

**SCHOOL DISTRICT OF JANESVILLE**  
Janesville, Wisconsin

**FEDERAL AND STATE SINGLE AUDIT REPORTS**

Year Ended June 30, 2017



**SCHOOL DISTRICT OF JANESVILLE**  
Janesville, Wisconsin

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**INDEPENDENT AUDITOR'S REPORT ON  
SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS  
AND STATE FINANCIAL ASSISTANCE**

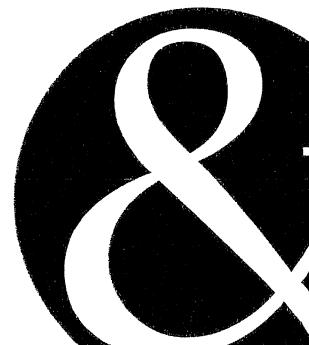
Board of Education  
School District of Janesville  
Janesville, Wisconsin

**Report on the Schedules of Expenditures of Federal Awards and State Financial Assistance Required  
by the Uniform Guidance and the Wisconsin *State Single Audit Guidelines***

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the School District of Janesville (the "district") as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the district's basic financial statements. We issued our report thereon dated November 22, 2017, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedules of expenditures of federal awards and state financial assistance are presented for purposes of additional analysis as required by the Uniform Guidance and the Wisconsin *State Single Audit Guidelines*, issued by the State of Wisconsin Department of Administration and State Single Audit Committee, 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 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 schedules of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Madison, Wisconsin  
November 22, 2017

*Smith & Gesteland, LLP*  
SMITH & GESTELAND, LLP



**SCHOOL DISTRICT OF JANESVILLE**  
Janesville, Wisconsin

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
Year Ended June 30, 2017

Awarding Agency Pass-Through Agency/ Award Description	Federal Catalog Number	Pass Through Identifying Number	Receivable July 1, 2016	Grantor Reimbursements	Expenditures	Receivable June 30, 2017
<u>U.S. DEPARTMENT OF EDUCATION</u>						
Special Education Cluster (IDEA):						
High Cost Special Education Aid	84.027	532695-119		\$ 22,056	\$ 22,056	
Passed through Wisconsin Department of Public Instruction: July 1, 2016 - June 30, 2017			\$ 356,535	356,535		80,177
IDEA Flow Through (EIS)	84.027	2017-532695-IDEA-341		2,102,161	2,182,338	
Passed through Wisconsin Department of Public Instruction: July 1, 2015 - June 30, 2016 July 1, 2016 - June 30, 2017			3,853	3,853		
IDEA Discretionary - Universal Design for Learning	84.027	342-00000-532695		3,492	6,388	
Passed through Wisconsin Department of Public Instruction: July 1, 2015 - June 30, 2016 July 1, 2016 - June 30, 2017			360,388	2,488,097	2,210,782	83,073
Subtotal CFDA 84.027				2,488,097	2,210,782	83,073
IDEA Preschool Entitlement	84.173	A347-00000-532695				
Passed through Wisconsin Department of Public Instruction: July 1, 2015 - June 30, 2016 July 1, 2016 - June 30, 2017			33,649	33,649	125,869	25,568
Subtotal CFDA 84.173			33,649	100,301	125,869	25,568
Subtotal Special Education Cluster (IDEA)			394,037	2,622,047	2,336,651	108,641
ESEA Title I, Part A Cluster:						
ESEA Title 1-A Basic Grant	84.010	17-532695-Title I-141				
Passed through Wisconsin Department of Public Instruction: July 1, 2015 - June 30, 2016 July 1, 2016 - June 30, 2017			482,675	482,675	2,572,638	477,954
ESEA Title 1-A State Program Improvement	84.010	2017-532695-Focus-145		2,094,684	2,572,638	
Passed through Wisconsin Department of Public Instruction: July 1, 2015 - June 30, 2016 July 1, 2016 - June 30, 2017			1,025	1,025	14,000	

**SCHOOL DISTRICT OF JANESVILLE**  
Janesville, Wisconsin

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

(Continued)

Year Ended June 30, 2017

Awarding Agency Pass-Through Agency/ Award Description	Federal Catalog Number	Pass Through Identifying Number	Reimbursable July 1, 2016	Grantor Reimbursements	Expenditures	Receivable June 30, 2017
<b>U.S. DEPARTMENT OF EDUCATION</b>						
Title I-D Delinquent LEAs Passed through Wisconsin Department of Public Instruction: July 1, 2016 - June 30, 2017	84.010	17-532695-TI-Delinquent-140	\$ 483,700	\$ 42,607	\$ 59,339	\$ 16,932
Subtotal ESEA Title I, Part A Cluster			483,700	2,634,991	2,646,177	494,886
Carl Perkins Act Formula Allocation Grant Passed through Wisconsin Department of Public Instruction: July 1, 2015 - June 30, 2016 July 1, 2016 - June 30, 2017	84.048	2017-532695-CP-CTE-400	22,948	22,948 95,287	108,716	13,429
ESEA Title X-C Homeless Children Passed through Wisconsin Department of Public Instruction: July 1, 2015 - June 30, 2016 July 1, 2016 - June 30, 2017	84.196	2017-532695-Homeless-335	14,755	14,755 41,254	55,204	13,950
ESEA Title IV-B 21st Century Community Learning Centers Passed through Wisconsin Department of Public Instruction: July 1, 2015 - June 30, 2016 July 1, 2016 - June 30, 2017	84.287	17-532695-367-CLC	56,418	56,418 286,158	317,880	31,722
IDEA State Improvement Grant Passed through Wisconsin Department of Public Instruction: July 1, 2015 - June 30, 2016 July 1, 2016 - June 30, 2017	84.323	2016-17-532695-SPDG-349	5,452	5,452 12,306	16,084	3,778
ESEA III-A English Language Acquisition Formula Passed through Wisconsin Department of Public Instruction: July 1, 2015 - June 30, 2016 July 1, 2016 - June 30, 2017	84.365	17-532695-Title III A-391	10,559	10,559 75,378	82,231	6,853

**SCHOOL DISTRICT OF JANESVILLE**  
Janesville, Wisconsin

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

(Continued)

Year Ended June 30, 2017

Awarding Agency Pass-Through Agency/ Award Description	Federal Catalog Number	Pass Through Identifying Number	Receivable July 1, 2016	Grantor Reimbursements	Expenditures	Receivable June 30, 2017
<u>U.S. DEPARTMENT OF EDUCATION</u>						
ESEA Title II-A Teacher/Principal Training Passed through Wisconsin Department of Public Instruction: July 1, 2015 - June 30, 2016 July 1, 2016 - June 30, 2017	84.367	17-532695-Title II-365	\$ 105,515	\$ 105,515	\$ 348,502	\$ 55,601
Total U.S. Department of Education			<u>1,093,384</u>	<u>6,275,969</u>	<u>5,911,445</u>	<u>728,860</u>
<u>U.S. DEPARTMENT OF AGRICULTURE</u>						
Fresh Fruit & Vegetable Program (FFVP) Passed through Wisconsin Department of Public Instruction: July 1, 2015 - June 30, 2016 July 1, 2016 - June 30, 2017	10.582	2017-532695-FF&V-376	17,375	17,375	74,840	17,060
Fresh Fruit & Vegetable Program (FFVP) Passed through Wisconsin Department of Public Instruction: July 1, 2016 - June 30, 2017	10.582	2016-532695-FF&VP-594		57,780		
Subtotal CFDA 10.582			<u>17,375</u>	<u>2,622</u>	<u>2,622</u>	<u>17,060</u>
Child Nutrition Cluster						
Non-Cash Assistance (Commodities):						
National School Lunch Program Passed through Wisconsin Department of Public Instruction: July 1, 2016 - June 30, 2017	10.555	2017-532695-NSL-547		355,575	355,575	
Summer Food Service Program for Children Passed through Wisconsin Department of Public Instruction: July 1, 2016 - June 30, 2017	10.555	2017-532695-SFSP-586		9,507	9,507	
Subtotal Non-Cash Assistance, CFDA 10.555				<u>365,082</u>	<u>365,082</u>	
Cash Assistance:						
National School Lunch Program Passed through Wisconsin Department of Public Instruction: July 1, 2015 - June 30, 2016 July 1, 2016 - June 30, 2017	10.555	2017-532695-NSL-547	294,164	294,164	2,172,939	306,978
Subtotal Cash Assistance, CFDA 10.555			<u>294,164</u>	<u>1,865,961</u>	<u>2,172,939</u>	<u>306,978</u>

**SCHOOL DISTRICT OF JANESVILLE**  
Janesville, Wisconsin

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

(Continued)

Year Ended June 30, 2017

Awarding Agency/ Pass-Through Agency/ Award Description	Federal Catalog Number	Pass Through Identifying Number	Receivable July 1, 2016	Grantor Reimbursements	Expenditures	Receivable June 30, 2017
<b>U.S. DEPARTMENT OF AGRICULTURE</b>						
National School Lunch Program - Snack Passed through Wisconsin Department of Public Instruction:	10.555	2017-532695-NSL-Snacks-566				
July 1, 2015 - June 30, 2016			\$ 2,950	\$ 2,950		
July 1, 2016 - June 30, 2017			297,114	64,012	64,012	
Subtotal Cash Assistance, CFDA 10.555			297,114	2,227,087	2,236,951	306,978
Subtotal CFDA 10.555			297,114	2,592,169	2,602,033	306,978
Cash Assistance:						
School Breakfast Program	10.553					
Passed through Wisconsin Department of Public Instruction:						
July 1, 2015 - June 30, 2016			119,454	119,454		
July 1, 2016 - June 30, 2017				859,137	1,006,021	146,884
Summer Food Service Program for Children	10.559	2017-532695-SFSP-586				
Passed through Wisconsin Department of Public Instruction:						
July 1, 2015 - June 30, 2016			85,343	85,343		
July 1, 2016 - June 30, 2017			501,911	64,027	151,381	87,354
Subtotal Child Nutrition Cluster			501,911	3,720,130	3,759,435	541,216
Circles of Support						
Passed through University of Wisconsin - Extension:	10.500	26494				
July 1, 2015 - June 30, 2016			8,170	8,170		
July 1, 2016 - June 30, 2017				2,864	6,000	3,136
Total U.S. Department of Agriculture			527,456	3,808,941	3,842,897	561,412



**SCHOOL DISTRICT OF JANESVILLE**  
Janesville, Wisconsin

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

(Continued)

Year Ended June 30, 2017

Awarding Agency Pass-Through Agency/ Award Description	Federal Catalog Number	Pass Through Identifying Number	Receivable July 1, 2016	Grantor Reimbursements	Expenditures	Receivable June 30, 2017
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>						
Teen Parents Dropout Prevention Public Aid	93.500	17-532695-InSPIRE-591	\$ 22,480	\$ 22,480	\$ 100,404	\$ 14,568
Passed through Wisconsin Department of Public Instruction:				85,836		
July 1, 2015 - June 30, 2016						
July 1, 2016 - June 30, 2017						
Center For Disease Control	93.079	2016-17-532695-WILY-334				
Passed through Wisconsin Department of Public Instruction:			2,107	2,107	6,741	2,717
July 1, 2015 - June 30, 2016				4,024		
July 1, 2016 - June 30, 2017						
Medical Assistance Program	93.778	44207400				
Passed through Wisconsin Department of Health Services:			877	977,528	1,029,382	51,854
July 1, 2015 - June 30, 2016						
July 1, 2016 - June 30, 2017			25,464	1,092,852	1,136,527	69,139
Total U.S. Department of Health and Human Services						
<u>NATIONAL SCIENCE FOUNDATION</u>						
Education and Human Resources	47.076	549657				
Passed through University of Wisconsin - Madison:			1,699	1,699	805	
July 1, 2015 - June 30, 2016				805		
July 1, 2016 - June 30, 2017						
Total National Science Foundation			1,699	2,504	805	
Total Federal Programs			\$ 1,648,003	\$ 11,180,266	\$ 10,891,674	\$ 1,359,411

**SCHOOL DISTRICT OF JANESVILLE**

Janesville, Wisconsin

**SCHEDULE OF STATE FINANCIAL ASSISTANCE**

Year Ended June 30, 2017

Awarding Agency/ Pass-Through Agency/ Award Description	State I.D. Number	Pass Through Identifying Number	Receivable July 1, 2016	State Reimbursements	Expenditures	Receivable June 30, 2017
<u>Cost Reimbursement Programs</u>						
WISCONSIN DEPARTMENT OF PUBLIC INSTRUCTION:						
Alcohol and Other Drug Abuse	255.306	532695-143	\$ 11,333	\$ 11,333	\$ 25,000	\$ 18,621
July 1, 2015 - June 30, 2016				6,379	2,871	
July 1, 2016 - June 30, 2017			2,987	5,858	2,871	
			<u>14,320</u>	<u>23,570</u>	<u>27,871</u>	<u>18,621</u>
Miscellaneous (various pass-thru agencies)						
Total cost reimbursement programs						
<u>Entitlement Programs</u>						
WISCONSIN DEPARTMENT OF PUBLIC INSTRUCTION:						
Special Education and School Age Parents	255.101	532695-100		4,012,014	4,012,014	
Common School Fund Library Aid	255.103	532695-104		375,312	375,312	
General Transportation Aid	255.107	532695-102		27,559	27,559	
Equalization Aids	255.201	532695-116	1,171,579	67,799,978	67,784,841	1,156,442
Tuition Payments	255.401	532695-157/158		289,563	289,563	
Student Achievement Guarantee in Education (SAGE)	255.504	532695-160		702,729	702,729	
High Cost Special Education Aid	255.210	532695-119		76,752	76,752	
State School Lunch Aid	255.102	532695-107		45,573	45,573	
State School Breakfast Program	255.344	532695-108		46,970	46,970	
Bilingual/Bicultural Aid	255.106	532695-111		54,229	54,229	
Wisconsin School Day Milk Program	255.109	532695-109		26,400	26,400	
Aid For High-Poverty School District	255.926	532695-121		674,510	674,510	
Educator Effective Eval Sys Grants Public	255.940	532695-154		68,080	68,080	
Per Pupil Aid	255.945	532695-113	1,509,450	4,005,950	2,496,500	
Career and Technical Educ Incentive Grants	255.950	532695-151		10,252	10,252	
Assessment of Reading Readiness	255.956	532695-166		12,502	12,502	
Robotics League Participation Grants	255.959	532695-167		5,340	5,340	5,340
WISCONSIN DEPARTMENT OF REVENUE:						
State Computer Aid		532695	145,576	145,576	214,902	214,902
BLACKHAWK TECHNICAL COLLEGE:						
Youth Apprenticeship Grant	455.107	655	1,272	1,272		
Miscellaneous (various pass-thru agencies)				845	845	
Total entitlement programs			<u>2,827,877</u>	<u>78,376,066</u>	<u>76,924,873</u>	<u>1,376,684</u>
Total State Programs			<u>\$ 2,842,197</u>	<u>\$ 78,399,636</u>	<u>\$ 76,952,744</u>	<u>\$ 1,395,305</u>

**SCHOOL DISTRICT OF JANESVILLE**

Janesville, Wisconsin

**NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS  
AND STATE FINANCIAL ASSISTANCE**

Year Ended June 30, 2017

**NOTE 1 - BASIS OF PRESENTATION**

The accompanying schedules of expenditures of federal awards and state financial assistance include the federal and state grant activity of the School District of Janesville and are presented on the modified accrual basis of accounting. The information in these schedules is presented in accordance with the 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) and the Wisconsin *State Single Audit Guidelines*. Therefore, some material presented in these schedules may differ from amounts presented in, or used in the preparation of, the basic financial statements.

**NOTE 2 - OVERSIGHT AGENCIES**

The district's federal oversight agency for audit is the U.S. Department of Education. The district's state cognizant agency is the Wisconsin Department of Public Instruction.

**NOTE 3 - SPECIAL EDUCATION AND SCHOOL AGE PARENTS PROGRAM**

Total net aidable cost on the Wisconsin Department of Public Instruction Aid Sheet ("2017-2018 Special Ed Aid Computation Based on 2016-2017 Actual Costs" report) was \$16,427,853.

**NOTE 4 - INDIRECT COST RATE**

The district has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

**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***

Board of Education  
School District of Janesville  
Janesville, Wisconsin

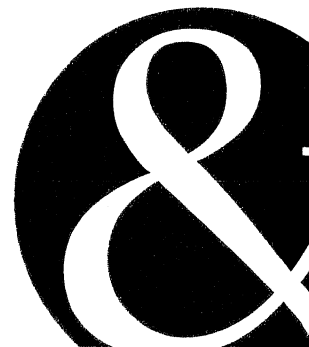
We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the School District of Janesville (the "district"), as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the district's basic financial statements, and have issued our report thereon dated November 22, 2017.

**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) to determine the audit procedures that are appropriate in the circumstances 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 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 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*.

## 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 district'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.

Madison, Wisconsin  
November 22, 2017

*Smith & Gesteland, LLP*  
SMITH & GESTELAND, LLP

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH  
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER  
COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE  
AND THE WISCONSIN STATE SINGLE AUDIT GUIDELINES**

Board of Education  
School District of Janesville  
Janesville, Wisconsin

**Report on Compliance for Each Major Program**

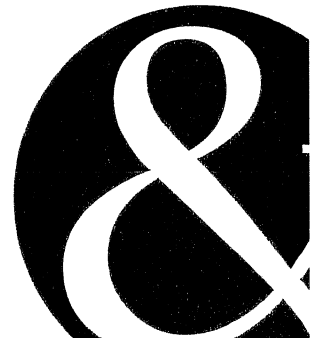
We have audited the School District of Janesville's (the "district") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the district's major federal programs for the year ended June 30, 2017. We have also audited the district's compliance with the types of compliance requirements described in the Wisconsin *State Single Audit Guidelines* issued by the State of Wisconsin Department of Administration and State Single Audit Committee that could have a direct and material effect on each of the district's major state programs for the year ended June 30, 2017. The district's major federal and state 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 and state statutes, regulations, and the terms and conditions of its federal and state awards applicable to its federal and state programs.

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of the district's major federal and state 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; 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); and the Wisconsin *State Single Audit Guidelines*, issued by the State of Wisconsin Department of Administration and Single Audit Committee. Those standards, the Uniform Guidance, and the Wisconsin *State Single Audit Guidelines* 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 or state program occurred. An audit includes examining, on a test basis, evidence about the district'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 and state program. However, our audit does not provide a legal determination of the district's compliance.

### **Opinion on Each Major Federal and State Program**

In our opinion, the district 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 and state programs for the year ended June 30, 2017.

### **Report on Internal Control over Compliance**

Management of the district 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 district's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state 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 and state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and the Wisconsin *State Single Audit Guidelines*, 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 district'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 or state program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a 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 or state program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state 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 and the Wisconsin *State Single Audit Guidelines*. Accordingly, this report is not suitable for any other purpose.

Madison, Wisconsin  
November 22, 2017

*Smith & Gesteland, LLP*  
SMITH & GESTELAND, LLP

**SCHOOL DISTRICT OF JANESVILLE**  
Janesville, Wisconsin

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
Year Ended June 30, 2017

**SECTION I - SUMMARY OF INDEPENDENT AUDITOR'S RESULTS**

***Financial Statements***

Type of auditor's report issued	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiencies identified?	None reported
Noncompliance material to financial statements noted?	No

***Federal Awards***

Internal control over major program(s):	
Material weakness(es) identified?	No
Significant deficiencies identified?	None reported
Type of auditor's report issued on compliance for major program	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Section 200.516 of the Uniform Guidance?	No

Identification of major federal program(s):

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
84.027, 84.173 84.287	Special Education Cluster (IDEA) ESEA Title IV-B 21 <sup>st</sup> Century Community Learning Centers
93.778	Medical Assistance Program

Dollar threshold used to distinguish between Type A and Type B programs:	\$750,000
Auditee qualified as low-risk auditee?	Yes

***State Awards***

Internal control over major programs:	
Material weakness(es) identified?	No
Significant deficiencies identified?	None reported



**SCHOOL DISTRICT OF JANESVILLE**  
Janesville, Wisconsin

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
(Continued)  
Year Ended June 30, 2017

*State Awards (continued)*

Type of auditor's report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with the Wisconsin <i>State Single Audit Guidelines</i> ?	No

Identification of major state programs:

<u>State ID Number</u>	<u>Name of State Program</u>
255.201	Equalization Aids
255.210	High Cost Special Education Aid
255.926	Aid for High-Poverty School District
255.945	Per Pupil Aid

Dollar threshold used to distinguish between Type A and Type B programs:	\$250,000
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Auditee qualified as a low-risk auditee?	Yes
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**SECTION II - FINANCIAL STATEMENT FINDINGS**

NONE

**SECTION III - FEDERAL AND STATE FINDINGS AND QUESTIONED COSTS**

NONE

**SCHOOL DISTRICT OF JANESVILLE**

Janesville, Wisconsin

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

(Continued)

Year Ended June 30, 2017

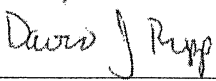
**SECTION IV - OTHER ISSUES**

Does the auditor's report or the notes to the financial statements include disclosure with regard to substantial doubt as to the auditee's ability to continue as a going concern? No

Does the audit report show audit issues (i.e. material non-compliance, non-material non-compliance, questioned costs, material weakness, reportable condition, management letter comment) related to grants/contracts with funding agencies that require audits to be in accordance with the Wisconsin *State Single Audit Guidelines*:  
Department of Public Instruction No

Was a Management Letter or other document conveying audit comments issued as a result of this audit? Yes

Name and signature of partner

  
\_\_\_\_\_  
David J. Rupp, CPA

Date of report

November 22, 2017