

# **Rock Island County, Illinois**

Compliance Report  
November 30, 2012

Schedule of Expenditures of Federal Awards for the Year Ended  
November 30, 2012 and Independent Auditor's Reports in Accordance  
with U.S. Office of Management and Budget Circular A-133

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

To the County Board of  
Rock Island County, Illinois  
Rock Island, Illinois

We have audited the financial statements of the governmental activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of Rock Island County, Illinois as of and for the year ended November 30, 2012, which collectively comprise the Rock Island County, Illinois' basic financial statements and have issued our report thereon dated April 29, 2013. Our report includes a reference to other auditors. Our audit report included an explanatory paragraph for a restatement to the beginning net assets of the Rock Island County Tri-County Consortium, the discretely presented component unit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Other auditors audited the financial statements of the Rock Island Tri-County Consortium, the discretely presented component unit, as described in our report on Rock Island County, Illinois' financial statements. This report includes our consideration of the results of the other auditor's testing of internal control over financial reporting and compliance and other matters that are reported on separately by those other auditors. However, this report, insofar as it relates to the results of the other auditors, is based solely on the reports of the other auditors.

Other auditors audited the financial statements of the Forest Preserve Commission and Public Building Commission, blended component units, as described in our report on Rock Island County, Illinois' financial statements. The financial statements of the Forest Preserve Commission and Public Building Commission were not audited in accordance with *Government Auditing Standards*.

### **Internal Control Over Financial Reporting**

Management of Rock Island County, Illinois is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered Rock Island County, Illinois' internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Rock Island County, Illinois' internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Rock Island County, Illinois' internal control over financial reporting.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control such that is a reasonable possibility that a material misstatement of the financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We and the other auditors did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we and other auditors identified certain deficiencies in internal control over financial reporting, described in the accompanying schedule of findings and questioned costs that we and the other auditors consider to be significant deficiencies in internal control over financial reporting as items 12-II-A, 12-II-B and 12-II-C. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

### **Compliance and Other Matters**

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

We noted certain matters that we reported to management of Rock Island County, Illinois in a separate letter dated April 29, 2013.

Rock Island County, Illinois' responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the County's responses and, accordingly, we express no opinion on them.

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

*McGladrey LLP*

Davenport, Iowa  
April 29, 2013



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

To the County Board of  
Rock Island County, Illinois  
Rock Island, Illinois

**Compliance**

We have audited Rock Island County, Illinois' compliance with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended November 30, 2012. Rock Island County, Illinois' major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Rock Island County, Illinois' management. Our responsibility is to express an opinion on Rock Island County, Illinois' compliance based on our audit. We did not audit the compliance with the requirements of laws, regulations, contracts and grant agreements to its major program of the discretely presented component unit, Rock Island County Tri-County Consortium, whose statements reflect \$2,327,468 of expenditures of federal awards for the year ended June 30, 2012 which were audited by other independent auditors whose report thereon has been furnished to us, and our opinion on compliance with the requirements of laws, regulations, contracts and grant agreements to its major programs, insofar as it relates to the amounts included for the component unit, is based solely upon the report of the other independent auditors.

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 Rock Island County, Illinois' compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Rock Island County, Illinois' compliance with those requirements.

In our opinion, based on our audit and the report of other auditors, Rock Island County, Illinois 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 November 30, 2012.

**Internal Control Over Compliance**

Management of Rock Island County, Illinois 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 Rock Island County, Illinois' 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 in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Rock Island County, Illinois' internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We and the other auditors did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

### **Schedule of Expenditures of Federal Awards**

We have audited the financial statements of the governmental activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of Rock Island County, Illinois as of and for the year ended November 30, 2012, and have issued our report thereon dated April 29, 2013, which contained an unqualified opinion on those financial statements. Our report was modified to include reference to other auditors. Our audit report included an explanatory paragraph for a restatement to the beginning net assets of the Rock Island County Tri-County Consortium, the discretely presented component unit. We did not audit the financial statements of the blended component units of the Forest Preserve Commission and Public Building Commission or of the discretely presented component unit, Rock Island Tri-County Consortium, whose statements reflect none, none and \$2,327,468, respectively, of expenditures of federal awards for the year ended June 30, 2012. Those financial statements were audited by other independent auditors whose reports thereon have been furnished to us, and our opinion on the basic financial statements, insofar as it relates to the amounts included for the component units, is based solely upon the report of the other independent auditors.

Our audit was conducted for the purpose of forming our opinions on the financial statements that collectively comprise Rock Island County, Illinois' financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, based on our audits and the reports of other auditors, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

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

*McGladrey LLP*

Davenport, Iowa  
April 29, 2013

**Rock Island County, Illinois**

**Schedule of Expenditures of Federal Awards  
Year Ended November 30, 2012**

Federal Grantor/ Pass-Through Grantor/Program Title	Federal CFDA Number	Grantor's Identifying Number	Federal Expenditures
<b>U.S. Department of Health and Human Services</b>			
(Passed through Illinois Department of Public Health):			
Oral Health Dental Sealants Only	93.994	23480137	\$ 8,144
Oral Health Dental Sealants Only	93.994	33480136A	2,177
Refugee Health Services Grant	93.566	FCSRK01345	58,528
Refugee Health Services Grant	93.566	81XQ323000	81,970
Public Health Emerg Prepare & Response	93.069	27180075	63,989
Public Health Emergency Response	93.069	37180075A	33,989
Breast & Cervical Cancer Early Detection	93.283	36180026A	61,020
Breast & Cervical Cancer Early Detection	93.283	26180026	50,285
Expanded Human Immunodeficiency Virus	93.940	CDC-RFA-PS10- 1013802Cont11	2,044
Illinois Immunization Program - Vaccines for Children	93.539	35100007A	2,500
Illinois Immunization Program	93.268	Non-Cash	108,015
Asses Feedback, Incentive Exchange Vaccine for Children	93.268	15180114	9,440
Asses Feedback, Incentive Exchange Vaccine for Children	93.268	25180019	30,624
We Choose Health Community Grant	93.531	32180030A	7,531
			<u>520,256</u>
(Passed through Illinois Department of Human Services):			
SSBG - Family Case Management - Downstate	93.667	11GQ01155	10,801
SSBG - Family Case Management - Downstate	93.667	FCSRE01600	16,200
Family Planning	93.667	11GQ00435	80,360
Family Planning	93.217	FCSRE01284	122,185
Family Planning	93.667	FCSRE01284	2,273
Healthy Child Care Illinois	93.575	11GQ02055	43,702
Healthy Child Care Illinois	93.575	FCSRI01764	33,739
SSBG - School Based Linked Health Centers	93.667	11GQ01683	65,480
SSBG - School Based Linked Health Centers	93.667	FCSRE01154	21,000
SSBG - School Based Linked Health Centers	93.994	11GQ01683	17,601
SSBG - School Based Linked Health Centers	93.994	FCSRE01154	37,830
			<u>451,171</u>
(Passed through Illinois Department of Healthcare and Family Services):			
Medicaid Match - Local Health	93.778	None	42,500
Key Information Delivery System	93.563	2011-55-007-KN	34,740
			<u>77,240</u>
(Passed through Illinois Department of Children and Family Services):			
Healthworks Lead Agency	93.778	2194109012	71,752
Healthworks Lead Agency	93.658	2194109013	44,840
			<u>116,592</u>
<b>Total U.S. Department of Health and Human Services</b>			<u>1,165,259</u>
<b>U.S. Department of Housing and Urban Development</b>			
(Passed through the City of Moline),			
Lead Based Paint Hazard Control Grant	14.900	None	14,440

(Continued)

**Rock Island County, Illinois**

**Schedule of Expenditures of Federal Awards (Continued)  
Year Ended November 30, 2012**

Federal Grantor/ Pass-Through Grantor/Program Title	Federal CFDA Number	Grantor's Identifying Number	Federal Expenditures
<b>U.S. Environmental Protection Agency</b>			
(Passed through Illinois Department of Public Health):			
Potable Water Supply Program	66.432	25380295	4,513
<b>U.S. Department of Agriculture</b>			
(Passed through Illinois Department of Human Services):			
Supplemental Nutrition - Women Infant Child	10.557	11GQ01240	373,488
Supplemental Nutrition - Women Infant Child	10.557	FCSRE01087	362,475
Supplemental Nutrition - Farmers Market	10.572	FCSRE01252	1,000
Supplemental Nutrition - Women Infant Child	10.557	Non-Cash	2,221,636
WIC Farmers' Market Nutrition Program	10.572	Non-Cash	17,147
			<u>2,975,746</u>
(Passed through Illinois Department of Public Health):			
Summer Food Inspection Program	10.559	25280149	2,200
<b>Total U.S. Department of Agriculture</b>			<u>2,977,946</u>
<b>U.S. Department of Homeland Security</b>			
(Passed through Illinois Emergency Management Agency):			
Emergency Management Performance Grant	97.042	11EMAROCKI	87
Emergency Management Performance Grant	97.042	12EMAROCKI	40,073
Illinois Law Enforcement Alarm System	97.067	None	29,535
<b>Total U.S. Department of Homeland Security</b>			<u>69,695</u>
<b>U.S. Department of Transportation</b>			
(Passed through Illinois Department of Transportation):			
Job Access & Reverse Commute Operating & Admin	20.516	4201 (JRC-11-020)	16,986
Non-Metro Public Transportation Operating Assistance Grant	20.509	4310 (RPT-13-035)	39,996
Non-Metro Public Transportation Operating Assistance Grant	20.509	4185 (RPT-12-035)	95,300
New Freedom Operating & Administrative Assistance Grant	20.521	4205 (NF-11-028)	28,912
			<u>181,194</u>
(Passed through Illinois Emergency Management Agency):			
Hazardous Materials Emergency Preparedness Planning Grant	20.703	None	586
<b>Total U.S. Department of Transportation</b>			<u>181,780</u>
<b>U.S. Department of Energy</b>			
(Passed through IL Dept of Commerce (DCEO)-IL Assoc Region Council-Bi-State):			
ARRA - Energy Efficiency & Conservation Block Grant (4)	81.128	09-451001	9,374
<b>U.S. Bureau of Justice Assistance (Direct)</b>			
State Criminal Alien Assistance Program	16.606	None	2,466

(Continued)

**Rock Island County, Illinois**

**Schedule of Expenditures of Federal Awards (Continued)  
Year Ended November 30, 2012**

Federal Grantor/ Pass-Through Grantor/Program Title	Federal CFDA Number	Grantor's Identifying Number	Federal Expenditures
<b>U.S. Department of Justice</b>			
(Passed through Illinois Criminal Justice Information Authority):			
Expanding Multi-Jurisdictional Narcotics Units	16.738	409010	21,895
Expanding Multi-Jurisdictional Narcotics Units	16.738	411010	7,980
			<u>29,875</u>
(Passed through City of Moline):			
Edward Byrne Justice Assistance Grant 2011	16.738	2011-H3873-IL-DJ	<u>5,221</u>
(Passed through to the Illinois Violence Prevention Authority):			
Violence Prevention Arrest Grant	16.590	12-FVC014F-02	<u>3,194</u>
<b>Total U.S. Department of Justice</b>			<u>38,290</u>
<b>U.S. Elections Assistance Commission</b>			
(Passed through Illinois State Board of Elections):			
Requirements Monies - Phase III	90.401	None	<u>153,199</u>
<b>U.S. Department of Labor</b>			
(Passed through Illinois Department of Commerce and Economic Opportunity)			
Trade and Globalization Adjustment and Assistance Act	17.245	None	686,383
WIA Adult Program	17.258	None	483,910
WIA Youth Activities	17.259	None	570,273
WIA Dislocated Workers	17.278	None	586,902
<b>Total U.S. Department of Labor</b>			<u>2,327,468</u>
<b>Total Expenditures of Federal Awards</b>			<u>\$ 6,944,430</u>

See Notes to Schedule of Expenditures of Federal Awards.

## Rock Island County, Illinois

### Notes to Schedule of Expenditures of Federal Awards Year Ended November 30, 2012

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#### Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Rock Island County, Illinois (County) and its discretely presented component unit and is presented on the modified accrual basis of accounting. All federal financial assistance received directly from federal agencies, as well as federal financial assistance passed through other governmental agencies expended during the year, is included in the schedule. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments and Nonprofit Organizations*. Therefore, some amounts presented in the schedule may differ from amounts presented in or used in the preparation of the basic financial statements.

#### Note 2. Significant Accounting Policies

Revenue from federal awards is recognized when the County has done everything necessary to establish its right to revenue and the revenue has met the availability criteria. Expenditures of federal awards are recognized in the accounting period when the liability is incurred and approved for reimbursement.

#### Note 3. Subrecipients

Of the federal expenditures presented in the schedule, the County provided federal awards to subrecipients as follows:

Program Title	Federal CFDA Number	Amount Provided to Subrecipients
Breast & Cervical Cancer Early Detection	93.283	\$ 27,329
Expanding Multi-Jurisdictional Narcotics Units	16.738	29,875
New Freedom Operating & Administrative Assistance Grant	20.521	28,912
Job Access & Reverse Commute Operating & Admin	20.516	16,986
Non-Metro Public Transportation Operating Assistance Grant	20.509	135,296

#### Note 4. Component Unit

The amounts included on the schedule of expenditures of federal awards for CFDA Nos. 17.245, 17.258 through 17.260 and 17.278 are expenditures for the period July 1, 2011 through June 30, 2012. The County is the grantee of such funds which are expended by the Rock Island Tri-County Consortium, a discretely presented component unit of the County that has a June 30 fiscal year-end. The Consortium is audited by other independent auditors.

#### Note 5. Noncash Assistance

As reported on the schedule of expenditures of federal awards, the County distributed noncash assistance in the form of food coupons and farmer market coupons in the amount of \$2,221,636 and \$17,147, respectively. The food coupons and farmer market coupons distributed were included in the determination of federal awards expended for the year.

As reported on the schedule of expenditures of federal awards, the County also consumed noncash assistance in the form of immunizations in the amount of \$108,015. The immunizations consumed were included in the determination of federal awards expended for the year.

**Rock Island County, Illinois**

**Summary Schedule of Prior Audit Findings  
Year Ended November 30, 2012**

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Number	Comment	Status	Corrective Action or Other Explanation
<b>Findings Related to Financial Statements:</b>			
<b>Significant Deficiency in Internal Control:</b>			
11-II-A	The Rock Island County, Illinois Animal Control Facility had an improper segregation of duties over the collection and recording of cash receipts, specifically the collection and recording of animal control fees.	Not Corrected	See response and corrective action plan at 12-II-A.
11-II-B	The Consortium has improper segregation of duties of personnel with direct responsibilities for all recordkeeping and reconciling functions and cash receipts and disbursements	Not Corrected	See response and corrective action plan at 12-II-B.
11-II-C	The Public Building Commission engages the auditors to assist in preparing its financial statements and accompanying disclosures as part of its internal control system.	Not Corrected	See response and corrective action plan at 12-II-C.

**Rock Island County, Illinois**

**Schedule of Findings and Questioned Costs  
Year Ended November 30, 2012**

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**I. Summary of the Independent Auditor's Results**

Financial Statements

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

- Material weakness(es) identified?  Yes  No
- Significant deficiency(ies) identified?  Yes  None Reported
- Noncompliance material to financial statements noted?  Yes  No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified?  Yes  No
- Significant deficiency(ies) identified?  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?  Yes  No

Identification of major program:

CFDA Number	Name of Federal Program or Cluster
17.258-17.260, 17.278	WIA Cluster
10.557	Supplemental Nutrition - Woman Infant Child

Dollar threshold used to distinguish between type A and type B programs: \$300,000

Auditee qualified as low-risk auditee?  Yes  No

(Continued)

Rock Island County, Illinois

Schedule of Findings and Questioned Costs (Continued)  
Year Ended November 30, 2012

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II. Findings Related to the Financial Statement Audit as Required to be Reported in Accordance with Generally Accepted Government Auditing Standards

A. Significant Deficiencies in Internal Control

12-II-A

Finding: The Rock Island County, Illinois Animal Control facility has an improper segregation of duties over the collection and recording of cash receipts, specifically the collection and recording of animal control fees.

Criteria: A good internal control system contemplates an adequate segregation of duties so that no one individual handles a transaction from its inception to its completion.

Condition: The same personnel has the ability to collect cash, issue receipts, monitor the receipt number sequence, reconcile the daily receipts, prepare the deposit and prepare daily reconciliation sheet used by the Treasurer's Office to post the receipt transactions. In addition, the same personnel has access to the cash collected for animal control tags, the listing of the tags collected and performs the reconciliation of the animal control tags issued to cash collections.

Context: Pervasive to cash receipt transactions of the animal control facility.

Effect: Transaction errors could occur and not be detected in a timely manner.

Cause: The County does not have a proper internal control system with proper segregation of duties established.

Recommendation: We recommend segregating the duties of collecting from reconciling and reconciling from recording of the fees to prevent mismanagement of cash collected for animal control fees.

Response and corrective action plan: Due to the low available staff, segregation of duties is very difficult. The Auditor's Office performed an in-depth review of cash collection processes at the Animal Control facility during fiscal years 2011 and 2010 and noted that although the Operations Manager has the ability to handle an entire cash receipt transaction, she rarely does so. The County Board has approved the expansion of work hours for the clerical staff at the facility. With these additional available man-hours, the occasion for the Operations Manager to receive payments was reduced but not eliminated.

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Rock Island County, Illinois

Schedule of Findings and Questioned Costs (Continued)  
Year Ended November 30, 2012

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**12-II-B**

Finding: The Consortium has a limited number of personnel with direct responsibilities for all recordkeeping and reconciling functions and cash receipts and disbursements. From an internal control standpoint, this combination of duties is not conducive to adequate segregation of duties to prevent losses from employee error or dishonesty.

Criteria: A good internal control system contemplates an adequate segregation of duties so that no one individual handles a transaction from its inception to its completion.

Condition: The Consortium has limited number of personnel to permit adequate segregation of duties.

Context: Pervasive to cash receipt and disbursement transactions for the Consortium.

Effect: Transaction errors could occur and not be detected in a timely manner.

Cause: The Consortium does not have a proper internal control system with proper segregation of duties established.

Recommendation: We recommend segregating the duties of collection, disbursement and reconciliation of the Consortium funds to prevent losses from employee error or dishonesty.

Response and corrective action plan: Management does not have the funding to add additional staff to implement actions.

**12-II-C**

Finding: The Public Building Commission engages the auditors to assist in preparing its financial statements and accompanying disclosures as part of its internal control system. While it is acceptable to outsource various accounting functions, the responsibility for internal control cannot be outsourced.

Criteria: A good internal control system includes controls over the external reporting of financial statement information.

Condition: The Public Building Commission has limited number of personnel to permit review and evaluation of the external financial statements.

Context: Pervasive to the external financial reports of the Public Building Commission.

Effect: Financial reporting errors could occur and not be detected in a timely manner.

Cause: The Public Building Commissions' personnel do not have sufficient financial reporting and disclosure knowledge to perform a review of the Rock Island County Public Building Commissions' financial statements and related disclosures to provide a high level of assurance that any potential material omissions or other errors would be identified and corrected.

(Continued)

**Rock Island County, Illinois**

**Schedule of Findings and Questioned Costs (Continued)  
Year Ended November 30, 2012**

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Recommendation: The Rock Island County Public Building Commission should design and implement a comprehensive review procedure to ensure that the financial statements, including disclosures, are complete and accurate.

Response and corrective action plan: The Public Building Commission understands the responsibility of external financial reporting cannot be outsourced and will evaluate its options in the upcoming year.

**B. Instances of Noncompliance**

No matters reported.

**III. Findings and Questioned Costs for Federal Awards**

**A. Internal Control**

No matters reported.

**B. Instances of Noncompliance**

No matters reported.

## Rock Island County, Illinois

### Corrective Action Plan Year Ended November 30, 2012

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Comment Number	Comment	Corrective Action Plan	Anticipated Date of Completion	Contact Person
<b>Findings Related to Financial Statements:</b>				
<b>Significant Deficiencies in Internal Control</b>				
12-II-A	The Rock Island County, Illinois Animal Control Facility had an improper segregation of duties over the collection and recording of cash receipts, specifically the collection and recording of animal control fees.	See Response and Corrective Action Plan at 12-II-A.	November 30, 2013	County Auditor
12-II-B	The Consortium has improper segregation of duties of personnel with direct responsibilities for all recordkeeping and reconciling functions and cash receipts and disbursements	See Response and Corrective Action Plan at 12-II-B.	November 30, 2013	Tri-County Consortium
12-II-C	The Public Building Commission engages the auditors to assist in preparing its financial statements and accompanying disclosures as part of its internal control system.	See Response and Corrective Action Plan at 12-II-C.	November 30, 2013	Public Building Commission