



**MILWAUKEE AREA TECHNICAL COLLEGE DISTRICT**

YEAR ENDED JUNE 30, 2009

**CONTENTS**

---

	<u>Page</u>
Independent Auditors' Report on Supplementary Schedules of Expenditures of Federal and State Awards	1-2
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>	3-4
Independent Auditors' Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with <i>OMB Circular A-133</i> and the <i>State Single Audit Guidelines</i>	5-7
Schedule of Expenditures of Federal Awards	8-10
Schedule of Expenditures of State Awards	11-13
Notes to Schedules of Expenditures of Federal and State Awards	14-17
Summary Schedule of Prior Audit Findings	18-19
Schedule of Findings and Questioned Costs	20-22



INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY SCHEDULES OF  
EXPENDITURES OF FEDERAL AND STATE AWARDS

To the Board of Directors  
Milwaukee Area Technical College District  
Milwaukee, Wisconsin

We have audited the accompanying Supplementary Schedules of Expenditures of Federal and State Awards of the Milwaukee Area Technical College District (MATC) for the year ended June 30, 2009. These Supplementary Schedules of Expenditures of Federal and State Awards are the responsibility of MATC's management. Our responsibility is to express an opinion on these Supplementary Schedules of Expenditures of Federal and State Awards based on our audit.

The basic financial statements of MATC which comprise of the Statement of Net Assets, Statement of Revenues, Expenses and Changes in Net Assets, and the Statement of Cash Flows have been audited and a report dated November 11, 2009 has been issued. The basic financial statements are the responsibility of the MATC's management. We did not audit the basic financial statements of MATC; they were audited by other auditors and a separate report was issued.

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 of America, the provisions of Office of Management and Budget Circular A-133, Audits of States, Local Governments and Non-Profit Organizations, and with State Single Audit Guidelines issued by the Wisconsin Department of Administration. Those standards and guidelines require that we plan and perform the audit to obtain reasonable assurance about whether the Supplementary Schedules of Expenditures of Federal and State awards are free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the Supplementary Schedules of Expenditures of Federal and State awards. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the Supplementary Schedules of Expenditures of Federal and State Awards referred to above present fairly, in all material respects, the results of MATC operations of Federal and State Awards for the year ended June 30, 2009, in conformity with accounting principles generally accepted in the United States of America.



**COLEMAN & WILLIAMS, LTD.**  
*A Professional Services Firm*

To the Board of Directors  
Milwaukee Area Technical College District

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

*Coleman & Williams, Ltd.*

Milwaukee, Wisconsin  
November 11, 2009

316 North Milwaukee Street, Suite 350  
Milwaukee, Wisconsin 53202  
Telephone 414.278.0170  
Facsimile 414.278.1169

**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  
Milwaukee Area Technical College District  
Milwaukee, Wisconsin

We have audited the financial statements of the Milwaukee Area Technical College District (MATC) and the MATC Post Employment Benefits Trust as of and for the year ended June 30, 2009, which collectively comprise the MATC's basic financial statements and have issued our report thereon dated November 11, 2009. 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.

***Internal Control Over Financial Reporting***

In planning and performing our audit, we considered the MATC's internal control over financial reporting as a basis for designing our auditing procedures 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 MATC's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the MATC's internal control over financial reporting.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the MATC's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the MATC's financial statements that is more than inconsequential will not be prevented or detected by the MATC's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the MATC's internal control.

To the Board of Directors  
Milwaukee Area Technical College District

***Internal Control Over Financial Reporting (continued)***

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

***Compliance and Other Matters***

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

We noted certain matters that we have reported to management of the MATC in a separate letter dated November 11, 2009.

This report is intended solely for the information and use of the MATC Board of Directors, management, others within the entity, federal and state awarding agencies and pass-through entities and is not intended to be, and should not be, used by anyone other than these specified parties.

*Baker Tilly Vinchow Krause, LLP*

Milwaukee, Wisconsin  
November 11, 2009



COLEMAN & WILLIAMS, LTD.  
A Professional Services Firm

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS  
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER  
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND  
THE STATE SINGLE AUDIT GUIDELINES

To the Board of Directors  
Milwaukee Area Technical College District  
Milwaukee, Wisconsin

**Compliance**

We have audited the compliance of Milwaukee Area Technical College District (MATC) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* and the *State Single Audit Guidelines* that are applicable to each of its major federal and major state programs for the year ended June 30, 2009. MATC's major federal and major state programs are identified in the summary of auditors' 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 and major state programs is the responsibility of MATC's management. Our responsibility is to express an opinion on MATC'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; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; and the *State Single Audit Guidelines*. Those standards, OMB Circular A-133 and the *State Single Audit Guidelines*, 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 major state program occurred. An audit includes examining on a test basis, evidence about MATC'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 MATC's compliance with those requirements.

In our opinion MATC complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal and major state programs for the year ended June 30, 2009.

316 North Milwaukee Street, Suite 350  
Milwaukee, Wisconsin 53202  
Telephone 414.278.0170  
Facsimile 414.278.1169



To the Board of Directors  
Milwaukee Area Technical College District

***Internal Control Over Compliance***

The management of MATC is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal and state programs. In planning and performing our audit, we considered MATC's internal control over compliance with requirements that could have a direct and material effect on a major federal or major state 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 the internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of MATC's internal control over compliance.

A control deficiency in an entity'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 or state program on a timely basis.

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

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

Our consideration of 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.



**COLEMAN & WILLIAMS, LTD.**  
*A Professional Services Firm*

To the Board of Directors  
Milwaukee Area Technical College District

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

*Coleman & Williams, LTD*

Milwaukee, Wisconsin  
November 11, 2009

316 North Milwaukee Street, Suite 350  
Milwaukee, Wisconsin 53202  
Telephone 414.278.0170  
Facsimile 414.278.1169

**MILWAUKEE AREA TECHNICAL COLLEGE DISTRICT**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
For the Year Ended June 30, 2009

<u>Federal Grantor Pass-Through Grantor Program Title/Program Title</u>	<u>CFDA Number (a)</u>	<u>Project Identification</u>	<u>Internal Project Identification</u>	<u>Grant Period</u>	<u>Award Amount</u>	<u>Federal Revenues</u>	<u>Match</u>	<u>Total Expenditures</u>
<b>Major Federal Award Programs</b>								
<b>U.S. Department of Education</b>								
<b>Student Financial Assistance Cluster Programs</b>								
<b>Federal Supplemental Educational Opportunity</b>								
Grant Program (FSEOG)	84.007	NA	60400	7/1/08 to 6/30/09	\$ 500,000	\$ 410,239	\$ -	\$ 410,239
Federal Family Education Loan Program	84.032	NA		7/1/08 to 6/30/09	33,807,356	33,807,356	-	33,807,356
Federal Work Study (FWS)	84.033	NA	61000	7/1/08 to 6/30/09	540,000	534,895	-	534,895
Federal Pell Grant Program	84.063	NA	60600	7/1/08 to 6/30/09	18,100,000	18,091,424	-	18,091,424
Academic Competitiveness Grant	84.375	NA	NONE	7/1/08 to 6/30/09	20,000	10,775	-	10,775
<b>Total Student Financial Award Cluster</b>					<u>52,967,356</u>	<u>52,854,689</u>	<u>-</u>	<u>52,854,689</u>
<b>Passed Through Wisconsin Technical College System Board</b>								
<b>Adult Education State Grant Program</b>								
AEFL Comprehensive Program	84.002	09-401-146-129	14010	7/1/08 to 6/30/09	879,604	878,903	760,200	1,639,103
House of Correction	84.002	09-402-146-119	14020	7/1/08 to 6/30/09	59,656	59,656	19,885	79,541
MCCH-ABE	84.002	09-401-146-129	14430	7/1/08 to 6/30/09	28,920	28,920	-	28,920
SDC-ABE	84.002	09-401-146-129	14450	7/1/08 to 6/30/09	31,302	31,302	-	31,302
Journey House-Basic Skills	84.002	09-401-146-129	14530	7/1/08 to 6/30/09	50,915	47,855	-	47,855
Key New Readers Newspaper	84.002	09-553-146-139	15530	7/1/08 to 6/30/09	70,500	69,931	-	69,931
Bilingual English Lit/Civic Educ	84.002	09-629-146-169	16290	7/1/08 to 6/30/09	17,250	17,250	-	17,250
Neighborhood House-ABE	84.002	09-401-146-129	18110	7/1/08 to 6/30/09	14,845	14,845	-	14,845
Childrens Outing Assn AEFL	84.002	09-401-146-129	18120	7/1/08 to 6/30/09	15,914	15,914	-	15,914
YWCA-AEFL	84.002	09-401-146-129	18890	7/1/08 to 6/30/09	15,000	14,488	-	14,488
Milwaukee Achievers-AEFL	84.002	09-401-146-129	18900	7/1/08 to 6/30/09	15,000	15,000	-	15,000
<b>Total 84.002</b>					<u>1,198,906</u>	<u>1,194,064</u>	<u>780,085</u>	<u>1,974,149</u>
<b>Vocational Education - Basic Grants to States</b>								
VEA Support Services (Special Needs)	84.048	09-418-150-239	14181	7/1/08 to 6/30/09	1,497,477	1,497,477	1,400,000	2,897,477
Program Improvement -Health	84.048	09-690-150-259	16901	7/1/08 to 6/30/09	158,650	123,641	-	123,641
Program Improvement -Tech	84.048	09-690-150-259	16902	7/1/08 to 6/30/09	102,094	134,908	-	134,908
Program Improvement-Business	84.048	09-690-150-259	16905	7/1/08 to 6/30/09	138,583	140,778	-	140,778
MATC NTO Project	84.048	09-882-150-269	18820	7/1/08 to 6/30/09	99,832	99,832	-	99,832
Skill Attainment	84.048	09-883-150-229	18830	7/1/08 to 6/30/09	195,184	40,485	-	40,485
<b>Total 84.048</b>					<u>2,191,820</u>	<u>2,037,121</u>	<u>1,400,000</u>	<u>3,437,121</u>
<b>Total Major Federal Award Programs</b>					<u>56,358,082</u>	<u>56,085,874</u>	<u>2,180,085</u>	<u>58,265,959</u>

See accompanying notes to Schedules of Federal and State Awards

**MILWAUKEE AREA TECHNICAL COLLEGE DISTRICT**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
For the Year Ended June 30, 2009

<u>Federal Grantor Pass-Through Grantor Program Title/Program Title</u>	<u>CFDA Number (a)</u>	<u>Project Identification</u>	<u>Internal Project Identification</u>	<u>Grant Period</u>	<u>Award Amount</u>	<u>Federal Revenues</u>	<u>Match</u>	<u>Total Expenditures</u>
<b>Nonmajor Federal Award Programs</b>								
<b>US Department of Education</b>								
Migrant Education - High School Equivalency Program HEP	84.141A	S141A040018	17680	7/1/08 to 6/30/09	\$ 346,295	\$ 346,295	-	\$ 346,295
<i>Passed Through Wis. Technical College System Board</i>								
M-Mecap	84.243	09-427-150-409	14270	7/1/08 to 6/30/09	173,440	172,833	-	172,833
<b>Higher Education Programs</b>								
CCAMPIS	84.335A	P335A060360	18640	7/1/08 to 9/30/08	23,143	22,295	-	22,295
CCAMPIS	84.335A	P335A060360-09	18930	10/1/08 to 6/30/09	136,727	136,727	-	136,727
Total 84.335A					159,870	159,022	-	159,022
<b>U.S. Department of Agriculture</b>								
<i>Passed Through Wisconsin Dept. of Public Instruction</i>								
Child Care Centers Food Rebate	10.558	NA	NA	7/1/08 to 6/30/09	23,200	30,859	-	30,859
<i>Passed Through Wisconsin Dept. of Workforce Development</i>								
FSET	10.561	F1	18660	7/1/08 to 9/30/08	214,265	176,403	10,557	186,960
MET-FSET	10.561	F1	18661	7/1/08 to 9/30/08	45,400	45,434	-	45,434
MEC-FSET	10.561	F1	18662	7/1/08 to 9/30/08	6,120	1,453	1,453	2,906
MEC-FSET Assessments	10.561	F1	18663	7/1/08 to 9/30/08	12,750	6,500	-	6,500
FSET-Banking & Finance	10.561	F1	18664	7/1/08 to 9/30/08	11,198	5,599	5,599	11,198
FSET	10.561	F1	18960	10/1/08 to 4/30/09	225,539	226,872	17,224	244,096
MET-FSET	10.561	F1	18961	7/1/08 to 9/30/08	119,337	119,337	-	119,337
MEC-FSET	10.561	F1	18962	7/1/08 to 9/30/08	8,750	4,021	4,021	8,042
FSET	10.561	09-FSET-30	19150	5/1/09 to 6/30/09	49,500	49,500	6,351	55,851
MET - FSET	10.561	09-FSET-30	19151	5/1/09 to 6/30/09	43,079	43,079	-	43,079
MCC - FSET	10.561	09-FSET-30	19152	5/1/09 to 6/30/09	1,596	1,596	1,596	3,192
Total 10.561					737,534	679,794	46,801	726,595
<b>U.S. Department of Housing and Urban Development</b>								
<i>Passed through City of Milwaukee</i>								
Hillside Learning Lab	14.866	08-058 (HA)	18670	7/1/08 to 12/31/08	52,426	52,412	-	52,412
Hillside Learning Lab	14.866	09-013 (HA)	19030	1/1/09 to 6/30/09	42,939	42,939	-	42,939
Total 14.866					95,365	95,351	-	95,351

See accompanying notes to Schedules of Federal and State Awards

**MILWAUKEE AREA TECHNICAL COLLEGE DISTRICT**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
For the Year Ended June 30, 2009

<u>Federal Grantor Pass-Through Grantor Program Title/Program Title</u>	<u>CFDA Number (a)</u>	<u>Project Identification</u>	<u>Internal Project Identification</u>	<u>Grant Period</u>	<u>Award Amount</u>	<u>Federal Revenues</u>	<u>Match</u>	<u>Total Expenditures</u>
<b>Nonmajor Federal Award Programs (continued)</b>								
<b>National Science Foundation</b>								
<i>Passed Through University of Wisconsin Milwaukee</i>								
Education and Human Resources								
Milwaukee Mathematics Partnership	47.076	03-311-NM	18540	9/1/08 to 6/30/09	\$ 16,472	\$ 16,472	-	\$ 16,472
Milwaukee Mathematics Partnership	47.076	03-311-NM	18940	9/1/08 to 6/30/09	64,564	64,564	-	64,564
<i>Passed Through Wisconsin Alliance for Minority Participation</i>								
WiscAMP								
	47.076	K085205	19250	1/1/09 to 6/30/09	5,341	5,341	-	5,341
Total 47.076					<u>86,377</u>	<u>86,377</u>	-	<u>86,377</u>
<b>U.S Department of Labor</b>								
Employment and Training Administration Pilots, Demonstrations, and Research Projects								
WISPASS	17.261	AF-15281-06-06	17990	7/1/08 to 6/30/09	2,333	(3,783)	-	(3,783)
Community Based Job Training Grant								
WISTEC DOL Project	17.269	CB159670760A55	18460	7/1/08 to 6/30/09	637,953	637,593	-	637,593
<b>U.S Department of Health and Human Services</b>								
<i>Passed Through University of Wisconsin Milwaukee</i>								
UWM-MATC Bridges								
	93.375	K083645	18400	7/1/08 to 6/30/09	44,184	44,184	-	44,184
<b>Corporation for National and Community Service</b>								
<i>Passed through MESA Community College</i>								
ASSET Grant								
	94.005	06LHHAZ001	18700	10/15/08 to 6/30/09	5,050	5,050	-	5,050
Total Nonmajor Federal Award Programs					<u>2,311,601</u>	<u>2,253,575</u>	46,801	<u>2,300,376</u>
Total Federal Award Programs					<u>\$ 58,669,683</u>	<u>\$ 58,339,449</u>	<u>\$ 2,226,886</u>	<u>\$ 60,566,335</u>

See accompanying notes to Schedules of Federal and State Awards

MILWAUKEE AREA TECHNICAL COLLEGE DISTRICT

SCHEDULE OF EXPENDITURES OF STATE AWARDS  
For the Year Ended June 30, 2009

<u>State Grantor Pass-Through Grantor Program Title/Program Title</u>	<u>State ID Number (a)</u>	<u>Project Identification</u>	<u>Internal Project Identification</u>	<u>Grant Period</u>	<u>Award Amount</u>	<u>State Revenue</u>	<u>Match</u>	<u>Total Expenditures</u>
<b>Major State Award Programs</b>								
Wisconsin Technical College Systems Board State Aids for Technical Colleges	292.105	(d)	NA	7/1/08 to 6/30/09	\$ 25,515,244	\$25,236,939	\$ -	\$ 25,236,939
<b>Incentive Grants</b>								
Alternative Basic Education and Family Literacy MUL-ABE	292.112	09-410-112-129	14100	7/1/08 to 6/30/09	\$ 448,233	\$ 457,819	\$ -	\$ 457,819
CYD-Basic Skills	292.112	09-410-112-129	14510	7/1/08 to 6/30/09	49,483	48,131	-	48,131
Esperanza Unida- Basic Skills	292.112	09-410-112-129	14520	7/1/08 to 6/30/09	16,219	15,760	-	15,760
Spanish Center-Basic Skills	292.112	09-410-112-129	14440	7/1/08 to 6/30/09	34,920	34,920	-	34,920
Adult Learning Center Basic Skills	292.112	09-410-112-129	14570	7/1/08 to 6/30/09	50,000	50,000	-	50,000
Milwaukee Career Cooperative - Basic Skills	292.112	09-410-112-128	18130	7/1/08 to 6/30/09	15,000	15,000	-	15,000
Computer Simulation & Gaming	292.112	09-410-112-128	18310	7/1/08 to 6/30/09	14,845	7,071	-	7,071
ABE/ELL Career Pathways	292.112	09-847-112-139	18470	7/1/08 to 6/30/09	66,528	65,103	43,402	108,505
Esperanza Unida-ABE/ELL Career Pathways	292.112	09-879-112-169	18790	7/1/08 to 6/30/09	18,600	19,384	15,000	34,384
Advanced Coding Certificate	292.112	09-879-112-169	18791	7/1/08 to 6/30/09	26,400	25,616	-	25,616
MSSC Instructor Training	292.112	09-880-112-139	18800	7/1/08 to 6/30/09	27,390	3,017	1,006	4,023
Roofing Apprentice/Apprenticeship Program	292.112	09-898-112-119	18980	7/1/08 to 6/30/09	25,000	24,340	-	24,340
Youth Outreach	292.112	09-900-112-139	19000	7/1/08 to 6/30/09	8,250	8,250	2,750	11,000
<i>Passed through Waukesha County Technical College</i> Advanced Manufacturing Network	292.112	11-947-112-139	19220	7/1/08 to 6/30/09	5,000	5,000	-	5,000
	292.112	08-934-112-119	17700	7/1/08 to 6/30/09	41,942	39,174	13,058	52,232
Total 292.112					847,810	818,585	75,216	893,801
<b>Wisconsin Higher Educational Aids Board</b>								
Higher Education Grant	235.102	(d)	NA	7/1/08 to 6/30/09	4,250,000	4,215,127	-	4,215,127
GI Bill Remission Funding	235.105	(d)	NA	7/1/08 to 6/30/09	170,000	229,000	-	229,000
Total 235.xxx					4,420,000	4,444,127	-	4,444,127
<b>Total Major State Award Programs</b>					30,783,054	30,499,651	75,216	30,574,867

MILWAUKEE AREA TECHNICAL COLLEGE DISTRICT

SCHEDULE OF EXPENDITURES OF STATE AWARDS  
For the Year Ended June 30, 2009

	<u>State ID Number (a)</u>	<u>Project Identification</u>	<u>Internal Project Identification</u>	<u>Grant Period</u>	<u>Award Amount</u>	<u>State Revenue</u>	<u>Match</u>	<u>Total Expenditures</u>
<b>Nonmajor State Award Programs</b>								
Minority Student Participation and Retention Program								
Minority Student Retention	292.109	09-644-109-119	16440	7/1/08 to 6/30/09	<u>84,150</u>	<u>81,652</u>	<u>27,217</u>	<u>108,869</u>
Workforce Advancement Training								
Lake Express -Shipboard Firefighting	292.116	09-872-116-119	18720	7/1/08 to 6/30/09	6,475	6,187		6,187
Leadership Dev. Skills-MEC Midwest	292.116	09-897-116-119	18970	7/1/08 to 6/30/09	5,197	4,078	1,359	5,437
Welding Training - KMC Stamping	292.116	09-901-116-119	19010	7/1/08 to 6/30/09	12,630	12,630		12,630
Hall Steel Welding	292.116	09-914-116-119	19140	7/1/08 to 6/30/09	5,781	5,781		5,781
Computer Training for MEC Midwest	292.116	09-916-116-119	19160	7/1/08 to 6/30/09	<u>1,180</u>	<u>1,180</u>	<u>393</u>	<u>1,573</u>
Total 292.116					<u>31,263</u>	<u>29,856</u>	<u>1,752</u>	<u>31,608</u>
Teaching and Learning Thru Technology	292.123	09-477-123-119	14770	7/1/08 to 6/30/09	<u>63,090</u>	<u>63,090</u>	<u>63,090</u>	<u>126,180</u>
Wisconsin Higher Educational Aids Board								
Minority Undergraduate Retention Grant	235.107	(d)	NA	7/1/08 to 6/30/09	<u>205,000</u>	<u>262,116</u>	<u>-</u>	<u>262,116</u>
Talent Incentive Program	235.114	(d)	NA	7/1/08 to 6/30/09	<u>438,000</u>	<u>415,327</u>	<u>-</u>	<u>415,327</u>
Indian Student Assistance Grants	235.132	(d)	NA	7/1/08 to 6/30/09	<u>45,000</u>	<u>39,050</u>	<u>-</u>	<u>39,050</u>
Wisconsin Technical College Systems Board								
Supplemental State Aids								
for Non Resident Students	292.107	(d)	NA	7/1/08 to 6/30/09	<u>200,000</u>	<u>163,740</u>	<u>-</u>	<u>163,740</u>
Displaced Homemakers:								
Transition: Choices for Displaced Homemakers	292.106	09-406-106-119	14060	7/1/08 to 6/30/09	<u>61,200</u>	<u>61,200</u>	<u>6,800</u>	<u>68,000</u>
Transitioning for College Success	292.115	09-407-115-119	14070	7/1/08 to 6/30/09	<u>23,875</u>	<u>23,875</u>	<u>7,958</u>	<u>31,833</u>
Health Care Education								
Practical Nursing PT Track	292.161	09-848-161-119	18480	7/1/08 to 6/30/09	<u>58,212</u>	<u>58,213</u>	<u>-</u>	<u>58,213</u>

MILWAUKEE AREA TECHNICAL COLLEGE DISTRICT

SCHEDULE OF EXPENDITURES OF STATE AWARDS  
For the Year Ended June 30, 2009

<u>State Grantor Pass-Through Grantor Program Title/Program Title</u>	<u>State ID Number (a)</u>	<u>Project Identification</u>	<u>Internal Project Identification</u>	<u>Grant Period</u>	<u>Award Amount</u>	<u>State Revenue</u>	<u>Match</u>	<u>Total Expenditures</u>
<b>Nonmajor State Award Programs (continued)</b>								
Wisconsin Department of Transportation								
Basic Motorcycle Rider	20.395	0094-08-11	18780	7/1/08 to 11/1/08	28,552	23,231	-	23,231
Basic Motorcycle Rider	20.395	M/C-09-09-634-V	19100	1/1/09 to 6/30/09	13,223	13,223	-	13,223
Total 20.395					41,775	36,454	-	36,454
Wisconsin Department of Revenue								
State Aid in Lieu of Computer Taxes	835.109	N/A	N/A	7/1/08 to 6/30/09	\$ 1,311,835	\$ 1,422,177	-	\$ 1,422,177
Wisconsin Department of Natural Resources								
State Aid - Computers	370.503	N/A	N/A	7/1/08 to 6/30/09	5,000	2,222	-	2,222
Total Nonmajor State Award Programs					2,568,400	2,658,972	106,817	2,765,789
Total State Award Programs					\$ 33,351,454	\$ 33,158,623	\$ 182,033	\$ 33,340,656



**MILWAUKEE AREA  
 TECHNICAL COLLEGE DISTRICT**

NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
 For the Year Ended June 30, 2009

**(1) Scope of Review**

The Milwaukee Area Technical College District Board (District) oversees the operation of the Milwaukee Area Technical College (MATC) under the provisions of Chapter 38 of the Wisconsin Statutes. The District includes Milwaukee County, most of Ozaukee County and portions of Waukesha and Washington Counties and the local municipalities located therein. Activities of the District are subject to the audit requirements contained in the scope of the Office of Management and Budget Circular No. A-133 *Audits of States, Local Governments and Non-Profit Organizations* and the *State Single Audit Guidelines*.

**(a) Programs Subject to Single Audit**

Federal awards received by the District (either directly from the federal government or passed through the State of Wisconsin), awards received from the State of Wisconsin and awards to the District passed through other governmental entities have been included in the Schedules of Expenditures of Federal and State Awards.

The following amounts are noncash award programs included on the Schedules of Expenditures of Federal and State Awards. No monies were received or expended by the District. However, the program is included in the scope of the Single Audit within the Student Financial Assistance cluster:

<u>Program</u>	<u>Loans Disbursed</u>
Subsidized	\$ 21,481,002
Unsubsidized	12,326,354
<b>Total Federal Family Education Loan Program</b>	<b><u><u>\$ 33,807,356</u></u></b>



**MILWAUKEE AREA  
TECHNICAL COLLEGE DISTRICT**

NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
For the Year Ended June 30, 2009

---

**(2) Summary of Significant Accounting Policies**

**(a) Revenue Recognition**

Consistent with the District's 2009 basic financial statements, revenues and expenditures included in the Schedules are presented on the accrual basis of accounting. Under this basis, revenues are recognized in the accounting period in which they are earned and expenditures are recognized in the accounting period in which the liability is incurred.

**(b) Cost Allocation**

The District has a plan for allocation of indirect costs related to federal and state awards. The amounts allocated to awards during a fiscal year are based on the total costs of central services, the portion to be allocated to the departments and the portion that the District can reasonably expect to recover through reimbursement by federal and/or state programs.

**(c) Sub-grantee**

Certain program funds are passed through the District to sub-grantee organizations. The Schedules do not contain separate schedules disclosing how the sub-grantees outside of the District's control utilized the funds. The District requires sub-grantees to submit a separate audit report disclosing the use of the program funds.

**(3) Oversight Agency**

Although the Department of Education has been designated as the District's federal oversight agency for the single audit, certain responsibilities related to the single audit have been delegated by the Department of Education to the Wisconsin Technical College System Board.



**MILWAUKEE AREA  
TECHNICAL COLLEGE DISTRICT**

NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
For the Year Ended June 30, 2009

**(4) Contingency**

All federal and state awards are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursements by the grantor agencies for costs disallowed under the terms of the awards. It is the opinion of District management that all costs charged against federal and state awards are allowable under the regulations of those programs.

**(5) Schedule of Subrecipient Awards**

The following schedule is a summary of federal and state awards which have been passed through to subrecipients:

<u>Subrecipient/Program FY09</u>	<u>CFDA/State ID Number</u>	<u>Project Identification Number</u>	<u>Federal</u>	<u>State</u>
Milwaukee Employment Training - FSET	10.561	F1	\$ 45,434	\$ -
Milwaukee Employment Training - FSET	10.561	F1	43,079	-
Milwaukee Employment Training - FSET	10.561	F1	119,337	-
Milwaukee Careers Co-operative-FSET	10.561	F1	13,571	-
Multicultural Community High School-ABE	84.002	09-401-146-128	28,920	-
Social Development Commission-ABE	84.002	09-401-146-128	31,302	-
Journey House-Basic Skills	84.002	09-401-146-128	47,855	-
Neighborhood House - AEFL	84.002	09-401-146-128	14,845	-
Children's Outing Association - AEFL	84.002	09-401-146-128	15,914	-
Milwaukee Achievers - AEFL	84.002	09-401-146-128	15,000	-
YWCA - AEFL	84.002	09-401-146-128	14,488	-
Career Youth Development-Basic Skills	292.112	09-410-112-128	-	15,760
Esperanza Unida- Basic Skills	292.112	09-410-112-128	-	34,920
Milwaukee Urban League-ABE	292.112	09-410-112-128	-	48,131
Spanish Center-Basic Skills	292.112	09-410-112-128	-	50,000
Milwaukee Careers Co-operative-Basic Skill	292.112	09-410-112-128	-	7,071
Adult Learning Center-Basic Skills	292.112	09-410-112-128	-	15,000
			<u>\$ 389,745</u>	<u>\$ 170,882</u>



MILWAUKEE AREA  
TECHNICAL COLLEGE DISTRICT

NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
For the Year Ended June 30, 2009

(6) Reconciliation of federal and state awards to the basic financial statements

*Reconciliation of Federal Revenue*

Federal revenue per Basic Financial Statements	\$ 24,957,414
Medicare	(414,975)
Other	(10,346)
Noncash awards - Federal Family Education Loan Program	33,807,356
	<hr/>
Total State Revenue per Schedule(direct and pass-through)	\$ 58,339,449
	<hr/>

*Reconciliation of State Revenue*

State revenue per Basic Financial Statements	
State grants	\$ 6,613,041
State operating appropriation	<hr/> 26,794,226
Total State Revenue per Basic Financial Statements	33,407,267
ECB reported as State revenue in the Basic Financial Statements	(250,800)
Other	2,156
	<hr/>
Total State Revenue per Schedule(direct and pass-through)	\$ 33,158,623
	<hr/>



**MILWAUKEE AREA  
TECHNICAL COLLEGE DISTRICT**

**SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
For the Year Ended June 30, 2009**

---

**Internal Control Over Financial Reporting**

**Finding 08-01:**

**Condition**

Journal entries prepared as part of the project accounting process are not reviewed or approved by someone other than the preparer.

**Recommendation**

We recommend that all journal entries be reviewed and approved by someone other than the preparer, preferably someone at least one level above the individual who prepares the journal entry.

**Management Corrective Action**

The Controller and the Vice president-finance discuss the closing entries each month and the Vice president-finance reviews the final financial statements each month as a review of the culmination of all entries prepared during the accounting period.

**Current Status**

MATC implemented its corrective action. There were no findings for the year ended June 30, 2009. This finding has been satisfactorily cleared.

**Project Accounting Journal Entry Review and Approval**

**Finding 08-02:**

**Condition**

Journal entries prepared as part of the project accounting process are not reviewed or approved by someone other than the preparer.



**MILWAUKEE AREA  
TECHNICAL COLLEGE DISTRICT**

**SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
For the Year Ended June 30, 2009**

---

**Recommendation**

We recommend that all journal entries prepared as part of the project accounting process be reviewed and approved by someone other than the preparer, preferably someone with a knowledge in accounting and OMB Circular A-87, Cost Principles for State, Local and Indian Tribal Governments.

**Management Corrective Action**

We recommend that all journal entries prepared as part of the project accounting process be reviewed and approved by someone other than the preparer, preferably someone with a knowledge in accounting and OMB Circular A-87, Cost Principles for State, Local and Indian Tribal Governments.

**Current Status**

MATC implemented its corrective action. There were no findings for the year ended June 30, 2009. This finding has been satisfactorily cleared.



**MILWAUKEE AREA TECHNICAL COLLEGE DISTRICT**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
For the Year Ended June 30, 2009

**Section I - Summary of Auditors' Results**

Financial Statements

Type of auditor's report issued:	Unqualified		
Internal control over financial reporting:			
Material weakness(es) identified?	_____ yes	_____ <u>X</u> _____	No
Significant deficiencies identified not considered to be material weaknesses?	_____ yes	_____ <u>X</u> _____	No
Noncompliance material to basic financial statements noted?	_____ yes	_____ <u>X</u> _____	No

Federal or State Awards

Internal control over major programs:			
Material weakness(es) identified?	_____ yes	_____ <u>X</u> _____	No
Significant deficiencies identified not considered to be material weaknesses?	_____ yes	_____ <u>X</u> _____	No

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 OMB Circular A-133 or the state single audit guidelines? \_\_\_\_\_ yes \_\_\_\_\_ X \_\_\_\_\_ No

Identification of major federal programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
84.007	Student Financial Assistance Cluster:
	Federal Supplemental Educational Opportunity Grant Program
84.032	Federal Family Education Loan Program
84.033	Federal Work Study
84.063	Federal Pell Grant Program
84.375	Academic Competitiveness Grant
84.002	ABE Comprehensive
84.048	VEA Special Needs



**MILWAUKEE AREA TECHNICAL COLLEGE DISTRICT**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
For the Year Ended June 30, 2009

Identification of major state programs:

<u>Identification Number</u>	<u>Name of State Program</u>
292.105	State Aid for Technical Colleges
292.112	Incentive Grant
235.102	Wisconsin Higher Education Grant

Dollar threshold used to distinguish between  
Type A and Type B programs:

<u>Federal</u>	<u>State</u>
<u>\$ 735,962</u>	<u>\$ 100,000</u>

Auditee qualified as low-risk auditee?

Federal programs	_____ yes	_____ <u>X</u> no
State programs	_____ yes	_____ <u>X</u> no

**Section II - Financial Statement Findings**

There were no findings

**Section III - Federal and State Award Findings and Questioned Costs**

There were no findings



**MILWAUKEE AREA TECHNICAL COLLEGE DISTRICT**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
For the Year Ended June 30, 2009

**Section IV - Other Issues**

1. 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?  
\_\_\_\_\_ yes   X   no \_\_\_\_\_ N/A
2. Does the audit report show audit issues (i.e., material non-compliance, non-material non-compliance, questioned costs, material weakness, significant deficiencies, 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 Technical College Systems Board	_____	yes	<u>  X  </u>	no	_____	N/A
Wisconsin Higher Educational Aids Board	_____	yes	<u>  X  </u>	no	_____	N/A
Department of Public Instruction	_____	yes	<u>  X  </u>	no	_____	N/A
Department of Natural Resource	_____	yes	<u>  X  </u>	no	_____	N/A
Department of Revenue	_____	yes	<u>  X  </u>	no	_____	N/A
Department of Transportation	_____	yes	<u>  X  </u>	no	_____	N/A

3. Was a Management Letter or other document audit comments issued as a result of this audit?  
  X   yes \_\_\_\_\_ no \_\_\_\_\_ N/A

4. Name and signature of partner  
\_\_\_\_\_  
William B. Coleman, CPA, Partner

5. Date of report  
November 11, 2009