

JERICO UNION FREE SCHOOL DISTRICT

FEDERAL SINGLE AUDIT

June 30, 2012

**JERICHO UNION FREE SCHOOL DISTRICT
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JERICHO UNION FREE SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2012

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Agency or Pass-through Number	Federal Expenditures
<u>United States Department of Education</u>			
Passed Through New York State, Department of Education:			
Title I, Part A Cluster			
Title I Grants to Local Educational Agencies	84.010	0021-11-1695	\$ 3,281
Title I Grants to Local Educational Agencies	84.010	0021-12-1695	77,149
Total Title I, Part A Cluster			<u>80,430</u>
Special Education Cluster			
Special Education Grants to States	84.027	0032-11-0466	15,004
Special Education Grants to States	84.027	0032-12-0466	598,794
Special Education Preschool Grants	84.173	0033-11-0466	(828)
Special Education Preschool Grants	84.173	0033-12-0466	25,391
ARRA - Special Education Grants to States	84.391	5032-11-0466	54,975
ARRA - Special Education Preschool Grants	84.392	5033-11-0466	2,322
Total Special Education Cluster			<u>695,658</u>
Safe and Drug Free Schools and Communities	84.186	0180-11-1695	<u>4,612</u>
Education Technology State Grants	84.318	0292-11-1695	<u>484</u>
English Language Acquisition Grants	84.365	0149-12-1695	15,780
English Language Acquisition Grants	84.365	0293-11-1695	1,336
English Language Acquisition Grants	84.365	0293-12-1695	1,927
			<u>19,043</u>
Improving Teacher Quality State Grants	84.367	0147-11-1695	8,400
Improving Teacher Quality State Grants	84.367	0147-12-1695	71,364
			<u>79,764</u>
ARRA - Education Jobs Fund	84.410	5400-12-1695	277,786
			<u>277,786</u>
Total U.S. Department of Education			<u>1,157,777</u>
<u>United States Department of Agriculture</u>			
Passed Through New York State, Department of Education			
Child Nutrition Cluster			
Non-Cash Assistance (food distribution)			
National School Lunch Program	10.555	N/A	62,229
Cash Assistance			
National School Lunch Program	10.555	Lunch	<u>95,989</u>
Total U.S. Department of Agriculture			<u>158,218</u>
Total Federal Awards Expended			<u>\$ 1,315,995</u>

JERICHO UNION FREE SCHOOL DISTRICT
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2012

1. GENERAL

The accompanying schedule of expenditures of federal awards presents the activity of all federal award programs administered by the Jericho Union Free School District, which is described in Note 1 to the District's accompanying financial statements, using the modified accrual basis of accounting. Because the schedule presents only a selected portion of the operation of Jericho Union Free School District, it is not intended to and does not present the financial position and changes in financial position of the District. Federal awards that are included in the schedule may be received directly from federal agencies, as well as federal awards that are passed through other government agencies. The information is presented in accordance with the requirements of 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 financial statements.

Indirect costs may be included in the reported expenditures, to the extent that they are included in the federal financial reports used as the source for the data presented. Certain of the District's federal award programs may have been charged with indirect costs, based upon an established rate applied to overall expenditures. There is no other indirect cost allocation plan in effect.

Matching costs (the District's share of certain program costs) are not included in the reported expenditures.

The basis of accounting varies by federal program consistent with the underlying regulations pertaining to each program. Expenditures are recognized following 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.

Pass-through numbers are presented where available.

The amounts reported as federal expenditures were obtained from the federal financial reports for the applicable program and periods. The amounts reported in these reports are prepared from records maintained for each program, which are reconciled with the District's financial reporting system.

Non-monetary assistance is reported in the schedule at the fair market value of commodities received and disbursed, which is provided by New York State.

2. SUBRECIPIENTS

No amounts were provided to subrecipients.

3. OTHER DISCLOSURES

No insurance is carried specifically to cover equipment purchased with federal funds. Any equipment purchased with federal funds has only a nominal value, and is covered by the District's casualty insurance policies.

There were no loans or loan guarantees outstanding at year end.

JERICO UNION FREE SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For the Year Ended June 30, 2012

There were no prior year audit findings or questioned costs relative to federal awards.

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; AND ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

To the Board of Education
Jericho Union Free School District
Jericho, New York

Compliance

We have audited the Jericho Union Free School District's 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 Jericho Union Free School District's major federal programs for the year ended June 30, 2012. The Jericho Union Free School District's 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 the Jericho Union Free School District's management. Our responsibility is to express an opinion on the Jericho Union Free School District's 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 the Jericho Union Free School 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. Our audit does not provide a legal determination of the District's compliance with those requirements.

In our opinion, the Jericho Union Free School District complied, in all material respects, with the 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, 2012.

Internal Control Over Compliance

Management of the Jericho Union Free School District 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 the Jericho Union Free School District's internal control over compliance with requirements that could have a direct and material effect on a major federal program 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 Jericho Union Free School 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 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 internal control 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.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, each major fund and the fiduciary funds of the Jericho Union Free School District as of and for the year ended June 30, 2012, and have issued our report thereon dated September 17, 2012, which contained an unqualified opinion on those financial statements. Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise the Jericho Union Free School District's financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain other procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 financial statements as a whole.

This report is intended solely for the use and information of the Board of Education, Audit Committee, management of Jericho Union Free School District, others you deem appropriate within the District, and any governmental authorities you need to share this with, as well as 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.

Cullen & Danowski, LLP

March 7, 2013

*(except as to schedule of expenditures of federal awards,
which is as of September 17, 2012)*

JERICHO UNION FREE SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2012

1. SUMMARY OF AUDITOR'S RESULTS

- A. The auditor's report expresses an unqualified opinion on the financial statements.
- B. No significant deficiencies in internal control were disclosed by the audit of the financial statements.
- C. No instances of noncompliance material to the financial statements were disclosed during the audit.
- D. No significant deficiencies in internal control over major programs were disclosed by the audit.
- E. The auditor's report on compliance for the major programs expresses an unqualified opinion.
- F. Audit findings that are required to be reported in accordance with Section 510(a) of OMB Circular A-133 are reported in Part 3 of this Schedule.
- G. The programs tested as major programs were:
 - Special Education Cluster
 - Special Education Grants to States CFDA No. 84.027
 - Special Education Preschool Grants CFDA No. 84.173
 - ARRA - Special Education Grants to States CFDA No. 84.391
 - ARRA - Special Education Preschool Grants CFDA No. 84.392
- H. The dollar threshold used to distinguish between Type A and B programs was \$300,000.
- I. The Jericho Union Free School District qualified as a low-risk auditee.

2. FINANCIAL STATEMENTS FINDINGS

There are no findings to be reported.

3. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

There are no findings or questioned costs to be reported.

JERICO UNION FREE SCHOOL DISTRICT
CORRECTIVE ACTION PLAN
For the Year Ended June 30, 2012

A corrective action plan for the year ended June 30, 2012 is not required.

