

Single Audit of the State of Illinois for the Fiscal Year Ended June 30, 2015

A-77-16-00014



September 2016

Office of Audit Report Summary

Objective

To report internal control weaknesses, noncompliance issues, and unallowable costs identified in the single audit to the Social Security Administration (SSA) for resolution action.

Background

Illinois Office of the Auditor General and KPMG LLP conducted the single audit of the State of Illinois. SSA is responsible for resolving single audit findings related to its disability programs. Illinois Department of Human Services (IDHS) is the Illinois Disability Determination Services' parent agency.

Findings

The single audit reported IDHS did not have adequate controls over the following.

- Payroll costs charged to Federal programs for some employees. Specifically, the salary costs charged to Federal programs for some employees did not agree with salary documentation in employee personnel files.
- Information systems to ensure systems access were secured.

We made recommendations to SSA in a prior report for corrective action on these findings. We confirmed that SSA had taken appropriate corrective action. Therefore, we will not repeat the recommendations in this report.

The single audit also reported the following.

- IDHS inaccurately reported expenditures to the Illinois Office of the Comptroller for several Federal programs, including SSA.
- The Governor's Office of Management and Budget did not have adequate procedures to ensure the Treasury State Agreement was amended in accordance with Federal regulations.

The Department of Health and Human Services will resolve these findings on the Government's behalf. Therefore, we are bringing these matters to your attention, but we are not making recommendations.