

**TOGETHER WE COPE
SINGLE AUDIT REPORT
For the Fiscal Year Ended
June 30, 2015**

Prepared By:

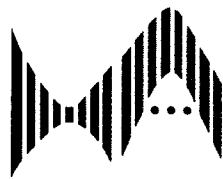
Hearne & Associates, P.C.
Certified Public Accountants &
Business Consultants

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Single Audit Report

Table of Contents

Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	1-2
Independent Auditors' Report on Compliance for each Major Program and on Internal Control over Compliance Required by OMB Circular A-133	3-5
Schedule of Expenditures of Federal Awards	6
Notes to Schedule of Expenditures of Federal Awards	7
Schedule of Findings and Questioned Costs	8-9
Summary Schedule of Prior Year Audit Findings	10



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**INDEPENDENT AUDITORS' 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 Board of Directors of
Together We Cope

We have audited, in accordance with the 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, the financial statements of Together We Cope (a nonprofit organization), which comprise the statement of financial position as of June 30, 2015, and the related statements of activities, cash flows, and functional expense for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated October 30, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Together We Cope's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Together We Cope's internal control. Accordingly, we do not express an opinion on the effectiveness of Together We Cope'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 a 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.

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 that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

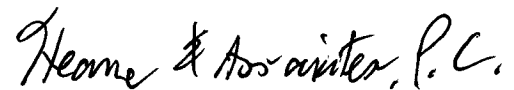
Compliance and Other Matters

As part of obtaining assurance about whether Together We Cope'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 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 disclosed no instances of noncompliance or other matters that are required 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 of the effectiveness of the organization'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 organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

October 30, 2015
Mokena, Illinois



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Certified Public Accountants



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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

To the Board of Directors of
Together We Cope

Report on Compliance for Each Major Federal Program

We have audited Together We Cope's 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 Together We Cope's major federal programs for the year ended June 30, 2015. Together We Cope's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of Together We Cope's major federal programs based on our 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 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 material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Together We Cope'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 on compliance for each major federal program. However, our audit does not provide a legal determination of Together We Cope's compliance.

Opinion on Each Major Federal Program

In our opinion, Together We Cope 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 programs for the year ended June 30, 2015.

Report on Internal Control Over Compliance

Management of Together We Cope 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 Together We Cope's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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 Together We Cope'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 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. *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.

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.

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 OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

We have audited the financial statements of Together We Cope as of and for the year ended June 30, 2015, and have issued our report thereon dated October 30, 2015, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. 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, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

October 30, 2015
Mokena, Illinois

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Certified Public Accountants

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2015

<u>Federal Grantor/ Pass-Through Grantor/ Program Title</u>	<u>Federal CFDA Number</u>	<u>Grantor's Identifying Number</u>	<u>Federal Expenditures</u>
U.S. Department of Agriculture			
<i>Pass-Through Program From Chicago Food Depository:</i>			
Emergency Food Assistance Program	10.569	A00233	\$ 235,815
Total U.S. Department of Agriculture			<u>235,815</u>
U.S. Department of Housing and Urban Development:			
<i>Direct Programs:</i>			
Supportive Housing Program-Families First-Permanent (M)	14.235	IL0237B5T111204	31,942
Supportive Housing Program-Families First-Permanent (M)	14.235	IL0237B5T111205	97,850
Supportive Housing Program-Families First-Transition (M)	14.235	IL0249B5T111305	154,152
Supportive Housing Program-Families First-Transition (M)	14.235	IL0249B5T111306	<u>41,286</u>
Subtotal - U.S. Department of Housing and Urban Development Direct Programs			<u>325,230</u>
<i>Pass-Through Programs From Cook County:</i>			
Community Development Block Grant	14.218	1404-064	40,000
Emergency Shelter Grant	14.231	E-14-20	56,655
Emergency Shelter Grant	14.231	E-13-17	<u>4,289</u>
Subtotal - U.S. Department of Housing and Urban Development Pass Through Programs			<u>100,944</u>
Total U.S. Department of Housing and Urban Development			<u>426,174</u>
U.S. Department of Health and Human Services			
<i>Pass-Through Program From Chicago Food Depository:</i>			
Temporary Assistance for Needy Families	93.558	A00233	<u>135</u>
Total U.S. Department of Health and Human Services			<u>135</u>
U.S. Department of Homeland Security			
<i>Direct Program:</i>			
Emergency Food and Shelter National Board Program	97.024	Phase 32	30,000
Emergency Food and Shelter National Board Program	97.024	Phase 31	<u>12,218</u>
Subtotal - U.S. Department of Homeland Security Direct Programs			<u>42,218</u>
<i>Pass-Through Program From Chicago Food Depository:</i>			
Emergency Food and Shelter National Board Program	97.024	A00233	<u>9,769</u>
Total U.S. Department of Homeland Security			<u>51,987</u>
Total Expenditures of Federal Funds			<u>\$ 714,111</u>

(M) - Program was audited as a major program as defined by OMB Circular A-133.

See Notes to Schedule of Expenditures of Federal Awards.

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NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2015

A. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (Schedule) included the federal grant activity of the Together We Cope for the year ended June 30, 2015. All federal financial assistance received directly from the federal agencies 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. Because the Schedule presents only a selected portion of the operations of the Together We Cope, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Organization.

B. Significant Accounting Policies

- 1) Revenue from federal awards is recognized when the Organization has done everything necessary to establish its right to revenue. For governmental funds, revenue from federal grants is recognized when they become both measurable and available.
- 2) Expenditures of federal awards are recognized in the accounting period when the liability is incurred on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-122, Cost Principles for Nonprofit Organizations, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

C. Subrecipients

Of the federal expenditures presented in the schedule, Together We Cope provided federal awards to subrecipients as follows:

South Suburban PADS	14.235	\$155,283
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D. Nonmonetary Assistance

Nonmonetary assistance, in the form of food commodities, is reported in the schedule at the fair market value of the commodities received and disbursed. At June 30, 2015, Together We Cope had no remaining inventory of federal food commodities.

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SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2015

I. Summary of Independent Auditors' Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? _____ Yes X No
- Significant Deficiency(ies) identified that are not considered to be material weakness(es)? _____ Yes X No
- Noncompliance material to the financial statements noted? _____ Yes X No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? _____ Yes X No
- Significant Deficiency(ies) identified that are not considered to be material weakness(es)? _____ Yes X 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 Section 510(a) if Circular A-133? _____ Yes X No

Identification of major program:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
14.235	Supportive Housing Program

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

- Auditee qualified as a low-risk auditee? X Yes _____ No

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SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2015

II. Findings Relating to Financial Statement Audit as Required to be Reported in Accordance with Federally Accepted Government Auditing Standards.

There were no findings.

III. Findings and Questioned Costs for Federal Awards

There were no findings or questioned costs for federal awards.

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SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
For the Year Ended June 30, 2015

I. Findings Relating to Financial Statement Audit as Required to be Reported in Accordance with Generally Accepted Government Auditing Standards.

There were no prior year findings.

II. Finding and Questioned Costs for Federal Awards

There were no prior year findings or questioned costs for federal awards.