



FEDERAL SINGLE AUDIT REPORT

JUNE 30, 2009

**HUNTINGTON UNION FREE SCHOOL DISTRICT
TABLE OF CONTENTS**

	<u>Page</u>
Federal Award Program Information:	
Schedule of Expenditures of Federal Awards	1
Notes to the Schedule of Expenditures of Federal Awards	2
Summary Schedule of Prior Audit Findings	3
Report on Compliance with Requirements Applicable to Each Major Program and Internal Control over Compliance in Accordance with OMB Circular A-133	4
Schedule of Findings and Questioned Costs	6
Corrective Action Plan	8

HUNTINGTON UNION FREE SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2009

<u>Federal Grantor/Pass-through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Agency or Pass-through Number</u>	<u>Federal Expenditures</u>
<u>United States Department of Education</u>			
Passed Through New York State,			
Department of Education:			
Special Education Cluster			
Special Education Grants to States	84.027	0032-08-0906	\$ 174,875
Special Education Grants to States	84.027	0032-09-0906	823,907
Special Education Preschool Grants	84.173	0033-08-0906	1,405
Special Education Preschool Grants	84.173	0033-09-0906	52,219
Special Education Preschool Grants	84.173	0232-08-0906	57
Total Special Education Cluster			<u>1,052,463</u>
Title I, Grants to Local Educational Agencies	84.010	0021-08-3080	27,346
Title I, Grants to Local Educational Agencies	84.010	0021-09-3080	616,591
Safe and Drug Free Schools and Communities	84.186	0180-08-3080	3,348
Safe and Drug Free Schools and Communities	84.186	0180-09-3080	12,975
Education for Homeless Children and Youth	84.196	0212-08-3080	4,054
Education for Homeless Children and Youth	84.196	0212-09-3080	37,482
State Grants for Innovative Programs	84.298	0002-08-3080	3,878
State Grants for Innovative Programs	84.298	0002-09-3080	263
Education Technology State Grants	84.318	0292-08-3000	244
Education Technology State Grants	84.318	0292-09-3080	5,808
English Language Acquisition Grants	84.365	0149-08-3000	42,532
English Language Acquisition Grants	84.365	0293-08-3000	25,274
English Language Acquisition Grants	84.365	0293-09-3080	67,079
Improving Teacher Quality State Grants	84.367	0147-08-3000	51,779
Improving Teacher Quality State Grants	84.367	0147-09-3080	201,498
Total Department of Education			<u>2,152,614</u>
<u>United States Department of Agriculture</u>			
Passed Through New York State,			
Department of Education			
Child Nutrition Cluster			
Non-Cash Assistance (food distribution)			
National School Lunch Program	10.555	N/A	82,048
Cash Assistance			
School Breakfast Program	10.553	N/A	113,903
National School Lunch Program	10.555	N/A	578,743
Total Department of Agriculture			<u>774,694</u>
Total Federal Awards Expended			<u>\$ 2,927,308</u>

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2009

1. GENERAL

The accompanying schedule of expenditures of federal awards presents the activity of all federal award programs administered by the Huntington Union Free School District, which is described in Note 1 to the District's financial statements, using the modified accrual basis of accounting. Federal awards that are included in the schedule may be received directly from federal agencies, as well as federal awards that are passed through other government agencies. The information is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

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

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

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

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

2. SUBRECIPIENTS

No amounts were provided to subrecipients.

3. OTHER DISCLOSURES

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

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

HUNTINGTON UNION FREE SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For the Year Ended June 30, 2009

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



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**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND
INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

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

Compliance

We have audited the compliance of the Huntington Union Free School District with the types of compliance requirements described in the U.S. Office of Management and Budget (*OMB*) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2009. The Huntington Union Free School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the Huntington Union Free School District's management. Our responsibility is to express an opinion on the Huntington Union Free School District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Huntington Union Free School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the District's compliance with those requirements.

In our opinion, the Huntington Union Free School District complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2009.

Internal Control Over Compliance

The management of the Huntington Union Free School District is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the Huntington Union Free School District's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, 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 Huntington Union Free School District's internal control over compliance.

A *control deficiency* in a district's 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the district's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the district's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the district's internal control.

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

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, each major fund and the fiduciary funds of the Huntington Union Free School District as of and for the year ended June 30, 2009, and have issued our report thereon dated September 29, 2009. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the Huntington Union Free School District's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects when considered in relation to the basic financial statements taken as a whole.

The Summary Schedule of Prior Audit Findings and Corrective Action Plan have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

This report is intended solely for the use and information of the Board of Education, Audit Committee, management of Huntington Union Free School District, others you deem appropriate within the District, and any governmental authorities you need to share this with, as well as federal awarding agencies and pass-through entities. It is not intended to be and should not be used by anyone other than these specified parties.

Cullen & Danowski, LLP

March 12, 2010

*(except as to schedule of expenditures of federal awards,
which is as of September 29, 2009)*

HUNTINGTON UNION FREE SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2009

1. SUMMARY OF AUDITOR'S RESULTS

- A. The auditor's report expresses an unqualified opinion on the financial statements.
- B. One significant deficiency in internal control was disclosed by the audit of the financial statements, which was not considered a material weakness.
- C. No instances of noncompliance material to the financial statements were disclosed during the audit.
- D. No significant deficiencies in internal control over major programs were disclosed by the audit.
- E. The auditor's report on compliance for the major programs expresses an unqualified opinion.
- F. Audit findings that are required to be reported in accordance with Section 510(a) of OMB Circular A-133 are reported in Part 3 of this Schedule.
- G. The programs tested as major programs were:
 - Special Education Cluster
 - Special Education Grants to States CFDA No. 84.027
 - Special Education Preschool Grants CFDA No. 84.173
 - English Language Acquisition Grants CFDA No. 84.365
- H. The dollar threshold used to distinguish between Type A and B programs was \$300,000.
- I. The Huntington Union Free School District qualified as a low-risk auditee.

2. FINANCIAL STATEMENTS FINDINGS

Significant Deficiency

07-1. Preparation of Financial Statements

Criteria: Internal controls should be in place that provide reasonable assurance that an individual from the District exercises responsibility over the preparation of the annual financial statements, which would prevent or detect a misstatement in the financial statements.

Condition: The District's Business Office does not either prepare or exercise adequate control over the preparation of its annual financial statements, which would prevent or detect a misstatement in the financial statements. However, the District does demonstrate an understanding of the financial statements.

Effect: Because of the District's internal control design deficiency regarding the preparation of financial statements, there is more than a remote likelihood that a more than inconsequential but less than material misstatement will not be prevented or detected.

Recommendation: The District should review this issue and determine who should be preparing its annual financial statements.

HUNTINGTON UNION FREE SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)
For the Year Ended June 30, 2009

3. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

There are no findings or questioned costs to be reported.

HUNTINGTON UNION FREE SCHOOL DISTRICT
CORRECTIVE ACTION PLAN
For the Year Ended June 30, 2009

FINANCIAL STATEMENT FINDING

07-1. Preparation of Financial Statements

The District is determining whether the financial statements should be prepared by someone else.

