

# **Single Audit Section**

COUNTY OF CHAMPAIGN, ILLINOIS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED NOVEMBER 30, 2010

Federal Agency CFDA # / Federal Program Name County Department	Direct or Pass-Through Funding Agency Grant Number	Federal Expenditures
<b>U.S. DEPT. OF HEALTH &amp; HUMAN SERVICES</b>		
<b>93.600 Head Start Program</b>		<b>\$4,222,246</b>
Regional Planning Comm.--Head Start Fund	U.S. Dept. of Health & Human Services Grant #05/CH/6105/16 (09/10)	\$1,136,087
Regional Planning Comm.--Head Start Fund	U.S. Dept. of Health & Human Services Grant #05/CH/6105/17 (10/11)	\$3,086,159
<b>93.708 ARRA - Head Start Program</b>		<b>\$1,254,139</b>
Regional Planning Comm.--Head Start Fund	U.S. Dept. of Health & Human Services Grant #05/SE/6105/01 (09/10)	\$204,590
Regional Planning Comm.--Head Start Fund	U.S. Dept. of Health & Human Services Grant #05/SH/6105/01 (09/10)	\$882,108
Regional Planning Comm.--Head Start Fund	U.S. Dept. of Health & Human Services Grant #05/SH/6105/02 (10/11)	\$167,441
<b>93.568 Low Income Home Energy Assistance Program</b>		<b>\$3,128,995</b>
Regional Planning Commission	IL Dept. of Commerce & Economic Opportunity LIHEAP Grant #10-224042 (09/10)	\$3,020,438
Regional Planning Commission	IL Dept. of Commerce & Economic Opportunity Weatherization Grant #10-221042 (09/10)	\$108,557
<b>93.569 Community Services Block Grant</b>		<b>\$468,973</b>
Regional Planning Commission	IL Dept. of Commerce & Economic Opportunity Grant #09-231038 (2009)	\$43,018
Regional Planning Commission	IL Dept. of Commerce & Economic Opportunity Grant #10-231038 (2010)	\$425,955
<b>93.710 ARRA - Community Services Block Grant</b>		<b>\$702,676</b>
Regional Planning Commission	IL Dept. of Commerce & Economic Opportunity Grant #09-211038 (2009-2010)	\$702,676
<b>93.556 Promoting Safe &amp; Stable Families</b>		<b>\$24,801</b>
Regional Planning Commission	IL Dept. of Children & Family Services Grant #178742-6017 (09/10)	\$24,801

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COUNTY OF CHAMPAIGN, ILLINOIS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED NOVEMBER 30, 2010

Federal Agency CFDA # / Federal Program Name County Department	Direct or Pass-Through Funding Agency Grant Number	Federal Expenditures
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**U.S. DEPT. OF HEALTH & HUMAN SERVICES (continued)**

**93.044 Special Programs for the Aging Title III-B \$17,804**

Regional Planning Commission	East Central Illinois Area Agency on Aging Grant #2010-29 (09/10)	\$17,804
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**93.104 Community Mental Health Services for Children with Serious Emotional Disturbances \$436,966**

Mental Health Board--Access Initiative Fund	IL Dept. of Human Services Grant #40CL001107 (9/30/09 - 6/30/10) (to subrecipients -- \$11,654)	\$296,553
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Mental Health Board--Access Initiative Fund	IL Dept. of Human Services Grant #40CM002237 (7/01/10 - 6/30/11) (to subrecipients -- \$19,530)	\$140,413
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**93.563 Child Support Enforcement Title IV-D \$280,978**

State's Attorney	IL Dept. of Healthcare & Family Services Grant #2008-55-013-K3A (09/10)	\$152,216
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State's Attorney	IL Dept. of Healthcare & Family Services Grant #2011-55-013-K1A (10/11)	\$80,415
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Circuit Clerk	IL Dept. of Healthcare & Family Services Grant #2008-55-007-K3I (09/10)	\$15,967
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Circuit Clerk	IL Dept. of Healthcare & Family Services Grant #2011-55-007-KAE (10/11)	\$22,329
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Sheriff	IL Dept. of Healthcare & Family Services Grant #2008-55-005-K3 (09/10)	\$6,129
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Sheriff	IL Dept. of Healthcare & Family Services Grant #2011-55-005-K1 (10/11)	\$3,922
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**93.069 Public Health Emergency Preparedness \$160,619**

County Public Health Board	IL Dept. of Public Health Grant #07181009 (09/10)	\$47,842
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County Public Health Board	IL Dept. of Public Health Grant #07181009 extension (10/11)	\$23,680
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County Public Health Board	IL Dept. of Public Health Grant #07181131 (09/10)	\$26,661
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County Public Health Board	IL Dept. of Public Health Grant #07181226 (09/10)	\$62,436
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COUNTY OF CHAMPAIGN, ILLINOIS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED NOVEMBER 30, 2010

Federal Agency CFDA # / Federal Program Name County Department	Direct or Pass-Through Funding Agency Grant Number	Federal Expenditures
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**U.S. DEPT. OF ENERGY**

**81.042 Weatherization Assistance for Low Income Persons \$133,330**

Regional Planning Commission	IL Dept. of Commerce & Economic Opportunity Grant #10-401042 (09/10)	\$133,330
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**81.042 ARRA - Weatherization Assistance for Low Income Persons \$1,521,362**

Regional Planning Commission	IL Dept. of Commerce & Economic Opportunity Grant #09-491042 (10/11)	\$1,521,362
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**81.128 ARRA - Energy Efficiency and Conservation Block Grant \$52,307**

Regional Planning Commission	IL Assoc. of Regional Councils / IL DCEO Grant #10-451001-005 (10/11)	\$52,307
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**U.S. DEPT. OF HOUSING & URBAN DEVELOPMENT**

**14.238 Shelter Plus Care Program \$316,127**

Regional Planning Commission	U.S. Dept. of Housing & Urban Development Shelter Plus Care I & II #IL0039C5T030801 (09/10)	\$184,335
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Regional Planning Commission	U.S. Dept. of Housing & Urban Development Shelter Plus Care I & II #IL0039C5T030801 (10/11)	\$124,563
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Regional Planning Commission	U.S. Dept. of Housing & Urban Development Shelter Plus Care III #IL01C703001 (09/10)	\$3,372
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Regional Planning Commission	U.S. Dept. of Housing & Urban Development Shelter Plus Care III #IL01C703001 (10/11)	\$3,857
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**14.257 ARRA - Homelessness Prevention & Rapid Re-Housing Program \$145,443**

Regional Planning Commission	IL Dept. of Commerce & Economic Opportunity Grant #09-261008 (09/10)	\$145,443
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**14.239 H.O.M.E. Investment Partnerships Program \$99,810**

Regional Planning Commission	City of Urbana Subgrant 7/1/09 - 6/30/10	\$1,278
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Regional Planning Commission	City of Urbana Subgrant 7/1/10 - 6/30/11	\$1,464
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Regional Planning Commission	City of Urbana Tenant Rental Assistance 2/1/10 - 6/30/12	\$38,545
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COUNTY OF CHAMPAIGN, ILLINOIS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED NOVEMBER 30, 2010

Federal Agency CFDA # / Federal Program Name County Department	Direct or Pass-Through Funding Agency Grant Number	Federal Expenditures
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<b>U.S. DEPT. OF HOUSING &amp; URBAN DEVELOPMENT (continued)</b>
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<b>14.239 H.O.M.E. Investment Partnerships Program (continued)</b>		
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Regional Planning Commission	City of Champaign Tenant Rental Assistance 11/4/09 - 11/3/10	\$58,523
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<b>14.870 Resident Opportunity &amp; Supportive Services - Service Coordinators</b>		<b>\$68,699</b>
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Regional Planning Commission	Housing Authority of Champaign County Grant #2577-0229 (09/10)	\$68,699
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<b>14.218 Community Development Block Grant / Entitlement Grant</b>		<b>\$45,699</b>
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Regional Planning Commission	Village of Rantoul Court Diversion 7/1/09-6/30/10	\$7,500
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Regional Planning Commission	City of Urbana Court Diversion 7/1/09-6/30/10	\$2,450
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Regional Planning Commission	Cunningham Township Court Diversion 7/1/10-6/30/11	\$2,619
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Regional Planning Commission	City of Champaign Senior Home Repair Program 7/1/09-6/30/10	\$19,366
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Regional Planning Commission	City of Champaign Senior Home Repair Program 7/1/10-6/30/11	\$9,843
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Regional Planning Commission	Village of Rantoul Senior Case Management 5/1/09-4/30/10	\$3,921
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<b>14.235 Supportive Housing Program</b>		<b>\$5,264</b>
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Regional Planning Commission	U.S. Dept. of Housing & Urban Development Grant #IL01B603001 (1/1/09-12/31/09)	\$0
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Regional Planning Commission	U.S. Dept. of Housing & Urban Development Grant #IL01B603001 (1/1/10-12/31/10)	\$5,264
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<b>U.S. DEPT. OF TRANSPORTATION</b>
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<b>20.205 FHWA Highway Planning &amp; Construction</b>		<b>\$631,225</b>
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Highway Department	IL Dept. of Transportation Rural Traffic Sign Upgrade #HSIP-0019(131)	\$201,118
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COUNTY OF CHAMPAIGN, ILLINOIS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED NOVEMBER 30, 2010

Federal Agency CFDA # / Federal Program Name County Department	Direct or Pass-Through Funding Agency Grant Number	Federal Expenditures
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**U.S. DEPT. OF TRANSPORTATION (continued)**

**20.205 FHWA Highway Planning & Construction (continued)**

Highway Department	IL Dept. of Transportation Monticello Rd. Prelim. Engineering #HSIP-531(107)	\$92,520
Regional Planning Commission	IL Dept. of Transportation Grant #10T0025 (09/10)	\$205,324
Regional Planning Commission	IL Dept. of Transportation Grant #11T0058 (10/11)	\$118,159
Regional Planning Commission	IL Dept. of Transportation Simulation Grant #DTFH61-08-P-00194 (09/10)	\$0
Regional Planning Commission	IL Dept. of Transportation Signal Retiming Grant #HSIP-0019(129) (10/11)	\$14,104

**20.505 FTA Federal Transit Metropolitan Planning \$83,739**

Regional Planning Commission	IL Dept. of Transportation Grant #10T0025 (09/10)	\$54,199
Regional Planning Commission	IL Dept. of Transportation Grant #11T0058 (10/11)	\$29,540

**20.509 FTA Formula Grants for Other Than Urbanized Areas \$82,130**

Regional Planning Commission	IL Dept. of Transportation Grant #PT07074 (4/1/07-3/31/10)	\$82,130
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**20.600 State and Community Highway Safety \$2,032**

Sheriff	IL Dept. of Transportation Grant #OP0-0010-676 (2010)	\$2,032
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**U.S. DEPT. OF AGRICULTURE**

**10.558 Child & Adult Care Food Program \$195,882**

Regional Planning Comm.--Head Start Fund	IL State Board of Education Grant #09-010-043P-00	\$195,882
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**10.555 National School Lunch Program \$15,587**

Juvenile Detention Center	IL State Board of Education Grant #09-010-043P-00	\$15,587
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COUNTY OF CHAMPAIGN, ILLINOIS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED NOVEMBER 30, 2010

Federal Agency CFDA # / Federal Program Name County Department	Direct or Pass-Through Funding Agency Grant Number	Federal Expenditures
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**U.S. DEPT. OF AGRICULTURE (continued)**

**10.553 National School Breakfast Program \$9,048**

Juvenile Detention Center	IL State Board of Education Grant #09-010-043P-00	\$9,048
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**U.S. DEPT. OF JUSTICE**

**16.575 Crime Victim Assistance \$52,894**

State's Attorney--Victim Advocacy Fund	IL Criminal Justice Information Authority Grant #209078 (09/10)	\$23,641
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State's Attorney--Victim Advocacy Fund	IL Criminal Justice Information Authority Grant #210078 (10/11)	\$5,681
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Child Advocacy Center	IL Criminal Justice Information Authority Grant #209216 (10/11)	\$23,572
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**16.579 Byrne Memorial Anti-Drug Abuse Formula Grant \$44,800**

State's Attorney	IL Appellate Prosecutor Drug Prosecutor Contract 10/1/09-9/30/10	\$37,333
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State's Attorney	IL Appellate Prosecutor Drug Prosecutor Contract 10/1/10-9/30/11	\$7,467
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**16.606 State Criminal Alien Assistance Program \$24,887**

Sheriff	U.S. Dept. of Justice Grant #2010-AP-BX-0476 (2010)	\$24,887
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**16.543 Missing Children's Assistance \$10,206**

Child Advocacy Center	National Children's Alliance Program Support #063-Cham-IL-PS09 (2009)	\$1,077
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Child Advocacy Center	National Children's Alliance Program Support #Cham-IL-SA10 (2010)	\$9,129
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**16.607 Bulletproof Vest Partnership \$7,497**

Sheriff	U.S. Dept. of Justice 2005 Award	\$4,762
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Sheriff	U.S. Dept. of Justice 2006 Award	\$159
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COUNTY OF CHAMPAIGN, ILLINOIS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED NOVEMBER 30, 2010

Federal Agency CFDA # / Federal Program Name County Department	Direct or Pass-Through Funding Agency Grant Number	Federal Expenditures
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**U.S. DEPT. OF JUSTICE (continued)**

**16.607 Bulletproof Vest Partnership (continued)**

Sheriff	U.S. Dept. of Justice 2009 Award	\$2,576
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**16.523 Juvenile Accountability Block Grant \$2,457**

Court Services--Juv. Info. Sharing System Fund	IL Criminal Justice Information Authority Grant #506005 (09/10)	\$1,005
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Court Services--Juv. Info. Sharing System Fund	IL Criminal Justice Information Authority Grant #507005 (10/11)	\$1,452
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**U.S. DEPT. OF HOMELAND SECURITY**

**97.042 Emergency Management Performance Grant \$33,107**

Emergency Management Agency	IL Emergency Management Agency 10/1/08 - 9/30/09	\$0
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Emergency Management Agency	IL Emergency Management Agency 10/1/09 - 9/30/10	\$33,107
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**97.067 Homeland Security Grant Program \$120,601**

Emergency Management Agency	IL Law Enforcement Alarm System Emrg. Oper. Center Technology Grant 7/1/10 - 3/31/11	\$120,601
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**97.055 Interoperable Communications Equipment Grant \$42,799**

Emergency Management Agency	IL Emergency Management Agency Grant #08IECGPCHA 4/1/09-6/30/10	\$42,799
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**97.024 Emergency Food & Shelter National Board Program \$11,358**

Regional Planning Commission	Emergency Food & Shelter National Board Grant No. 23-6000 Phase 28 (09/10)	\$11,358
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**U.S. ELECTION ASSISTANCE COMMISSION**

**90.401 Help America Vote Act Requirements Payments \$71,959**

County Clerk--Election Assistance Fund	IL State Board of Elections Phase III HAVA Requirements Grant	\$71,959
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COUNTY OF CHAMPAIGN, ILLINOIS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED NOVEMBER 30, 2010

Federal Agency CFDA # / Federal Program Name County Department	Direct or Pass-Through Funding Agency Grant Number	Federal Expenditures
<b>U.S. GENERAL SERVICES ADMINISTRATION</b>		
<b>39.011 Election Reform Payments</b>		<b>\$46,049</b>
County Clerk--Election Assistance Fund	IL State Board of Elections Punchcard Replacement Grant	\$46,049
<b>U.S. DEPT. OF LABOR</b>		
<b>17.259 ARRA - Workforce Investment Act Youth Activities</b>		<b>\$30,347</b>
Regional Planning Commission	IL Dept. of Commerce & Economic Opportunity Grant #08-735409	\$30,347
<b>U.S. DEPT. OF EDUCATION</b>		
<b>84.027 Special Education Grants to States</b>		<b>\$10,680</b>
Regional Planning Commission	IL State Board of Education Grant #2010-4630-10 (09-010-043P-00) (09/10)	\$8,971
Regional Planning Commission	IL State Board of Education Grant #2011-4630-10 (09-010-043P-00) (10/11)	\$1,709
<b>U.S. DEPT. OF THE INTERIOR</b>		
<b>15.809 National Spatial Data Infrastructure Cooperative Agreements</b>		<b>\$5,292</b>
Regional Planning Commission	U.S. Geological Survey Grant #G10AC00203	\$5,292
<b>U.S. ENVIRONMENTAL PROTECTION AGENCY</b>		
<b>66.605 Performance Partnership Grants</b>		<b>\$1,463</b>
County Public Health Board	IL Dept. of Public Health Public Water Sys. Supvsn. 10/1/09 - 9/30/10	\$1,463
TOTAL FEDERAL AWARDS		<u><u>\$14,622,277</u></u>

Notes:

Accounting policy for this schedule: Federal award expenditures are reported on a modified accrual basis in the period when incurred.

**Independent Auditor's Report on Internal Control Over Financial Reporting and on  
Compliance and Other Matters Based on an Audit of Financial Statements Performed in  
Accordance with Government Auditing Standards**

Champaign County Board  
Champaign County, Illinois  
Urbana, Illinois

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Champaign County, Illinois (County) as of and for the year ended November 30, 2010, and have issued our report thereon dated July 12, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Internal Control Over Financial Reporting**

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

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 County's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting 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 financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified a certain deficiency in internal control over financial reporting, described in the accompanying schedule of findings and questioned costs, to be a significant deficiency in internal control over financial reporting (Finding 2010-01). 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.

## Compliance and Other Matters

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

We noted certain matters that we reported to management of Champaign County, Illinois in a separate letter dated July 12, 2011.

Champaign County, Illinois' response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit Champaign County, Illinois' response and, accordingly, we express no opinion on it.

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

*Clifton Gunderson LLP*

Champaign, Illinois  
July 12, 2011

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

Champaign County Board  
Champaign County, Illinois  
Urbana, Illinois

**Compliance**

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

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Champaign County, Illinois' compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Champaign County, Illinois' compliance with those requirements.

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

## Internal Control Over Compliance

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

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in the County's internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, we identified a certain deficiency in internal control over compliance that we consider to be a significant deficiency as described in the accompanying schedule of findings and questioned costs as Finding 2010-2. 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 the attention of those charged with governance.

Champaign County, Illinois' response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit Champaign County, Illinois' response and, accordingly, we express no opinion on it.

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

*Clifton Henderson LLP*

Champaign, Illinois  
July 12, 2011

**CHAMPAIGN COUNTY, ILLINOIS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended November 30, 2010**

**Section I - Summary of Auditor's Results**

**Financial Statements**

Type of auditor's report issued:

Unqualified

Internal control over financial reporting:

- Material weaknesses identified?  Yes  No
- Significant deficiency identified that is not considered to be a material weakness?  Yes  None reported

Noncompliance material to financial statements noted?

Yes  No

**Federal Awards**

Internal control over major programs:

- Material weaknesses identified?  Yes  No
- Significant deficiency identified that is not considered to be a material weakness?  Yes  None reported

Type of auditor's report issued on compliance for major programs:

unqualified opinion

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A-133?

Yes  No

Identification of major programs:

**CFDA Number(s)**

**Name of Federal Program or Cluster**

81.042	Weatherization Assistance for Low Income Persons
93.569, 93.710	Community Services Block Grant, ARRA-Community Services Block Grant
93.600, 93.708	Head Start Fund, ARRA-Head Start
20.205	Highway Planning and Construction
93.104	Community Mental Health Services for Children With Emotional Disturbances

Dollar threshold used to distinguish between type A and type B programs: \$438,668

Auditee qualified as low-risk auditee?

Yes  No

**CHAMPAIGN COUNTY, ILLINOIS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended November 30, 2010**

**Section II - Financial Statement Findings**

**FINDING NO. 2010-1 – BANK RECONCILIATION REVIEW-CIRCUIT CLERK'S OFFICE**

*Criteria or Specific Requirement:* Internal control is the process designed to provide reasonable assurance that transactions are executed properly. Review of bank reconciliations is an important aspect of an internal control environment.

*Condition:* Bank reconciliations prepared in the Circuit Clerk's Office (Office) are not reviewed by someone other than the preparer. The preparer of the reconciliations has significant responsibilities for many of the accounting functions of the Office.

*Context:* This pertains to the general operating account of the Office.

*Effect:* A lack of review process of bank reconciliations can lead to errors or irregularities that are not found on a timely basis.

*Cause:* The Office believed that the segregation of the accounting duties of the preparer of bank reconciliations, to the extent that staffing levels permit, was sufficient to satisfy internal control requirements.

*Recommendation:* Management's close supervision and review of accounting information, including documented review and approval of reconciliations, is the best means of preventing and detecting errors and irregularities and provides a safeguard for the Office when the number of personnel in accounting functions is limited.

*Views of Responsible Officials and Planned Corrective Action:* The Circuit Clerk believes that having the mandated task of receipting and disbursing all court-related money is a sacred responsibility. All bank reconciliations since December of last year have been reviewed by someone other than the preparer. All subsequent reconciliations shall be reviewed.

**CHAMPAIGN COUNTY, ILLINOIS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended November 30, 2010**

**Section III - Federal Award Findings and Questioned Costs**

**FINDING NO. 2010- 2- PROPER CONTROL OVER CASH MANAGEMENT**

Federal Agency/Program: U.S. Department of Health and Human Services –CFDA #93.104  
– Community Mental Health Services for Children with Serious Emotional Disturbances; Passed-through Illinois Department of Human Services (IDHS)  
Questioned Costs: None noted

*Criteria or Specific Requirement:* Cash management compliance requirements state if federal funds are received in advance, the grantee must establish procedures with the pass-through entity (IDHS) to minimize the time between the transfer of federal funds and the disbursement of funds for program purposes.

*Condition:* During our audit testing, we noted there was not a process in place to minimize the time lapsing between the receipt of federal funds and disbursements for program purposes.

*Context:* This was noted in three of the three receipts of funds during the fiscal year.

*Effect:* Lack of control procedures over cash management resulted in excess cash being on hand for an extended period of time.

*Cause:* This is a new program with large amounts received in advance for start-up costs. Per County personnel, they had no notice from IDHS when funding would be received prior to its receipt or explanation of the amount received. Per County personnel, they were concerned about returning excess funding to the State, as they knew they would need it for future payroll. They were aware of the excess cash and did properly track interest earned on the funds.

*Recommendation:* We recommend the County work with IDHS to develop a formal process to minimize the time elapsing between the transfer of funds and disbursement of funds for program purposes.

*Views of Responsible Officials and Planned Corrective Action:* The County has made a serious effort to address this and other issues, but IDHS has not been responsive to these efforts. IDHS has withheld payments to the County in order to reduce the fund balance, and the County is now submitting monthly reimbursement reports which are intended to drive payments. The cash balance has now dropped to an acceptable level.

**CHAMPAIGN COUNTY, ILLINOIS  
SCHEDULE OF STATUS OF PRIOR YEAR FINDINGS  
Year Ended November 30, 2010**

**YEAR ENDED NOVEMBER 30, 2009**

NONE