



**ROCHESTER COMMUNITY
UNIT SCHOOL DISTRICT #3A
ROCHESTER, ILLINOIS**

SINGLE AUDIT

For the Year Ended June 30, 2024

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ANNUAL FEDERAL FINANCIAL COMPLIANCE REPORT (COVER SHEET)
DISTRICT/JOINT AGREEMENT
Year Ending June 30, 2024

DISTRICT/JOINT AGREEMENT NAME Rochester CUSD #3A	RCDT NUMBER 51084003A26	CPA FIRM 9-DIGIT STATE REGISTRATION NUMBER 066-005528	
ADMINISTRATIVE AGENT IF JOINT AGREEMENT (as applicable)		NAME AND ADDRESS OF AUDIT FIRM SIKICH CPA LLC 1415 W DIEHL ROAD, SUITE 400 NAPERVILLE, ILLINOIS 60563	
ADDRESS OF AUDITED ENTITY (Street and/or P.O. Box, City, State, Zip Code) #4 Rocket Drive Rochester, IL 62563		E-MAIL ADDRESS: lindsey.fish@sikich.com	
		NAME OF AUDIT SUPERVISOR Lindsey A. Fish, CPA	
		CPA FIRM TELEPHONE NUMBER 630.566.8400	FAX NUMBER 630.566.8401

THE FOLLOWING INFORMATION MUST BE INCLUDED IN THE SINGLE AUDIT REPORT:

- ☐ A copy of the CPA firm's most recent peer review report and acceptance letter has been submitted to the GATA Portal (either with the audit or under separate cover).
- ☐ Financial Statements including footnotes (Title 2 CFR §200.510 (a))
- ☐ Schedule of Expenditures of Federal Awards including footnotes (Title 2 CFR §200.510 (b))
- ☐ Independent Auditor's Report on the Financial Statements (Title 2 CFR §200.515 (a))
- ☐ Independent Auditor's Report on Internal Control Over Financial Reporting and Compliance Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards* (Title 2 CFR §200.515 (b))
- ☐ Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control Over Compliance Required by Uniform Guidance (Title 2 CFR §200.515 (c))
- ☐ Schedule of Findings and Questioned Costs (Title 2 CFR §200.515 (d))
- ☐ Summary Schedule of Prior Audit Findings (Title 2 CFR §200.511 (b))
- ☐ Corrective Action Plan(s) (Title 2 CFR §200.511 (c))

THE FOLLOWING INFORMATION IS HIGHLY RECOMMENDED TO BE INCLUDED:

- ☐ A Copy of the Federal Data Collection Form (Title 2 CFR §200.512 (b))
- ☐ A Copy of each Management Letter
- ☐ A copy of the Consolidated Year-end Financial Report (CYEFR) and In-relation to opinion

ROCHESTER COMMUNITY UNIT SCHOOL DISTRICT #3A
ROCHESTER, ILLINOIS
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SINGLE AUDIT INFORMATION CHECKLIST

The following checklist is **OPTIONAL**; it is not a required form for completion of Single Audit information. The purpose of the checklist is to assist in determining if appropriate information has been correctly completed within the Annual Financial Report (AFR). This is not a complete listing of all Single Audit requirements, but highlights some of the more common errors found during ISBE reviews.

GENERAL INFORMATION

- ☐ 1. **Signed** and **dated** copies of audit opinion letters have been included with audit package submitted to ISBE.
- ☐ 2. All opinion letters use the **most current audit language and formatting** as mandated in SAS 115/SAS 117 and other pronouncements.
- ☐ 3. **All** Single Audit forms within the AFR Excel workbook have been completed, where appropriate.
 - For those forms that are not applicable, "N/A" or similar language has been indicated.
- ☐ 4. **All** Federal revenues reported in FRIS Report 0053 (Summary of Payments) are accounted for in the Schedule of Expenditures of Federal Awards (SEFA).
- ☐ 5. Federal revenues reported on the AFR reconcile to Federal revenues reported on the SEFA.
 - Verify or reconcile on reconciliation worksheet.
- ☐ 6. Complete audit package (Data Collection Form, audit reports, etc.) has been submitted electronically to the Federal Audit Clearinghouse <https://harvester.census.gov/facweb/Default.aspx>

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

- ☐ 8. All prior year's projects are included and reconciled to final FRIS report amounts.
 - Including receipt/revenue and expenditure/disbursement amounts.
- ☐ 9. All current year's projects are included and reconciled to most recent FRIS report filed.
 - Including receipt/revenue and expenditure/disbursement amounts.
- ☐ 10. Differences in reported spending amounts on the SEFA and the final FRIS reports should be detailed and/or documented in a finding, - discrepancies should be reported as Questioned Costs.
- ☐ 11. The total amount provided to subrecipients from each Federal program is included.
- ☐ 12. Prior-year and Current-year Child Nutrition Programs (CNP) are included on the SEFA (with prior-year program showing total cash received):
 - Project year runs from October 1 to September 30, so projects will cross fiscal years;
 - This means that audited year revenues will include funds from both the prior year and current year projects.
- ☐ 13. Each CNP project should be reported on a separate line (one line per project year per program).
- ☐ 14. Total CNP Revenue amounts are consistent with grant amounts awarded by ISBE for each program by project year.
- ☐ 15. Total CNP Expenditure amounts are consistent with grant amounts awarded by ISBE for each program by project year.
- ☐ 16. Exceptions should result in a finding with Questioned Costs.
- ☐ 17. The total value of non-cash **COMMODITIES** has been reported on the SEFA (CFDA 10.555).
 - The value is determined from the following, **with each item on a separate line**:
 - ☐ * **Non-Cash Commodities**: Monthly Commodities Bulletin for April (From the Illinois Commodities System accessed through ISBE web site)
Total commodities = A PAL Allocated + B PAL Allocated + Processing Deductions + Total Bonus Allocated
[Verify Non-Cash Commodities amount on ISBE web site: https://www.isbe.net/Pages/School-Nutrition-Programs-Food-Distribution.aspx](https://www.isbe.net/Pages/School-Nutrition-Programs-Food-Distribution.aspx)
 - ☐ * **Non-Cash Commodities**: Commodities information for non-cash items received through **Other Food Services**
Districts should track separately through year; no specific report available from ISBE
Verify Non-Cash Commodities amount through Other Food Services on ISBE web site:
<https://www.isbe.net/Pages/School-Nutrition-Programs-Food-Distribution.aspx>
 - ☐ * **Department of Defense Fresh Fruits and Vegetables** (District should track through year)
- **The two commodity programs should be reported on separate lines on the SEFA.**
Verify Non-Cash Commodities amount through DoD Fresh Fruits and Vegetables on ISBE web site:
<https://www.isbe.net/Pages/School-Nutrition-Programs-Food-Distribution.aspx>
 - ☐ * Amounts verified for **Fresh Fruits and Vegetables cash** grant program (ISBE code 4240)
CFDA number: 10.582
- ☐ 18. **TOTALS** have been calculated for Federal revenue and expenditure amounts (Column totals).
- ☐ 19. Obligations and Encumbrances are included where appropriate.
- ☐ 20. **FINAL STATUS** amounts are calculated, where appropriate.
- ☐ 21. Medicaid Fee-for-Service funds, E-Rate reimbursements and Build America Bond interest subsidies have **not** been included on the SEFA.
- ☐ 22. **All** programs tested (not just Type A programs) are indicated by either an * or (M) on the SEFA.
- ☐ 23. **NOTES TO THE SEFA** within the AFR Excel workbook (SEFA NOTES) have been completed.
 - Including, but not limited to:
- ☐ 24. Basis of Accounting
- ☐ 25. Name of Entity
- ☐ 26. Type of Financial Statements
- ☐ 27. Subrecipient information (**Mark "N/A" if not applicable**)
 - * ARRA funds are listed separately from "regular" Federal awards

SINGLE AUDIT INFORMATION CHECKLIST

SUMMARY OF AUDITOR'S RESULTS/FINDINGS/CORRECTIVE ACTION PLAN

- ☐ 28. Audit opinions expressed in opinion letters **match** opinions reported in Summary.
- ☐ 29. **All** Summary of Auditor Results questions have been answered.
- ☐ 30. All tested programs **and** amounts are listed.
- ☐ 31. Correct testing threshold has been entered. (Title 2 CFR §200.518)

Findings have been filled out completely and correctly (if none, mark "N/A").

- ☐ 32. Financial Statement and/or Federal Award Findings information has been completely filled out for each finding, with finding numbers in correct format.
- ☐ 33. Finding completed for each **Significant Deficiency** and for each **Material Weakness** noted in opinion letters.
- ☐ 34. Separate finding for each Federal program (i.e., don't report same finding for multiple programs on one sheet).
- ☐ 35. Separate finding sheet for each finding on programs (e.g., excess interest earned and unallowable expenditures are two findings and should be reported separately, even if both are on same program).
- ☐ 36. Questioned Costs have been calculated where there are questioned costs.
- ☐ 37. Questioned Costs are separated by project year **and** by program (and sub-project, if necessary).
- ☐ 38. Questioned Costs have been calculated for Interest Earned on **Excess Cash on Hand**.
 - Should be based on actual amount of interest earned
 - Questioned Cost amounts are broken out between programs if multiple programs are listed on the finding
- ☐ 39. **A CORRECTIVE ACTION PLAN, on the LEA's letterhead** has been completed for each finding.
 - Including Finding number, action plan details, projected date of completion, name and title of contact person

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**INDEPENDENT AUDITOR'S 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**

To the Board of Education
Rochester Community Unit School District #3A
Rochester, Illinois

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Rochester Community Unit School District #3A's (the District) compliance with the types of compliance requirements identified as subject to audit 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, 2024. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

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 programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

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). Our responsibilities under those standards and the Uniform Guidance are further describes in the Auditor's Responsibility for the Auditor Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the District's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on 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 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 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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 general-purpose financial statements of the District as of and for the year ended June 30, 2024, and the related notes to the financial statements. We issued our report thereon dated February 28, 2025, which contained an adverse opinion on U.S. Generally Accepted Accounting Principle and an unmodified opinion on the regulatory basis of accounting. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the general-purpose 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 general-purpose 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 general-purpose financial statements. The information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the general-purpose financial statements or to the general-purpose 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 general-purpose financial statements as a whole.

Sikich CPA LLC

Naperville, Illinois
February 28, 2025

Rochester CUSD #3A
51084003A26

RECONCILIATION OF FEDERAL REVENUES
Year Ending June 30, 2024

Annual Financial Report to Schedule of Expenditures of Federal Awards

TOTAL FEDERAL REVENUE IN AFR

Account Summary 7-9, Line 7	Account 4000	\$ 1,109,384
Flow-through Federal Revenues		
Revenues 10-15, Line 115	Account 2200	
Value of Commodities		
ICR Computation 37, Line 11		\$48,388
Less: Medicaid Fee-for-Service Program		
Revenues 10-15, Line 266	Account 4992	(90,579)
AFR TOTAL FEDERAL REVENUES:		\$ 1,067,193

ADJUSTMENTS TO AFR FEDERAL REVENUE AMOUNTS:

Reason for Adjustment:

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ADJUSTED AFR FEDERAL REVENUES	\$ 1,067,193
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Total Current Year Federal Revenues Reported on SEFA:		
Federal Revenues	Column D	\$ 1,067,194

Adjustments to SEFA Federal Revenues:

Reason for Adjustment:

Rounding	\$ (1)
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ADJUSTED SEFA FEDERAL REVENUE:	\$ 1,067,193
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DIFFERENCE:	\$ -
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ROCHESTER CUSD #3A
51084003A26
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ending June 30, 2024

Federal Grantor/Pass-Through Grantor Program or Cluster Title and Major Program Designation	AL Number ² (A)	ISBE Project # (1st 8 digits) or Contract # ³ (B)	Receipts/Revenues		Expenditure/Disbursements ⁴				Obligations/ Encumb. (G)	Final Status (E)+(F)+(G) (H)	Budget (I)
			Year 7/1/22-6/30/23 (C)	Year 7/1/23-6/30/24 (D)	Year 7/1/22-6/30/23 (E)	Year 7/1/22-6/30/23 Pass through to Subrecipients	Year 7/1/23-6/30/24 (F)	Year 7/1/23-6/30/24 Pass through to Subrecipients			
US Department of Education (Passed through ISBE)											
Title I - Low Income	84.010	2024-4300	0	69,065	0		79,656			79,656	136,754
Title I - Low Income	84.010	2023-4300	94,323	8,837	103,160		0			103,160	148,961
Title I - Low Income	84.010	2022-4300	40,020	0	0		0			0	179,932
Title I - School Improvement and Accountability	84.010	2024-4331	0	0	0		8,019			8,019	10,000
Title I - School Improvement and Accountability	84.010	2023-4331	7,990	2,010	10,000		0			10,000	10,000
Title I - School Improvement and Accountability	84.010	2022-4331	8,451	0	0		0			0	20,000
Title IVA	84.424A	2024-4400	0	0	0		4,932			4,932	21,243
Title IVA	84.424A	2023-4400	0	7,224	7,224		0			7,224	17,343
Title IVA	84.424A	2022-4400	5,073	0	0		0			0	10,000
COVID-19 Education Stabilization Fund (M)	84.425	2023-4998-E2	11,785	0	11,785		0			11,785	11,785
COVID-19 Education Stabilization Fund (M)	84.425	2022-4998-PS	6,786	1,500	8,286		0			8,286	9,383
COVID-19 Education Stabilization Fund (M)	84.425	2023-4998-ST	0	24,794	0		24,794			24,794	6,585
COVID-19 Education Stabilization Fund (M)	84.425	2024-4998-E3	0	0	0		765,026			765,026	1,204,084
ARP - IDEA Consolidated	84.027	2022-4998-ID	41,707	53,048	94,755		0			94,755	94,755
ARP - IDEA Consolidated	84.173	2024-4998-PS	0	732	0		732			732	1,097
IDEA Preschool Flow Through	84.173A	2024-4600	0	1,770	0		5,714			5,714	8,500
IDEA Preschool Flow Through	84.173A	2023-4600	4,605	3,770	8,375		0			8,375	10,650
IDEA Preschool Flow Through	84.173A	2022-4600	834	0	0		0			0	6,000
IDEA Flow Through Part B	84.027A	2024-4620	0	400,757	0		508,812			508,812	519,913
IDEA Flow Through Part B	84.027A	2023-4620	371,115	124,663	495,778		0			495,778	538,814
IDEA Flow Through Part B	84.027A	2022-4620	89,598	0	0		0			0	478,611
Title II - Teacher Quality	84.367	2024-4932	0	10,812	0		19,649			19,649	37,335
Title II - Teacher Quality	84.367	2022-4932	3,783	0	0		0			0	60,009
Title II - Teacher Quality	84.367	2023-4932	20,148	36,813	56,961		0			56,961	60,169
Subtotal, Department of Education (passed through ISBE)			706,218	745,795	796,324		1,417,334				
Subtotal, Child Nutrition Cluster											
Subtotal Special Education Cluster (84.027, 84.173)			466,152	531,692	504,153		515,258				

US Department of Education (Passed through IDHS)											
Rehabilitation Services - Vocational Rehabilitation Grants to States (STEP)	84.126	2024-4951	0	61,750	0		61,750			61,750	N/A
Rehabilitation Services - Vocational Rehabilitation Grants to States (STEP)	84.126	2023-4951	58,575	0	58,575		0			58,575	N/A
Rehabilitation Services - Vocational Rehabilitation Grants to States (STEP)	84.126	2022-4951	6,800	0	3,400		0			3,400	N/A
Total, US Department of Education (Passed through IDHS)			65,375	61,750	61,975		61,750				
US Department of Defense (Passed through ISBE)											
DOD Commodities Food Program	10.555	2024-4999	0	4,721	0		4,721			4,721	N/A
DOD Commodities Food Program	10.555	2023-4999	6,412	0	6,412		0			6,412	N/A
Total, US Department of Defense (Passed through ISBE)			6,412	4,721	6,412		4,721				
US Department of Agriculture (Passed through ISBE)											
National School Lunch Program	10.555	2024-4210	0	105,529	0		105,529			105,529	N/A
National School Lunch Program	10.555	2023-4210	161,910	21,897	161,910		21,897			183,807	N/A
National School Lunch Program	10.555	2022-4210	28,731	0	28,731		0			28,731	N/A
National School Lunch Program	10.649	2023-4210-BT	0	3,256	0		3,256			3,256	N/A
National School Lunch Program	10.555	2024-4210-SC	0	15,535	0		15,535			15,535	N/A
School Breakfast Program	10.553	2023-4220	37,226	6,494	37,226		6,494			43,720	N/A
School Breakfast Program	10.553	2024-4220	0	33,253	0		33,253			33,253	N/A
School Breakfast Program	10.553	2022-4220	7,929	0	7,929		0			7,929	N/A
Commodity Food Program	10.555	2024-4211	0	43,667	0		43,667			43,667	N/A
Commodity Food Program	10.555	2023-4211	26,719	0	26,719		0			26,719	N/A
Subtotal Child Nutrition Cluster (10.553, 10.555, 10.556, 10.559)			262,515	226,375	262,515		226,375				
Total US Department of Agriculture (Passed through ISBE)			262,515	229,631	262,515		229,631				

US Dept. of Health/Human Services (Passed thru IL Dept of Health Care and Family Servs)											
Medicaid Outreach	93.778	2024-4991	0	18,484	0		26,012			26,012	N/A
Medicaid Outreach	93.778	2023-4991	18,036	6,813	25,133		0			25,133	N/A
Medicaid Outreach	93.778	2022-4991	12,330	0	0		0			0	N/A
Total, US Dept of Health/Human Serv (Passed thru IL Dept of Health Care and Family Servs)			30,366	25,297	25,133		26,012				
Subtotal Medicaid Cluster (93.778)			30,366	25,297	25,133		26,012				
Total, All Federal Programs			1,070,886	1,067,194	1,152,359		1,739,448				
										0	

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

***Include the total amount provided to subrecipients from each Federal program. §200.510 (b)(4).**

The accompanying notes are an integral part of this schedule.

-
- ¹ To meet state or other requirements, auditees may decide to include certain nonfederal awards (for example, state awards) in this schedule. If such nonfederal data are presented, they should be segregated and clearly designated as nonfederal. The title of the schedule should also be modified to indicate that nonfederal awards are included.
- ⁴ When the Assistance Listing (AL) number is not available, the auditee should indicate that the AL number is not available and include in the schedule the program's name and, if applicable, other identifying number.
- ³ When awards are received as a subrecipient, the name of the pass-through entity and identifying number assigned by the pass-through entity must be included in the schedule. §200.510 (b)(2)
- ⁷ The Uniform Guidance requires that the value of federal awards expended in the form of non-cash assistance, the amount of insurance in effect during the year, and loans or loan guarantees outstanding at year end be included in the schedule and suggests to include the amounts in the SEFA notes.

ROCHESTER CUSD #3A
51084003A26
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SEFA)
Year Ending June 30, 2024

Note 1: Basis of Presentation⁵

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of **Rochester CUSD #3A** and is presented on the regulatory cash 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 general-purpose financial statements.

Note 2: Indirect Facilities & Administration costs⁶

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

Note 3: Subrecipients

Of the federal expenditures presented in the schedule, Rochester **CUSD #3A** provided federal awards to subrecipients as follows:

Program Title/Subrecipient Name	Federal AL Number	Amount Provided to Subrecipient
None		

Note 4: Non-Cash Assistance

The following amounts were expended in the form of non-cash assistance by Rochester **CUSD #3A** and **should be** included in the Schedule of Expenditures of Federal Awards:

NON-CASH COMMODITIES (AL 10.555)**:	\$43,667	
OTHER NON-CASH ASSISTANCE - DEPT. OF DEFENSE FRUITS & VEGETABLES	\$4,721	
		Total Non-Cash \$48,388

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)

** The amount reported here should match the value reported for non-cash Commodities on the Indirect Cost Rate Computation page.

⁵ This note is included to meet the Uniform Guidance requirement that the schedule include notes that describe the significant accounting policies used in preparing the schedule. (§200.510 (b)(6))

⁶ The Uniform Guidance requires the Schedule of Expenditures of Federal Awards to note whether or not the auditee elected to use the 10% de minimis cost rate as covered in §200.414 Indirect (F&A) costs. §200.510 (b)(6)

ROCHESTER CUSD #3A
51084003A26
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2024

SECTION I - SUMMARY OF AUDITOR'S RESULTS

FINANCIAL STATEMENTS

Type of auditor's report issued: Qualified/Adverse
(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)? X YES 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, Disclaimer⁷)

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

IDENTIFICATION OF MAJOR PROGRAMS:⁸

AL NUMBER(S) ⁹	NAME OF FEDERAL PROGRAM or CLUSTER ¹⁰	AMOUNT OF FEDERAL PROGRAM
84.425	COVID-19 Education Stabilization Fund	789,820
	Total Amount Tested as Major	\$789,820

Total Federal Expenditures for 7/1/2023 - 6/30/2024

\$1,739,448

% tested as Major

45.41%

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

Auditee qualified as low-risk auditee? YES X NO

⁷ If the audit report for one or more major programs is other than unmodified, indicate the type of report issued for each program.
Example: "Unmodified for all major programs except for [name of program], which was modified and [name of program], which was a disclaimer."

⁸ Major programs should generally be reported in the same order as they appear on the SEFA.

⁹ When the AL number is not available, include other identifying number, if applicable.

¹⁰ The name of the federal program or cluster should be the same as that listed in the SEFA. For clusters, auditors are only required to list the name of the cluster.

ROCHESTER CUSD #3A
51084003A26
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2024

SECTION II - FINANCIAL STATEMENT FINDINGS

1. FINDING NUMBER:¹¹ **2024 - 001** 2. THIS FINDING IS: ☐ New ☒ Repeat from Prior Year?
Year originally reported? 2023

3. Criteria or specific requirement

Those charged with governance and District management are responsible for reviewing and/or reconciling the financial statements to ensure they are free from error and completed in a timely manner.

4. Condition

Ineffective oversight of the District's financial reporting.

5. Context¹²

The June 2024 bank reconciliation did not accurately reconcile to the year end financial statements. The reconciliation was not done in a timely manner and during the initial audit fieldwork (September 2024) it was brought to the District's attention the bank reconciliation did not agree to the accounting records. The reconciliation was completed in December 2024.

6. Effect

Financial statement errors either due to human error or fraud that make the financials inaccurate and unreliable for users. A delay in getting timely accurate information to make sound financial decisions.

7. Cause

A lack of proper internal controls over financial reporting.

8. Recommendation

Oversight of the District's financials is essential and the District should review and develop proper internal control procedures that will help detect and correct accounting errors in a timely manner. We also recommend attending regular school district finance trainings for all to not only increase the understanding of the school district's finances but to stay up to date on changes in rules and regulations.

9. Management's response¹³

See attached corrective action plan.

¹¹ A suggested format for assigning reference numbers is to use the digits of the fiscal year being audited followed by a numeric sequence of findings. For example, findings identified and reported in the audit of fiscal year **2021** would be assigned a reference number of **2021-001**, **2021-002**, etc. The sheet is formatted so that only the number need be entered (1, 2, etc.).

¹² Provide sufficient information for judging the prevalence and consequences of the finding, such as relation to universe of costs and/or number of items examined and quantification of audit findings in dollars.

¹³ See §200.521 *Management decision* for additional guidance on reporting management's response.

ROCHESTER CUSD #3A
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SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2024

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

1. FINDING NUMBER:¹⁴ **2024 - NONE** 2. THIS FINDING IS: ☐ New ☐ Repeat from Prior year?
Year originally reported? _____

3. Federal Program Name and Year: _____

4. Project No.: _____

5. AL No.: _____

6. Passed Through: _____

7. Federal Agency: _____

8. Criteria or specific requirement (including statutory, regulatory, or other citation)

9. Condition¹⁵

10. Questioned Costs¹⁶

11. Context¹⁷

12. Effect

13. Cause

14. Recommendation

15. Management's response¹⁸

¹⁴ See footnote 11.

¹⁵ Include facts that support the deficiency identified on the audit finding (§200.516 (b)(3)).

¹⁶ Identify questioned costs as required by §200.516 (a)(3 - 4).

¹⁷ See footnote 12.

¹⁸ To the extent practical, indicate when management does not agree with the finding, questioned cost, or both.

ROCHESTER CUSD #3A
51084003A26
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS¹⁹
Year Ending June 30, 2024

[If there are no prior year audit findings, please submit schedule and indicate **NONE**]

<u>Finding Number</u>	<u>Condition</u>	<u>Current Status</u> ²⁰
2023-001	Expenditures were overstated by a material amount.	This finding is not repeated for June 30, 2024.
	Expenditures materially exceeded budgeted amounts in the Education Fund.	
	Expenditures also exceeded budgeted amounts in the Operations & Maintenance Fund, Municipal Retirement & Social Security Fund and the Capital Projects Fund	
2023-002	by non material amounts.	This finding is not repeated for June 30, 2024.
2023-003	Ineffective oversight of the District's financial reporting.	This finding is repeated for June 30, 2024.

When possible, all prior findings should be on the same page

¹⁹ Explanation of this schedule - §200.511 (b)

²⁰ Current Status should include one of the following:

- A statement that corrective action was taken
- A description of any partial or planned corrective action
- An explanation if the corrective action taken was significantly different from that previously reported or in the management decision received from the pass-through entity.



Rochester CUSD 3A

Communication, Empathy, Critical Thinking, Perseverance, Adaptability, Leadership

ROCHESTER CUSD #3A

Corrective Action Plan

For the Year Ended June 30, 2024

2024-001: Ineffective Oversight of District's Financial Reporting

Condition Found

Ineffective oversight of the District's financial reporting.

The June 2024 bank reconciliation did not accurately reconcile to the year end financial statements. The reconciliation was not done in a timely manner and during the initial audit fieldwork (September 2024) it was brought to the District's attention the bank reconciliation did not agree to the accounting records. The reconciliation was completed in December 2024.

Corrective Action Plan

The District has re-assigned roles within the business office and when our previous AP person left, a bookkeeper was hired. This Bookkeeper will conduct the reconciliation of the main operating account with the Director of Business Services as the reviewer of the reconciliation. PARO will be phased out over the next several months, this will allow us to handle the reconciliations more timely in-house. All other accounts have been, and will continue to be, reconciled in a timely manner on the monthly basis.

Responsible Person for Corrective Action Plan

Dr. Kristopher Kahler, Director of Business Services

Implementation Date of Corrective Action Plan: 1/15/2025

Suzanne Keller
Director of Educational Services

Dr. Kris Kahler
Director of Business Services

Dan W. Cox
Superintendent

Jennifer Shaw
Director of Special Education

Jon Hansen
Director of Communications

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