

# **CITY OF CHICAGO**

Chicago, Illinois

## REPORT ON FEDERAL AWARDS

For the Year Ended December 31, 2010

# CITY OF CHICAGO

## TABLE OF CONTENTS December 31, 2010

---

Independent Auditors' Report on Schedule of Expenditures of Federal Awards	1
Schedule of Expenditures of Federal Awards	2 – 18
Notes to Schedule of Expenditures of Federal Awards	19 – 20
Independent Auditors' Report on Compliance with Requirements that could have a Direct and Material Effect on Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133	21 – 22
Schedule of Findings and Questioned Costs	23 – 41
Corrective Action Plan	42 – 47
Summary Schedule of Prior Audit Findings	48 – 60

INDEPENDENT AUDITORS' REPORT  
ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

To the Honorable Rahm Emanuel, Mayor,  
and the Members of the City Council  
City of Chicago  
Chicago, Illinois

We have audited the accompanying schedule of expenditures of federal awards of the City of Chicago, Illinois for the year ended December 31, 2010. This financial statement is the responsibility of the City of Chicago's management. Our responsibility is to express an opinion on the financial statement based on our audit.

We conducted our audit 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 the financial statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the schedule of expenditures of federal awards referred to above presents fairly, in all material respects, the expenditures of federal awards of the City of Chicago, Illinois for the year ended December 31, 2010 in conformity with accounting principles generally accepted in the United States of America.

*Baker Tilly Virchow Krause, LLP*

Chicago, Illinois  
September 26, 2011

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 YEAR ENDED DECEMBER 31, 2010

Agency/ Program/ Grant Title	Federal CFDA Number	Federal Grant/ State Pass-Through Number	2010 Federal Expenditures	2010 Non-Federal Expenditures	2010 Subrecipient Expenditures
<b>I. Department of Agriculture</b>					
<b>A. Food and Nutrition Service</b>					
Special Supplemental Nutrition Program for Women, Infants, & Children (passed through the Illinois Department of Human Services)					
Women, Infants and Children Program 2007	10.557	811G8087900	\$ 11,631	\$ -	\$ -
Women, Infants and Children Program 2009	10.557	L11GL087900	2,529,093	-	416,989
Women, Infants and Children Program 2010	10.557	M11GM087900	1,995,241	-	102,389
All Our Kids Early Childhood Network 2009	10.557	L11GL087570	63,620	-	-
All Our Kids Early Childhood Network 2010	10.557	M11GM087570	44,569	-	-
Healthy Child of Illinois 2009	10.557	L11GL087420	16,971	-	-
Healthy Child Care of Illinois 2010	10.557	M11GM087420	4,386	-	-
Breastfeeding Peer Counseling	10.557	L11GL087671	6,188	-	6,188
			<u>4,671,699</u>	<u>-</u>	<u>525,566</u>
Child Nutrition Cluster					
Summer Food Services Program for Children (passed through the Illinois Department of Public Health)					
Summer Food Program IDPH 2009	10.559	05280286	2,880	-	-
Summer Food Program IDPH 2010 (passed through the Illinois State Board of Education)	10.559	05280495	69,125	-	-
Summer Food 2010 Program ISBE 2010	10.559	14016298P00	1,363,835	-	1,150,078
			<u>1,435,840</u>	<u>-</u>	<u>1,150,078</u>
Total Child Nutrition Cluster			<u>1,435,840</u>	<u>-</u>	<u>1,150,078</u>
Total Food and Nutrition Service			<u>6,107,539</u>	<u>-</u>	<u>1,675,644</u>
<b>B. Forest Service</b>					
Urban and Community Forestry Program 2009 Green Street Program USDA Grant	10.675	09DG11420004	47,838	47,837	-
			<u>47,838</u>	<u>47,837</u>	<u>-</u>
Recovery Act of 2009: Wildland Fire Management ARRA Restoring Chicago Jobs and Habitat	10.688	10-DG-11244419-026	320,726	-	-
			<u>320,726</u>	<u>-</u>	<u>-</u>
Total Forest Service			<u>368,564</u>	<u>47,837</u>	<u>-</u>
Total Department of Agriculture			<u>6,476,103</u>	<u>47,837</u>	<u>1,675,644</u>
<b>II. Department of Commerce</b>					
<b>A. National Telecommunications and Information Administration</b>					
Public Safety Interoperable Communications Grant Program (passed through Illinois Emergency Management Authority)					
2007 Public Safety Interoperable Communication Grant	11.555	107PSICCHGO	8,519,598	2,839,866	-
			<u>8,519,598</u>	<u>2,839,866</u>	<u>-</u>
ARRA Broadband Technology Opportunities Program (BTOP) ARRA BTOP/Sustainable Broadband Technology Adoption Program	11.557	1743B10507	1,446,317	-	1,446,317
			<u>1,446,317</u>	<u>-</u>	<u>1,446,317</u>
Total National Telecommunications and Information Administration			<u>9,965,915</u>	<u>2,839,866</u>	<u>1,446,317</u>
Total Department of Commerce			<u>9,965,915</u>	<u>2,839,866</u>	<u>1,446,317</u>
<b>III. Department of Housing and Urban Development</b>					
<b>A. Office of Housing - Federal Housing Commissioner</b>					
Multi-Family Property Disposition					
Upfront Grant - Lawndale Restoration	14.199	UFG06FW00001	1,036,167	-	-
			<u>1,036,167</u>	<u>-</u>	<u>-</u>
Total Office of Housing - Federal Housing Commissioner			<u>1,036,167</u>	<u>-</u>	<u>-</u>
<b>B. Office of Community Planning and Development</b>					
CDBG -- Entitlement Grants Cluster					
Community Development Block Grants/Entitlement Grants					
Community Development Block Grant - YR28	14.218	B02MC170006	(1,000)	-	-
Community Development Block Grant - YR29	14.218	B03MC170006	1	-	-
Community Development Block Grant - YR32	14.218	B06MC170006	(15,926)	-	(210)
Community Development Block Grant - YR33	14.218	B07MC170006	(1,337,677)	-	(3,634)
Community Development Block Grant - YR34	14.218	B08MC170006	(1,799,849)	-	(7,515)
Community Development Block Grant - YR35	14.218	B09MC170006	6,667,873	-	113,716
Community Development Block Grant - YR36	14.218	B10MC170006	75,896,643	-	22,770,588
Neighborhood Stabilization Program (NSP1) HERA	14.218	B08MN170002	16,294,644	-	14,795,040
			<u>95,704,709</u>	<u>-</u>	<u>37,667,985</u>

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED DECEMBER 31, 2010

Agency/ Program/ Grant Title	Federal CFDA Number	Federal Grant/ State Pass-Through Number	2010 Federal Expenditures	2010 Non-Federal Expenditures	2010 Subrecipient Expenditures
<b>Community Development Block Grant ARRA Entitlement Grants (CDBG-R) (Recovery Act Funded)</b>					
ARRA Community Development Block Grant - Recovery	14.253	B-09-MY-17-0006	\$ 9,230,815	\$ -	\$ 8,217,766
			9,230,815	-	8,217,766
<b>Total CDBG - Entitlement Grants Cluster</b>			<b>104,935,524</b>	<b>-</b>	<b>45,885,751</b>
<b>Emergency Shelter Grants Program</b>					
Emergency Shelter 2009	14.231	S-09-MC-17-0006	563,557	563,557	191,716
Emergency Shelter 2010	14.231	S-10-MC-17-0006	2,666,679	2,666,679	2,461,740
			3,230,236	3,230,236	2,653,456
<b>Supportive Housing Program</b>					
Supportive Housing Program	14.235	IL0132B5T100801	92,129	-	-
Supportive Housing Program	14.235	IL0132B5T100802	47,797	-	-
			139,926	-	-
<b>Shelter Plus Care</b>					
Shelter Plus Care	14.238	IL01C510153	1,370	-	-
Shelter Plus Care	14.238	IL01C510135	(4,883)	-	(4,883)
Shelter Plus Care	14.238	IL01C610138	(802)	-	(802)
Shelter Plus Care	14.238	IL01C710123	(600)	-	(600)
Shelter Plus Care	14.238	IL01C710124	(910)	-	-
Shelter Plus Care	14.238	IL01C710125	(944)	-	-
Shelter Plus Care	14.238	IL01XC31060	(922)	-	-
Shelter Plus Care	14.238	IL01C010155	17,705	-	17,705
Shelter Plus Care	14.238	IL01C710116	17,575	-	17,575
Shelter Plus Care	14.238	IL01C710001	73,364	-	73,364
Shelter Plus Care	14.238	IL0143C5T100801	18,346	-	18,346
Shelter Plus Care	14.238	IL0148C5T100801	88,074	-	88,074
Shelter Plus Care	14.238	IL0151C5T100801	28,137	-	28,137
Shelter Plus Care	14.238	IL0161C5T100801	8,211	-	8,211
Shelter Plus Care	14.238	IL0189C5T100801	206,419	-	206,419
Shelter Plus Care	14.238	IL0220C5T100801	122,984	-	122,984
Shelter Plus Care	14.238	IL0220C5T100801	26,001	-	26,001
Shelter Plus Care	14.238	IL0112C5T100801	256,480	-	256,480
Shelter Plus Care	14.238	IL01C710125	132,110	-	-
Shelter Plus Care	14.238	IL0116C5T100801	139,103	-	-
Shelter Plus Care	14.238	IL01C710126	173,239	-	-
Shelter Plus Care	14.238	IL0190C5T100801	44,893	-	44,893
Shelter Plus Care	14.238	IL0130C5T100801	65,942	-	65,942
Shelter Plus Care	14.238	IL0107C5T100801	477,891	-	477,891
Shelter Plus Care	14.238	IL0134C5T100801	71,409	-	71,409
Shelter Plus Care	14.238	IL0135C5T100801	212,756	-	212,756
Shelter Plus Care	14.238	IL0136C5T100801	145,694	-	145,694
Shelter Plus Care	14.238	IL0137C5T100801	88,688	-	88,688
Shelter Plus Care	14.238	IL0138C5T100801	122,885	-	122,885
Shelter Plus Care	14.238	IL0152C5T100801	469,968	-	469,968
Shelter Plus Care	14.238	IL0149C5T100801	215,676	-	215,676
Shelter Plus Care	14.238	IL0150C5T100801	263,133	-	263,133
Shelter Plus Care	14.238	IL0172C5T100801	67,718	-	67,718
Shelter Plus Care	14.238	IL0176C5T100801	22,572	-	22,572
Shelter Plus Care	14.238	IL0208C5T100801	70,557	-	70,557
Shelter Plus Care	14.238	IL0223C5T100801	131,141	-	131,141
Shelter Plus Care	14.238	IL0224C5T100801	240,124	-	240,124
Shelter Plus Care	14.238	IL0226C5T100801	279,051	-	279,051
Shelter Plus Care	14.238	IL01C610002	57,272	-	57,272
Shelter Plus Care	14.238	IL01C610005	113,228	-	113,228
Shelter Plus Care	14.238	IL01C610007	33,170	-	33,170
Shelter Plus Care	14.238	IL01C110051	81,516	-	81,516
Shelter Plus Care	14.238	IL01C110050	81,469	-	81,469
Shelter Plus Care	14.238	IL01C310001	162,474	-	162,474
Shelter Plus Care	14.238	IL01C210050	36,014	-	36,014
Shelter Plus Care	14.238	IL01XC31060	306,233	-	-
Shelter Plus Care	14.238	IL01C710116	77,288	-	77,288
Shelter Plus Care	14.238	IL01C710001	308,651	-	308,651
Shelter Plus Care	14.238	IL01C610002	115,936	-	115,936
Shelter Plus Care	14.238	IL01C610005	265,070	-	265,070
Shelter Plus Care	14.238	IL0143C5T100802	219,732	-	219,732
Shelter Plus Care	14.238	IL0374C5T100901	127,232	-	127,232
Shelter Plus Care	14.238	IL0171C5T100802	6,157	-	6,157
Shelter Plus Care	14.238	IL0137C5T100802	178,438	-	178,438
Shelter Plus Care	14.238	IL0220C5T100802	365,905	-	365,905
Shelter Plus Care	14.238	IL0401C5T100901	109,376	-	109,376
Shelter Plus Care	14.238	IL0371C5T100901	118,867	-	118,867
Shelter Plus Care	14.238	IL0116C5T100802	286,485	-	-
Shelter Plus Care	14.238	IL01C610007	83,478	-	83,478
Shelter Plus Care	14.238	IL0108C5T100802	39,122	-	39,122
Shelter Plus Care	14.238	IL0108C5T100802	294,235	-	294,235
Shelter Plus Care	14.238	IL0148C5T100802	245,029	-	245,029
Shelter Plus Care	14.238	IL0189C5T100802	378,274	-	378,274
Shelter Plus Care	14.238	IL0149C5T100802	415,379	-	415,379
Shelter Plus Care	14.238	IL0134C5T100802	70,882	-	70,882

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED DECEMBER 31, 2010

Agency/ Program/ Grant Title	Federal CFDA Number	Federal Grant/ State Pass-Through Number	2010 Federal Expenditures	2010 Non-Federal Expenditures	2010 Subrecipient Expenditures
Shelter Plus Care (cont.)					
Shelter Plus Care	14.238	IL0130C5T100802	\$ 22,126	\$ -	\$ 22,126
Shelter Plus Care	14.238	IL0176C5T100802	21,600	-	21,600
Shelter Plus Care	14.238	IL0223C5T100802	134,005	-	134,005
Shelter Plus Care	14.238	IL0190C5T100802	33,023	-	33,023
Shelter Plus Care	14.238	IL0138C5T100802	178,950	-	178,950
Shelter Plus Care	14.238	IL0136C5T100802	103,388	-	103,388
Shelter Plus Care	14.238	IL0400C5T100901	110,280	-	110,280
Shelter Plus Care	14.238	IL0151C5T100802	312,981	-	312,981
Shelter Plus Care	14.238	IL0201C5T100802	104,883	-	-
Shelter Plus Care	14.238	IL0110C5T100802	188,345	-	-
Shelter Plus Care	14.238	IL0203C5T100802	34,997	-	34,997
Shelter Plus Care	14.238	IL0152C5T100802	154,903	-	154,903
Shelter Plus Care	14.238	IL0226C5T100802	128,751	-	128,751
Shelter Plus Care	14.238	IL0150C5T100802	1,877	-	1,877
			<u>10,397,176</u>	-	<u>9,068,184</u>
HOME Investment Partnerships Program					
HOME01	14.239	M01MC170006	(10,000)	-	-
HOME05	14.239	M05MC170201	(10,000)	-	-
HOME06	14.239	M06MC170201	(369,031)	-	-
HOME07	14.239	M07MC170201	(488,399)	-	-
HOME08	14.239	M08MC170201	8,254,076	-	-
HOME09	14.239	M09MC170201	4,715,889	144,968	-
HOME10	14.239	M10MC170201	2,621,907	-	-
			<u>14,714,442</u>	<u>144,968</u>	-
Housing Opportunities for Persons with AIDS					
HOPWA SPNS	14.241	ILH060032	1,568	-	-
HOPWA 07	14.241	ILH07F001	3,450	-	3,450
HOPWA 08	14.241	ILH08F001	89,544	-	86,000
HOPWA 09	14.241	ILH09F001	1,098,225	-	1,097,972
HOPWA 10	14.241	ILH10F001	5,318,338	-	4,956,702
HOPWA SPNS	14.241	ILH090013	427,873	-	417,247
			<u>6,938,998</u>	-	<u>6,561,371</u>
Community Development Block Grants/Brownfields Economic Development Initiative					
Calumet Redevelopment Initiative - EDI	14.246	B06SPIL0790	10,766	-	-
			<u>10,766</u>	-	-
Neighborhood Stabilization Program (Recovery Act Funded)					
ARRA Neighborhood Stabilization Program 2	14.256	B-09-LN-IL-0025	1,658,867	-	1,633,332
			<u>1,658,867</u>	-	<u>1,633,332</u>
Homelessness Prevention and Rapid Re-Housing					
ARRA Homelessness Prevention and Rapid Re-Housing	14.257	S09MY170006	12,548,685	-	12,222,502
			<u>12,548,685</u>	-	<u>12,222,502</u>
Tax Credit Assistance Program (Recovery Act Funded)					
ARRA TCAP	14.258		18,422,879	-	-
			<u>18,422,879</u>	-	-
Total Office of Community Planning and Development			<u>172,997,499</u>	<u>3,375,204</u>	<u>78,024,596</u>
C. Office of Public and Indian Housing					
Public and Indian Housing (passed through the Chicago Housing Authority)					
Resident Service Coordinator	14.850	9027	21,263	-	-
Service Connector 2007	14.850	0688	(3,036)	-	(3,036)
Family Work 2008	14.850	IGA	(967)	-	(967)
CHA - 2010	14.850	1018	319,500	-	309,309
			<u>336,760</u>	-	<u>305,306</u>
Housing Voucher Cluster					
Section 8 Housing Choice Vouchers (passed through the Chicago Housing Authority)					
Substance Abuse Assessment/CHA	14.871	7092	130,714	-	130,714
CHA - Summer Nutrition & Youth Development	14.871	8056	6,605	-	6,605
CHA - 2010	14.871	1018	1,504,970	-	1,457,161
			<u>1,642,289</u>	-	<u>1,594,480</u>
Total Housing Voucher Cluster			<u>1,642,289</u>	-	<u>1,594,480</u>
CFP Cluster					
Public Housing Capital Fund					
Violence Prevention & Intervention	14.872		11,468	-	-
			<u>11,468</u>	-	-
Total CFP Cluster			<u>11,468</u>	-	-
Total Office of Public and Indian Housing			<u>1,990,517</u>	-	<u>1,899,786</u>

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED DECEMBER 31, 2010

Agency/ Program/ Grant Title	Federal CFDA Number	Federal Grant/ State Pass-Through Number	2010 Federal Expenditures	2010 Non-Federal Expenditures	2010 Subrecipient Expenditures
<b>D. Office of Healthy Homes and Lead Hazard Control</b>					
Lead-Based Paint Hazard Control in Privately-Owned Housing Lead Control HUD 2007	14.900	ILLHB0347-07	\$ 478,615	\$ -	\$ 438,329
			478,615	-	438,329
Lead Hazard Reduction Demonstration Grant Program Lead Hazard Reduction Demonstration	14.905	ILLHD0140-05	68,609	-	-
			68,609	-	-
<b>Total Office of Healthy Homes and Lead Hazard Control</b>			<b>547,224</b>	<b>-</b>	<b>438,329</b>
<b>Total Department of Housing and Urban Development</b>			<b>176,571,407</b>	<b>3,375,204</b>	<b>80,362,711</b>
<b>IV. Department of the Interior</b>					
<b>A. Fish and Wildlife Service</b>					
Coastal Wetlands Planning, Protections and Restoration Act Hegewisch Marsh National Coastline Wetlands Project	15.614	C-4-D-1	93,140	-	-
			93,140	-	-
<b>Total Fish and Wildlife Service</b>			<b>93,140</b>	<b>-</b>	<b>-</b>
<b>Total Department of the Interior</b>			<b>93,140</b>	<b>-</b>	<b>-</b>
<b>V. Department of Justice</b>					
<b>A. Violence Against Women Office</b>					
Supervised Visitation, Safe Havens for Children	16.527	2007CWAX0002	(346)	-	(346)
Supervised Visitation and Safe Exchange Program	16.527	2009CWAXK013	93,942	-	90,894
Supervised Visitation and Safe Exchange Program			93,596	-	90,548
Violence Against Women Formula Grants (passed through the Illinois Criminal Justice Information Authority)					
Chicago Domestic Violence Help Line	16.588	606115	280,736	355,916	-
Chicago Domestic Violence Help Line	16.588	607115	101,761	-	-
Domestic Violence Law Enforcement Yr. 10	16.588	605007	110,345	54,082	-
			492,842	409,998	-
<b>Total Violence Against Women Office</b>			<b>586,438</b>	<b>409,998</b>	<b>90,548</b>
<b>B. Office of Juvenile Justice and Delinquency Prevention</b>					
Juvenile Accountability Incentive Block Grants (passed through Illinois Criminal Justice Information Authority)					
Juvenile Intervention & Support Center	16.523	507026	63,496	1,053	63,496
Juvenile Intervention & Support Center	16.523	507026	144,065	6,184	-
			207,561	7,237	63,496
Juvenile Mentoring Program					
Mentoring Initiative for System Involved Youth	16.726	2006JUFXX012	67,902	-	51,967
			67,902	-	51,967
Enforcing Under Age Drinking Laws Program (passed through Illinois Department of Human Services)					
Enforcing Underage Drinking Laws FY'09/10	16.727	11GL480000	14,584	-	-
Stop Alcohol to Minors FY'10/11	16.727	11GM480000	71,898	-	-
			86,482	-	-
<b>Total Office of Juvenile Justice and Delinquency Prevention</b>			<b>361,945</b>	<b>7,237</b>	<b>115,463</b>
<b>C. Bureau of Justice Assistance</b>					
Edward Byrne Memorial Formula Grant Program Domestic Violence Law Enforcement FY'10/11	16.579	608007	29,228	-	-
			29,228	-	-
Community Prosecution and Project Safe Neighborhoods Comprehensive Anti-Gang Initiative (passed through University of Illinois)	16.609	2008-PG-BX-0007	219,456	-	-
Project Safe Neighborhoods Program FY'09-10	16.609	2008GPCX4020	67,591	-	-
			287,047	-	-
Gang Resistance Education & Training Gang Resistance Education & Training FY'08-10	16.737	2008JVFX0096	49,911	-	-
			49,911	-	-

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED DECEMBER 31, 2010

Agency/ Program/ Grant Title	Federal CFDA Number	Federal Grant/ State Pass-Through Number	2010 Federal Expenditures	2010 Non-Federal Expenditures	2010 Subrecipient Expenditures
Support for Adam Walsh Act Implementation Grant Program Adam Walsh Act Implementation Grant FY'08/09	16.750	2008AWBX0024	\$ 75,405 75,405	\$ - -	- -
Edward Byrne Memorial Justice Assistance Grant Program Edward Byrne Memorial Justice Assistance Grant FY2006	16.738	2006DJBX0689	332,380	-	-
Edward Byrne Memorial Justice Assistance Grant FY2007	16.738	2007DJBX1069	1,288,763	-	1,232,450
Edward Byrne Memorial Justice Assistance Grant FY2008	16.738	2008DJBX0222	640,520	-	41,842
Edward Byrne Memorial Justice Assistance Grant FY2009	16.738	2009DJBX0589	4,558,806 6,820,469	-	- 1,274,292
Recovery Act - Edward Byrne Memorial Justice Assistance Grant (JAG) Program/Grants to States and Territories (passed through Illinois Criminal Justice Information Authority)					
ARRA Campaign to Break the Code of Silence	16.803	809109	21,608	-	-
ARRA Starcomm	16.803	809204	138,432	-	-
ARRA Arc Community Partnership	16.803	809042	24,300 184,340	-	-
Edward Byrne Memorial Justice Assistance Grant (JAG) Program Program/Grants to Units of Local Government ARRA Recovery Justice Assistance Grant Program FY 2009	16.804	2009-SB-B9-0835	14,329,069 14,329,069	-	-
<b>Total Bureau of Justice Assistance</b>			<b>21,775,469</b>	<b>-</b>	<b>1,274,292</b>
<b>D. Office of Victims of Crime</b>					
Services for Trafficking Victims Human Trafficking Task Force & Victim Services Program Services for Trafficking Victims FY'10/11 Human Trafficking Task Force and Victim Services	16.320 16.320	2005-VT-BX-1161 2010-VT-BX-0005	75,020 28,027 103,047	- -	- -
Crime Victim Assistance (passed through the Illinois Criminal Justice Information Authority) Service to Victims of Domestic Violence FY'09/10 Service to Victims of Domestic Violence FY'10/11	16.575 16.575	209289 209389	135,495 80,955 216,450	95,986 -	- -
<b>Total Office of Victims of Crime</b>			<b>319,497</b>	<b>95,986</b>	<b>-</b>
<b>E. National Institute of Justice</b>					
National Institute of Justice Research, Evaluation and Development Project Grants Evolution of Gang Hot Spots Policing in Chicago Predictive Policing Demonstration and Evaluation Solving Cold Cases with DNA	16.560 16.560 16.560	2006-IJ-CX-0023 2009-DE-BX-K223 2007-DN-BX-K025	17,675 30,400 188,761 236,836	- -	- -
<b>Total National Institute of Justice</b>			<b>236,836</b>	<b>-</b>	<b>-</b>
<b>F. Executive Office for Weed and Seed</b>					
Community Capacity Development Office - The Weed and Seed Program Bethel New Life Garfield Park Weed and Seed Project (2009/2010)	16.595	2009-WS-QX-0154	30,576 30,576	-	-
<b>Total Executive Office for Weed and Seed</b>			<b>30,576</b>	<b>-</b>	<b>-</b>
<b>G. Office of Community Oriented Policing Services</b>					
Public Safety Partnership and Community Policing Grants COPS 2007 Technology Program COPS 2007 Methamphetamine Initiative COPS Secure Our Schools ARRA Cops Hiring Recovery Program	16.710 16.710 16.710 16.710	2007-CK-WX-0034 2007-CK-WX-0239 2008-CK-2X-0661 2009-RJ-WX-0044	1,294,956 56,763 233,179 2,207,829 3,792,727	934,955 -	- -
<b>Total Office of Community Oriented Policing Services</b>			<b>3,792,727</b>	<b>934,955</b>	<b>-</b>
<b>Total Department of Justice</b>			<b>27,103,488</b>	<b>1,448,176</b>	<b>1,480,303</b>

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED DECEMBER 31, 2010

Agency/ Program/ Grant Title	Federal CFDA Number	Federal Grant/ State Pass-Through Number	2010 Federal Expenditures	2010 Non-Federal Expenditures	2010 Subrecipient Expenditures
<b>VI. Department of Labor</b>					
<b>A. Employment Training Administration</b>					
Senior Community Service Employment Program (passed through the Illinois Department on Aging/ National Council for Senior Citizens)					
Senior Community Service Employment Program (Title V) 2009	17.235	V-10-12	\$ 699,637	\$ -	\$ 435,487
Senior Community Service Employment Program (Title V) 2010	17.235	V-11-12	439,622	-	16,180
ARRA Stimulus Funding-Senior Community Service Employment Program 2010	17.235	V-ARRA-12	131,474	-	104,057
			<u>1,270,733</u>	<u>-</u>	<u>555,724</u>
<b>WIA Cluster</b>					
<b>WIA Adult Program</b> (passed through the Illinois Department on Commerce and Economic Opportunity):					
WIA Adult Training	17.258	0568109	(1,689)	-	(1,689)
WIA Adult Training	17.258	07681009	(17,127)	-	(10,939)
WIA PY'07 Incentive Grant	17.258	06-672009	20,286	-	-
WIA 2008 Incentive Grant	17.258	07-632009	109,480	-	21,661
WIA PY 2008 Adult	17.258	08-681009	1,495,623	-	491,562
High Speed Internet	17.258	08-632009	(4,057)	-	-
WIA Incentive	17.258	08-672009	16,938	-	-
WIA PY 2009 Adult	17.258	09-681009	8,138,025	-	3,897,619
WIA Adult Training	17.258	10-681009	4,783,436	-	3,205,133
High Speed Internet	17.258	09-632009	20,770	-	20,770
ARRA WIA Adult	17.258	08-761009	4,473,728	-	2,958,848
			<u>19,035,413</u>	<u>-</u>	<u>10,582,965</u>
<b>WIA Youth Activities</b> (passed through the Illinois Department on Commerce and Economic Opportunity):					
High Speed Internet FY'08/09	17.259	08-632009	(4,372)	-	-
High Speed Internet FY'09/10	17.259	09-632009	22,387	-	22,387
ARRA The Community Garden/Local Food/Video Project	17.259	08735013	67,055	-	67,055
ARRA WIA Youth	17.259	08762009	1,247,749	-	1,214,563
WIA Youth Grant Statewide Activities Incentives 2008	17.259	07632009	57,615	-	-
WIA Youth Training	17.259	06681009	(8,803)	-	(8,803)
WIA Youth Training	17.259	07681009	(6,254)	-	(6,254)
WIA Youth Training	17.259	08681009	578,816	-	260,316
WIA Youth Training	17.259	09681009	6,524,084	-	4,767,159
WIA Youth Grant Statewide Local Incentives 2009	17.259	08672009	194,886	-	-
WIA Youth Training	17.259	10681009	4,547,637	-	3,720,046
			<u>13,220,800</u>	<u>-</u>	<u>10,036,469</u>
<b>WIA Dislocated Workers</b> (passed through the Illinois Department on Commerce and Economic Opportunity):					
WIA Dislocated Workers	17.260	07681009	928,335	-	183,567
WIA Rapid Response	17.260	05-651009	1,952	-	-
WIA Discretionary	17.260	06673009	9,362	-	9,362
WIA Incentive	17.260	06-672009	33,098	-	-
WIA TMA/CSSI Manufacturing	17.260	07634094	94,960	-	87,360
WIA 2008 Incentive Grant	17.258	07-632009	145,124	-	28,714
WIA Dislocated Workers PY'08	17.260	08681009	766,398	-	(169,723)
High Speed Internet	17.258	08-632009	(4,961)	-	-
WIA Incentive	17.260	08-672009	20,701	-	-
WIA PY 2009 Dislocated Worker	17.260	09681009	6,083,544	-	1,622,439
High Speed Internet	17.260	09-632009	30,340	-	30,340
ARRA WIA Dislocated Worker	17.260	08761009	6,091,560	-	3,102,947
			<u>14,200,413</u>	<u>-</u>	<u>4,895,006</u>
<b>WIA Dislocated Worker Formula Grants</b> (passed through the Illinois Department on Commerce and Economic Opportunity)					
WIA Dislocated Workers	17.278	10-681009	3,783,351	-	2,533,057
			<u>3,783,351</u>	<u>-</u>	<u>2,533,057</u>
<b>Total WIA Cluster</b>			<u>50,239,977</u>	<u>-</u>	<u>28,047,497</u>
<b>WIA Pilots, Demonstrations and Research Projects</b>					
Preparing Ex-Offenders Via Beneficiary Choice	17.261	YF165020760A	585,764	-	551,298
			<u>585,764</u>	<u>-</u>	<u>551,298</u>
<b>Total Employment and Training Administration</b>			<u>52,096,474</u>	<u>-</u>	<u>29,154,519</u>
<b>Total Department of Labor</b>			<u>52,096,474</u>	<u>-</u>	<u>29,154,519</u>

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED DECEMBER 31, 2010

Agency/ Program/ Grant Title	Federal CFDA Number	Federal Grant/ State Pass-Through Number	2010 Federal Expenditures	2010 Non-Federal Expenditures	2010 Subrecipient Expenditures
<b>VII. Department of Transportation</b>					
<b>A. Federal Aviation Administration</b>					
Airport Improvement Program					
Federal Airport O'Hare Field Development 2006	20.106		\$ 43,755,984	\$ -	-
ARRA Federal Airport O'Hare Field Development 2006 (passed through the Illinois Department of Transportation)	20.106		395,810	-	-
Federal Airport O'Hare Field Development 2006	20.106		12,146,382	-	-
Federal Airport Midway	20.106		966,030	-	-
			57,264,206	-	-
<b>Total Federal Aviation Administration</b>			<b>57,264,206</b>	<b>-</b>	<b>-</b>
<b>B. Federal Highway Administration</b>					
Highway Planning and Construction Cluster					
Highway Planning and Construction (passed through the Illinois Department of Transportation)					
Pedway Signage	20.205	Various	342	86	-
2006 Bridge & Viaduct Painting Citywide	20.205	Various	155,620	38,905	-
Expressway Gateway Beautification	20.205	Various	487	122	-
Halsted Street Bridge over North Branch	20.205	Various	13,249	5,678	-
Cermak/Blue Island Streetscape	20.205	Various	24,874	-	-
Chicago Avenue(650 W to 850 W) & Halsted St (725 N to 850 N)	20.205	Various	33,371	8,343	-
Chicago IDOT Data Integration Project	20.205	Various	68,974	-	-
North Avenue Bridge Over Chgo River Phase III	20.205	Various	116,192	29,048	-
Laramie Avenue Viaduct at Polk Street	20.205	Various	715,649	79,517	-
Grand Avenue Improv: Narragansett to Central	20.205	Various	989	247	-
Grand Avenue Improv: Central Avenue to Lamon Ave	20.205	Various	2,866	716	-
PE I & II Design for Arterial Street	20.205	Various	1,037,794	-	-
Commuter Bicycle Parking and Promotion	20.205	Various	82,102	9,122	-
Bike to Transit Connections	20.205	Various	6,022	1,506	-
Valley Line Bicycle Path	20.205	Various	34,733	14,886	-
71st St over I-94 Dan Ryan Expressway	20.205	Various	195,189	48,797	-
Installation of Bicycle Lane Pavement Marking and Signs	20.205	Various	34,602	8,651	-
Installation of Bicycle Race @ Various Locations	20.205	Various	21,458	5,364	-
Solidarity Drive Pedestrian Underpass & Traffic Circle Museum Campus	20.205	Various	502,605	125,651	-
Chicago Bikes Marketing Campaign	20.205	Various	38,157	-	-
Lake Front/Navy Pier Flyover	20.205	Various	121,722	81,148	-
Millennium Park Access Study	20.205	Various	22,356	5,589	-
35th St Bicycle & Pedestrian Bridge Over South LSD	20.205	Various	11,244	2,811	-
43rd Street Pedestrian Bride Ph 1	20.205	Various	79,532	19,883	-
41st Street Bicycle and Pedestrian Bridge	20.205	Various	62,579	15,645	-
LSD Viaduct Over Lawrence Avenue & Wilson	20.205	Various	5,499	1,375	-
Lakeshore Drive Viaduct Over LaSalle Drive	20.205	Various	23,755	5,939	-
Madison Street Viaduct Over Union Station	20.205	Various	53,677	13,419	-
18th St. Damen to Halsted	20.205	Various	19,581	4,895	-
Streets for Cycling	20.205	Various	14,194	3,549	-
Streets for Cycling	20.205	Various	230,363	57,591	-
Peterson Traffic Signal	20.205	Various	1,044	261	-
S. LSD Burnham Park	20.205	Various	456	1,827	-
Canal St. Viaduct @ 16th Street	20.205	Various	89,085	22,271	-
Pulaski Road Traffic Signal - 87th St. to I-55 Interchange	20.205	Various	9,347	2,337	-
91st St Viaduct Over Dan Ryan Expressway	20.205	Various	35,862	8,966	-
Lake Street @ Ogden: CTA Column Relocation	20.205	Various	2,617,940	654,485	-
Lake Street: Western to Damen	20.205	Various	40,843	10,211	-
Root St. Viaduct Over Dan Ryan Exp I-90/94	20.205	Various	35,392	3,932	-
Oakwood Boulevard Over Metra/ICC	20.205	Various	2,970	742	-
Division St. Bridge Over N. Chicago	20.205	Various	87,168	21,792	-
Burley Avenue: 106th to 126th Place	20.205	Various	17,561	4,390	-
STP TSM 2004 Engineering	20.205	Various	7,989	1,997	-
95th St. from Western Avenue to Ewing Avenue	20.205	Various	22,840	5,710	-
87th St. Western Avenue to Dan Ryan Expressway	20.205	Various	39,810	9,953	-
Wacker Drive: Viaduct Utility Relocation	20.205	Various	4,865,360	540,595	-
Wacker Drive/Randolph to Congress (Value Engineer)	20.205	Various	427	107	-
Wacker Dr. Randolph St./Adams St.	20.205	Various	731,259	487,506	-
Wacker Drive (Congress to Adams Street)	20.205	Various	2,214,302	948,987	-
Wacker Drive Row for Interchange	20.205	Various	1,902,007	475,502	-
Airport Rail Coordination and Plans	20.205	Various	3,822	955	-
West Loop Transportation Center - Phase 2	20.205	Various	104,000	26,000	-
Preliminary Planning	20.205	Various	1	-	-
Central Area Bus Rapid Transit - East/West Transit Corridor	20.205	Various	28,390	9,464	-
Preliminary Planning	20.205	Various	6,804	1,701	-
TIP Development and Monitoring	20.205	Various	122,572	-	-
Preliminary Planning	20.205	Various	4,394	-	-
Chicago Avenue Improvement - Grant to Milwaukee	20.205	Various	2,664	666	-
LSD/Columbus Traffic Monitor	20.205	Various	103,267	103,266	-
Lawrence Ave. Over Kennedy Expressway I-90	20.205	Various	6,081,654	1,520,414	-
Milwaukee Ave: Montrose to Kilpatrick	20.205	Various	8,854,620	-	-
Morse Avenue Streetscape	20.205	Various	1,390,726	-	-
LSD 79th St. to Harbor Avenue	20.205	Various	27,555	110,220	-

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 YEAR ENDED DECEMBER 31, 2010

Agency/ Program/ Grant Title	Federal CFDA Number	Federal Grant/ State Pass-Through Number	2010 Federal Expenditures	2010 Non-Federal Expenditures	2010 Subrecipient Expenditures
Highway Planning and Construction (cont.)					
2005/2006 Structural Bridge Inspection	20.205	Various	\$ 744,085	\$ 186,021	\$ -
Lincoln/Ashland/Belmont Phase I & II	20.205	Various	36,227	-	-
Misericordia Job Program	20.205	Various	145,077	-	-
STP-2007 Traffic Signal Modernization	20.205	Various	26,062	6,515	-
West Jackson Blvd. Over Union Station	20.205	Various	9,589,062	-	-
Grand Avenue: Fullerton - Jefferson	20.205	Various	27,258	6,814	-
Milwaukee Avenue Improvements - Montrose Avenue to Gale Street	20.205	Various	1,098,201	122,022	-
Arterial Street ADA Ramp 2007 Program	20.205	Various	1,361,766	340,442	-
Arterial Street ADA Ramp 2008 Program	20.205	Various	458,529	-	-
Laramie Avenue Viaduct At Polk St	20.205	Various	729	182	-
Milwaukee Avenue: Lawrence to Erie	20.205	Various	284,840	71,210	-
63rd Street: Western to Wallace	20.205	Various	39,019	13,007	-
130th Street: Torrence Ave/Branard Ave	20.205	Various	(279,375)	(1,117,501)	-
Jackson Blvd/Union Station	20.205	Various	223,992	55,998	-
City Wide Traffic Studies	20.205	Various	11,208	2,802	-
Lake St. from Canal to Western Avenue	20.205	Various	1,227	307	-
Traffic Control Signals At Various Locations	20.205	Various	35,295	8,824	-
Laramie Ave. Viaduct at Polk Street	20.205	Various	24,450	-	-
Consult PH I - Design	20.205	Various	38,514	9,629	-
Near West Traffic Signal Interconnection	20.205	Various	135,411	33,853	-
Racine Avenue: 35th to 39th St/37th St: Morgan St. to Racine Avenue	20.205	Various	134,971	33,743	-
Halsted Street: Madison/Fullerton	20.205	Various	(36,998)	(9,250)	-
Burham Park, Gateway Landscaping (23rd St to )	20.205	Various	10,435	2,609	-
Citywide TSMS - Group 5	20.205	Various	11,450	2,862	-
Sleepy Hollow - HIPP II/WPA New Str Construction	20.205	Various	28,274	7,068	-
Midway Airport ITS Project HAR & Enhanced Traveler Information	20.205	Various	155,630	38,907	-
Montrose Harbor Bridges and Underpass	20.205	Various	15,530	3,883	-
Ashland Avenue Viaduct over Pershing Road	20.205	Various	6,876	1,719	-
Vertical Clearance IMP. Cermak Rd @ Kenton	20.205	Various	6,399	-	-
Fullerton Streetscape - Ashland to Southport	20.205	Various	79,246	19,812	-
Fullerton Drive Bridge Over Lincoln Park Lagoon	20.205	Various	542	542	-
Wells Street Bridge over Main Branch of Chicago River	20.205	Various	61,150	15,288	-
Western Avenue Viaduct over Belmont Avenue	20.205	Various	121,788	30,447	-
Chicago Avenue Bridge Over the North Branch of Chicago River	20.205	Various	33,253	8,313	-
East Jackson Drive Over Metra Railroad Reconstruction	20.205	Various	596,524	255,653	-
47th St Pedestrian Bridge Over North Bound LSD	20.205	Various	9,441	14,161	-
2007 Bridge & Viaduct Painting	20.205	Various	129,684	32,421	-
2007 Bridge & Viaduct Painting Contract B	20.205	Various	3,769	942	-
Halsted Street: Maxwell to I-290	20.205	Various	335	144	-
Torrence Avenue Bridge Rehab	20.205	Various	1,576	3,675	-
2003/2004 Struct Br Insp	20.205	Various	6,947	1,737	-
Wacker Drive Riverwalk - Wabash Plaza	20.205	Various	67,396	16,849	-
2008 Bridge and Viaduct Painting Contract A	20.205	Various	756,850	189,212	-
2008 Bridge and Viaduct Painting Contract B	20.205	Various	378,149	94,537	-
Arterial Streets ADA Ramps - 2009	20.205	Various	1,256,811	314,203	-
Chicago Avenue Laramie - Kennedy Expwy	20.205	Various	280,028	70,007	-
W. Grand Improvement Lamont to Pulaski Road	20.205	Various	2,203,798	550,949	-
Traffic Control at Various Locations Citywide (STP 2008 TSM Design)	20.205	Various	2,657	664	-
79th Street - Cicero to Ashland Signal Interconnect System (Design)	20.205	Various	720	180	-
ASR Project #51 North Area	20.205	Various	667,638	166,909	-
ASR Project #52 Central Area	20.205	Various	635,468	158,867	-
ASR Project #53 South Area	20.205	Various	288,911	72,228	-
ASR Project #54 Far South Area	20.205	Various	905,675	226,419	-
LSD Viaduct Over Lawrence Avenue & Wilson Avenue	20.205	Various	129,986	32,496	-
Wacker Drive Congress Parkway Interchange Imp	20.205	Various	8,930,341	2,232,585	-
Safe Routes to School	20.205	Various	15,649	-	-
ARRA - Arterial Street Resurfacing: (North Area) Project	20.205	Various	1,567,535	-	92,009
ARRA - Arterial Street Resurfacing: (Central Area) Project	20.205	Various	445,160	-	(92,009)
ARRA - Arterial Street Resurfacing: (South Area) Project	20.205	Various	4,421,154	-	-
ARRA - Arterial Street Resurfacing: (Far South Area) Project	20.205	Various	773,390	-	-
ARRA - Congress Parkway Wells and Michigan	20.205	Various	948,710	-	-
ARRA - CDOT - Chicago Avenue Improvements - Grand to Laramie	20.205	Various	2,328,837	-	-
ARRA - La Salle Drive/Clark/Lake Shore Drive	20.205	Various	2,546,755	-	-
			78,111,924	9,893,646	-
Total Highway Planning and Construction Cluster			78,111,924	9,893,646	-
Total Federal Highway Administration			78,111,924	9,893,646	-
C. Federal Transit Administration					
Federal Transit Cluster					
Federal Transit -- Capital Investment Grants					
Grand/State Station Rehab	20.500	Various	10,626,382	2,656,595	-
Conrail Bikeway -PHS III	20.500	Various	85,254	21,313	-
DRBRN/JCKSN-STA-PLTFRM/MEZZ	20.500	Various	1,310,858	-	-
Mid-City Transitway PHSNG STDY	20.500	Various	53,189	13,297	-
Mid-City Transitway PHSNG STDY	20.500	Various	422	105	-
Dan Ryan EXT MJR INV ANALYSIS	20.500	Various	6,551	1,638	-
Southwest Transit Ext Row	20.500	Various	5,777	1,444	-
Preliminary Planning	20.500	Various	190,710	-	-
CTA Rail Station Access	20.500	Various	19,784	-	-
Transportation Planning and Programming	20.500	Various	79,718	19,929	-
West Loop Terminal Area Plan	20.500	Various	3,980	995	-
La Salle/Congress Intermodal Transfer	20.500	Various	1,972,179	493,045	-
			14,354,804	3,208,361	-

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED DECEMBER 31, 2010

Agency/ Program/ Grant Title	Federal CFDA Number	Federal Grant/ State Pass-Through Number	2010 Federal Expenditures	2010 Non-Federal Expenditures	2010 Subrecipient Expenditures
Federal Transit Formula Grants Urbanized Area Formula Program Morgan Street El CTA Green Line Station	20.507		\$ 365,161	\$ 91,290	\$ -
			365,161	91,290	-
<b>Total Federal Transit Cluster</b>			<b>14,719,965</b>	<b>3,299,651</b>	<b>-</b>
Transit Services Program Cluster Job Access Reverse Commute (passed through Regional Transit Authority) Jobs Access Reverse Commute	20.516	JARC200104	58,239	-	-
			58,239	-	-
<b>Total Transit Services Program Cluster</b>			<b>58,239</b>	<b>-</b>	<b>-</b>
Alternatives Analysis Carroll Avenue Alternatives Analysis	20.522		5,105	1,276	-
			5,105	1,276	-
<b>Total Federal Transit Administration</b>			<b>14,783,309</b>	<b>3,300,927</b>	<b>-</b>
<b>D. National Highway Traffic Safety Administration</b>					
Highway Safety Cluster					
State and Community Highway Safety (passed through the Illinois Department of Transportation)					
Chicago Bicycle Safety Initiative Daley's Ambassador Program	20.600	Various	1,942	1,943	-
Chicago Bicycle Safety Initiative FY 2010	20.600	Various	127,244	54,533	-
Chicago Pedestrian Safety Initiative	20.600	Various	31,840	31,840	-
Chicago Pedestrian Safety Initiative	20.600	Various	163,391	70,025	-
Holiday Mobilization Grant FY'08	20.600	AL91051540	23,277	-	-
Protector's Program FY'08/09	20.600	0P9-1051-143	177,900	-	-
Protector's Program FY'09/10	20.600	0P0-1051-229	101,953	-	-
Holiday Mobilization Grant FY'09/10	20.600	AL0-1051-576	184,129	-	-
Crosswalk Enforcement Initiative FY'09/10	20.600	BP0-1051-231	70,194	-	-
			881,870	158,341	-
Alcohol Impaired Driving Countermeasures Incentive Grants (passed through Illinois Department of Transportation) DUI Strikeforce/Roadside Safety check FY'09/10	20.601	AL0-1051-228	372,753	-	-
			372,753	-	-
Occupant Protection Speed Enforcement Program FY'08/09	20.602	SP9-1051-141	5,877	-	-
			5,877	-	-
State Traffic Safety Information System Improvement Grants Crash Data Quality Improvement Project	20.610		61,232	-	-
			61,232	-	-
<b>Total Highway Safety Cluster</b>			<b>1,321,732</b>	<b>158,341</b>	<b>-</b>
<b>Total National Highway Traffic Safety Administration</b>			<b>1,321,732</b>	<b>158,341</b>	<b>-</b>
<b>E. Pipeline and Hazardous Materials Safety Administration</b>					
Hazardous Materials Public Sector Training and Planning Grants (passed through Illinois Emergency Management Authority) Hazardous Materials Emergency Preparedness FY'09/10	20.703		38,750	-	-
			38,750	-	-
<b>Total Pipeline and Hazardous Materials Safety Administration</b> Hazardous Materials Public Sector Training and Planning Grants			<b>38,750</b>	<b>-</b>	<b>-</b>
<b>F. Research and Innovative Technology Administration</b>					
Transportation Planning, Research and Education Stony Island Streetscape Master Plan	20.931	150-04-32580	5,900	53,103	-
			5,900	53,103	-
<b>Total Research and Innovative Technology Administration</b>			<b>5,900</b>	<b>53,103</b>	<b>-</b>
<b>Total Department of Transportation</b>			<b>151,525,821</b>	<b>13,406,017</b>	<b>-</b>

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED DECEMBER 31, 2010

Agency/ Program/ Grant Title	Federal CFDA Number	Federal Grant/ State Pass-Through Number	2010 Federal Expenditures	2010 Non-Federal Expenditures	2010 Subrecipient Expenditures
VIII. Department of the Treasury ARRA-Tax Credit Exchange Program (TCEP)	21.UNKNOWN	TCEP	\$ 11,310,231	\$ -	\$ -
			11,310,231	-	-
Total Department of the Treasury			11,310,231	-	-
IX. Institute of Museum and Library Services A. Office of Library Services Grants to States Program Talking Book Center	45.310	09SL258007	30,147	-	-
			30,147	-	-
Total Office of Library Services			30,147	-	-
Total Institute of Museum and Library Services			30,147	-	-
X. Small Business Administration Congressional Grants Formerly Incarcerated Entrepreneurship Program	59.059	SBAHQ-08-I-0197	61,853	-	61,853
			61,853	-	61,853
Total Small Business Administration			61,853	-	61,853
XI. Environmental Protection Agency A. Office of Air and Radiation Air Pollution Control Program Support (passed through the Illinois Environmental Protection Agency) Air Pollution Control Grant 08-09 Air Pollution Control Grant 09-10 Air Pollution Control Grant 10-11	66.001 66.001 66.001		104,663 412,000 151,110	- 103,815 -	- - -
			667,773	103,815	-
ARRA National Clean Diesel Emissions Reduction Program ARRA National Clean Diesel Funding Assistance Program	66.039	2A-00E85501	883,457	-	-
			883,457	-	-
Climate Showcase Communities Grant Program Chicago Green Healthcare Initiative	66.041	AF8334538010	210,625	-	-
			210,625	-	-
Total Office of Air and Radiation			1,761,855	103,815	-
B. Office of the Chief Financial Officer Congressionally Mandated Projects - Congressional Earmarks (passed through Illinois Department of Commerce and Economic Opportunity) Stag Grant	66.202		485,000	-	-
			485,000	-	-
Total Office of the Chief Financial Officer			485,000	-	-
C. Office of Water ARRA Capitalization Grants for Clean Water State Revolving Funds (passed through Illinois Environmental Protection Agency) ARRA Clean Water Revolving Funds	66.458		10,000,000	-	-
			10,000,000	-	-
Capitalization Grants for Drinking Water State Revolving Funds (passed through Illinois Environmental Protection Agency) Safe Drinking Water ARRA Safe Drinking Water	66.468 66.468		2,147,049 6,051,467	- -	- -
			8,198,516	-	-
Total Office of Water			18,198,516	-	-

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED DECEMBER 31, 2010

Agency/ Program/ Grant Title	Federal CFDA Number	Federal Grant/ State Pass-Through Number	2010 Federal Expenditures	2010 Non-Federal Expenditures	2010 Subrecipient Expenditures
D. Office of Chemical Safety and Pollution Prevention Source Reduction Assistance Source Reduction Assistance Grant Program	66.717	X900E94701	\$ 1,557	\$ -	\$ -
Total Office of Chemical Safety and Pollution Prevention			1,557	-	-
E. Office of Solid Waste and Emergency Response Brownfields Assessment and Cleanup Cooperative Agreements Brownfields Assessment and Cleanup Cooperative	66.818	BF00E683011	4,850	-	-
Total Office of Solid Waste and Emergency Response			4,850	-	-
Total Environmental Protection Agency			20,451,778	103,815	-
XII. Department of Energy ARRA Conservation Research and Development ARRA Chicago Area Alternative Fuel Deployment	81.086	DE-EE0002541	2,505,001	-	-
ARRA Electricity Delivery and Energy Reliability, Research, Development and Analysis ARRA Local Energy Assurance Planning Initiative	81.122	DEOE0000367	34,746	-	-
ARRA Energy Efficiency and Conservation Block Grant Program (EECBG) ARRA Energy Efficiency and Conservation Block Grant Program (EECBG)	81.128	DEEE000815	10,878,957	-	-
Total Department of Energy			13,418,704	-	-
XIII. Department of Education A. Office of Safe and Drug-Free Schools Safe and Drug-Free Schools and Communities - State Grants Substance Abuse & AIDS Prevention Program	84.186	11GL097000	6,809	-	-
Total Department of Education			6,809	-	-
XIV. Department of Health and Human Services A. Office of Population Affairs Family Planning - Services (passed through the Illinois Department of Human Services) Family Planning Services 2009 Family Planning Services (HIV testing & Prevention Program) Family Planning Services 2010	93.217 93.217 93.217	L11GL087350 M11GM087350 M11GM087350	304,691 6,386 259,069	41,217 864 35,045	- - -
Total Office of Population Affairs			570,146	77,126	-
B. Administration on Aging Aging Cluster Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers (passed through the Illinois Department on Aging) Senior Citizen Nutrition and Social Services Program 2008 Senior Citizen Nutrition and Social Services Program 2009 Senior Citizen Nutrition and Social Services Program 2010	93.044 93.044 93.044		(333,878) 3,037,794 729,086	94,822 4,893,712 265,093	- 907,466 100,369
Special Programs for the Aging - Title III, Part C - Nutrition Services (passed through the Illinois Department on Aging) Senior Citizen Nutrition and Social Services Program 2008 Senior Citizen Nutrition and Social Services Program 2009 Senior Citizen Nutrition and Social Services Program 2010	93.045 93.045 93.045		218,495 2,040,676 796,254	- -	- 764,061 265,602
			3,433,002	5,253,627	1,007,835
			3,055,425	-	1,029,663

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED DECEMBER 31, 2010

Agency/ Program/ Grant Title	Federal CFDA Number	Federal Grant/ State Pass-Through Number	2010 Federal Expenditures	2010 Non-Federal Expenditures	2010 Subrecipient Expenditures
Nutrition Services Incentive Program (passed through the Illinois Department on Aging) Senior Citizen Nutrition and Social Services Program 2009	93.053		\$ 2,932,762 2,932,762	\$ - -	\$ 2,950,602 2,950,602
ARRA-Aging Home-Delivered Nutrition Services for States (passed through the Illinois Department on Aging) ARRA Aging Home-Delivered Nutrition Services for States	93.705	ARRA-12	218,363 218,363	17,302 17,302	173,007 173,007
ARRA-Aging Congregate Nutrition Services for States (passed through the Illinois Department on Aging) ARRA Nutrition Program - 2008	93.707	ARRA-12	517,909 517,909	107,207 107,207	495,218 495,218
<b>Total Aging Cluster</b>			<b>10,157,461</b>	<b>5,378,136</b>	<b>5,656,325</b>
Special Programs for the Aging - Title VII, Chapter 3 - Program for Prevention of Elder Abuse, Neglect and Exploitation (passed through the Illinois Department on Aging) Senior Citizen Nutrition and Social Services Program 2010	93.041		17,967 17,967	- -	- -
Special Programs for the Aging - Title VII, Chapter 2 - Long- term Care Ombudsman Services for Older Individuals (passed through the Illinois Department on Aging) Senior Citizen Nutrition and Social Services Program 2008 Senior Citizen Nutrition and Social Services Program 2009 Senior Citizen Nutrition and Social Services Program 2010	93.042 93.042 93.042		86,576 51,464 10,752 148,792	- - - -	- - - -
Special Programs for the Aging - Title III, Part D - Disease Prevention and Health Promotion Services (passed through the Illinois Department on Aging) Senior Citizen Nutrition and Social Services Program 2009 Senior Citizen Nutrition and Social Services Program 2010	93.043 93.043		282,665 13,860 296,525	- - -	263,372 13,860 277,232
National Family Caregiver Support (passed through the Illinois Department on Aging) Senior Citizen Nutrition and Social Services Program 2008 Senior Citizen Nutrition and Social Services Program 2009 Senior Citizen Nutrition and Social Services Program 2010	93.052 93.052 93.052		(63,057) 1,099,544 285,776 1,322,263	- - - -	- - - -
Special Programs for the Aging - Title II and Title IV Discretionary Projects and Programs (pass through AGE Options) Senior Medicare Patrol Program	93.048	FY2010SMP	14,660 14,660	- -	- -
ARRA - Communities Putting Prevention to Work: Chronic Disease Self-Management Program ARRA-Chronic Disease Self Management Program	93.725	03288716	12,191 12,191	- -	7,545 7,545
<b>Total Administration on Aging</b>			<b>11,969,859</b>	<b>5,378,136</b>	<b>5,941,102</b>
<b>C. Administration for Children and Families</b>					
<b>TANF Cluster</b>					
Temporary Assistance for Needy Families (passed through the Illinois Department of Human Services) Healthy Families of Illinois 2009	93.558	L119L087400	143,157 143,157	- -	96,132 96,132
ARRA - Emergency Contingency Fund for temporary Assistance for Needy Families (TANF) State Program (passed through the Illinois Department of Commerce and Economic Opportunity) ARRA - Emergency Contingency Fund (TANF) State Program	93.714	10-071009	6,875,973 6,875,973	- -	6,384,897 6,384,897
<b>Total TANF Cluster</b>			<b>7,019,130</b>	<b>-</b>	<b>6,481,029</b>
Refugee and Entrant Assistance-State Administered Programs (passed through the Illinois Department of Public Health) Refugee Program Refugee Program	93.566 93.566	00180012/08 10180032/26	194,545 189,636 384,181	- - -	- - -

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED DECEMBER 31, 2010

Agency/ Program/ Grant Title	Federal CFDA Number	Federal Grant/ State Pass-Through Number	2010 Federal Expenditures	2010 Non-Federal Expenditures	2010 Subrecipient Expenditures
<b>CSBG Cluster</b>					
Community Services Block Grant (passed through the Illinois Department of Commerce and Economic Opportunity)					
C.S.B.G. Loan Program Repaid Principal Funds	93.569	Various (prior years)	\$ 659,005	\$ -	\$ -
C.S.B.G. 2009	93.569	09231036	797,361	-	(2,639)
C.S.B.G. 2010	93.569	10231036	11,097,367	388,506	2,754,835
			12,553,733	388,506	2,752,196
<b>ARRA - Community Services Block Grant</b> (passed through the Illinois Department of Commerce and Economic Opportunity)					
ARRA - C.S.B.G. Stimulus FY'09	93.710	09-211036	14,421,177	-	14,085,430
			14,421,177	-	14,085,430
<b>Total CSBG Cluster</b>			<b>26,974,910</b>	<b>388,506</b>	<b>16,837,626</b>
<b>CCDF Cluster</b>					
Child Care and Development Block Grant (passed through Illinois Department of Human Services)					
Healthy Child Care of Illinois 2009	93.575	L11GL087420	103,372	-	-
Healthy Child Care of Illinois 2010	93.575	M11GM087420	26,713	-	-
			130,085	-	-
<b>Total CCDF Cluster</b>			<b>130,085</b>	<b>-</b>	<b>-</b>
<b>Head Start Cluster</b>					
Head Start					
Early Headstart 2007	93.600	05CH010143	(793)	-	(793)
Early Headstart 2008	93.600	05CH010144	(701)	-	(701)
Early Headstart 2009	93.600	05CH010145	1,018	-	51,017
Early Headstart 2010	93.600	05CH010146	3,329,211	-	2,992,756
Early Headstart 2011	93.600	05CH010147	237,988	-	215,914
Headstart 2006	93.600	05CH010142	(12,625)	-	(12,625)
Headstart 2007	93.600	05CH010143	(27,157)	-	(4,475)
Headstart 2008	93.600	05CH010144	(43,766)	-	(43,766)
Headstart 2009	93.600	05CH010145	(21,519)	-	(51,194)
Headstart 2010	93.600	05CH010146	108,469,369	-	100,292,741
Headstart 2011	93.600	05CH010147	4,142,606	-	3,334,614
			116,073,631	-	106,773,488
<b>ARRA-Head Start</b>					
ARRA - Headstart Expansion Year 2	93.708	05SH010102	436,088	-	434,095
ARRA - Headstart Expansion Year 1	93.708	05SH010101	2,554,208	-	1,997,380
USDHHS ARRA Headstart COLA & Quality Improvement	93.708	05SE0101/01	5,855,102	-	3,278,146
			8,845,398	-	5,709,621
<b>Total Head Start Cluster</b>			<b>124,919,029</b>	<b>-</b>	<b>112,483,109</b>
<b>Social Services Block Grant</b> (passed through the Illinois Department of Human Services)					
Domestic Violence Special Project	93.667	11GL87300	1,244	-	-
Maternal and Child Health 2008	93.667	K11G9087280	8,190	-	-
Maternal and Child Health 2009	93.667	L11GL087280	341,823	-	-
Maternal and Child Health 2010	93.667	M11GM087280	278,666	-	24,834
Donated Funds Initiative	93.667	81X9025000	1,622	-	-
Empowerment Zone	93.667		751,592	-	1,000,000
Family Planning Services 2009	93.667	L11GL087350	175,823	-	-
HIV Testing and Prevention Project	93.667	M11GM087350	3,685	-	-
Family Planning Services 2010	93.667	M11GM087350	149,497	-	-
Donated Funds Initiative - Alternative Schools Network	93.667	81XL025000	470,290	156,763	438,898
Donated Funds Initiative - Safer Foundation	93.667	81XL025000	630,370	210,123	569,647
			2,812,802	366,886	2,033,379
<b>Total Administration for Children and Families</b>			<b>162,240,137</b>	<b>755,392</b>	<b>137,835,143</b>

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED DECEMBER 31, 2010

Agency/ Program/ Grant Title	Federal CFDA Number	Federal Grant/ State Pass-Through Number	2010 Federal Expenditures	2010 Non-Federal Expenditures	2010 Subrecipient Expenditures
<b>D. Centers for Medicare and Medicaid Services</b>					
Medicaid Cluster					
Medicaid Assistance Program (Medicaid; Title XIX) (passed through the Illinois Department of Healthcare and Family Services)					
Chicago Family Case Management - Medicaid	93.778	40C70G1111	\$ 666,119	\$ -	\$ -
Chicago Family Case Management - Medicaid	93.778	40C70G1111	1,419,349	-	-
			2,085,468	-	-
Total Medicaid Cluster					
			2,085,468	-	-
Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluation					
Senior Health Assistance Program 2010	93.779	SHAP1012	35,232	131,436	-
			35,232	131,436	-
Total Centers for Medicare and Medicaid Services					
			2,120,700	131,436	-
<b>E. Centers for Disease Control and Prevention (CDC)</b>					
Public Health Emergency Preparedness (PHEP)					
Public Health Preparedness and Response for Bioterrorism					
Public Health Preparedness and Response for Bioterrorism	93.069	5U90TP517008-08	(3,413)	-	-
Public Health Preparedness and Response for Bioterrorism	93.069	5U90TP517008-09	371,996	-	(762)
Pandemic Influenza - ELR	93.069	1U90TP000130-01	(35)	-	(35)
Public Health Emergency Response - PHER	93.069	1H75TP000379-01	4,281,831	-	465,384
Public Health Preparedness and Response for Bioterrorism	93.069	5U90TP517008-10	6,382,948	-	775,101
			11,033,327	-	1,239,688
Project Grants and Cooperative Agreements for Tuberculosis Control Programs					
TB Elimination and Laboratory	93.116	CCU500444-28	88,441	-	13,913
TB Elimination and Laboratory	93.116	CCU500444-29	1,674,724	-	-
			1,763,165	-	13,913
Childhood Lead Poisoning Prevention Projects - State and Local Childhood Lead Poisoning Prevention and Surveillance of Blood Lead Levels in Children					
Childhood Lead Poisoning Prevention Program	93.197	5H64EH000157-01	(248)	-	(248)
Childhood Lead Poisoning Prevention Program	93.197	5H64EH000157-04	688,836	-	159,883
Childhood Lead Poisoning Prevention Program	93.197	5H64EH000157-05	411,188	-	-
			1,099,776	-	159,635
Immunization Cluster					
Immunization Grants					
Immunization and Vaccines for Children	93.268	H23CCH522565-07	41,660	-	5,851
Immunization and Vaccines for Children	93.268	H23CCH522565-08	4,877,571	-	645,502
			4,919,231	-	651,353
ARRA - Immunization					
ARRA Immunization and Vaccines for Children	93.712	3H23IP522565-07S1	190,208	-	183,702
			190,208	-	183,702
Total Immunization Cluster					
			5,109,439	-	835,055
Adult Viral Hepatitis Prevention and Control					
Adult Viral Hepatitis Coordinator	93.270	U50/PS000906-03	7,636	-	-
			7,636	-	-
Centers for Disease Control and Prevention - Investigations and Technical Assistance					
Adult Viral Hepatitis	93.283	U50/PS000906-02	853	-	-
Epidemiology & Lab Grant	93.283	U50/CI000490-03	442,647	-	-
Adult Viral Hepatitis	93.283	U50/PS000906-03	116,565	-	-
Reach Us Action Community	93.283	5U58DP000968-03	352,242	-	86,098
Reach Us Action Community	93.283	5U58DP000968-04	47,117	-	-
Public Health Preparedness and Response for Bioterrorism (passed through Illinois Department of Public Health)	93.283	U90CU517008	(500)	-	-
Breast and Cervical Cancer	93.283	06180006	302,133	-	-
Breast and Cervical Cancer	93.283	16180005	183,196	-	-
			1,444,253	-	86,098
ARRA - Prevention and Wellness - State, Territories and Pacific Islands					
ARRA - Chronic Disease Nutrition/Headstart Project	93.723	03288782	17,720	-	17,720
			17,720	-	17,720
HIV Prevention Activities - Health Department Based					
HIV Prevention Project	93.940	5U62PS523481-05	260,721	-	9,138
HIV Behavioral Surveillance	93.940	1U62PS000976-02	34,147	-	27,686
HIV Prevention Project	93.940	5U62PS523481-06	5,272,146	-	457,500
HIV Behavioral Surveillance	93.940	1U62PS000976-03	308,279	-	-
			5,875,293	-	494,324

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED DECEMBER 31, 2010

Agency/ Program/ Grant Title	Federal CFDA Number	Federal Grant/ State Pass-Through Number	2010 Federal Expenditures	2010 Non-Federal Expenditures	2010 Subrecipient Expenditures
HIV Demonstration, Research, Public and Professional Education Projects					
AIDS Surveillance and Seroprevalence Project	93.941	1U62PS001042-02	\$ 28,650	\$ -	\$ 1,946
HIV/AIDS Surveillance Perinatal	93.941	1U62PS001433-01	19,586	-	19,586
HIV/AIDS Surveillance Perinatal	93.941	1U62PS001433-02	129,207	-	68,196
AIDS Surveillance and Seroprevalence Project	93.941	1U62PS001042-03	1,172,911	-	92,225
			1,350,354	-	181,953
Epidemiologic Research Studies of Acquired Immunodeficiency Syndrome (AIDS) and Human Immunodeficiency Virus (HIV) Infection in Selected Population Groups					
Multi-Site Opt-Out Rapid HIV Testing	93.943	5U62PS000769-02	1,477,705	-	1,672,192
Multi-Site Opt-Out Rapid HIV Testing	93.943	5U62PS000769-03	790	-	-
			1,478,495	-	1,672,192
Human Immunodeficiency Virus (HIV) / Acquired Immunodeficiency Virus Syndrome (AIDS) Surveillance					
Morbidity/Risk Behavior Surveillance	93.944	1U62PS001610-01	212,370	-	-
Morbidity/Risk Behavior Surveillance	93.944	1U62PS001610-02	265,568	-	38,419
			477,938	-	38,419
Prevention Health Services - Sexually Transmitted Diseases Control Grants					
Comprehensive STD Prevention System	93.977	CCH504338-17	(1,673)	-	(1,673)
Comprehensive STD Prevention System	93.977	1H25PS001367-01	7,527	-	-
STD Surveillance Network	93.977	5H25PS001275-02	113,401	-	97,329
Comprehensive STD Prevention System	93.977	1H25PS001367-02	1,913,439	-	118,936
STD Surveillance Network	93.977	5H25PS001275-03	1,541	-	-
			2,034,235	-	214,592
Total Centers for Disease Control and Prevention			31,691,631	-	4,953,589
F. Office of the Secretary					
National Bioterrorism Hospital Preparedness Program					
Bioterrorism Hospital Preparedness Program	93.889	U3RHS05588-01	(35,546)	-	(32,162)
Bioterrorism Hospital Preparedness Program	93.889	U3RHS07591-01	(6,371)	-	(4,907)
Bioterrorism Hospital Preparedness Program	93.889	U3REP070004-01	(3,883)	-	(3,406)
Pandemic Healthcare	93.889	U3REP090192-01	333,468	-	-
Bioterrorism Hospital Preparedness Program	93.889	U3REP090230-01	3,349,538	-	2,556,086
Bioterrorism Hospital Preparedness Program	93.889	U3REP090230-02	256,775	-	120,421
			3,893,981	-	2,636,032
Total Office of the Secretary			3,893,981	-	2,636,032
G. Health Resources and Service Administration					
HIV Emergency Relief Project Grants					
HIV Emergency Relief Project	93.914	2H89HA00008-16	12,400	-	-
HIV Emergency Relief Project	93.914	2H89HA00008-19	7,373,737	-	6,270,920
Minority AIDS Initiative	93.914	5H3MHA08490-03	1,253,800	-	1,152,804
HIV Emergency Relief Project	93.914	2H89HA00008-20	17,716,032	-	15,145,382
			26,356,969	-	22,569,106
Grants to Provide Outpatient Early Intervention Services with Respect to HIV Disease					
Ryan White Part C Out Patient EIS	93.918	5H76HA00114-17	18,731	-	-
Ryan White Part C Out Patient EIS	93.918	5H76HA00114-18	444,019	-	-
			462,750	-	-
Healthy Start Initiative					
Healthy Start	93.926	5H49MC00103-08	(1,500)	-	-
Healthy Start	93.926	5H49MC00103-09	419,710	-	-
Healthy Start	93.926	5H49MC00103-10	366,285	-	-
			784,495	-	-
Maternal and Child Health Services Block Grant to the States (passed through the Illinois Department of Human Services)					
Maternal and Child Health 2008	93.994	K11G9087280	54,810	-	-
Maternal and Child Health 2009	93.994	L11GL087280	2,287,587	-	166,196
Maternal and Child Health 2010	93.994	M11GM087280	1,864,920	-	16,588
Chicago Family Case Management 2009	93.994	L11GL087310	20	1,141,552	-
Healthy Child of Illinois 2009	93.994	L11GL087420	33,943	-	-
Healthy Child of Illinois 2010	93.994	M11GM087420	8,771	-	-
(passed through Illinois Department of Public Health)					
Dental Sealant	93.994	03480138	10,164	-	-
			4,260,215	1,141,552	182,784
Total Health Resources and Services Administration			31,863,429	1,141,552	22,751,890

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED DECEMBER 31, 2010

Agency/ Program/ Grant Title	Federal CFDA Number	Federal Grant/ State Pass-Through Number	2010 Federal Expenditures	2010 Non-Federal Expenditures	2010 Subrecipient Expenditures
<b>H. Substance Abuse and Mental Health Services Administration</b>					
Substance Abuse and Mental Health Services Projects of Regional and National Significance					
HIV Strategic Prevention Project	93.243	5U79SP13343-05	\$ 223,806	\$ -	\$ 203,653
			223,806	-	203,653
Block Grants for Community Mental Health Services (passed through Illinois Department of Human Services)					
Mental Health	93.958	40CK001111	135,669	-	-
			135,669	-	-
Block Grants for Prevention and Treatment of Substance Abuse (passed through the Illinois Department of Human Services)					
IDASA	93.959	40C8001111	4,088	-	-
IDASA	93.959	40CL001111C	364,326	-	364,873
IDASA	93.959	40CL001111C	172,890	-	172,890
SAAPPHI 2009	93.959	11GL097000	65,205	-	-
SAAPPHI 2010	93.959	M11GM066562	80,665	-	-
			687,174	-	537,763
<b>Total Substance Abuse and Mental Health Services Administration</b>			<b>1,046,649</b>	<b>-</b>	<b>741,416</b>
<b>Total Department of Health and Human Services</b>			<b>245,396,532</b>	<b>7,483,642</b>	<b>174,859,172</b>
<b>XV. Corporation for National and Community Service</b>					
Foster Grandparent/ Senior Companion Cluster					
Foster Grandparent Program					
Foster Grandparent Program 2009	94.011	09SFNIL006	239,753	54,000	-
Foster Grandparent Program 2010	94.011	09SFNIL006	302,726	190	-
			542,479	54,190	-
Senior Companion Program					
Senior Companion 2006	94.016	06SCNIL001	425	-	-
Senior Companion 2007	94.016	06SCNIL007	9,584	-	-
Senior Companion Program - Year 3 2008	94.016	06SCNIL001	27,473	-	-
Senior Companion Program 2009	94.016	09SCNIL001	127,737	81,704	-
Senior Companion Program 2010	94.016	09SCNIL001	165,421	-	-
			330,640	81,704	-
<b>Total Foster Grandparent/ Senior Companion Cluster</b>			<b>873,119</b>	<b>135,894</b>	<b>-</b>
<b>Total Corporation for National and Community Service</b>			<b>873,119</b>	<b>135,894</b>	<b>-</b>
<b>XVI Social Security Administration</b>					
Social Security -- Work Incentives Planning and Assistance Program					
Work Incentive Planning & Assistance Program 2009	96.008	14W50030504	65,037	-	-
Work Incentive Planning & Assistance Program 2010	96.008	14W5003005	160,749	-	-
			225,786	-	-
<b>Total Social Security Administration</b>			<b>225,786</b>	<b>-</b>	<b>-</b>
<b>XVI Department of Homeland Security</b>					
Disaster Grants-Public Assistance (Presidentially Declared Disasters) (passed through Illinois Emergency Management Authority)					
2007 Northern Storm Reimbursement Public Assistance	97.036	1729	10,350	-	-
			10,350	-	-
Law Enforcement Officer Reimbursement Agreement Prog. (Enforcement Officers)					
LEO - O'Hare 2008	97.090		2,198,615	-	-
LEO - Midway 2008	97.090		769,044	-	-
			2,967,659	-	-
Emergency Management Performance Grant (passed through Illinois Emergency Management Authority)					
Emergency Management Assistance Grant 2009	97.042	909EMACHICA	138,264	-	-
Emergency Management Assistance Grant 2010	97.042	110EMACHICA	237,326	-	-
			375,590	-	-
Assistance to Firefighters Grant					
Assistance to Firefighters-Fire Prevention and Safety FY'08	97.044	EMW2008FP011	179,276	-	-
			179,276	-	-

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED DECEMBER 31, 2010

Agency/ Program/ Grant Title	Federal CFDA Number	Federal Grant/ State Pass-Through Number	2010 Federal Expenditures	2010 Non-Federal Expenditures	2010 Subrecipient Expenditures
Port Security Grant Program					
Port Security Grant FY'06	97.056	2006GBT60020	\$ 855,120	\$ 285,039	\$ -
Port Security Grant FY'07	97.056	2007GBT70136	4,581,581	1,527,194	-
			5,436,701	1,812,233	-
Homeland Security Cluster					
Homeland Security Grant Program (passed through Illinois Emergency Management Authority)					
2006 Urban Areas Security Initiative and Communications	97.067	006UASICHIC	109,982	-	-
2007 Urban Areas Security Initiative and Communications	97.067	007UASICHIC	8,532,673	-	-
2008 Urban Areas Security Initiative and Communications	97.067	008CHGOUASI	8,516,627	-	-
Metropolitan Medical Response System - 2008	97.067	08CHGOMMRS	310,088	-	-
2008 Interoperable Emergency Communication Grant Program	97.067		4,778	-	-
2009 Citizen Corp Grant	97.067	1009CCPCHGO	861	-	-
2009 Urban Areas Security Initiative Communications	97.067	109UASICHIC	3,390,641	-	-
			20,865,650	-	-
Metropolitan Medical Response System					
Metropolitan Medical Response System FY 2001	97.071	233-03-0061	20,599	-	-
			20,599	-	-
Total Homeland Security Cluster			20,886,249	-	-
National Explosive Detection Canine Team Program					
National Explosive Detection Canine Team Program	97.072	HSTS0206HMLS	400,500	-	-
National Explosive Detection Canine Team Program - O'Hare	97.072		677,294	-	-
National Explosive Detection Canine Team Program - Midway	97.072		169,324	-	-
			1,247,118	-	-
Rail and Transit Security Grant Program					
FY 2009 Transit Security Grant Program	97.075	2009-RA79K016	922,387	-	-
FY 2008 Transit Security Grant Program	97.075	2008-RL-T8-K001	1,913,822	-	-
FY 2007 Transit Security Grant Program	97.075	07SUPCTCP2	1,083,145	-	-
			3,919,354	-	-
Buffer Zone Protection Plan (BZPP) (passed through Illinois Emergency Management Authority)					
2006 Bufferzone Protection Program Grant (CPD)	97.078	Various	307,910	-	-
2006 Bufferzone Protection Program Grant (OEMC)	97.078	Various	185,000	-	-
2006 Bufferzone Protection Program Grant (CFD)	97.078	Various	123,718	-	-
2008 Bufferzone Protection Program Grant (CPD)	97.078	Various	2,293	-	-
			618,921	-	-
Airport Checked Baggage Screening Program					
TSA/EDS - O'Hare 2006	97.100		3,839,368	-	-
			3,839,368	-	-
Regional Catastrophic Preparedness Grant Program (passed through Illinois Emergency Management Authority)					
Regional Catastrophic Preparedness Grant Program	97.111	008CHIRCPGR	1,731,551	577,183	-
			1,731,551	577,183	-
Rail and Transit Security Grant Program (ARRA)					
ARRA Rail and Transit Security Grant	97.113	2009RAR10093	1,204,371	-	-
			1,204,371	-	-
Closed Circuit Security Cameras					
Closed-Circuit TV Cameras - O'Hare	97.118		40,247	-	-
ARRA Closed-Circuit TV Cameras - Midway	97.118		1,739,538	-	-
			1,779,785	-	-
Total Department of Homeland Security			44,196,293	2,389,416	-
TOTAL			\$ 759,803,600	\$ 31,229,867	\$ 289,040,519

## CITY OF CHICAGO

### NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS For the Year Ended December 31, 2010

---

#### NOTE 1 – REPORTING ENTITY

---

The City of Chicago (the "City") is a governmental entity established by laws of the State of Illinois and has the powers of a body corporate, as defined in the statutes. All significant operations of the City are included in the scope of the Office of Management and Budget ("OMB") Circular A-133 audit (the "Single Audit"). The U.S. Department of Housing and Urban Development ("HUD") has been designated as the City's cognizant agency for the Single Audit. The reporting entity for the City is based upon criteria established by the Governmental Accounting Standards Board.

**Programs Subject to Single Audit** – A Schedule of Expenditures of Federal Awards ("SEFA") is presented for each federal program and a summary of expenditures by federal agency is as follows:

U.S. Department of Agriculture	\$ 6,476,103
U.S. Department of Commerce	9,965,915
U.S. Department of Housing and Urban Development	176,571,407
U.S. Department of the Interior	93,140
U.S. Department of Justice	27,103,488
U.S. Department of Labor	52,096,474
U.S. Department of Transportation	151,525,821
U.S. Department of the Treasury	11,310,231
U.S. Institute of Museum and Library Services	30,147
U.S. Small Business Administration	61,853
U.S. Environmental Protection Agency	20,451,778
U.S. Department of Energy	13,418,704
U.S. Department of Education	6,809
U.S. Department of Health and Human Services	245,396,532
U.S. Corporation for National and Community Services	873,119
U.S. Social Security Administration	225,786
U.S. Department of Homeland Security	<u>44,196,293</u>
Total Expenditures of Federal Awards	<u>\$ 759,803,600</u>

Passenger Facility Charges collected and expended, as prescribed by Sections 9110 and 9111 of the Aviation Safety and Capacity Expansion Act of 1990 issued by the Federal Aviation Administration of the United States Department of Transportation, are not included in this Single Audit report and are audited separately.

---

#### NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

---

##### ***BASIS OF ACCOUNTING***

The accounting records for some grant programs are maintained on the modified accrual basis of accounting. Under the modified accrual basis, revenues are recorded when susceptible to accrual, i.e., both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the liability is incurred. The accounting records for other grant programs are maintained on the accrual basis, i.e., when the revenue has been earned and the liability is incurred.

# CITY OF CHICAGO

## NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS For the Year Ended December 31, 2010

---

### NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

---

#### *BASIS OF ACCOUNTING* (cont.)

Certain financial awards were received by the City in the form of noncash awards. These noncash awards are discussed in Note 3. The schedule of expenditures of federal awards includes a column titled Non-Federal Expenditures. Amounts reported in this column include the City's required match for federal programs.

The City has a cost allocation plan for allocation of common and indirect costs related to grant programs. The amounts allocated to 2010 grant programs are based primarily on 2009 budgeted amounts. Variances between actual costs and budgeted amounts are adjusted on a prospective basis. A copy of the cost allocation plan is kept on file at the City. Individual City departments' indirect cost rates for 2010 have been prepared on a consistent basis, certified by responsible City officials, and retained in City files for use in charging federal and other programs in accordance with OMB Circular A-87.

---

### NOTE 3 – NONCASH AWARDS

---

Certain federal financial assistance programs do not involve cash awards to the City. These programs include providing the City with loan guarantees, vaccines, personnel, travel, and vouchers. Such noncash awards applicable to the year ended December 31, 2010, are as follows:

U.S. Department of Housing and Urban Development—Loan Guarantees;

CFDA No. 14.221: Balance of loans is: \$4,732,613. Section 119 of the Housing and Community Development Act of 1974 established the Urban Development Action Grant Program (UDAG).

This program was created to assist cities and urban counties experiencing severe economic stress. Grants were made to local governments who used the funds to make loans to private developers for commercial, residential, or industrial projects in order to stimulate economic development necessary for local economic recovery. The federal program no longer exists; however, revenue from repayment of the UDAG loans can currently be used to fund CDBG-eligible activities, including economic development loans. At December 31, 2010, the outstanding balance of the loans made by the City totals \$4,732,613.

U.S. Department of Housing and Urban Development—Section 108 Loans;

CFDA No. 14.248: Balance of loans at December 31, 201 for which the federal government is at risk: \$14,765,000.

U.S. Department of Health and Human Services;

CFDA No. 93.069: Vaccines H1N1 valued at \$824,980.

CFDA No. 93.116: Personnel valued at \$107,352.

CFDA No. 93.268: Vaccines valued at \$44,755,661; and personnel valued at \$199,262.

CFDA No. 93.712: Vaccines values at \$846,625.

CFDA No. 93.977: Personnel valued at \$1,470,381.

U.S. Department of Agriculture;

CFDA No. 10.557: The Illinois Department of Public Health provides vouchers to WIC program participants for the purchase of nutritional commodities: Fiscal year 2010 vouchers totaled \$6,128,070.

The City of Chicago had no noncash federally-funded insurance in effect during 2010.

INDEPENDENT AUDITORS' 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

To the Honorable Rahm Emanuel, Mayor,  
and the Members of the City Council  
City of Chicago  
Chicago, Illinois

**Compliance**

We have audited the City of Chicago, Illinois' compliance 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 the City of Chicago's major federal programs for the year ended December 31, 2010. The City of Chicago's major federal programs are identified in the summary of auditors' 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 City of Chicago's management. Our responsibility is to express an opinion on the City of Chicago'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 City of Chicago'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 City of Chicago's compliance with those requirements.

In our opinion, the City of Chicago 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 December 31, 2010. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as Findings 2010-8, 2010-9, 2010-10, 2010-11, 2010-12, 2010-13, 2010-14, 2010-15, 2010-16, 2010-17, 2010-18, 2010-19, 2010-20, 2010-21, 2010-23, 2010-24, 2010-25, 2010-26, 2010-27, and 2010-28.

To the Honorable Rahm Emanuel, Mayor,  
and the Members of the City Council  
City of Chicago

### ***Internal Control Over Compliance***

Management of the City of Chicago is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the City of Chicago's internal control over compliance with requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance 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 City of Chicago's internal control over compliance.

*A deficiency in internal control over compliance* 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, 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 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 certain deficiencies in internal control over compliance that we consider to be significant deficiencies as described in the accompanying schedule of findings and questioned costs as Findings 2010-8, 2010-9, 2010-14, 2010-16, 2010-19, 2010-21, 2010-22, 2010-23, 2010-24, 2010-27, and 2010-28. 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.

The City of Chicago's response to the findings identified in our audit is referenced in the accompanying schedule of findings and questioned costs. We did not audit the City of Chicago's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the mayor, members of the city council, management of the City, 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.

*Baker Tilly Virchow Krause, LLP*

Chicago, Illinois  
September 26, 2011

**CITY OF CHICAGO**

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For the Year Ended December 31, 2010

**SECTION I – SUMMARY OF AUDITORS’ RESULTS**

**FINANCIAL STATEMENTS (Information obtained from separate report audited by other auditors)**

Type of auditors’ report issued: *unqualified*

Internal control over financial reporting:

- > Material weakness(es) identified?                      X   yes                           no
- > Significant deficiencies identified that are not considered to be material weaknesses?                      X   yes                           none reported

Noncompliance material to basic financial statements noted?                           yes                      X   no

**FEDERAL AWARDS**

Internal control over major programs:

- > Material weakness(es) identified?                           yes                      X   no
- > Significant deficiencies identified that are not considered to be material weakness(es)?                      X   yes                           none reported

Type of auditor’s report issued on compliance for major programs: *unqualified*

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?                      X   yes                           no

Auditee qualified as low-risk auditee?                           yes                      X   no

Identification of major programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children
10.559	Summer Food Service Program for Children
11.555	Public Safety Interoperable Communications Grant Program
14.218	CDBG Entitlement Grants Cluster – Community Development Block Grants/Entitlement Grants
14.231	Emergency Shelter Grants Program
14.239	Home Investment Partnerships Program
14.241	Housing Opportunities for Persons with AIDS
14.253	CDBG Entitlement Grants Cluster – ARRA – Community Development Block Grant ARRA Entitlement Grants
14.256	ARRA – Neighborhood Stabilization Program
14.257	ARRA – Homelessness Prevention and Rapid Re-housing Program
14.258	ARRA – Tax Credit Assistance Program
16.710	Public Safety Partnership and Community Policing Grants
16.710	ARRA – Public Safety Partnership and Community Policing Grants

# CITY OF CHICAGO

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2010

### SECTION I – SUMMARY OF AUDITORS’ RESULTS (cont.)

#### FEDERAL AWARDS (cont.)

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
16.804	ARRA – Edward Byrne Memorial Justice Assistance Grant Program
17.258	WIA Cluster – WIA Adult Program
17.258	WIA Cluster – ARRA – WIA Adult Program
17.259	WIA Cluster – WIA Youth Activities
17.259	WIA Cluster – ARRA – WIA Youth Activities
17.260	WIA Cluster – WIA Dislocated Workers
17.260	WIA Cluster – ARRA – WIA Dislocated Workers
17.278	WIA Cluster – WIA Dislocated Worker Formula Grants
20.106	Airport Improvement Program
20.106	ARRA – Airport Improvement Program
20.205	Highway Planning and Construction
20.205	ARRA – Highway Planning and Construction
21.unknown	Tax Credit Exchange Program
66.458	ARRA – Capitalization Grants for Clean Water State Revolving Funds
66.468	Capitalization Grants for Drinking Water State Revolving Funds
66.468	ARRA – Capitalization Grants for Drinking Water State Revolving Funds
81.086	ARRA – Conservation Research and Development
81.128	ARRA – Energy Efficiency and Conservation Block Grant Program
93.044	Aging Cluster – Special Programs for the Aging – Title III, Part B – Grants for Supportive Services and Senior Centers
93.045	Aging Cluster – Special Programs for the Aging – Title III, Part C – Nutrition Services
93.053	Aging Cluster – Nutrition Services Incentive Program
93.069	Public Health Emergency Preparedness
93.268	Immunization Cluster – Immunization Grants
93.558	TANF Cluster – Temporary Assistance for Needy Families
93.569	CSBG Cluster – Community Services Block Grant
93.667	Social Services Block Grant
93.705	Aging Cluster – ARRA –Aging Home-Delivered Nutrition Services for States
93.707	Aging Cluster – ARRA – Aging Congregate Nutrition Services for States
93.710	CSBG Cluster – ARRA – Community Services Block Grant
93.712	Immunization Cluster – ARRA - Immunization
93.714	TANF Cluster – ARRA – Emergency Contingency Fund for Temporary Assistance for Needy Families State Program
93.994	Maternal and Child Health Services Block Grant to the States
97.067	Homeland Security Cluster – Homeland Security Grant Program
97.071	Homeland Security Cluster – Metropolitan Medical Response System
97.075	Rail and Transit Security Grant Program
97.100	Airport Checked Baggage Screening Program
97.113	ARRA – Rail and Transit Security Grant Program

Dollar threshold used to distinguish between  
type A and type B programs:

\$ 3,000,000

# CITY OF CHICAGO

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2010

---

### SECTION II – FINANCIAL STATEMENT FINDINGS

---

See findings 2010-1, 2010-2, 2010-3, 2010-4, 2010-5, 2010-6, and 2010-7 in the separate bound report titled "Basic Financial Statements for the Year Ended December 31, 2010, Independent Auditors' Report and Independent Auditors' Report on Internal Control Over Financial Reporting and Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards* for the Year Ended December 31, 2010."

---

### SECTION III – FEDERAL FINDINGS AND QUESTIONED COSTS

---

#### **Finding 2010-8**

##### **CFDA Nos.**

10.557 *Special Supplemental Nutrition Program for Women, Infants, and Children*  
14.218 *Community Development Block Grants/Entitlement Grants*  
14.241 *Housing Opportunities for Persons with AIDS*  
93.069 *Public Health Emergency Preparedness*  
93.994 *Maternal and Child Health Services Block Grant to the States*  
93.268 *Immunization Grants*  
93.712 *ARRA – Immunization Grants*

##### **Federal Agencies**

*U.S. Department of Agriculture, U.S. Department of Housing and Urban Development, U.S. Department of Health and Human Services*

##### **Pass-through Agency**

*Illinois Department of Human Services*

##### **City Department**

*Chicago Department of Public Health*

#### **Repeat of prior year finding 2009-13.**

**Criteria:** Payroll expenditures must be recorded in the City's financial records in accordance with OMB Circular A-87. Additionally, payroll charges must be supported by the documentation required by OMB Circular A-87. When employees work on one sole federal award or cost objective, charges for their salaries and wages will be supported by periodic certifications that the employees worked solely on that program for the period covered by the certification. These certifications must be prepared at least semi-annually and must be signed by the employee or supervisory official having first-hand knowledge of the work performed by employees. When employees work on multiple activities or cost objectives, a distribution of their salaries or wages will be supported by personnel activity reports or equivalent documentation. This activity must reflect an after-the-fact distribution, must account for the total activity for each employee, must be prepared at least monthly and coincide with one or more pay periods, and must be signed by the employee.

**Condition:** During our testing, we found deficiencies with the City's compliance with OMB Circular A-87:

- > If employees are charged to one sole federal program, they should sign semi-annual certification forms. During our testing of health programs, the City was unable to produce semi-annual certification forms for most of the payroll charges selected in our samples.
- > When employees are charged to multiple grants, the City does not prepare personnel activity reports. Instead, each employee completes only the semi-annual certification form, which does not meet the requirements of OMB Circular A-87.

## CITY OF CHICAGO

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2010

---

#### SECTION III – FEDERAL FINDINGS AND QUESTIONED COSTS (cont.)

---

##### ***Finding 2010-8*** (cont.)

**Effect:** It is possible that actual distributions the employees' time was different than what was charged to federal program.

**Questioned Costs:** Questioned costs are unable to be determined.

**Recommendation:** The City should review its overall process for charging salaries and wages to federal grants. Consideration may be given to the capabilities of the payroll system and City-wide policies regarding salary certification forms and departmental responsibilities for supporting allocations among multiple activities.

**Views of Responsible Officials:** See Corrective Action Plan.

##### ***Finding 2010-9***

<b><i>CFDA No.</i></b>	<i>93.069 Public Health Emergency Preparedness</i>
<b><i>Federal Agency</i></b>	<i>U.S. Department of Health and Human Services</i>
<b><i>Pass-through Agency</i></b>	<i>N/A</i>
<b><i>City Department</i></b>	<i>Chicago Department of Public Health</i>

**Criteria:** The City is required to maintain supporting records for reports submitted to federal agencies.

**Condition:** The City was required to file an interim Financial Status Report for the period August 10, 2009 to August 9, 2010 for the Public Health Emergency Preparedness and Public Health Emergency Response grants. The City was unable to provide supporting schedules which agree these reports to the general ledger. As such, we cannot determine that these reports were properly prepared.

**Effect:** We were unable to determine if the interim Financial Status Reports were properly prepared.

**Questioned Costs:** None

**Recommendation:** We recommend that the City ensure that supporting schedules are retained with the Financial Status Reports to substantiate the amounts reported.

**Views of Responsible Officials:** See Corrective Action Plan.

# CITY OF CHICAGO

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2010

---

### SECTION III – FEDERAL FINDINGS AND QUESTIONED COSTS (cont.)

---

#### ***Finding 2010-10***

<b><i>CFDA No.</i></b>	<i>93.069 Public Health Emergency Preparedness</i>
<b><i>Federal Agency</i></b>	<i>U.S. Department of Health and Human Services</i>
<b><i>Pass-through Agency</i></b>	<i>N/A</i>
<b><i>City Department</i></b>	<i>Chicago Department of Public Health</i>

**Criteria:** Expenditures charged against federal awards must be for actual costs.

**Condition:** In a sample of forty expenditures tested, it was found that the City overpaid one invoice by \$2,000. This overpayment was caused by clerical errors made by the vendor in the invoice that were not caught by City staff.

**Effect:** Federal expenditures are overstated by \$2,000 for the program.

**Questioned Costs:** Known questioned costs are \$2,000, which is the amount that the City overpaid the invoice. When this error is projected to the entire population of expenditures, the potential questioned costs are \$10,470.

**Recommendation:** We recommend that the City ensure that review procedures are in place to verify that invoices are paid for correct amounts.

**Views of Responsible Officials:** See Corrective Action Plan.

#### ***Finding 2010-11***

<b><i>CFDA No.</i></b>	<i>93.994 Maternal and Child Health Services Block Grant to the States</i>
<b><i>Federal Agency</i></b>	<i>U.S. Department of Health and Human Services</i>
<b><i>Pass-through Agency</i></b>	<i>Illinois Department of Human Services</i>
<b><i>City Department</i></b>	<i>Chicago Department of Public Health</i>

**Criteria:** OMB Circular A-87 requires that costs charged to federal awards be adequately documented.

**Condition:** As part of our testing, a sample of 31 payroll expenditures was selected from the City of Chicago's general ledger system. The City was not able to provide appropriate supporting documentation for three items which were tested.

**Effect:** As supporting documentation could not be reconciled to the amounts charged to the program, we were unable to determine if the costs were permissible.

**Questioned Costs:** Known questioned costs are \$5,990, the amount that did not have proper supporting documentation. When this error is projected to the entire population of expenditures, the potential questioned costs are approximately \$39,000.

**Recommendation:** We recommend that the City ensure that documentation exists to support all amounts recorded as program expenditures.

**Views of Responsible Officials:** See Corrective Action Plan.

# CITY OF CHICAGO

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2010

---

### SECTION III – FEDERAL FINDINGS AND QUESTIONED COSTS (cont.)

---

#### ***Finding 2010-12***

<b><i>CFDA No.</i></b>	<i>93.268 Immunization Grants</i>
<b><i>Federal Agency</i></b>	<i>U.S. Department of Health and Human Services</i>
<b><i>Pass-through Agency</i></b>	<i>N/A</i>
<b><i>City Department</i></b>	<i>Chicago Department of Public Health</i>

#### **Repeat of prior year finding 2009-07.**

**Criteria:** The City receives vaccines under the Immunization and Vaccines for Children (VFC) Grants program which are passed through to various providers throughout the City of Chicago. Under terms of the Immunization and VFC Grants agreement, the vaccines given to providers are reported as non-cash expenditures on the Schedule of Expenditures of Federal Awards of the City of Chicago. It is the responsibility of the City to ensure that these vaccines are being properly administered by providers to eligible VFC program participants.

**Condition:** The City conducts comprehensive quality assurance site visits to approximately one third of its Immunization and VFC Grant providers each year. The City has quality assurance policies and procedures which identify the scope of the annual site visit. As part of our audit, we noted several exceptions where the City did not adhere to its policy:

- > It is the policy of the City to perform a chart audit of 30 charts to determine that program participants were eligible to receive vaccinations under the Immunization Grants program. In a sample of forty provider site visits selected for testing during our audit, we determined that two provider site visits sampled fewer than 30 charts although the population was greater than 30.
- > It is the policy of the City to require that the evaluator from the City and the physician or clinic manager from the provider both sign the site visit evaluation form. We found that one site evaluation form, out of the forty examined, was not signed by the evaluator from the City.
- > It is the policy of the City to conduct follow-up visits with providers if findings were noted during the site visit. In a sample of examined, it was found that one site visit did not have a follow-up visit.

**Effect:** Program providers were not monitored in accordance with the City's site visit policy.

**Questioned Costs:** None

**Recommendation:** We recommend that the City personnel performing the annual site visits adhere to the City's policies and procedures for this monitoring. The City may consider performing inspections of completed site visits to ensure that staff are appropriately performing and documenting the results of the site visit. The City may also consider creating a process where site visit forms are reviewed before being placed in the provider's file to ensure that all pertinent documentation is maintained and all required procedures have been performed.

**Views of Responsible Officials:** See Corrective Action Plan.

# CITY OF CHICAGO

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2010

---

### SECTION III – FEDERAL FINDINGS AND QUESTIONED COSTS (cont.)

---

#### ***Finding 2010-13***

<b><i>CFDA No.</i></b>	<i>93.268 Immunization Grants</i>
<b><i>Federal Agency</i></b>	<i>U.S. Department of Health and Human Services</i>
<b><i>Pass-through Agency</i></b>	<i>N/A</i>
<b><i>City Department</i></b>	<i>Chicago Department of Public Health</i>

**Criteria:** OMB Circular A-87 requires that costs charged to federal awards be adequately documented.

**Condition:** As part of our testing, a sample of 24 payroll expenditures was selected from the City of Chicago's general ledger system. The City was not able to provide appropriate supporting documentation for twelve items which were tested.

**Effect:** Supporting documentation could not be reconciled to the amount reported as program expenditures; therefore we were unable to determine if the costs were permissible.

**Questioned Costs:** Known questioned costs are \$10,353, as this is the amount that did not have proper supporting documentation. When this error is projected to the entire population of expenditures, the potential questioned costs are approximately \$50,230.

**Recommendation:** We recommend that the City ensure that documentation exists to support all program expenditures.

**Views of Responsible Officials:** See Corrective Action Plan.

#### ***Finding 2010-14***

<b><i>CFDA No.</i></b>	<i>14.241 Housing Opportunities for Persons with AIDS</i>
<b><i>Federal Agency</i></b>	<i>U.S. Department of Housing and Urban Development</i>
<b><i>Pass-through Agency</i></b>	<i>N/A</i>
<b><i>City Department</i></b>	<i>Chicago Department of Public Health</i>

**Criteria:** The City is required to maintain supporting records for reports submitted to federal agencies.

**Condition:** The City is required to file an annual Consolidated Annual Performance and Evaluation Report (CAPER). This report includes financial data which is reported in Part 3 of the report. The City was unable to provide supporting documentation for the amounts reported in this section of the CAPER; and as such, we were unable to determine that this portion of the CAPER was properly prepared.

**Effect:** We were unable to determine if Part 3 of the CAPER was properly prepared.

**Questioned Costs:** None

**Recommendation:** We recommend that the City ensure that supporting schedules are retained with the CAPER to substantiate the amounts reported.

**Views of Responsible Officials:** See Corrective Action Plan.

# CITY OF CHICAGO

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2010

---

### SECTION III – FEDERAL FINDINGS AND QUESTIONED COSTS (cont.)

---

#### ***Finding 2010-15***

***CFDA No.*** *10.557 Special Supplemental Nutrition Program for Women, Infants, and Children (WIC)*

***Federal Agency*** *U.S. Department of Agriculture*

***Pass-through Agency*** *Illinois Department of Human Services*

***City Department*** *Chicago Department of Public Health*

**Criteria:** Individuals served under the WIC program must meet the eligibility requirement of having a nutritional risk. One of the nutritional risk factors is anemia; and as such, hematological tests for anemia must be performed. A hematological test for anemia must be reported or documented at certification if the applicant has no nutritional risk factor other than anemia. Other certified applicants with qualifying nutritional risks other than anemia must be tested for anemia within ninety days of certification.

**Condition:** Two out of forty patients tested did not have the hemoglobin test administered as required.

**Effect:** Patients may have received services for which they were not eligible.

**Questioned Costs:** None

**Recommendation:** The City should have systems in place to ensure that hematological tests are performed as required. The City may consider providing additional training to staff to ensure hematological tests are ordered if required.

**Views of Responsible Officials:** See Corrective Action Plan.

#### ***Finding 2010-16***

***CFDA Nos.*** *14.218 Community Development Block Grants/Entitlement Grants*  
*14.241 Housing Opportunities for Persons with AIDS*  
*93.069 Public Health Emergency Preparedness (PHEP)*

***Federal Agencies*** *U.S. Department of Housing and Urban Development, U.S. Department of Health and Human Services*

***Pass-through Agency*** *N/A*

***City Department*** *Chicago Department of Public Health*

**Criteria:** OMB Circular A-133, Section 400 (d) identifies the responsibilities of pass-through entities. These responsibilities include ensuring that subrecipients expending \$500,000 or more in federal awards during the subrecipient's fiscal year have met the audit requirements for that fiscal year and issuing a management decision on audit findings within six months after receipt of the subrecipient's audit report to ensure that the subrecipient takes appropriate and timely corrective action.

# CITY OF CHICAGO

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2010

---

### SECTION III – FEDERAL FINDINGS AND QUESTIONED COSTS (cont.)

---

#### ***Finding 2010-16*** (cont.)

**Condition:** The Office of Compliance is responsible for conducting an initial review of A-133 reports submitted by subrecipients (delegate agencies). The Office of Compliance notifies City departments via written communications when there are findings or other matters noted in those reports that could warrant a management decision by the granting department. During 2010, we noted that the Department of Public Health did not appropriately address or respond to four communications where the Office of Compliance was recommending issuance of a management decision. We selected a sample of 40 subrecipients across all City departments and noted that four subrecipients of the department required additional follow-up as communicated by the Office of Compliance. As noted above, the department had no evidence that any follow-up was completed or management decisions issued in regards to all four communications received from the Office of Compliance.

**Effect:** There is the potential that noncompliance by subrecipients is occurring and is not adequately addressed or resolved by the granting department.

**Questioned Costs:** Unable to be determined.

**Cause:** It was noted by the department that the communications from the Office of Compliance likely did not reach specific program personnel who would be responsible for follow-up procedures with the subrecipient.

**Recommendation:** We recommend the department develop workflow steps that address the tasks to appropriately respond to communications regarding potential subrecipient noncompliance received from the Office of Compliance.

**Views of Responsible Officials:** See Corrective Action Plan.

#### ***Finding 2010-17***

***CFDA Nos.***

*97.075 Rail and Transit Security Grant Program*

*97.113 ARRA – Rail and Transit Security Grant Program*

***Federal Agency***

*U.S. Department of Homeland Security*

***Pass-through Agency***

*N/A*

***City Department***

*Chicago Police Department*

**Criteria:** The Intergovernmental Cooperation Agreement between the Chicago Transit Authority and the City of Chicago requires the Chicago Police Department to submit annual performance reports and quarterly fiscal reports for each of the grant awards, due 15 days after each period ends.

**Condition:** It was discovered during our review of these programs that two annual performance reports and two quarterly reports tested were not submitted within 15 days of year end, as required by the City's agreement with the Chicago Transit Authority.

**Effect:** The Department is not in compliance with the Intergovernmental Cooperation Agreements with the Chicago Transit Authority.

## CITY OF CHICAGO

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2010

---

#### SECTION III – FEDERAL FINDINGS AND QUESTIONED COSTS (cont.)

---

##### ***Finding 2010-17*** (cont.)

**Questioned Costs:** None

**Recommendation:** The Department should strengthen existing policies and procedures surrounding reporting to ensure compliance with federal requirements.

**Views of Responsible Officials:** See Corrective Action Plan.

##### ***Finding 2010-18***

<b><i>CFDA No.</i></b>	<i>16.804 ARRA – Edward Byrne Memorial Justice Assistance Grant Program</i>
<b><i>Federal Agency</i></b>	<i>U.S. Department of Justice</i>
<b><i>Pass-through Agency</i></b>	<i>N/A</i>
<b><i>City Department</i></b>	<i>Chicago Police Department</i>

##### **Repeat of prior year finding 2009-15.**

**Criteria:** Requirements for cash management of federal awards contained in 31 CFR section 205 state that grant recipients should track and utilize funds earned from interest on cash advances for eligible program costs.

**Condition:** During our testing, it was noted that the City was awarded an ARRA Justice Assistance Grant and received an advance on July 6, 2009 for \$28,633,983. Throughout 2010, the City had not been tracking interest earned related to this grant.

**Effect:** The City is not in compliance with federal cash management requirements.

**Questioned Costs:** None

**Recommendation:** The City should review its procedures and controls around cash advances and, in particular, the tracking of interest earned on cash advances.

**Views of Responsible Officials:** See Corrective Action Plan.

## CITY OF CHICAGO

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2010

---

#### SECTION III – FEDERAL FINDINGS AND QUESTIONED COSTS (cont.)

---

##### **Finding 2010-19**

##### **CFDA Nos.**

14.218 Community Development Block Grant - Entitlement Grants  
14.253 ARRA – Community Development Block Grant-R - Entitlement Grants

##### **Federal Agency**

U.S. Department of Housing and Urban Development

##### **Pass-through Agency**

N/A

##### **City Department**

Chicago Department of Family and Support Services

**Criteria:** According to part 24 CFR Section 85.40(a), grantees are responsible for managing the day-to-day operations of grant and subgrant supported activities. Grantees must monitor grant and subgrant supported activities to assure compliance with applicable Federal requirements and that performance goals are being achieved. Grantee monitoring must cover each program, function or activity.

**Condition:** The Department uses risk based approach for monitoring of the subrecipients (delegate agencies). During our audit we tested the City's monitoring of twenty-nine program subrecipients and noted the following exceptions:

- > No risk assessment or program monitoring was performed for two subrecipients of the CDBG-R (ARRA) program.
- > Program monitoring was not scheduled for one of the high risk subrecipients of the CDBG program until September of 2011, although program expenditures existed in the first half of 2010.
- > No follow-up monitoring was performed for one subrecipient with CDBG-R (ARRA) program monitoring findings in the first visit.
- > Fiscal monitoring for three high risk CDBG subgrantees was not scheduled until the second half of 2011.

We understand that the Department is in the process of seeking HUD approval for the current risk based approach to subrecipient monitoring. Future policy changes may be necessary to comply with HUD requirements.

**Effect:** Failure to adequately monitor program subgrantees increases the likelihood of noncompliance with program requirements.

**Questioned Costs:** None

**Recommendation:** The Department should finalize HUD approval of the monitoring policy and establish a system to ensure compliance with the policy.

**Views of Responsible Officials:** See Corrective Action Plan.

# CITY OF CHICAGO

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2010

---

### SECTION III – FEDERAL FINDINGS AND QUESTIONED COSTS (cont.)

---

**Finding 2010-20**

**CFDA No.**

*93.569 Community Services Block Grant*

**Federal Agency**

*U.S. Department of Health and Human Services*

**Pass-through Agency**

*Illinois Department of Commerce and Economic Opportunity*

**City Department**

*Chicago Department of Family and Support Services*

**Repeat of prior year finding 2009-21.**

**Criteria:** According to program requirements, equipment records shall be maintained for all property acquired with Federal funds, a physical inventory of equipment shall be taken at least once every two years and reconciled to the equipment records, an appropriate control system shall be used to safeguard equipment, and equipment shall be adequately maintained. When equipment with a current per unit fair market value of \$5,000 or more is no longer needed for a Federal program, it may be retained or sold with the Federal agency having a right to a proportionate amount of the current fair market value. Proper sales procedures shall be used that provide for competition to the extent practicable and result in the highest possible return.

**Condition:** Several assets purchased with program funds from prior fiscal periods could not be identified during the current year audit because the Department has not been maintained an inventory of capital assets acquired with program funds.

**Effect:** Disposition of equipment purchased with Federal funds may not be identified by the City, which could result in failure to appropriately reimburse the awarding agency for their proportionate share.

**Questioned Costs:** None

**Recommendation:** The Department should establish processes and procedures to track and monitor equipment purchased with federal funds.

**Views of Responsible Officials:** See Corrective Action Plan.

## CITY OF CHICAGO

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2010

---

#### SECTION III – FEDERAL FINDINGS AND QUESTIONED COSTS (cont.)

---

#### ***Finding 2010-21***

#### ***CFDA Nos.***

*10.559 Summer Food Services Program for Children  
14.218 Community Development Block Grants/Entitlement Grants  
14.231 Emergency Shelter Grants Program  
17.258 WIA Adult Program  
17.259 WIA Youth Activities  
17.260 WIA Dislocated Workers  
93.569 Community Services Block Grant*

#### ***Federal Agencies***

*U.S. Department of Agriculture, U.S. Department of Housing and Urban Development, U.S. Department of Labor, U.S. Department of Health and Human Services*

#### ***Pass-through Agencies***

*Illinois Department of Public Health, Illinois State Board of Education, Illinois Department of Commerce and Economic Opportunity, Illinois Department of Human Services*

#### ***City Department***

*Chicago Department of Family and Support Services*

**Criteria:** OMB Circular A-133, Section 400 (d) identifies the responsibilities of pass-through entities. These responsibilities include ensuring that subrecipients expending \$500,000 or more in federal awards during the subrecipient's fiscal year have met the audit requirements for that fiscal year and issuing a management decision on audit findings within six months after receipt of the subrecipient's audit report to ensure that the subrecipient takes appropriate and timely corrective action.

**Condition:** The Office of Compliance is responsible for conducting an initial review of A-133 reports submitted by subrecipients (delegate agencies). The Office of Compliance notifies City departments via written communications when there are findings or other matters noted in those reports that could warrant a management decision by the granting department. During 2010, we noted that the Department of Family and Support Services did not appropriately address or respond to nine communications where the Office of Compliance was recommending issuance of a management decision. We selected a sample of 40 subrecipients across all City departments and noted that nine subrecipients of the department required additional follow-up as communicated by the Office of Compliance. As noted above, the department had no evidence that any follow-up was completed or management decisions issued in regards to all nine communications received from the Office of Compliance.

**Effect:** There is the potential that noncompliance by subrecipients is occurring and is not adequately addressed or resolved by the granting department.

**Questioned Costs:** Unable to be determined.

**Recommendation:** We recommend the department develop workflow steps that address the tasks to appropriately respond to communications regarding potential subrecipient noncompliance received from the Office of Compliance.

**Views of Responsible Officials:** See Corrective Action Plan.

# CITY OF CHICAGO

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2010

---

### SECTION III – FEDERAL FINDINGS AND QUESTIONED COSTS (cont.)

---

#### **Finding 2010-22**

<b>CFDA No.</b>	<i>20.106 Airport Improvement Program</i>
<b>Federal Agency</b>	<i>U.S. Department of Transportation</i>
<b>Pass-through Agency</b>	<i>Illinois Department of Transportation</i>
<b>City Department</b>	<i>Chicago Department of Aviation</i>

#### **Repeat of prior year finding 2009-14.**

**Criteria:** The A-102 Common Rule and 2 CFR part 215 require that non-federal entities receiving federal awards establish and maintain internal control designed to reasonably ensure compliance with federal laws, regulations, and program compliance requirements. OMB Circular A-133 further requires auditors to obtain an understanding of the non-federal entity's internal control over federal programs.

To minimize the risk of errors, internal controls should be in place for all program compliance requirements, including the preparation and submission of reimbursement requests, which should be reviewed and approved by a responsible party other than the original preparer.

**Condition:** A sample of reimbursement requests was tested for review and approval by someone other than the original preparer. Specifically, four different reimbursement requests were tested and three of the four were not reviewed and approved by someone other than the original preparer.

While there were no compliance issues noted while reviewing the accuracy of the reimbursement requests, it is important that the City implement effective controls over the submission process to minimize the risk of incorrect reporting.

We understand the City implemented a process for the review and approval of reimbursement requests during 2010, however, this control was not in place the entire year.

**Effect:** Reimbursements requests submitted prior to the implementation of the review control could have been inappropriate or inaccurate.

**Questioned Costs:** None

**Recommendation:** Since the City has implemented a review procedure for reimbursement requests that took effect during 2010, we have no further recommendations.

**Views of Responsible Officials:** See Corrective Action Plan.

## CITY OF CHICAGO

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2010

---

#### SECTION III – FEDERAL FINDINGS AND QUESTIONED COSTS (cont.)

---

##### **Finding 2010-23**

<b>CFDA Nos.</b>	20.106 Airport Improvement Program 20.106 ARRA – Airport Improvement Program
<b>Federal Agency</b>	U.S. Department of Transportation
<b>Pass-through Agency</b>	Illinois Department of Transportation
<b>City Department</b>	Chicago Department of Aviation

**Criteria:** The A-102 Common Rule requires federal agencies to evaluate program performance and financial reports on at least an annual basis. Financial reporting requirements of the program subject to audit are specified in the OMB Circular A-133 Compliance Supplement Part IV. These requirements indicate that the SF-425, *Federal Financial Report* should be completed and submitted by the City.

**Condition:** For calendar year 2010 grant activity, the City did not file any SF-425, *Federal Financial Reports* for the Airport Improvement Program.

**Effect:** The grantor is not receiving certain financial information that is necessary to comply with the A-102 Common Rule.

**Questioned Costs:** None

**Recommendation:** We recommend the City contact the grantor to clarify the proper method and frequency for filing these reports. Appropriate procedures and controls should be implemented to ensure accurate and timely filings in the future.

**Views of Responsible Officials:** See Corrective Action Plan.

##### **Finding 2010-24**

<b>CFDA No.</b>	97.100 Airport Checked Baggage Screening Program
<b>Federal Agency</b>	U.S. Department of Homeland Security
<b>Pass-through Agency</b>	N/A
<b>City Department</b>	Chicago Department of Aviation

**Criteria:** According to 40 USC 3141-3144, 3146, and 3147, all laborers and mechanics employed by contractors or subcontractors to work on construction contracts in excess of \$2,000 financed by federal assistance funds must be paid wages not less than those established for the locality of the project (prevailing wage rates) by the U.S. Department of Labor.

**Condition:** The City has delegated contracting responsibilities, including monitoring of Davis-Bacon compliance, to the airlines responsible for the terminal where the security equipment has been installed. As the recipient of the grant funding, the City is responsible for ensuring the airlines are performing the responsibilities delegated to them. In 2010, neither the airlines nor the City were monitoring contractor compliance with prevailing wage rates under the Davis-Bacon Act.

**Effect:** Contractors may not be paying their employees prevailing wage rates as required under the Davis-Bacon Act.

CITY OF CHICAGO

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For the Year Ended December 31, 2010

---

SECTION III – FEDERAL FINDINGS AND QUESTIONED COSTS (cont.)

---

**Finding 2010-24** (cont.)

**Questioned Costs:** Unable to be determined.

**Recommendation:** We recommend the City and the responsible airlines determine the most appropriate method to ensure that contractors are paying prevailing wage rates in regards to the projects financed under this program.

**Views of Responsible Officials:** See Corrective Action Plan.

**Finding 2010-25**

<b>CFDA No.</b>	<i>81.086 ARRA – Conservation Research and Development</i>
<b>Federal Agency</b>	<i>U.S. Department of Energy</i>
<b>Pass-through Agency</b>	<i>N/A</i>
<b>City Department</b>	<i>Chicago Department of Environment</i>

**Criteria:** OMB Circular A-87 establishes principles and standards for determining costs for federal awards carried out through grants with local governments. When employees work on multiple activities or cost objectives, according to A-87, a distribution of their salaries or wages must be supported by personnel activity reports or equivalent documentation which meets specific standards.

**Condition/Context:** In 2010, a portion of the salaries and fringes for one employee was reimbursed under the grant. There is no documentation supporting the hours charged to the grant.

**Effect:** If salaries charged to the grant are not adequately supported by personnel activity reports, there is the potential that the grant has been inaccurately charged.

**Questioned Costs:** Unable to be determined.

**Cause:** Program personnel were not aware of the documentation requirements.

**Recommendation:** We recommend that department staff review the A-87 payroll requirements and implement a process to ensure that proper documentation is kept in order to comply with those requirements.

**Views of Responsible Officials:** See Corrective Action Plan.

# CITY OF CHICAGO

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2010

---

### SECTION III – FEDERAL FINDINGS AND QUESTIONED COSTS (cont.)

---

#### **Finding 2010-26**

<b>CFDA No.</b>	<i>93.667 Social Services Block Grant</i>
<b>Federal Agency</b>	<i>U.S. Department of Health and Human Services</i>
<b>Pass-through Agency</b>	<i>Illinois Department of Human Services</i>
<b>City Department</b>	<i>Chicago Office of Budget and Management</i>

**Criteria:** Payroll expenditures must be recorded in the City's financial records in accordance with OMB Circular A-87. Additionally, payroll charges must be supported by the documentation required by OMB Circular A-87. When employees work on one sole federal award or cost objective, charges for their salaries and wages will be supported by periodic certifications that the employees worked solely on that program for the period covered by the certification. These certifications must be prepared at least semi-annually and must be signed by the employee or supervisory official having first-hand knowledge of the work performed by employees. When employees work on multiple activities or cost objectives, a distribution of their salaries or wages will be supported by personnel activity reports or equivalent documentation. This activity must reflect an after-the-fact distribution, must account for the total activity for each employee, must be prepared at least monthly and coincide with one or more pay periods, and must be signed by the employee.

**Condition/Context:** We audited payroll expenditures for one City employee charged directly to the Empowerment Zone grant. That employee's entire salary is charged to the grant, however, the City did not maintain evidence in the form of time records or a salary certification form to support the costs of that employee.

**Effect:** It is possible that the actual distribution of the employee's time was different than what was charged to the federal program.

**Questioned Costs:** Unable to be determined.

**Cause:** The employee under review transferred to another department and a salary certification form was not obtained.

**Recommendation:** The City should review its overall process for charging salaries and wages to federal grants. Consideration may be given to the capabilities of the payroll system and City-wide policies regarding salary certification forms and departmental responsibilities for supporting allocations among multiple activities.

**Views of Responsible Officials:** See Corrective Action Plan.

# CITY OF CHICAGO

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended December 31, 2010

---

### SECTION III – FEDERAL FINDINGS AND QUESTIONED COSTS (cont.)

---

#### ***Finding 2010-27***

<b><i>CFDA No.</i></b>	<i>14.253 ARRA-Community Development Block Grant (CDBG-R)</i>
<b><i>Federal Agency</i></b>	<i>U.S. Department of Housing and Urban Development</i>
<b><i>Pass-through Agency</i></b>	<i>N/A</i>
<b><i>City Department</i></b>	<i>Chicago Department of Housing and Economic Development</i>

**Criteria:** According to part 24 CFR Section 85.40(a) Grantees are responsible for managing the day-to-day operations of grant and subgrant supported activities. Grantees must monitor grant and subgrant supported activities to assure compliance with applicable Federal requirements and that performance goals are being achieved. Grantee monitoring must cover each program, function or activity.

**Condition/Context:** For five of the subrecipients tested, there was no documented evidence that site visits occurred and that the subrecipients were deemed in compliance based on the visit. Documented evidence would include a completed checklist or report detailing what was reviewed during the visit.

**Effect:** The City is not in compliance with federal subrecipient monitoring requirements.

**Questioned Costs:** None

**Cause:** Unknown.

**Recommendation:** The Department should strengthen existing policies and procedures surrounding subrecipient monitoring to ensure compliance with federal requirements. The process for subrecipient monitoring should be standardized within the Department including the frequency of site visits, the checklist or report to be completed and signed as a result of the visit, and the necessary documentation to be kept within the subrecipient files at the Department.

**Views of Responsible Officials:** See Corrective Action Plan.

**CITY OF CHICAGO**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
For the Year Ended December 31, 2010

---

**SECTION III – FEDERAL FINDINGS AND QUESTIONED COSTS (cont.)**

---

***Finding 2010-28***

<b><i>CFDA No.</i></b>	<i>N/A</i>
<b><i>Federal Agency</i></b>	<i>N/A</i>
<b><i>Pass-through Agency</i></b>	<i>N/A</i>
<b><i>City Department</i></b>	<i>Chicago Department of Finance</i>

**Repeat of prior year finding 2009-18.**

**Criteria:** Sufficient internal controls should be in place and operating effectively to ensure transactions are recorded in the proper accounting period and that nonfederal funds are not included in the SEFA. The SEFA should include only federal expenditures related to the City's fiscal year ended December 31, 2010.

**Condition:** During our audit of major programs, we identified federal expenditures that were recorded in the current fiscal year, but were incurred in a different fiscal year. In other instances, federal expenditures were incurred during the current fiscal year, but were recorded in a different fiscal year. We also identified nonfederal funds that were reported on the draft SEFA.

**Effect:** The SEFA may not properly reflect federal award expenditures for the City's year ended December 31, 2010.

**Questioned Costs:** None

**Recommendation:** The City should review the internal controls over the year end cutoff and reporting process to ensure that expenditures are reported in the proper accounting period and that nonfederal expenditures are omitted from the SEFA.

**Views of Responsible Officials:** See Corrective Action Plan.

**CITY OF CHICAGO, ILLINOIS  
CORRECTIVE ACTION PLAN  
YEAR ENDED DECEMBER 31, 2010**



**DEPARTMENT OF FINANCE**  
**CITY OF CHICAGO**

**CORRECTIVE ACTION PLAN**  
Year Ended December 31, 2010

---

See the views of responsible officials for findings 2010-1, 2010-2, 2010-3, 2010-4, 2010-5, 2010-6, and 2010-7 in the separate bound report titled "Basic Financial Statements for the Year Ended December 31, 2010, Independent Auditors' Report and Independent Auditors' Report on Internal Control Over Financial Reporting and Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards* for the Year Ended December 31, 2010."

**FINDING 2010-8**

Chicago Department of Public Health (CDPH) will begin utilizing personnel activity reports in the first quarter of 2012. These reports will be used with employee monthly payroll costing that occurs with the department's Position Count and Control system (PCC).

**FINDING 2010-9**

The City of Chicago Comptroller's Office – Special Accounting Division acknowledges that the supporting documentation for the interim Financial Status Reports for the Public Health Emergency Preparedness and Public Health Emergency Response grants did not agree with the general ledger. To ensure that the supporting records for all future interim reports are reconcilable to the general ledger the schedules will be prepared using the Business Objects report functionality rather than screen print outs from the City's project and grants table which reflects the financial status and expenditures of a program at a particular point in time rather than for a particular period. This same process is currently used for preparation of all final financial status reports and will be adopted for the preparation of interim financial reports and implemented immediately by accounting staff and reviewed by the supervisor of accounting.

**FINDING 2010-10**

CDPH will implement review procedures and provide further training for its programmatic staff and its fiscal staff, on ensuring that invoice validation includes a review of vendor invoice calculations. This review training will take place in the 4th quarter of 2011. The department will also alert the vendor in question about the overpayment and recoup the overage amount.

## CITY OF CHICAGO

### CORRECTIVE ACTION PLAN Year Ended December 31, 2010

---

#### **FINDING 2010-11**

Chicago Department of Public Health (CDPH) Finance and Human Resources divisions are creating a revised payroll costing reconciliation system. This system will utilize the department's Position Count and Control system (PCC) to ensure that staff payments are properly credited to each applicable grant or corporate fund. CDPH Finance will certify the reconciliation and CDPH HR will maintain the full copy of each certified payroll costing which will include all supporting documentation. The process will be implemented in November 2011.

#### **FINDING 2010-12**

CDPH Immunization Unit will implement the following steps:

- > Conduct training with quality assurance staff during remaining staff meetings of 2011 and annual staff training each January regarding the appropriate number of charts to select.
- > Review all Quality Assurance Reviews (QAR) upon submission monthly for completeness and adherence to VFC Quality Assurance Standards.
- > Conduct training with quality assurance staff during remaining staff meetings of 2011 and at annual staff training each January regarding the requirement for signatures and dates on the QAR.
- > Review all QARs upon submission monthly for completeness and adherence to the VFC Quality Assurance Standards.
- > Conduct training with quality assurance staff during remaining staff meetings of 2011 and at annual staff training each January regarding the necessity of follow up visits for any high priority finding within 30-60 days of QAR.
- > Utilize Co Casa data to determine which providers need follow up visits and review if and when follow up visit was conducted.

#### **FINDING 2010-13**

Chicago Department of Public Health (CDPH) Finance and Human Resources divisions are creating a revised payroll costing reconciliation system. This system will utilize the department's Position Count and Control system (PCC) to ensure that staff payments are properly credited to each applicable grant or corporate fund. CDPH Finance will certify the reconciliation and CDPH HR will maintain the full copy of each certified payroll costing which will include all supporting documentation. The process will be implemented in November 2011.

## CITY OF CHICAGO

### CORRECTIVE ACTION PLAN Year Ended December 31, 2010

---

#### **FINDING 2010-14**

Chicago Department of Public Health (CDPH) will implement an internal control process for storing all support documentation for final fiscal reports. Submitted reports and the supporting general ledger information will be scanned as PDFs' and stored on the CDPH network drives. Documentation for active grant reports will also be posted on the CDPH Share Point site. This process will be implemented in November 2011.

#### **FINDING 2010-15**

The Chicago Department of Public Health (CDPH) WIC program procedures outlining the requirements for mandated laboratory tests for clients will be updated to document the lag time between clients receiving their lab results from their primary care physician and their initial receipt of WIC services. Revised procedures will be implemented in December 2011. The Chicago Department of Public Health's WIC program does not perform the hemoglobin tests on site at their WIC centers. The CDPH service model requires that clients to bring the results of their hemoglobin tests (within ninety days) to the clinic from their primary care physician. CDPH policy states that staff cannot refuse to provide service to clients that are missing the tests, therefore, each time clients are seen at the WIC site they receive reminders to obtain the tests from their primary care physicians.

#### **FINDING 2010-16**

The Chicago Department of Public Health will implement a process for communications regarding potential sub recipient noncompliance that arise from sub recipient A-133 reports in November 2011. This initiative will be coordinated with the department's newly created Office of Risk Management. A departmental risk management workgroup will be created with representation from all impacted divisions that have active sub-recipients. This workgroup will conduct a bi-monthly meeting for all management decision letters that are due within 45 days the due date of the letters received from the Office of Compliance.

#### **FINDING 2010-17**

The Intergovernmental Agreements (IGAs) between the Chicago Transit Authority and the City of Chicago for the 2007, 2008, 2009 and ARRA Transit Security Grants programs were not fully executed until November 2009, December 2009 and February 2010. From March 2010 through October 2010, representatives from Chicago Transit Authority (CTA), Office of Budget and Management (OBM), Chicago Police Department (CPD) and the Office of the Comptrollers, Special Accounting Division (SAD) held meetings and corresponded via email in an attempt to establish reimbursement billings to be in compliance with CTA, IEMA and Department of Homeland Security financial requirements for all Transit Security Grant programs. As a result, this caused a delay in submitting the quarterly fiscal reports as stipulated in the IGAs. CTA has been billed for all FY2010 Transit Security costs. The Assistant Director of Finance will be responsible for ensuring compliance of this requirement going forward.

## CITY OF CHICAGO

### CORRECTIVE ACTION PLAN Year Ended December 31, 2010

---

#### **FINDING 2010-17 (cont.)**

CPD did submit the annual progress reports to CTA on the tested grants. The ARRA TSGP (CFDA 97.113) report was submitted five days after the deadline but CPD cannot document the date that the FY08 TSGP (CFDA 97.075) report was submitted. Going forward, a reminder for progress reports will be sent to the Public Transportation Section (PTS) on December 1, 2011 with a January 8, 2012 deadline. The Outlook calendars of the grants manager and the CPD Director of Grants Management will be tickled to January 8, 2012 and the January 15 reporting deadline to CTA to ensure reports are complied with.

#### **FINDING 2010-18**

The City Comptroller's Office- Special Accounting Division met with representatives from the Treasurer's Office to work out an improved system for identifying Funds which need to be kept in segregated accounts where interest earned is calculated by the Treasurer's Office and where funds are maintained in an aggregate account with interest earned being calculated and allocated by General Accounting. The supervisors and directors in Special Accounting will be responsible for ensuring that all funds having interest earned are recorded correctly. This process was implemented in 2011.

#### **FINDING 2010-19**

In the second half of 2010 DFSS made improvements to its risk analysis process to address the issues noted by HUD. DFSS will continue to work with HUD and will make adjustments, if needed, to the department's current process to ensure compliance with the monitoring policy.

#### **FINDING 2010-20**

DFSS is in the process of selecting a vendor to assist in completing a comprehensive inventory review and to develop an inventory system during the 4th quarter of 2012. In the interim, DFSS will immediately implement procedures to maintain equipment records for the Department and our delegate agencies.

## CITY OF CHICAGO

### CORRECTIVE ACTION PLAN Year Ended December 31, 2010

---

#### **FINDING 2010-21**

In 2011, DFSS has made improvements in responding to management decision requests promptly and will continue to issue the required responses in a timely manner. The Department has taken the initiative to develop a unit that is responsible for fiscal compliance. This includes the review and composing of timely responses to management decision requests by the Internal Audit team.

#### **FINDING 2010-22**

The Chicago Department of Aviation has implemented a review procedure for reimbursement requests that took effect during 2010.

#### **FINDING 2010-23**

The Chicago Department of Aviation's Chief Financial Officer began filing these quarterly reports in June 2010.

#### **FINDING 2010-24**

The Chicago Department of Aviation will implement audit procedures in the payment process to ensure that contractors are paying prevailing wage rates.

#### **FINDING 2010-25**

The Chicago Department of Environment (DOE) acknowledges the audit finding for award DE-EE002541 and has implemented corrective action. In accordance with OMB Circular A-87, DOE will provide proper documentation to substantiate salary costs incurred in the performance of a grant award. Starting immediately, appropriate DOE staff will complete personnel activity reports in order to track time devoted and identified specifically to grant activities. These activity reports will be reviewed and approved by supervisory staff.

#### **FINDING 2010-26**

The City of Chicago is in the process of enhancing its existing payroll system (CHIPPS) which will ensure that personnel expenditures are allocated to the appropriate grant according to the requirements of A-87. This implementation should begin in the first quarter of 2012. In the interim, the City continued to require that appropriate City departments submit copies of semiannual salary certification forms to the Department of Finance—Special Accounting Division.

## CITY OF CHICAGO

### CORRECTIVE ACTION PLAN Year Ended December 31, 2010

---

#### **FINDING 2010-27**

The Department of Housing and Economic Development continued to restructure the organization in 2010 and further in 2011 into three (3) separate managing Bureaus: Housing, Economic Development, and Planning and Zoning. As a result, the Housing Bureau is responsible for the DBGC Contracts and recognizes the shortage of staff hours needed to perform all monitoring and site visits required in accordance with 2CFR 215.51. Additional staff has been identified and assigned perform site visits from June through October 2011.

The sub-recipient monitoring procedures for 2011 will include site visits. The prescribed check list will be completed and included in the sub-recipient's files.

The Department plans to increase its utilization of the electronic transmission of the sub-recipient's performance and fiscal data. The files will be maintained and reviewed by The City of Chicago for follow-up of all concerns and findings.

#### **FINDING 2010-28**

The City has been implementing procedures to ensure federal expenditures are properly accounted for and in accordance with OMB Circular A-133. The Department of Finance Management Team will work with the appropriate Fiscal Managers at the lead departments to train the department staff to charge the proper period. The Finance Management Team will also retrain the Finance staff on verifying that the invoices are charged to the correct period.

Reports will be made available to the proper lead department and OBM staff to allow them to accurately charge to the proper funding source and ensure corrections will be made in a timely manner.

**CITY OF CHICAGO, ILLINOIS  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
YEAR ENDED DECEMBER 31, 2010**



**DEPARTMENT OF FINANCE**  
**CITY OF CHICAGO**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**  
**YEAR ENDED DECEMBER 31, 2010**

---

**FINDING 2009-1**

**BASIC FINANCIAL STATEMENT FINDINGS**

**OFFICE OF THE COMPTROLLER**

**ADEQUACY OF STAFFED AND/OR TRAINED FINANCIAL PERSONNEL AND RESULTANT IMPLICATIONS ON THE FINANCIAL REPORTING AND CLOSING PROCESS**

The Office of the Comptroller is not adequately staffed and/or trained at either the management or staff levels thereby creating competing demands of their time and priorities.

**2010 STATUS**

The City, like many other state and local governments, is faced with the continuation of the nation's most significant recession in decades while attempting to maintain appropriate levels of staff to manage the City's core functions such as public safety, health, etc. The City will reassess additional requests for staffing as justified by responsibilities and available City resources. Managerial staff assignments and organizational structures are being reviewed concerning responsibilities on a yearly basis.

Staff and management continue to devote time in accommodating the development, testing, training, and implementation of the City's financial systems and report writing capabilities.

Enterprise will work to increase communication with the Chicago Department of Aviation (CDA) on the need for information and reports to minimize delays in the overall audit process.

This finding is repeated during 2010.

**CITY OF CHICAGO  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
YEAR ENDED DECEMBER 31, 2010**

---

**FINDING 2009-2**

**BASIC FINANCIAL STATEMENT FINDINGS**

**OFFICE OF THE COMPTROLLER – SPECIAL ACCOUNTING DIVISION**

**FINANCIAL ACCOUNTING AND REPORTING**

The SAD does not currently monitor the inventory listing of land held for resale and does not maintain complete supporting documentation, nor does the SAD perform a valuation of the land held for resale to assess for potential impairment. Further, the SAD does not monitor certain significantly aged receivables for collectability or review certain liability accounts for accuracy.

**2010 STATUS**

The City of Chicago Housing and Economic Development Department (HED) has begun to implement revised policies to ensure account balances are properly stated and classified. These policies include confirming account balances and land inventory (including monitoring) annually, and revising operational procedures to ensure that the SAD of the Finance Department is notified timely of land inventory changes in the status of land assets, purchases and sales. Additionally, the Lead Department, HED, will be required to monitor the inventory listings for current year acquisition and disposition activity to ensure accurate and timely financial reporting along with providing appropriate supporting documentation as required.

SAD will continue to work with the Office of Budget and Management and HED to ensure accurate and timely financial reporting. In addition, these land transactions have no effect on either the City's Balance Sheet or Income Statement. The assets and liabilities net to zero as does the revenue and expense.

The City implemented the Oracle accounts receivable module and based on that implementation, the SAD has developed and implemented an aged receivables process that requires obtaining a quarterly detailed receivables report for both current and aged receivables for review and analysis. Once the analysis is complete, all aged receivables will be further addressed and reviewed for those that have aged greater than 90 days to determine their means of collection. We will work with the various Grantors to address any open receivables that are significantly aged and develop an allowance for doubtful accounts. Finally, this process will improve the controls over account receivables and ensure the accuracy of receivable reports and fiscal reporting.

This finding is repeated during 2010.

**CITY OF CHICAGO  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
YEAR ENDED DECEMBER 31, 2010**

---

**FINDING 2009-3  
BASIC FINANCIAL STATEMENT FINDINGS  
OFFICE OF THE COMPTROLLER  
EFFECTIVENESS OF CERTAIN ACCOUNTING POLICIES AND PROCEDURES**

The City does not maintain effective accounting and financial reporting policies and procedures for certain aspects of capital assets, expenditure cutoff, encumbrance reserves, and certain disbursement's to the City Treasurer's Office to ensure that financial activity is recorded timely and in accordance with GAAP.

**2010 STATUS**

See the views of responsible officials for findings 2010-3 through 2010-6 in the separate bound report titled "Basic Financial Statements for the Year Ended December 31, 2010, Independent Auditors' Report and Independent Auditors' Report on Internal Control Over Financial Reporting and Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards for the Year Ended December 31, 2010."

This finding is repeated during 2010.

**FINDING 2009-04: U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES  
CENTERS FOR DISEASE CONTROL AND PREVENTION – INVESTIGATIONS AND  
TECHNICAL ASSISTANCE: CFDA NO. 93.283  
CHICAGO DEPARTMENT OF PUBLIC HEALTH**

During audit testing of the Financial Status Report for the Epidemiology and Laboratory Capacity Program for the period January 1, 2009 to December 31, 2009, it was noted that the amount reported as expenditures during the period was greater than the amount reported in the general ledger. It was determined that the City did not process certain charges that were included in the 2009 Financial Status Report in the City's general ledger until 2010.

**2010 STATUS**

SAD managers continue to review reconciliations and conduct routine follow-up on posting transactions required to update the general ledgers consistent with FSR's and other reporting, placing special emphasis on year end reporting.

This finding is not repeated in 2010.

**CITY OF CHICAGO  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
YEAR ENDED DECEMBER 31, 2010**

---

**FINDING 2009-05: U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES  
CENTERS FOR DISEASE CONTROL AND PREVENTION – INVESTIGATIONS AND  
TECHNICAL ASSISTANCE: CFDA NO. 93.283  
CHICAGO DEPARTMENT OF PUBLIC HEALTH**

As part of the auditor's review of a sample of 40 patient files, the following conditions were noted:

1. The City is required to provide breast and cervical educational materials to the patients that they serve. In a sample of 40 patient files, it was found that three patient files did not have documentation demonstrating that the patient received the cervical educational materials. Six patient files did not have documentation demonstrating that the patient received the breast educational materials.
2. The City is required to determine eligibility to receive services under the program annually. In the sample of files, it was determined that two files did not have eligibility forms that identified the patient's insurance status.
3. The City is required to retain various documents that support the information contained in the patient eligibility forms. From the sample, seven patient files were incomplete. These incomplete files were missing the following items: eligibility determination form, health assessment, client participation agreement and release of information form, Cornerstone consent form, CBE/cervical exam results, and mammogram results

**2010 STATUS**

CDPH staff met and was made aware of the correct updated enrollment and other forms, the IBCCP Policy, and the current patient file maintenance requirements.

This finding is not repeated in 2010.

**CITY OF CHICAGO  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
YEAR ENDED DECEMBER 31, 2010**

---

**FINDING 2009-06: U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES  
IMMUNIZATION GRANTS: CFDA NO. 93.268  
CHICAGO DEPARTMENT OF PUBLIC HEALTH**

During our audit, the City brought to our attention that one of its providers may have administered vaccines to ineligible individuals. The City conducted an audit and recommended that the provider reimburse the City a total of \$331,000, the estimated value of the vaccines that were provided to ineligible individuals. As of 2010, this provider is no longer an active provider at the City of Chicago and the case has been reported to the State of Illinois Office of the Inspector General.

**2010 STATUS**

The case was turned over to the State of Illinois Office of the Inspector General in March 2010. The Provider was inactivated from the Chicago VFC program in 2009 and has not received VFC vaccine since that time. To date, the Provider has not reimbursed the City of Chicago \$331,000, the estimated value of the vaccines that were provided to ineligible individuals.

The IL Medicaid Fraud Control Bureau started the official investigation on the case in February 2011. The Immunization Program has cooperated with the investigation and staff have been interviewed.

The Immunization Program updated the Fraud and Abuse Policy in June 2010 and key items of the policy were discussed with healthcare providers during the 2011 VFC Regional Meetings that were held during the period of March-April 2011. In addition, the Chicago Department of Public Health Immunization Program developed a Vaccine Loss Policy this year and was shared with all enrolled Vaccines for Children (VFC) Providers.

This finding is not repeated in 2010.

**FINDING 2009-07: U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES  
IMMUNIZATION GRANTS: CFDA NO. 93.268  
CHICAGO DEPARTMENT OF PUBLIC HEALTH**

Program providers were not monitored in accordance with the City's site visit policy.

**2010 STATUS**

The VFC Program Manager will review monthly the submitted Quality Assurance Reviews to assure adherence to the 30 chart review policy. In cases where providers may not have 30 charts because of a small patient practice, a written justification of why less than 30 charts were used will be required.

The VFC Program Manager will also review monthly the submitted Quality Assurance Reviews to assure completeness and the presence of signatures by both the provider and the staff person conducting the review.

This finding is repeated in 2010.

**CITY OF CHICAGO  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
YEAR ENDED DECEMBER 31, 2010**

---

**FINDING 2009-08: U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES  
IMMUNIZATION GRANTS: CFDA NO. 93.268  
CHICAGO DEPARTMENT OF PUBLIC HEALTH**

During our testing of the Financial Status Report for the Immunization Grant for the period January 1, 2009 to December 31, 2009, it was noted that the amount reported as expenditures during the period was greater than the amount reported in the general ledger. It was determined that the City did not process certain charges that were included in the 2009 Financial Status Report in the City's general ledger until 2010.

**2010 STATUS**

SAD managers continue to review reconciliations and conduct routine follow-up on posting transactions required to update the general ledgers consistent with FSR's and other reporting, placing special emphasis on year end reporting.

This finding is not repeated in 2010.

**FINDING 2009-09: U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES  
CENTERS FOR DISEASE CONTROL AND PREVENTION – INVESTIGATIONS AND  
TECHNICAL ASSISTANCE: CFDA NO. 93.283  
CHICAGO DEPARTMENT OF PUBLIC HEALTH**

In a sample of forty expenditures tested, three were found which were not approved by the proper City department.

**2010 STATUS**

As recommended by the auditor, CDPH will review the internal controls surrounding approval of purchase vouchers and ensure that there is an appropriate level of review by someone other than the preparer at CDPH prior to the payment.

This finding is not repeated in 2010.

**CITY OF CHICAGO  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
YEAR ENDED DECEMBER 31, 2010**

---

**FINDING 2009-10: U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT  
COMMUNITY DEVELOPMENT BLOCK GRANT: CFDA NO. 14.218  
CHICAGO DEPARTMENT OF COMMUNITY DEVELOPMENT**

The Heat Receiver activity under the CDBG program generated approximately \$385,000 in program income during 2009. As part of the Department of Community Development's corrective action to prior year finding 2008-12, further analysis was performed by the Department during 2009 and 2010 to verify the nature of the funding and establish new processes and controls to properly apply this income to eligible program activities. It is our understanding that this process has been concluded in August 2010, and the City plans to transfer \$385,000 of 2009 program income, as well as additional 2010 program income, to make it available for use on program activities during 2010.

**2010 STATUS**

The City of Chicago set up an account in its General Ledger and Accounting System (FMPS) for the receipt and recordation of Heat Receivership Program Income. All heat Receivership deposits for 2010 and 2011 are properly recorded in that account to fund CDBG eligible activities.

In 2009, prior to the establishment of the Heat Receivership Account, approximately \$385,745.20 was collected and not immediately recorded as CDBG Program Income. The City has identified a source and method to transfer the funds to be used for eligible CDBG Activities in late 2011.

This finding is not repeated in 2010.

**FINDING 2009-11: CROSS-CUT TESTING  
MAINTENANCE OF SUPPORTING DOCUMENTATION FOR CONTRACT FILES  
CHICAGO DEPARTMENT OF PROCUREMENT SERVICES**

Two contract files selected did not contain all the necessary elements to verify the procurement standards had been met. The missing information included the award checklist for contracts, bid proposal tabulation summary, evaluation committee summary, legal advertisement request form, and specification take out list.

**2010 STATUS**

Procurement Services has increased the scrutiny given to processing and management of the contract files, and continues to address deficiencies detected in day to day contract management operations. As previously stated, an extensive review of the Policy for Document Retention was performed in 2009, and has resulted in more complete contract files. Procurement Services staff have been instructed and trained to examine the entire contract file during contract management activities in order to identify file content deficiencies as soon as possible. This has helped Procurement Services to identify and locate missing documents in the contract files.

This finding is not repeated in 2010.

**CITY OF CHICAGO  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
YEAR ENDED DECEMBER 31, 2010**

---

**FINDING 2009-12: CROSS-CUT TESTING  
SUBRECIPIENT MONITORING  
CHICAGO OFFICE OF COMPLIANCE**

The City's Office of Compliance has established procedures surrounding the accumulation and review of the single audit reports of the City's subrecipients. We selected a sample of forty subrecipients and the City determined that management decisions were necessary in eleven instances. The six-month requirement to issue a management decision was not met in five instances.

**2010 STATUS**

In 2010, Office of Compliance - Internal Audit engaged a new CPA firm, with adequate dedicated resources, to perform the review and monitoring of the single audit reports of the City's subrecipients, including requests for management decisions, as necessary, from the funding departments. Additionally, this process and the related procedures have been enhanced to better ensure timely review, monitoring, and communications with the City's subrecipients and funding departments.

This finding is not repeated in 2010.

**FINDING 2009-13: CROSS-CUT TESTING  
SALARY CERTIFICATIONS  
CHICAGO DEPARTMENT OF LAW, CHICAGO DEPARTMENT OF PUBLIC HEALTH, AND  
CHICAGO DEPARTMENT OF FAMILY AND SUPPORT SERVICES**

The City requires employees funded through grants to complete a semi-annual salary certification form in order to confirm the amount of time spent by employees on federal grant programs. We selected a sample of forty employees with salaries charged to various federal programs. The following exceptions were noted:

- > One or both semi-annual salary certification forms for 2009 could not be located for three employees whose salaries were charged to federal programs.
- > Nine employees certified that they spent their time on multiple activities. In these cases, the respective departments had no further documentation supporting these allocations.

**2010 STATUS**

The City of Chicago is in the process of enhancing its existing payroll system (CHIPPS) which will ensure that personnel expenditures are allocated to the appropriate grant according to the requirements of A-87. This implementation should begin during the first quarter of 2012.

In the interim, the City continued to require that appropriate City departments submit copies of semiannual salary certification forms to the Department of Finance – Special Accounting Division. Each Department's Financial Manager was required to increase their monitoring efforts by ensuring timely completion and the accuracy of payroll charges reported for personnel either paid directly from a grant program or where the personnel served as the match to the grant. Appropriate documentation in hard and/or soft form is to be retained at the departments in support of these distributions. The City, as part of implementing administrative procedures, will ensure that the documentation and fiscal reporting of salaries and wages are in accordance with OMB Circular A-87.

This finding is repeated for the Department of Public Health in 2010.

**CITY OF CHICAGO  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
YEAR ENDED DECEMBER 31, 2010**

---

**FINDING 2009-14: U.S. DEPARTMENT OF TRANSPORTATION  
AIRPORT IMPROVEMENT PROGRAM: CFDA NO. 20.106  
CHICAGO DEPARTMENT OF AVIATION**

A sample of reimbursement requests was tested for review and approval by someone other than the original preparer. Specifically, four different reimbursement requests were tested and none of the four were reviewed and approved by someone other than the original preparer.

While there were no compliance issues noted while reviewing the accuracy of the reimbursement requests, it is important that the City implement effective controls over the submission process to minimize the risk of incorrect reporting.

**2010 STATUS**

The Chicago Department of Aviation has implemented a review procedure for reimbursement requests that took effect during 2010.

This finding is repeated in 2010.

**FINDING 2009-15: U.S. DEPARTMENT OF JUSTICE  
ARRA-EDWARD BYRNE MEMORIAL JUSTICE ASSISTANCE GRANT: CFDA NO. 16.804  
CHICAGO POLICE DEPARTMENT**

During our testing, it was noted that the City was awarded an ARRA Justice Assistance Grant and received an advance on July 6, 2009 for \$28,633,983. Throughout 2009, the City had not been tracking interest earned related to this grant.

**2010 STATUS**

The City Comptroller's Office- Special Accounting Division met with representatives from the Treasurer's Office to work out an improved system for identifying funds which need to be kept in segregated accounts where interest earned is calculated by the Treasurer's Office and where funds are maintained in an aggregate account with interest earned being calculated and allocated by General Accounting. The supervisors and directors in Special Accounting will be responsible for ensuring that all funds having interest earned are recorded correctly. This process was implemented in 2011.

This finding is repeated in 2010.

**CITY OF CHICAGO  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
YEAR ENDED DECEMBER 31, 2010**

---

**FINDING 2009-16: U.S. DEPARTMENT OF JUSTICE  
EDWARD BYRNE MEMORIAL JUSTICE ASSISTANCE GRANT: CFDA NO. 16.738  
ARRA-EDWARD BYRNE MEMORIAL JUSTICE ASSISTANCE GRANT: CFDA NO. 16.804  
CHICAGO POLICE DEPARTMENT**

It was discovered during our review of these programs that many of the subrecipients were not submitting quarterly fiscal reports to the Police Department as required under the grant agreements. In addition, the Police Department was not adequately monitoring the subrecipients to determine that they were adhering to the provisions of the grant agreements.

**2010 STATUS**

In October 2009, CPD developed its JAG sub-recipients Monitoring Policy to ensure understanding of the compliance requirements for administration and recordkeeping by the JAG co-grantees. Also in October 2009, the Chicago Police Departments JAG grants research specialist sent each JAG co-grantee a letter, to be re-sent annually, outlining the special conditions and reporting requirements of JAG funds. The co-grantees were required to acknowledge receipt of this letter by signing the letter and returning it to CPD electronically or by U.S. Postal Service by November 1, 2009. This requirement will continue in the remaining years of the grant.

Starting in October of 2009, CPD's JAG Manager began contacting co-grantees to schedule the annual onsite visits beginning in January 2010. Eleven onsite visits were conducted between January and May. Issues and concerns were identified and corrective actions were documented. Appropriate follow up and future visits to the remaining JAG co-grantees will be scheduled so that the CPD will remain in compliance with its sub-recipient monitoring requirement.

This finding is not repeated in 2010.

**FINDING 2009-17: U.S. DEPARTMENT OF LABOR  
WIA ADULT PROGRAM: CFDA NO. 17.258  
WIA DISLOCATED WORKERS: CFDA NO. 17.260  
PREPARING EX-OFFENDERS FOR THE WORKPLACE THROUGH BENEFICIARY-CHOICE  
CONTRACTING: CFDA NO. 17.261  
CHICAGO DEPARTMENT OF FINANCE-COMPTROLLER'S OFFICE (SPECIAL  
ACCOUNTING DIVISION)**

A sample of reimbursement requests was tested for review and approval by someone other than the original preparer. Specifically, six reimbursement requests were tested and none of the six were reviewed and approved by someone other than the original preparer.

**2010 STATUS**

The Special Accounting Division of the Comptroller's Office implemented procedures to ensure draw down requests would be reviewed and approved by someone other than the preparer.

This finding is not repeated in 2010.

**CITY OF CHICAGO  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
YEAR ENDED DECEMBER 31, 2010**

---

**FINDING 2009-18: CROSS-CUT TESTING  
INTERNAL CONTROL OVER FINANCIAL REPORTING – PREPARATION OF THE  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SEFA)  
CHICAGO DEPARTMENT OF FINANCE-COMPTROLLER’S OFFICE (SPECIAL  
ACCOUNTING DIVISION)**

During our audit of major programs, we identified federal expenditures that were recorded in the current fiscal year, but were incurred in a different fiscal year. In other instances, federal expenditures were incurred during the current fiscal year, but were recorded in a different fiscal year.

**2010 STATUS**

The City has been implementing procedures to ensure federal expenditures are properly accounted for and in accordance with OMB Circular A-133. The Department of Finance management team will work with the appropriate fiscal managers at the lead departments to train the department staff to charge the proper period. The Finance management team will also re-train the Finance staff on verifying that the invoices are charged to the correct period.

Reports will be made available to the proper lead department and OBM staff to allow them to accurately charge to the proper funding source and ensure corrections will be made in a timely manner.

This finding is repeated in 2010.

**FINDING 2009-19: U.S. DEPARTMENT OF AGRICULTURE  
SUMMER FOOD SERVICE PROGRAM FOR CHILDREN: CFDA NO. 10.559  
CHICAGO DEPARTMENT OF FAMILY AND SUPPORT SERVICES**

In 2006, 2007, and 2008 a finding was reported noting that the City’s monitoring of summer food program sites was not meeting the standards as required by the City and granting agency. Monitoring requirements of the City include (a) performing a pre-operational visit and training to the personnel at the summer food program site prior to opening, (b) completing a site visit within the first week of operation, and (c) completing a monitoring review within the first four weeks after opening. For the 2009 audit, we tested a sample of 40 summer food program sites and noted the following exceptions:

- > The City had no documentation available supporting the training requirement for four of those sites
- > Evidence of the pre-operational visit was not available for five sites
- > Evidence of the first-week site visit was not available for five of the sites
- > Evidence of the monitoring review was not available for two sites
- > For five sites, the monitoring visit was not completed within the required four-week timeframe

**CITY OF CHICAGO  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
YEAR ENDED DECEMBER 31, 2010**

---

**FINDING 2009-19** (cont.)

**2010 STATUS**

The Department implemented the system of entering and assigning training dates for each approved site and a "certificate of completion" was issued to each trained personnel. The training data are being captured in our CASPIO web-based data system and the State's IWAS system. No site received meals prior to being trained and the list of trained sites shared with the food vendor to schedule delivery.

Training was provided to the program sites. DFSS worked with the Illinois Board of Education to identify which pre-operational site visits were not required. In 2010, sites that required pre-operational visits were made.

DFSS Human Resources Unit and CSD staff worked collaboratively to ensure that all staff was hired by the targeted start date for the program. Staff was in place in order to carry out the monitoring function for the program.

This finding is not repeated in 2010.

**FINDING 2009-20: U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT, U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES, U.S. DEPARTMENT OF LABOR EMERGENCY SHELTER GRANTS PROGRAM: CFDA NO. 14.231  
AGING CLUSTER: TITLE III, PART B – GRANTS FOR SUPPORTIVE SERVICES AND SENIOR CENTERS: CFDA NO. 93.044  
AGING CLUSTER: TITLE III, PART C – NUTRITION SERVICES: CFDA NO. 93.045  
AGING CLUSTER: NUTRITION SERVICES INCENTIVE PROGRAM: CFDA NO. 93.053  
AGING CLUSTER: ARRA-AGING CONGREGATE NUTRITION SERVICES FOR STATES: CFDA NO. 93.707  
CSBG CLUSTER: COMMUNITY SERVICES BLOCK GRANT: CFDA NO. 93.569  
CSBG CLUSTER: ARRA-COMMUNITY SERVICES BLOCK GRANT: CFDA NO. 93.710  
WIA CLUSTER: WIA YOUTH ACTIVITIES: CFDA NO. 17.259  
WIA CLUSTER: ARRA-WIA YOUTH ACTIVITIES: CFDA NO. 17.259  
CHICAGO DEPARTMENT OF FAMILY AND SUPPORT SERVICES**

During our audit, we sampled the City's monitoring of 27 subgrantees under these funding sources and noted that fiscal monitoring was not performed timely for eight of the funding sources' subgrantees.

**2010 STATUS**

DFSS has revised its existing fiscal monitoring procedures, which includes doing a risk analysis to identify agencies that should be considered to be priority when scheduling fiscal reviews. The analysis takes into consideration the requirements from the funding source, the results of the previous review and other audit results to establish a priority rating for each agency. A deviation of the risk analysis would be made if management determines that it is necessary to conduct a special review. Also, the scope of the fiscal reviews was expanded to include the additional programs that are now under DFSS. This will help increase overall coverage of all applicable funds.

This finding is not repeated in 2010.

**CITY OF CHICAGO  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
YEAR ENDED DECEMBER 31, 2010**

---

**FINDING 2009-21: U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES  
COMMUNITY SERVICES BLOCK GRANT: CFDA NO. 93.569  
CHICAGO DEPARTMENT OF FAMILY AND SUPPORT SERVICES**

Several assets purchased with program funds in the past could not be identified during the current year audit because the Department had not maintained an inventory of capital assets acquired with program funds.

**2010 STATUS**

DFSS has developed a tracking sheet to document qualifying purchases made by CSBG ARRA delegate agencies. The tracking sheet is supported by documentation provided by the agencies. In March 2011, the Illinois Department of Community and Economic Opportunity provided DFSS with further guidelines to follow in the oversight of the non-expendable assets that have been purchased with program funds. Items with an acquisition cost of \$500 or more are to be included in the tracking sheet. In addition, DFSS is in the process of contracting with a vendor to take on the responsibilities of managing the inventory records for equipment purchased with program funds. The responsibilities would include making physical inspections to confirm the accuracy of the inventory records.

This finding is repeated in 2010.