Assistance Commission
Passed-through the Illinois State Board of Election
Help America Vote Act Requirements Payments, CFDA # 90.401
County Department – County Clerk
Finding 2015 – 003 (Continued)

VIEWS OF RESPONSIBLE OFFICIALS AND PLANNED CORRECTIVE ACTIONS

The County's corrective action plan is on page 37.

Equipment and Real Property Management
Federal Department – U.S. Department of Homeland Security
Passed-through the Illinois Emergency Management Agency
Homeland Security Grant Program, CFDA # 97.067
County Department – Homeland Security and Emergency Management
Finding 2015 – 004 **Questioned Costs: None**

CRITERIA

Federal Regulations (44 CFR 13.32 (d)) *Management requirements*, requires that "Procedures for managing equipment (including replacement equipment), whether acquired in whole or in part with grant funds, until disposition takes place will, as a minimum, meet the following requirements: (1) Property records must be maintained that include a description of the property, a serial number or other identification number, the source of property, who holds title, the acquisition date, and cost of the property, percentage of Federal participation in the cost of the property, the location, use and condition of the property, and any ultimate disposition data including the date of disposal and sale price of the property. (2) A physical inventory of the property must be taken and the results reconciled with the property records at least once every two years. (3) A control system must be developed to ensure adequate safeguards to prevent loss, damage, or theft of the property. Any loss, damage, or theft shall be investigated. (4) Adequate maintenance procedures must be developed to keep the property in good condition. (5) If the grantee or subgrantee is authorized or required to sell the property, proper sales procedures must be established to ensure the highest possible return.

CONDITION

During the current year, the Cook County Department of Homeland Security and Emergency Management (DHSEM) failed to maintain accurate and complete inventory records in accordance with the Federal regulations.

CONTEXT

During our test of equipment inventory procedures, we noted DHSEM maintains a current master equipment listing, which includes the date equipment items were last inventoried. Hence, this list serves as evidence of the physical inventory. We noted that DHSEM did not maintain evidence of the reconciliation of this listing to the property records.

**Equipment and Real Property Management
Federal Department – U.S. Department of Homeland Security
Passed-through the Illinois Emergency Management Agency
Homeland Security Grant Program, CFDA # 97.067
County Department – Homeland Security and Emergency Management
Finding 2015 – 004 (Continued)**

CONTEXT (Continued)

Additionally, during our physical observation of 60 equipment items from the current master equipment listing, we noted the following:

- Five (5) items did not have tag numbers on the master listing.
- Two (2) items did not have tag numbers on the equipment.
- Four (4) items had old asset tag numbers on the equipment which was different than the tag numbers on the master listing.
- Three (3) items did not include an acquisition cost on the master listing.

EFFECT

The failure to maintain equipment records as required, and to document whether or not the required equipment physical inventory and reconciliation to property records was performed as required by Federal regulations could result in the misstatement of perpetual records and inaccurate reporting of federally funded equipment.

CAUSE

Notwithstanding recent efforts to improve the inventory records, the audit finding confirms that there is still remaining work necessary to bring inventory records up to not only the high standards of efficiency and excellence that the DHSEM continually strives for, but also the transparency and verifiability criteria necessary for future audits.

In particular, there are several direct causes of the finding. Due to oversight during the completion of the asset records, some older equipment did not show an original purchase amount. Additionally, as a result of the volume of equipment and the large number of locations housing DHSEM assets, not all assets were physically inventoried during the fiscal year. Finally, many items that have been out of use for years remain on the inventory records and have not yet been formally disposed of.

RECOMMENDATION

We recommend the DHSEM develop and implement policies and procedures to ensure physical inventory results are reconciled to property records as required, and to maintain equipment records as required per Federal regulations.

VIEWS OF RESPONSIBLE OFFICIALS AND PLANNED CORRECTIVE ACTIONS

The County's corrective action plan is on pages 38 – 39.

Subrecipient Monitoring

Federal Department – U.S. Department of Homeland Security

Passed-through the Illinois Emergency Management Agency

Homeland Security Grant Program, CFDA # 97.067

County Department – Homeland Security and Emergency Management

Finding 2015 – 005

Questioned Costs: None

CRITERIA

Circular No. A-133, Subpart D – Federal Agencies & Pass-through Entities, § __.400(d)(3) requires that pass-through entities must monitor the activities of subrecipients as necessary to ensure that Federal awards are used for authorized purposes in compliance with laws, regulations, and the provisions of contracts or grant agreements and that performance goals are achieved.

OMB Circular A-133 Subpart D Section .400 (d) requires pass-through entities to: (1) identify Federal awards made by informing each subrecipient of Catalog of Federal Domestic Assistance (CFDA) title and number, award name and number, award year; (2) advise subrecipients of requirements imposed on them by Federal laws, regulations, and the provisions of contracts or grant agreements as well as any supplemental requirements imposed by the pass-through entity; (3) monitor the activities of subrecipients as necessary to ensure that Federal awards are used for authorized purposes in compliance with laws, regulations, and the provisions of contracts or grant agreements and that performance goals are achieved; (4) ensure that subrecipients expending \$300,000 (*\$500,000 for fiscal years ending after December 31, 2003*) or more in Federal awards during the subrecipient's fiscal year have met the audit requirements of this part for that fiscal year; (5) issue a management decision on audit findings within six months after receipt of the subrecipient's audit report and ensure that the subrecipient takes appropriate and timely corrective action; (6) consider whether subrecipient audits necessitate adjustment of the pass-through entity's own records; and (7) require each subrecipient to permit the pass-through entity and auditors to have access to the records and financial statements as necessary for the pass-through entity to comply with this part. In cases of continued inability or unwillingness of a subrecipient to have the required audits, the pass-through entity shall take appropriate action using sanctions.

Per the Cook County Department of Homeland Security and Emergency Management Internal Procedures for Sub-recipient Monitoring, states “On an annual basis, DHSEM Finance Section staff will monitor each sub-recipient that was active during the fiscal year. If a sub-recipient was not active that year but had corrective actions in the previous year, those sub-recipients will also be included.” Also, the manual further states that “On the scheduled monitoring visit day, DHSEM staff will report to the designated sub-recipient site to conduct the monitoring visit.”

CONDITION

During the current audit period, DHSEM did not adequately document its procedures for the monitoring of subrecipients, which resulted in the noncompliance with Federal regulations.

**Subrecipient Monitoring
Federal Department – U.S. Department of Homeland Security
Passed-through the Illinois Emergency Management Agency
Homeland Security Grant Program, CFDA # 97.067
County Department – Homeland Security and Emergency Management
Finding 2015 – 005 (Continued)**

CONTEXT

During the current fiscal year, DHSEM had three (3) subrecipients that were required to be monitored for compliance with subrecipient monitoring requirements. Based on our review of one (1) subrecipient, we noted the following:

- The subrecipient monitoring was not performed, including the required annual on-site review.
- The subrecipient file had no documentation as to whether or not an A-133 audit was required. Also, we noted no evidence of the receipt of the A-133 single audit report. As a result, we were unable to determine if DHSEM reviewed the report, and if applicable, issued a management decision on audit findings as required.

EFFECT

Failure to adequately monitor the activities and performance of subrecipients could result in Federal awards being used for unauthorized purposes and DHSEM's inability to adequately perform risk assessments on sub recipients.

CAUSE

Based on discussions with management, these situations occurred due to the DHSEM did not adequately track the monitoring of individual subrecipients. As a result, the DHSEM Finance Section failed to complete the site visit and A-133 documentation request for this subrecipient.

RECOMMENDATION

We recommend DHSEM adhere to its policies and procedures and to ensure subrecipient monitoring is performed and adequately documented. Also, DHSEM should request, review and maintain appropriate documentation on A-133 single audit reports from all subrecipients.

VIEWS OF RESPONSIBLE OFFICIALS AND PLANNED CORRECTIVE ACTIONS

The County's corrective action plan is on pages 40 – 41.

CRITERIA

OMB Circular A-133, Subpart C-Auditees, Section 300 (a), Auditee responsibilities states that “the auditee shall identify, in its accounts, all Federal awards received and expended and the Federal programs under which they were received.”

CONDITION

The County failed to maintain adequate controls to ensure that all Federal awards received and expended were identified in its accounts.

CONTEXT

During the current year, the Department of Transportation and Highways Grant totaling \$449,207 was initially excluded as expenditures in the Schedule of Expenditures of Federal Awards (Schedule). These expenditures were paid from other non-federal sources of funds received by the County, and as such, did not flow through the County’s normal grant reporting process. As a result, inadequate controls exist over the County’s current process for the preparation of the Schedule.

EFFECT

Failure to identify all Federal awards received and expended could cause the understatement of Federal expenditures in the Schedule and allow Federal awards to not be reported and audited in accordance with OMB Circular A-133 and thus could result in violations of Federal regulations.

CAUSE

Based on discussions with management, this situation occurred as a result of staffing transitions and miscommunication between the program and finance teams within the Department of Transportation and Highways of Cook County, and as such, their grant applications were not routed through the proper channels as outlined in the County’s Grant Management manual and ultimately not identified as a grant within the County’s financial system.

RECOMMENDATION

We recommend the County implement procedures to ensure that all County departments are trained how to appropriately recognize and communicate the various forms of Federal receipts and expenditures as required by OMB Circular A-133. We further recommend that as a part of the process of preparing the Schedule, the County’s Office of the Comptroller performs a detail internal analysis that includes reviewing the sources of all grants to confirm whether or not each County department has received or expended any form of Federal award during the year.

VIEWS OF RESPONSIBLE OFFICIALS AND PLANNED CORRECTIVE ACTIONS

The County’s Corrective Action Plan is on page 42.

COOK COUNTY, ILLINOIS
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
AND CORRECTIVE ACTION PLAN
FOR THE YEAR ENDED NOVEMBER 30, 2015

<u>Prior Year Findings</u>	<u>Current Year Status</u>
<u>Federal Award Findings</u>	
<u>Finding 2014 – 001</u>	
During the prior fiscal year, the County did not submit its County-wide cost allocation plan (CAP) and Indirect Cost Rate Proposals (ICRP) timely in accordance with the requirements of OMB Circular A-87.	Not Repeated – During the current fiscal year, the County received an extension and submitted the CAP and ICRP timely.
<u>Finding 2014 – 002</u>	
During the prior fiscal year, the Cook County Department of Public Health (CCDPH) did not adequately apply internal controls over required financial reports.	Not Repeated – During the current fiscal year, the CCDPH implemented its corrective action plan and complied with its reporting requirements.
<u>Finding 2014 – 003</u>	
During the prior fiscal year, the Department of Planning and Development (DPD) did not adequately document its procedures for monitoring its subrecipients for the CDBG program, which resulted in the noncompliance with Federal regulations.	Repeated – (See Finding 2015-001) first reported 11/30/10.
<u>Finding 2014 – 004</u>	
During the prior fiscal year, the Justice Advisory Council (JAC) did not comply with the reporting requirements of the Interagency Agreement of the Edward Byrne Memorial Justice Assistance Grant Program.	Not Repeated – During the current year, JAC implemented its corrective action plan by developing and implementing written policies and procedures.
<u>Finding 2014 – 005</u>	
During the prior fiscal year, the County Clerk failed to maintain equipment records that comply with 24 CFR 85.32(d).	Repeated – (See Finding 2015-003) first reported 11/30/14.

COOK COUNTY, ILLINOIS
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
AND CORRECTIVE ACTION PLAN
(Continued)
FOR THE YEAR ENDED NOVEMBER 30, 2015

<u>Prior Year Findings</u>	<u>Current Year Status</u>
<u>Federal Award Findings (Continued)</u>	
<u>Finding 2014 – 006</u>	
During the prior fiscal year, the Chicago-HIDTA program did not maintain adequate controls over managing Federal equipment.	Not Repeated – During the current fiscal year, the Chicago HIDTA implemented its corrective action plan and complied with Federal guidelines over equipment.
<u>Finding 2014 – 007</u>	
During the prior fiscal year, the Chicago-HIDTA did not comply with the reporting requirements of the Federal Financial Report.	Not Repeated – During the current fiscal year, the Chicago-HIDTA implemented its corrective action plan and complied with Federal reporting requirements.
<u>Finding 2014 – 008</u>	
During the prior fiscal year, the Department of Homeland Security and Emergency Management (DHSEM) did not maintain adequate controls over managing Federal equipment.	Repeated – (See Finding 2015-004) first reported 11/30/14.
<u>Finding 2014 – 009</u>	
During the prior fiscal year, the County OCPO did not adequately ensure Federally-funded contracts issued to vendors were in compliance with certain Federal regulations.	Not Repeated – During the current fiscal year, the County OCPO implemented its corrective action plan and complied with Federal requirements for contracts issued.
<u>Finding 2014 – 010</u>	
During the prior fiscal year, Cook County Health and Hospitals System (CCHHS) did not maintain documentation to ensure compliance with Cook County Code of Ordinances.	Not Repeated – During the current fiscal year, CCHHS implemented its corrective action plan and maintained proper documentation.
<u>Finding 2014 – 011</u>	
During the prior fiscal year, the County failed to maintain adequate controls over the reporting of expenditures of federal awards.	Repeated – (See Finding 2014-006) first reported 11/30/11.



DEPARTMENT OF PLANNING AND DEVELOPMENT

SUSAN M. CAMPBELL

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TONI PRECKWINKLE

PRESIDENT

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17th District

MEMORANDUM

Date: June 2, 2016

To: Lawrence Wilson, Comptroller

From: Susan M. Campbell, Director *SMC*
Department of Planning and Development

Subject: 2015-001 Single Audit Corrective Action Plan

Views of Responsible Officials and Corrective Action Plans:

Due to a delay in staffing and limited resources, inadequate financial monitoring resulted in the inability to sufficiently perform risk assessments of Subrecipients as well as not requesting A-133 Single Audit information from Subrecipients consistently and within a timely manner. The financial monitoring procedures will be revised in accordance with A-133 Subpart D Section .400 (d) and other required regulations to include a complete description of the financial monitoring process and the required timeframe for such monitoring. Research into the federal regulations is ongoing and we are seeking additional clarification from HUD regarding these matters.

The Finance Division is also researching the existing procedures to determine if a Subrecipient is required to submit a Single Audit Report; and whether the county must review other audit reports if a Subrecipient is not part of an A-133 Single Audit process.

ANTICIPATED TIMELINE FOR FULL IMPLEMENTATION OF CORRECTIVE ACTION:

The Department of Planning & Development's (DPD) Finance Division will implement the following corrective action steps in this manner: Fiscal Monitoring Procedures Manual (*July 31, 2016*), Fiscal Monitoring Instrument (*August 30, 2016*) and Fiscal Monitoring Team (*July 1, 2016 pending approval*).

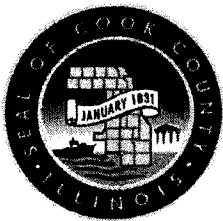
The Fiscal Monitoring Procedures Manual will describe the processes and procedures used by the DPD for the grant management of programs funded primarily by Department of Housing and Urban Development (HUD) and other grantors.

The Fiscal Monitoring Instrument is for monitoring subrecipients in a consistent and uniform manner. The Instrument will consist of the following but not limit to - Monitoring Objectives, Monitoring Checklists, Reporting Requirements, Internal Control Policies and Procedures, Cash Disbursement Review, Financial Practices Review, Audit Resolution/Prior Year Findings, and Exit Conference and Notes.

The Fiscal Monitoring team will consist of one current staff member and potentially a Fiscal Monitor. The identified staff will be responsible for leading fiscal monitoring efforts moving forward. The Department of Planning & Development will seek funding approval for a Fiscal Monitor position to assist with the volume of work and improve efficiency. The Fiscal Monitor will bring additional knowledge, skill sets, and experience to perform monitoring which is a deficit within the department.

RESPONSIBLE STAFF:

Deputy Director, Full Finance Team

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17th District

Department of Transportation and Highways


John Yonan, P.E.

Superintendent

69 West Washington Street, 23rd Floor • Chicago, Illinois 60602-3007 • (312) 603-1601

MEMORANDUM

TO: Lawrence Wilson
Comptroller

FROM: John Yonan, P.E., Superintendent
Department of Transportation and Highways 

DATE: June 1, 2016

Subject: Corrective Action Response for:
Finding 2015-002

The Department of Transportation and Highways (DoTH) acknowledges stronger controls are required in order to comply with the Davis-Bacon reporting and associated requirements, as regulated under 29 CFR Part 5 of the Uniform Guidance. This oversight resulted from lack of expertise by DoTH's Resident Engineers and their Supervisors in conducting interviews and documenting the review of weekly certified payroll records.

Update Manuals and Train Staff:

As a corrective action response, DoTH will revise the policies and procedures and associated manuals to include stricter requirements governing the requirement to submit certified payroll records, the review of certified records, and any action resulting from non-compliance in accordance with the Labor Act and Davis-Bacon requirements. In addition, DoTH will train all required Department Staff on Davis Bacon and Labor Act regulations and requirements.

Procedures for the Collection and Review Certified Payroll Records:

DoTH Supervisors will collect and review certified payrolls weekly from the contractors, document the receipt and review and ensure that daily timesheets correlate to the pay period payroll report. This form will include a signature line to ensure reviewer is identified and will include the date.

Scheduled Interviews and Required Action:

DoTH will set frequent interview dates after the contractor submits their overall project schedule. DoTH will schedule interview dates based on high subcontractor scheduled activities to ensure numerous subcontractors will be interviewed and continue to record interviews by completing IDOT Form BC 163 for each and every one.

This corrective action plan will be implemented by August 1, 2016 by Holly Cichy, Chief Construction Engineer, 312/603-1613 and monitored by me. Please do not hesitate to contact me if you have any questions or need further assistance

**PURCHASING AND OPERATIONS
OFFICE OF COOK COUNTY CLERK DAVID ORR**
118 N. Clark Street, Room 1034, Chicago, Illinois 60602



TEL 312.603.6566 FAX 312.603.6943 WEB cookcountyclerk.com

June 1, 2016

Office of the Cook County Comptroller
Lawrence Wilson, CPA
118 N Clark St, Suite 500
Chicago, IL 60602
Re: Finding 2015 – 003 (Corrective Action on HAVA Phase III grant)

Dear Mr. Wilson:

In response to the audit findings of Washington, Pittman and McKeever stating the County Clerk's Office failed to maintain equipment records that comply with Federal regulations (41 CFR 105-71.132(d)). The Clerk's Office will address the recommendation of the auditors by taking the following corrective actions:

1. Add additional physical inventory fields indicating fund (i.e. grant, operating, capital) and purchase order used to procure equipment
2. Obtain full list of fixed assets reported to county comptroller and update inventory list with details
3. Reconcile physical inventory with fixed asset list as provided by Cook County Comptroller
4. Perform physical inventory and reconciliation on a yearly basis
5. Report all new Federally-funded fixed assets purchased to the Comptroller's Office on a quarterly basis
6. Create a disposal and sale form to be completed for all equipment disposed, sold or de-commissioned
7. Create missing equipment affidavit to be completed for all equipment reported missing or stolen
8. Create investigation guidelines for all missing or stolen equipment
9. Detail the process of performing a physical inventory

These actions will be added to the County Clerk's policies and procedures on Federally-funded grants and distributed to all employees who have contact with grant-funded equipment. The CAP will be completed by the County Clerk's Operations Department under the lead of Director, Nathan Bernacchi, and Deputy Director, Jose Virella. Target date for completion is July 29th, 2016

Upon completion of these corrective actions, the Clerk's Office will have met the recommendation of Washington, Pittman and McKeever and be in full compliance the HAVA Phase III grant.

Please contact me for any further information.

Respectfully,

Nathan Bernacchi
Director of Operations, Cook Clerk's Office

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ERNEST BROWN
EXECUTIVE DIRECTOR



COOK COUNTY
DEPARTMENT OF HOMELAND SECURITY
AND EMERGENCY MANAGEMENT

200 West Washington Street, Suite 1000
Chicago, Illinois 60601
TEL: 312.606.8000

June 3, 2016

Lawrence Wilson, Comptroller
Office of the Comptroller
118 N. Clark Street, Suite 500
Chicago, Illinois 60602

Re: Views of Responsible Officials and Planned Corrective Action - Finding 2015-004

Dear Mr. Wilson:

Please allow this correspondence to serve as the Cook County Department of Homeland Security and Emergency Management's (DHSEM) response to audit finding 2015-004 for Fiscal Year 2015.

Background

During Fiscal Year 2015, the Cook County Department of Homeland Security and Emergency Management (DHSEM) failed to maintain accurate and complete inventory records in accordance with the Federal regulations.

The DHSEM did not complete a full reconciliation between internal master asset listings and the accounting records maintained by the Comptroller's Office. Also, specific instances were noted in which asset tags on the master inventory record did not match up to the asset tags on the items under physical inspection. In addition, there were items on the master inventory record maintained by the DHSEM that did not state the original acquisition cost.

Cause of the Finding

Notwithstanding recent efforts to improve the inventory records, the audit finding confirms that there is still remaining work necessary to bring inventory records up to not only the high standards of efficiency and excellence that the DHSEM continually strives for, but also the transparency and verifiability criteria necessary for future audits.

In particular, there are several direct causes of the finding. Due to oversight during the completion of the asset records, some older equipment did not show an original purchase amount. Additionally, as a result of the volume of equipment and the large number of locations housing DHSEM assets, not all assets were physically inventoried during the fiscal year. Finally, many items that have been out of use for years remain on the inventory records and have not yet been formally disposed of.

Corrective Action Plan

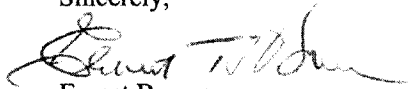
In order to correct the condition listed in the audit finding, the Department of Homeland Security and Emergency Management will adhere to the course of action recommended by the auditor. To achieve this objective, the DHSEM will carry out the following:

1. Perform an analysis of assets included on the DHSEM Master Asset List and dispose of permanently out-of-use items: The Master Asset List includes items that were purchased over twelve years ago including technology items that have long been outdated and out of use. The DHSEM will remove many of these out-of-use assets within the grant and County asset disposal rules. These disposals will be completed by November 30, 2016.
2. Determine original cost for all items on the DHSEM Master Asset List: As noted in this finding, there are assets listed on the DHSEM Master Asset List without an original cost amount. The DHSEM will track these items back to the purchase records to determine the original cost. These amounts will be included in the Master Asset Listing by November 30, 2016.
3. Ensure that all items on the DHSEM Master Asset List include a serial number or other identification number which corresponds to a number on or near the asset: In most cases this identifying number will be on the asset, however, there are times when this will not be possible. For example, software installed within computers may be tagged within a separate notebook because there is no way to physically tag the asset. Another example is equipment installed on the exterior of a helicopter. Physically tagging this equipment would cause safety concerns so the tags may be kept separately from the asset. This will be completed by November 30, 2016.
4. Reconciliation with accounting records maintained by the Comptroller's Office: On a quarterly basis, beginning in August 2016, the DHSEM Finance Section will work with the Office of the Cook County Comptroller to reconcile records between DHSEM operational listings and accounting records. The second quarterly reconciliation will be completed by November 30, 2016.

The employee responsible for the above corrective action plan will be Mike Herbstman, Director of Financial Control.

Should you have any questions, concerns or suggestions, please do not hesitate to contact me via phone at 312.603.8181 or email at ernest.brown@cookcountyil.gov.

Sincerely,



Ernest Brown
Executive Director

TONI PRECKWINE
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ERNEST BROWN
EXECUTIVE DIRECTOR



COOK COUNTY
DEPARTMENT OF HOMELAND SECURITY
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61 West Washington Street, Suite 1600
Chicago, Illinois 60602
TEL: (312) 691-8180

June 3, 2016

Lawrence Wilson, Comptroller
Office of the Comptroller
118 N. Clark Street, Suite 500
Chicago, Illinois 60602

Re: Views of Responsible Officials and Planned Corrective Action - Finding 2015-005

Dear Mr. Wilson:

Please allow this correspondence to serve as the Cook County Department of Homeland Security and Emergency Management's (DHSEM) response to audit finding 2015-005 for Fiscal Year 2015.

Background

The County was required by OMB Circular No. A-133, Subpart D to "monitor the activities of subrecipients as necessary to ensure that Federal awards are used for authorized purposes in compliance with laws, regulations, and the provisions of contracts or grant agreements and that performance goals are achieved." By the DHSEM's own internal procedures, the DHSEM is committed to complete an annual site visit to each subrecipient as part of the monitoring process.

Also, under OMB Circular No. A-133, Subpart D, the County is required to request documentation of an A-133 audit from all subrecipients.

In County Fiscal Year 2015, for one of the subrecipients sampled by the Single Auditor, no site visit was performed and documentation of an A-133 audit was not requested of the subrecipient.

Cause of the Finding

The DHSEM did not adequately track the monitoring of individual subrecipients. As a result, the DHSEM Finance Section failed to complete the site visit and A-133 documentation request for this subrecipient.

Corrective Action Plan

The Department of Homeland Security and Emergency Management will adhere to the recommended course of action provided by the Auditor. Specifically, the DHSEM will complete the following:

1. The DHSEM will request and review A-133 single audit reports from all subrecipients active within the County fiscal year. For subrecipients that do not require an A-133 audit, the DHSEM


will require subrecipient management to sign a statement indicating that the audit was not required. This will be completed for all subrecipients by November 30, 2016.

2. As part of the subrecipient monitoring process, at least one member of the DHSEM staff will perform an in-person monitoring visit to each active subrecipient at least one time per County fiscal year. For County Fiscal Year 2016, this will be completed by November 30, 2016.
3. The DHSEM will track all subrecipient monitoring visits and A-133 documentation requests for all subrecipients within a spreadsheet. This spreadsheet will be maintained throughout the year and will be completed by November 30, 2016.

The employee responsible for the above corrective action plan will be Mike Herbstman, Director of Financial Control.

Should you have any questions, concerns or suggestions, please do not hesitate to contact me via phone at 312.603.8181 or email at ernest.brown@cookcountyil.gov.

Sincerely,



Ernest Brown
Executive Director



DEPARTMENT OF BUDGET & MANAGEMENT SERVICES

TANYA S. ANTHONY

BUDGET DIRECTOR

118 N. CLARK, SUITE 1100 • Chicago, Illinois 60602 • (312) 603-4593

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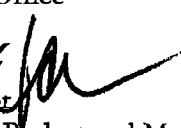
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MEMORANDUM

TO: Lawrence Wilson
Comptroller
Comptroller's Office

FROM: Tanya Anthony 
Budget Director
Department of Budget and Management Services

DATE: June 1, 2016

RE: Corrective Action Response (Finding # 2015-006)

CC: Ivan Samstein, CFO
Raquel Williams, Deputy Budget Director
Latoya Vaughn, Grants Management Director

The County received an audit finding concerning internal controls over financial reporting (finding 2015-006). As required by OMB Circular A-133, Subpart C-Auditees, Section 300 (a), the County is required to identify all Federal awards received and expended by the Federal program, in which the funds were received.

The County acknowledges that there were grant awards and expenditures from the U.S. Department of Transportation that were managed by the County's Department of Transportation and Highways (DoTH), which were omitted from the Grant tracking process of tracking Federal expenditures. This omission occurred as a result of staffing transitions and miscommunication between the program and finance teams within DoTH and as such their grant applications were not routed through the proper channels as outlined in the County's Grant Management manual and ultimately not recognized as a grant within the County's financial system. The County's Department of Budget and Management Services and Comptroller's Office met with the DoTH to discuss the cause of the omission and review the County procedures to be followed when applying for and being awarded a grant, to ensure that Federal, state, and private grant funds are properly reported in accordance with federal, state, and local requirements.

As a corrective action, the County will include DoTH in the quarterly grant workshops to provide guidance and training on the management of Federal, State and Local awards and expenditures. These quarterly trainings require the attendance from all Grant agencies. The County's grant filing and routing procedures will be a discussion topic and reviewed within the next quarterly workshop scheduled for June 14, 2016. As part of the grant procedures, the County requires all grant agencies to submit applications to the Department of Budget and Management Services prior to the submission of the application to the potential granting agencies. The submission of the application will initiate the tracking of all possible federally sourced proposals.

This corrective action plan is implemented as of June 1, 2016. Latoya Vaughn, Grants Management Director, is responsible for providing quarterly trainings to Grant departments.

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