

Wisconsin Indianhead Technical College District

Federal and State Single Audit Report

Year Ended June 30, 2020

Preliminary Draft

WIPFLI

Wisconsin Indianhead Technical College District

Federal and State Single Audit Reports

Year Ended June 30, 2020

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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

District Board
Wisconsin Indianhead Technical College District
Shell Lake, Wisconsin

We have audited, in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the business-type activities, the discretely presented component unit, and the aggregate remaining fund information of Wisconsin Indianhead Technical College District (the "District"), as of and for the year ended June 30, 2020 and 2019, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 18, 2020. The financial statements of the Wisconsin Indianhead Technical College Foundation, Inc. (the "Foundation"), a discretely presented component unit, were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or instances of noncompliance associated with the Foundation.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting ("internal control") as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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 there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. 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.

Internal Control Over Financial Reporting (Continued)

Our consideration of internal control 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 reporting that might be material weaknesses or significant deficiencies. Given these limitations, we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from 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 financial statements. 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 disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance, and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Wipfli LLP

December 18, 2020
Eau Claire, Wisconsin

Independent Auditor's Report on Compliance for Each Major Federal and State Program and on Internal Control Over Compliance Required by the Uniform Guidance

District Board
Wisconsin Indianhead Technical College District
Shell Lake, Wisconsin

Report on Compliance for Each Major Federal and State Program

We have audited Wisconsin Indianhead Technical College District's (the "District") compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Compliance Supplement* and the *State Single Audit Guidelines*, issued by the Wisconsin Department of Administration, that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2020. The District's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with statutes, regulations, and the terms and conditions of its grant awards applicable to each of its major federal and state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal and state programs based on an audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and the *State Single Audit Guidelines*, issued by the Wisconsin Department of Administration. Those standards and the Uniform Guidance 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 or state program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. The financial statements of the Wisconsin Indianhead Technical College Foundation, Inc. (the "Foundation"), a discretely presented component unit, were not audited in accordance with *Government Auditing Standards*.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal and state program. However, our audit does not provide a legal determination on the District's compliance.

Opinion on Each Major Federal and State Program

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2020.

Report on Internal Control Over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on a major federal or state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal and state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and the *State Single Audit Guidelines*, 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 District's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal or state 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 or state program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit the attention of those charged with governance.

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 material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report on the Schedules of Expenditures of Federal and State Awards

We have audited the financial statements of the business-type activities, the discretely presented component unit, and the aggregate remaining fund information of the District as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise The District's basic financial statements. We issued our report thereon dated December 18, 2020, which contained unmodified opinions on those basic financial statements. The financial statements of the Foundation were not audited in accordance with *Government Auditing Standards*. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedules of expenditures of federal and state awards are presented for purposes of additional analysis as required by the Uniform Guidance and the *State Single Audit Guidelines* issued by the Wisconsin Department of Administration and are not a required part of the basic 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 basic 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 basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and the *State Single Audit Guidelines*. Accordingly, this report is not suitable for any other purpose.

Wipfli LLP

_____, 2021
Eau Claire, Wisconsin

Wisconsin Indianhead Technical College District

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2020

Administering Agency Award Description Pass-Through Agency	Federal Catalog Number	Pass-Through Agency Number	Program or Award Amount	Revenues		Total Expenditures	Passed- Through to Subrecipients
				Federal	Match		
<u>U.S. Department of Education</u>							
Direct:							
Student Financial Assistance Cluster:							
Federal Supplemental Education Opportunity Grant	84.007						
Grants							
July 1, 2018 - June 30, 2019		P007A184567	\$ -	\$ 8,800	\$ -	\$ 8,800	\$ -
July 1, 2019 - June 30, 2020		P007A194567	129,158	161,135	-	161,135	-
Administration							
July 1, 2018 - June 30, 2019		P007A184567	-	440	-	440	-
July 1, 2019 - June 30, 2020		P007A194567	-	8,057	-	8,057	-
Total 84.007			129,158	178,432	-	178,432	-
Federal Work-Study Program							
Federal Work-Study Program	84.033						
Grants							
July 1, 2019 - June 30, 2020		P033A194567	160,864	86,060	-	86,060	-
Administration							
July 1, 2019 - June 30, 2020		P033A184567	-	4,303	-	4,303	-
Total 84.033			160,864	90,363	-	90,363	-
Federal Pell Grant Program							
Federal Pell Grant Program	84.063						
Grants							
July 1, 2018 - June 30, 2019		P063P183476	-	2,603	-	2,603	-
July 1, 2019 - June 30, 2020		P063P193476	4,471,213	4,471,621	-	4,471,621	-
Administration							
July 1, 2017 - June 30, 2018		P063Q173476	-	5	-	5	-
July 1, 2018 - June 30, 2019		P063Q183476	-	310	-	310	-
July 1, 2019 - June 30, 2020		P063Q193476	-	6,480	-	6,480	-
Total 84.063			4,471,213	4,481,019	-	4,481,019	-

Wisconsin Indianhead Technical College District

Schedule of Expenditures of Federal Awards (Continued)

Year Ended June 30, 2020

Administering Agency Award Description Pass-Through Agency	Federal Catalog Number	Pass-Through Agency Number	Program or Award Amount	Revenues		Total Expenditures	Passed- Through to Subrecipients
				Federal	Match		
<u>U.S. Department of Education (Continued)</u>							
Direct:							
Student Financial Assistance Cluster:							
Federal Direct Student Loans	84.268						
July 1, 2018 - June 30, 2019		P268K193476	\$ -	\$ 98,771	\$ -	\$ 98,771	\$ -
July 1, 2019 - June 30, 2020		P268K203476	5,048,412	4,934,224	-	4,934,224	-
Total 84.268			5,048,412	5,032,995	-	5,032,995	-
Total Student Financial Assistance Cluster			9,809,647	9,782,809	-	9,782,809	-
<u>Wisconsin Technical College System</u>							
Adult Education - Basic Grants to States	84.002						
Comprehensive - Adult Basic Education							
July 1, 2019 - June 30, 2020		17-131-146-120	181,734	181,733	119,079	300,812	-
Special Focus - Rural Poverty Transitions to Careers							
July 1, 2019 - June 30, 2020		17-133-146-170	54,999	55,001	44,433	99,434	-
Special Focus - Corrections to Careers							
July 1, 2019 - June 30, 2020		17-134-146-110	54,999	44,537	40,799	85,336	-
Comprehensive - IELCE							
July 1, 2019 - June 30, 2020		17-135-160-160	10,292	10,292	1,890	12,182	-
Total 84.002			302,024	291,563	206,201	497,764	-
Career and Technical Education - Basic Grants to States	84.048						
Student Success							
July 1, 2019 - June 30, 2020		17-141-150-230	280,098	280,098	440,238	720,336	-
Strengthening Programs							
July 1, 2019 - June 30, 2020		17-142-150-250	74,693	74,693	707	75,400	-

Wisconsin Indianhead Technical College District

Schedule of Expenditures of Federal Awards (Continued)

Year Ended June 30, 2020

Administering Agency Award Description Pass-Through Agency	Federal Catalog Number	Pass-Through Agency Number	Program or Award Amount	Revenues		Total Expenditures	Passed- Through to Subrecipients
				Federal	Match		
<u>U.S. Department of Education (Continued)</u>							
<u>Wisconsin Technical College System</u>							
Career and Technical Education - Basic Grants to States	84.048						
Capacity Building for Equity & Inclusion							
July 1, 2019 - June 30, 2020		17-143-150-220	\$ 21,496	\$ 19,029	\$ -	\$ 19,029	\$ -
Nontraditional Occupations							
July 1, 2019 - June 30, 2020		17-145-150-260	18,673	18,673	5,360	24,033	-
Career Prep							
July 1, 2019 - June 30, 2020		17-166-150-219	52,088	52,088	2,170	54,258	-
Total 84.048			447,048	444,581	448,475	893,055	-
Direct:							
Education Stabilization Fund:							
COVID-19 CARES ACT - Higher Education Emergency							
Relief Fund - Student Aid Portion	84.425E						
April 25, 2020 - April 24, 2021		P425E202257	752,697	309,953	-	309,953	-
COVID-19 CARES ACT - Higher Education Emergency							
Relief Fund - Institutional Portion	84.425F						
May 6, 2020 - May 5, 2021		P425E200731	752,696	438,004	-	438,004	-
Total 84.425			1,505,393	747,957	-	747,957	-
Total U.S. Department of Education			12,064,112	11,266,910	654,676	11,921,585	-
<u>U.S. Department of Labor</u>							
<u>Wisconsin Technical College System</u>							
H-1B Job Training Grants	17.268						
Broadband Service Technician Apprenticeship							
July 1, 2019 - June 30, 2020		17-152-155-110	8,190	8,026	-	8,026	-
<u>Chippewa Valley Technical College</u>							
Connecting Technologies (IMPACT)							
July 1, 2019 - June 30, 2020		HG-29337-16-60-A-55	735,000	138,845	-	138,845	-
Total U.S. Department of Labor			743,190	146,871	-	146,871	-

Wisconsin Indianhead Technical College District

Schedule of Expenditures of Federal Awards (Continued)

Year Ended June 30, 2020

Administering Agency Award Description Pass-Through Agency	Federal Catalog Number	Pass-Through Agency Number	Program or Award Amount	Revenues		Total Expenditures	Passed- Through to Subrecipients
				Federal	Match		
<u>U.S. Department of the Treasury</u>							
<u>Wisconsin Department of Administration</u>							
COVID-19 Coronavirus Relief Fund	21.019						
COVID-19 Higher Education Institution Financial Assistance Program							
March 1, 2020 to November 1, 2020		N/A	\$ 301,350	\$ 57,944	\$ -	\$ 57,944	\$ -
Total U.S. Department of the Treasury			301,350	57,944	-	57,944	-
<u>U.S. Department of Veterans Affairs</u>							
<u>Wisconsin Department of Veterans Affairs</u>							
Survivors and Dependents Educational Assistance	64.117						
July 1, 2019 - June 30, 2020		N/A	-	1,965	-	1,965	-
Total U.S. Department of Veterans Affairs			-	1,965	-	1,965	-
<u>U.S. Department of Health and Human Services</u>							
<u>Wisconsin Department of Health Services</u>							
Child Care Development Block Grant	93.575						
T.E.A.C.H. Early Childhood		N/A					
June 15, 2018 - August 31, 2019			79,430	-	23,272	23,272	-
Medicaid Cluster:							
Medical Assistance Program	93.778						
WisCaregiver Career Program Training		435600-G18-0680TECHCOL-00					
March 1, 2018 - February 29, 2020			25,000	36,025	(5,591)	30,435	-
Total U.S. Department of Health and Human Services			104,430	36,025	17,681	53,706	-
<u>U.S. Department of Homeland Security</u>							
<u>Wisconsin Technical College System</u>							
Assistance to Firefighters Grant	97.044						
December 9, 2019 - August 3, 2020		17-197-153-110	12,332	12,332	2,359	14,691	-
Total U.S. Department of Homeland Security			12,332	12,332	2,359	14,691	-
Total Federal Awards			\$ 13,225,414	\$ 11,522,047	\$ 674,717	\$ 12,196,762	\$ -

See accompanying Notes to the Schedules of Expenditures of Federal and State Awards.

Wisconsin Indianhead Technical College District

Schedule of Expenditures of State Awards

Year Ended June 30, 2020

Administering Agency Award Description Pass-Through Agency	State I.D. Number	Pass-Through Agency Number	Program or Award Amount	Revenues		Total Expenditures	Passed- Through to Subrecipients
				State	Match		
Wisconsin Higher Education Aids Board							
Higher Education Grant July 1, 2019 - June 30, 2020	235.102	N/A	\$ 1,685,871	\$ 823,333	\$ -	\$ 823,333	\$ -
Remission of Fees for Veterans & Dependents July 1, 2019 - June 30, 2020	235.105	N/A	84,699	84,699	-	84,699	-
Minority Undergraduate Retention Grant July 1, 2019 - June 30, 2020	235.107	N/A	2,720	2,720	-	2,720	-
Talent Incentive Program July 1, 2019 - June 30, 2020	235.114	N/A	131,100	107,500	-	107,500	-
Nursing Student Loan July 1, 2019 - June 30, 2020	235.117	N/A	9,000	9,000	-	9,000	-
Technical Excellence Scholarship July 1, 2019 - June 30, 2020	235.119	N/A	39,940	39,940	39,940	79,880	-
Indian Student Assistance Grant July 1, 2019 - June 30, 2020	235.132	N/A	18,150	14,300	-	14,300	-
Wisconsin Covenant Grant July 1, 2019 - June 30, 2020	235.108	N/A	1,000	1,000	-	1,000	-
Total Wisconsin Higher Education Aids Board			1,972,480	1,082,492	39,940	1,122,432	-
Wisconsin Technical College System							
Emergency Assistance Grants Student Emergency Fund July 1, 2019 - June 30, 2020	292.104	17-167-104-110	16,943	16,943	75	17,018	-

Wisconsin Indianhead Technical College District

Schedule of Expenditures of State Awards (Continued)

Year Ended June 30, 2020

Administering Agency Award Description Pass-Through Agency	State I.D. Number	Pass-Through Agency Number	Program or Award Amount	Revenues		Total Expenditures	Passed- Through to Subrecipients
				State	Match		
<u>Wisconsin Technical College System (Continued)</u>							
State Aids for Wisconsin Technical College System	292.105						
General State Aids		N/A	\$ 1,601,406	\$ 1,601,406	\$ -	\$ 1,601,406	\$ -
Outcomes Based Aid		N/A	1,443,755	1,443,755	-	1,443,755	-
Total 292.105			3,045,161	3,045,161	-	3,045,161	-
Grants to District Boards	292.124						
Achieving Your Leadership Potential July 1, 2019 - August 31, 2020		17-159-124-170	2,812	-	-	-	-
Developing Markets: Veterinary Technician July 1, 2019 - June 30, 2020		17-171-124-140	200,000	200,000	19,151	219,151	-
Professional Growth July 1, 2019 - June 30, 2020		17-182-124-150	54,382	54,382	40,096	94,478	-
Creating Holistic Student Support Services July 1, 2019 - June 30, 2020		17-192-124-160	105,040	105,041	41,368	146,409	-
Student Success Center July 1, 2019 - June 30, 2020		17-194-124-190	20,000	20,000	2,481	22,481	-
WIDS PLA Project October 9, 2019 - October 8, 2020		17-196-124-180	84,000	84,000	-	84,000	-
<u>Passed Through Chippewa Valley Technical College</u>							
AMN_NW Gold Collar Career & Collaborative Efforts in Manufacturing October 1, 2019 - September 30, 2020		01-987-124-189	10,466	2,919	-	2,919	-
<u>Northcentral Technical College</u>							
WTCS Truck Driving Consortium July 1, 2019 - June 30, 2020		15-867-124-180	9,233	8,979	-	8,979	-

Wisconsin Indianhead Technical College District

Schedule of Expenditures of State Awards (Continued)

Year Ended June 30, 2020

Administering Agency Award Description Pass-Through Agency	State I.D. Number	Pass-Through Agency Number	Program or Award Amount	Revenues		Total Expenditures	Passed- Through to Subrecipients
				State	Match		
<u>Wisconsin Technical College System (Continued)</u>							
Grants to District Boards (Continued)	292.124						
<u>Western Technical College</u> Expanding Industry 4.0 in Western WI Through Electromechanical Programs July 1, 2019 - June 30, 2021		02-870-124-130	\$ 248,666	\$ 127,022	\$ -	\$ 127,022	\$ -
Total 292.124			734,599	602,344	103,096	705,441	-
Fire Fighter Training 2% July 1, 2019 - June 30, 2020	292.137	N/A	-	46,235	-	46,235	-
Property Tax Relief Aid July 1, 2019 - June 30, 2020	292.162	N/A	27,002,399	27,002,399	-	27,002,399	-
Total Wisconsin Technical College System			30,799,102	30,713,082	103,171	30,816,253	-
<u>Wisconsin Department of Natural Resources</u>							
Payments in Lieu of Taxes July 1, 2019 - June 30, 2020	370.503	N/A	-	32,008	-	32,008	-
<u>Wisconsin Department of Justice</u>							
Law Enforcement Training Fund Local Assistance January 13, 2020 - January 16, 2020	455.231	2020-LE-01-15473	5,000	5,000	10,473	15,473	-
<u>Wisconsin Department of Revenue</u>							
State Aid - Personal Property Tax July 1, 2019 - June 30, 2020	835.103	N/A	-	45,295	-	45,295	-
Aid in Lieu of Computer Taxes July 1, 2019 - June 30, 2020	835.109	N/A	-	12,625	-	12,625	-
Total Wisconsin Department of Revenue			-	57,920	-	57,920	-

Wisconsin Indianhead Technical College District

Schedule of Expenditures of State Awards (Continued)

Year Ended June 30, 2020

Administering Agency Award Description Pass-Through Agency	State I.D. Number	Pass-Through Agency Number	Program or Award Amount	Revenues		Total Expenditures	Passed- Through to Subrecipients
				State	Match		
<u>Wisconsin Department of Transportation</u>							
Motorcycle Safety June 1, 2019 - December 15, 2019	20.395(4)(aq)	60425	\$ 20,866	\$ 15,284	\$ 24,476	\$ 39,760	\$ -
Total Wisconsin Department of Transportation			20,866	15,284	24,476	39,760	-
<u>Wisconsin Department of Workforce Development</u>							
Expanded Wisconsin Fast Forward Training Grant Fast-Track Fridays for Dual Credit Certification January 1, 2019 - June 30, 2020	20.445(1)(b)	EF181DE10007	167,219	154	-	154	-
Total State Awards			\$ 32,964,667	\$ 31,905,939	\$ 178,060	\$ 32,083,999	\$ -

Wisconsin Indianhead Technical College District

Notes to the Schedules of Expenditures of Federal and State Awards

Year Ended June 30, 2020

Note 1 **Basis of Presentation**

The accompanying schedules of expenditures of federal and state awards include the federal and state award activity of the District under programs of the federal and state government for the year ended June 30, 2020. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and *State Single Audit Guidelines*, issued by the Wisconsin Department of Administration. Because the schedules present only a selected portion of the operations of the District, it is not intended to, and does not, present the financial position, changes in net position, or cash flows of the District.

Note 2 **Summary of Significant Accounting Policies**

Expenditures reported on the schedules are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the schedules represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. The District has not elected to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

Wisconsin Indianhead Technical College District

Notes to the Schedules of Expenditures of Federal and State Awards

Year Ended June 30, 2020

Note 3 Reconciliation

Federal:

Revenues per statement of revenues, expenses and changes in net position:

Federal grants	\$	10,717,312
Nonoperating revenues - CARES Act funding		805,901
Contract revenue funded with federal dollars not required to be on schedule		(1,166)

Federal revenue per schedule of expenditures of federal awards \$ 11,522,047

State:

Revenues per statement of revenues, expenses and changes in net position:

Nonoperating revenues - State nonoperating appropriations	\$	30,222,186
Operating revenues - State Grants		639,725
Fire Fighter Training 2%		46,235
Higher Education Aids Board assistance (excludes ID#235.105)		997,793

State revenue per schedule of expenditures of state awards \$ 31,905,939

Preliminary Draft

Wisconsin Indianhead Technical College District

Schedule of Findings and Questioned Costs

Year Ended June 30, 2020

Section I – Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified not considered to be material weakness(es)?	No
Noncompliance material to the financial statements?	No

Federal Awards

Internal control over major programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified not considered to be material weakness(es)?	No
Type of auditor's report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	No

Identification of major federal programs:

CFDA Number	Name of Federal Program or Cluster
84.007	Student Financial Assistance Cluster:
84.033	Federal Supplemental
84.063	Federal Work-Study Program
84.268	Federal Pell Grant Program
	Federal Direct Student Loans
84.425E	Higher Education Emergency Relief Fund (HEERF): Higher Education Emergency Relief Fund (HEERF) Student Aid Portion
84.425F	HEERF Institutional Portion

Wisconsin Indianhead Technical College District

Schedule of Findings and Questioned Costs (Continued)

Year Ended June 30, 2020

Section I – Summary of Auditor's Results (Continued)

Dollar threshold used to distinguish between Type A and Type B Programs \$750,000

Auditee qualified as a low-risk auditee? No

State Awards

Internal control over financial reporting:

Material weakness(es) identified? No

Significant deficiency(ies) identified not considered to be material weakness(es)? No

Type of auditor's report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with the *State Single Audit Guidelines*? No

Identification of major state programs:

State I.D. Number	Name of State Program
235.102	Wisconsin Higher Education Grants
235.114	Talent Incentive Program
292.105	State Aids for Wisconsin Technical College System
292.162	Property Tax Relief Aid

Dollar threshold used to distinguish between Type A and Type B Programs \$250,000

Section II – Financial Statement Findings

There were no findings required to be reported in accordance with *Generally Accepted Government Auditing Standards*.

Wisconsin Indianhead Technical College District

Schedule of Findings and Questioned Costs (Continued)

Year Ended June 30, 2020

Section III – Federal and State Findings and Questioned Costs

None.

Section IV – Other Issues

Does the auditor's report or the notes to the financial statements include disclosure with regard to substantial doubt as to the auditee's ability to continue as a going concern?

No

Does the audit report show audit issues (i.e., material noncompliance, nonmaterial noncompliance, questioned costs, material weakness, significant deficiency, management letter comment, excess revenue, or excess reserve) related to grants/contracts with funding agencies that require audits to be in accordance with the *State Single Audit Guidelines*:

Wisconsin Department of Administration	No
Wisconsin Department of Health Services	No
Wisconsin Department of Justice	No
Wisconsin Department of Natural Resources	No
Wisconsin Department of Revenue	No
Wisconsin Department of Transportation	No
Wisconsin Department of Veterans Affairs	No
Wisconsin Department of Workforce Development	No
Wisconsin Higher Education Aids Board	No
Wisconsin Technical College System	No

Was a Management Letter or other document conveying audit comments issued as a result of this audit?

Yes

Name and signature of partner

Rob Ganschow, CPA, CFE

Date of report

, 2021

Wisconsin Indianhead Technical College District

Schedule of Prior Year's Findings and Questioned Costs

Year Ended June 30, 2020

Financial Statement Findings

2019-001 Material Adjustments

Condition - During the audit of the financial statements for the year ended June 30, 2019, Wipfli LLP proposed, and the client recorded, a material adjusting entry that was discovered as a result of the audit procedures performed.

Current Year Condition - During the audit of the financial statements for the year ended June 30, 2020, Wipfli LLP did not identify any adjusting entries as a result of audit procedures performed.

Federal and State Award Findings and Questioned Costs

2019-002 Return to Title IV Calculations

Programs Affected - Student Financial Assistance Cluster (Title IV Programs)

Condition Noted - While performing compliance testing on students who withdrew during 2018-2019, we noted one student out of forty tested whose required return to Title IV was completed outside of the 45 day window. Upon further review, it was noted that the return to Title IV calculations for 29 fall term unofficially withdrawn students were completed and returned late.

Current Year Condition - While testing students who withdrew during 2019-2020, it was noted that all calculations and returns were completed within the required timeframe.