

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL
DISTRICT 215**

COOK COUNTY, ILLINOIS

UNIFORM GUIDANCE REPORT

FOR THE YEAR ENDED
JUNE 30, 2020



THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT 215
TABLE OF CONTENTS

	<u>Page(s)</u>
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government</i> <i>Auditing Standards</i> - Independent Auditor's Report	1-2
Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance - Independent Auditor's Report	3-5
Schedule of Expenditures of Federal Awards.....	6-7
Notes to the Schedule of Expenditures of Federal Awards	8
Schedule of Findings and Questioned Costs.....	9
Summary Schedule of Prior Audit Findings.....	10

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE
AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Thornton Fractional Township High School District 215
Calumet City, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Thornton Fractional Township High School District 215 (the "District"), as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 31, 2020.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the District's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

John Kasperuk Co., Inc.

Calumet City, Illinois
December 31, 2020

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

INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Thornton Fractional Township High School District 215
Calumet City, Illinois

Report on Compliance for Each Major Federal Program

We have audited Thornton Fractional Township High School District 215's (the District) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Thornton Fractional Township High School District 215's major federal programs for the year ended June 30, 2020. Thornton Fractional Township High School District 215's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Thornton Fractional Township High School District 215's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Thornton Fractional Township High School District 215'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 Thornton Fractional Township High School District 215's compliance.

Opinion on Each Major Federal Program

In our opinion, Thornton Fractional Township High School District 215 complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

Report on Internal Control over Compliance

Management of Thornton Fractional Township High School District 215 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 Thornton Fractional Township High School District 215's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Thornton Fractional Township High School District 215'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. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

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

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Thornton Fractional Township High School District 215, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise Thornton Fractional Township High School District 215's basic financial statements. We issued our report thereon dated December 31, 2020, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Comparative information

We have previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of Thornton Fractional Township High School District 215 as of and for the year ended June 30, 2019 (not presented herein), and have issued our report thereon dated November 15, 2019, which contained a unmodified opinion on those financial statements. The accompanying schedule of expenditures of federal awards for the year ended June 30, 2019 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2019 financial statements. The schedule of expenditures of federal awards have been subjected to the auditing procedures applied in the audit of the 2019 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2019.

John Kasperuk Co., Inc.

Calumet City, Illinois
December 31, 2020

THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT 215
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDING JUNE 30, 2020

Federal Grantor/Pass-Through Grantor Program or Cluster Title and Major Program Designation	Major (M)	CFDA Number (A)	ISBE Project # (1st 8 digits) or Contract # (B)	Receipts/Revenues		Expenditure/Disbursements		Obligations/ Encumb. (G)	Final Status (E)+(F)+(G) (H)	Budget (I)
				Year	Year	Year	Year			
				7/1/18-6/30/19 (C)	7/1/19-6/30/20 (D)	7/1/18-6/30/19 (E)	7/1/19-6/30/20 (F)			
Child Nutrition Cluster										
Illinois State Board of Education										
United States Department of Agriculture										
National School Lunch Program		10.555	19-4210-00	805,881	206,210	805,881	206,210	-	1,012,091	N/A
National School Lunch Program		10.555	20-4210-00	-	622,971	-	622,971	-	622,971	N/A
School Breakfast Program		10.553	19-4220-00	127,972	24,947	127,972	24,947	-	152,919	N/A
School Breakfast Program		10.553	20-4220-00	-	104,189	-	104,189	-	104,189	N/A
Summer Food Service Program		10.559	20-4225-00	-	207,891	-	207,891	-	207,891	N/A
DOD Commodities		10.555	07016215017A1	-	76,955	-	76,955	-	76,955	N/A
Commodities		10.555	07016215017A1	-	75,645	-	75,645	-	75,645	N/A
Total United States Department of Agriculture				933,853	1,318,808	933,853	1,318,808	-	2,252,661	
Total Child Nutrition Cluster	M			933,853	1,318,808	933,853	1,318,808	-	2,252,661	
Special Education (IDEA) Cluster										
Illinois State Board of Education and ECHO										
Department of Education										
IDEA - Flow Through		84.027A	19-4620-00	675,796	4,565	675,796	4,565	-	680,361	681,382
IDEA - Flow Through		84.027A	20-4620.00	-	776,143	-	776,143	-	776,143	820,882
Total Department of Education				675,796	780,708	675,796	780,708	-	1,456,504	
Total Special Education (IDEA) Cluster				675,796	780,708	675,796	780,708	-	1,456,504	
Other Programs										
Illinois State Board of Education										
Department of Education										
Title I - Low Income		84.010A	19-4300-00	1,122,882	270,912	1,122,882	270,912	-	1,393,794	1,619,208
Title I - Low Income		84.010A	20-4300-00	-	1,260,610	-	1,260,610	-	1,260,610	1,553,474
Title II - Teacher Quality		84.367A	19-4932-00	106,226	66,324	106,226	66,324	-	172,550	200,847
Title II - Teacher Quality		84.367A	20-4932-00	-	239,359	-	239,359	-	239,359	270,944
Title III - Language Instruction		84.365A	20-4909-00	-	15,658	-	15,658	-	15,658	38,600
Title IV - 21st Century		84.287C	19-4421-00	102,324	31,676	102,324	31,676	-	134,000	134,000

THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT 215
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDING JUNE 30, 2020

Federal Grantor/Pass-Through Grantor Program or Cluster Title and Major Program Designation	Major (M)	CFDA Number (A)	ISBE Project # (1st 8 digits) or Contract # (B)	Receipts/Revenues		Expenditure/Disbursements		Obligations/ Encumb. (G)	Final Status (E)+(F)+(G) (H)	Budget (I)
				Year	Year	Year	Year			
				7/1/18-6/30/19 (C)	7/1/19-6/30/20 (D)	7/1/18-6/30/19 (E)	7/1/19-6/30/20 (F)			
Title IV - 21st Century		84.287C	20-4421-00	-	98,657	-	98,657	-	98,657	134,000
Title IVA Student Support & Academic		84.424A	20-4400-00	-	17,061	-	17,061	-	17,061	17,061
Equipment Assistance Grant		10.579	20-4260-00	-	49,497	-	49,497	-	49,497	N/A
COVID-19- Cares Act ESSER	M	84.425D	20-4998-00	-	219,353	-	219,353	-	219,353	1,100,727
Career Development Systems										
CTE - Perkins	Note 1	84.048	19-4745-00	148,465	(148)	148,317	-	-	148,317	148,317
CTE - Perkins		84.048	20-4745-00	-	120,491	-	120,491	-	120,491	132,398
Total Department of Education				1,479,897	2,389,450	1,479,749	2,389,598	-	3,869,347	
Illinois Department of Healthcare and Family Services										
Department of Health and Human Services										
Medical Assistance Program		93.778	20-4991-00	-	46,887	-	46,887	-	46,887	N/A
Total Department of Health and Human Services				-	46,887	-	46,887	-	46,887	
Total Other Programs				1,479,897	2,436,337	1,479,749	2,436,485	-	3,916,234	
TOTAL FEDERAL AWARDS				3,089,546	4,535,853	3,089,398	4,536,001	-	7,625,399	

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

The accompanying notes are in integral part of this schedule.

Note 1- The 2019 Perkins grant expenditures claimed at 6/30/19 in the amount of \$148,465 was changed after our audit to allow only \$148,317 due to the budget. We are adjusting the SEFA for the change of \$148.

THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT 215
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SEFA)
YEAR ENDING JUNE 30, 2020

Note 1: Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Thorton Fractional High School District 215 and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of the Office of Management and Budget Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Note 2: Indirect Facilities & Administration costs

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

Note 3: Subrecipients

There are no amounts provided to subrecipients from each federal program listed on the accompanying schedule of expenditures of federal awards.

Note 4: Non-Cash Assistance

The following amounts were expended in the form of non-cash assistance by Thorton Fractional High School District 215 and should be included in the Schedule of Expenditures of Federal Awards:

NON-CASH COMMODITIES (CFDA 10.555):	\$75,645	
OTHER NON-CASH ASSISTANCE - DEPT. OF DEFENSE FRUITS & VEGETABLES	\$76,955	
	Total Non-Cash	\$152,600

Note 5: Other Information

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

Property	\$0
Auto	\$0
General Liability	\$0
Workers Compensation	\$0
Loans/Loan Guarantees Outstanding at June 30:	\$0
District had Federal grants requiring matching expenditures	NO
	(Yes/No)

Note 6: Major Program Determination

In accordance with the requirements of the Office of Management and Budget Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, major programs for the District are individual programs or a cluster of programs determined by using a risk-based analysis. The threshold for distinguishing Type A and Type B programs was \$750,000.

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT 215
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDING JUNE 30, 2020**

SECTION I - SUMMARY OF AUDITOR'S RESULTS

FINANCIAL STATEMENTS

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

INTERNAL CONTROL OVER FINANCIAL REPORTING:

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

FEDERAL AWARDS

INTERNAL CONTROL OVER MAJOR PROGRAMS:

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

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

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

IDENTIFICATION OF MAJOR PROGRAMS:

CFDA NUMBER(S)	NAME OF FEDERAL PROGRAM or CLUSTER	AMOUNT OF FEDERAL PROGRAM
10.555,10.556,10.553,10.559	Child Nutrition Cluster	1,318,808
84.425D	COVID-19- Cares Act ESSER	219,353
	Total Amount Tested as Major	\$1,538,161

Total Federal Expenditures for 7/1/19-6/30/20 \$4,536,001

% tested as Major 33.91%

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

Auditee qualified as low-risk auditee? X YES NO

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT 215
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDING JUNE 30, 2020**

<u>Finding Number</u>	<u>Condition</u>	<u>Current Status</u>
2019-001	During compliance testing of the District's accounting records to the expenditure report filed with ISBE, we noted an excessive amount of journal entries were needed recorded under the audit.	Corrected