
American Academy of Pediatrics

**Federal Awards
Supplemental Information
June 30, 2019**

Independent Auditor's Reports

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance 1

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* 2-3

Report on Compliance for Each Major Federal Program and Report on Internal Control Over
Compliance Required by the Uniform Guidance 4-5

Schedule of Expenditures of Federal Awards 6-8

Notes to Schedule of Expenditures of Federal Awards 9

Schedule of Findings and Questioned Costs 10-11

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

Independent Auditor's Report

To the Board of Directors
American Academy of Pediatrics

We have audited the financial statements of the American Academy of Pediatrics as of and for the year ended June 30, 2019 and have issued our report thereon dated September 6, 2019, 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. We have not performed any procedures with respect to the audited financial statements subsequent to September 6, 2019.

The accompanying schedule of expenditures of federal awards is presented for the purpose of additional analysis, as required by the Uniform Guidance, 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 information is fairly stated in all material respects in relation to the financial statements as a whole.

Plante & Moran, PLLC

September 6, 2019

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*

Independent Auditor's Report

To Management and the Board of Directors
American Academy of Pediatrics

We have audited, 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, the financial statements of the American Academy of Pediatrics (the "Academy"), which comprise the statements of financial position as of June 30, 2019 and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements and have issued our report thereon dated September 6, 2019.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Academy'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 the Academy's internal control. Accordingly, we do not express an opinion on the effectiveness of the Academy'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 Academy'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 reasonable assurance about whether the Academy'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 to be reported under *Government Auditing Standards*.

To Management and the Board of Directors
American Academy of Pediatrics

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 Academy'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 Academy's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Plante & Moran, PLLC

September 6, 2019

Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance Required
by the Uniform Guidance

Independent Auditor's Report

To the Board of Directors
American Academy of Pediatrics

Report on Compliance for Each Major Federal Program

We have audited American Academy of Pediatrics' (the "Academy") compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Compliance Supplement that could have a direct and material effect on each of the Academy's major federal programs for the year ended June 30, 2019. The Academy's major federal 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 federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Academy'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 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* (the "Uniform Guidance"). 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 program occurred. An audit includes examining, on a test basis, evidence about the Academy'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 the Academy's compliance.

Opinion on Each Major Federal Program

In our opinion, the Academy 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 the major federal programs for the year ended June 30, 2019.

Report on Internal Control Over Compliance

Management of the Academy 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 Academy'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 the Uniform Guidance, 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 Academy's internal control over compliance.

To the Board of Directors
American Academy of Pediatrics

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 a 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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Plante & Moran, PLLC

September 6, 2019

American Academy of Pediatrics

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2019

Federal Grantor / Pass-through Grantor / Program Title	CFDA	Pass-through Number	Federal Expenditures	Provided to Subrecipients
Research and Development Cluster:				
U.S. Department of Health and Human Services:				
Health Resources and Services Administration,				
Maternal and Child Health Bureau:				
Direct Awards:	93.110			
MCH Research Network Programs			\$ 208,328	\$ 9,829
Bright Futures Pediatric Implementation			1,046,574	265,784
Medical Home Capacity Building for CSHCN			359,890	29,206
Building Systems of Services for CYSHCN			658,548	39,382
Awareness and Access to Care for Children and Youth with Epilepsy			695,488	63,876
Alliance for Innovation on Maternal and Child Health			6,773	-
Pass-through from Boston University Medical Center - Health Insurance and Financing / CSHCN		4500002371	1,241	-
Pass-through from Trustees of Boston University - Health Care Delivery System Innovations for Children with Medical Complexity		4500002820	181,312	-
Total Health Resources and Services Administration, Maternal and Child Health Bureau			3,158,154	408,077
Agency for Healthcare Research and Quality:				
Direct Awards -	93.226			
National Center for Pediatric Practice Based Research and Learning			8,320	-
Pass-through from Albert Einstein College of Medicine - Reducing Diagnostic Errors in Primary Care Pediatrics		311231	27,837	-
Total Agency for Healthcare Research and Quality			36,157	-
Centers for Disease Control and Prevention -				
Healthy Youth Development Prevention Research Center - Pass-through from Regents of the University of Minnesota - Healthy Youth Developmental Prevention Research Center	93.135	N006894502	89,877	9,959
National Institutes of Health:				
National Cancer Institute:				
Pass-through from Massachusetts General Hospital - Changing Pediatric Office Systems Nationally to Address Parental Tobacco Use	93.393	228174	408	-
Pass-through from The Regents of University of California - Improving HPV Vaccination in Pediatric Primary Care - The Stop HPV Trial		1647 G VA046	266,552	-
Total National Cancer Institute			266,960	-
National Heart, Lung and Blood Institute -				
Pass-through from Regents of University of Michigan - Population Effects of Motivation Interviewing on - Pediatric Obesity in Primary Care	93.837	3004072720	305,335	26,165

American Academy of Pediatrics

Schedule of Expenditures of Federal Awards (Continued)

Year Ended June 30, 2019

Federal Grantor / Pass-through Grantor / Program Title	CFDA	Pass-through Number	Federal Expenditures	Provided to Subrecipients
National Institute of Child Health and Human Development: Pass-through from Seattle Children's Hospital - Dialogue Around Respiratory Illness Treatment	93.865	11320SUB	\$ 21,096	\$ -
Pass-through from Columbia University Health Sciences - Flu2Text: A Multi-Site Study Assessing an Intervention for 2nd Dose of Influenza Vaccine		1(GG011848-01)	186,738	-
Pass-through from Boston Medical Center - Implementing an Intervention to Address Social Determinants of Health in Pediatric Practices		6257	<u>186,467</u>	<u>18,967</u>
Total National Institute of Child Health and Human Development			394,301	18,967
National Institute on Drug Abuse - Direct Award - Helping Eliminate Marijuana Use Through Pediatric Pr	93.279		90,265	-
National Institute of Mental Health: Direct Award - Transition to Medication Self-Management for Youth with ASD and Co-Occurring ADHD	93.242		13,331	5,160
Pass-through from Cincinnati Children's Hospital Medical Center - Nationwide Dissemination of a Web-based QI Intervention: To Improve the Quality of ADHD Care		305844	<u>3,702</u>	<u>-</u>
Total National Institute of Mental Health			<u>17,033</u>	<u>5,160</u>
Total National Institutes of Health			<u>1,073,894</u>	<u>50,292</u>
Total Research and Development Cluster			4,358,082	468,328
U.S. Department of Health and Human Services: Administration for Children and Families, Office of Head Start - Direct Award - National Center on Early Childhood Health and Wellness	93.600		7,741,386	3,616,447
Centers for Disease Control and Prevention: Direct Awards:				
PPHF 2013: OSTLTS Partnerships - CBA of the Public Health System (<i>Umbrella Agreement</i>)	93.424		1,117,040	27,609
Category C: Pediatric Health Care Clinicians (<i>Umbrella Agreement</i>)	93.421		2,950,574	50,128
Improving Immunization Rates and Enhancing Disease Prevention through Partnerships with Providers	93.185		1,583,771	142,252
Building Capacity for School Sexual Health Services through Training, Education, Assistance, Mentoring, and Support Component 3B	93.079		221,545	-
Meeting the Environmental Health Needs of Children	93.161		1,597,568	1,125,182
Pass-through from Special Olympics, Inc. - Inclusive Health Innovation	93.184	Y3 18-800-20	<u>(709)</u>	<u>-</u>
Total Centers for Disease Control and Prevention			7,469,789	1,345,171

American Academy of Pediatrics

Schedule of Expenditures of Federal Awards (Continued)

Year Ended June 30, 2019

Federal Grantor / Pass-through Grantor / Program Title	CFDA	Pass-through Number	Federal Expenditures	Provided to Subrecipients
Health Resources and Services Administration, Maternal and Child Health Bureau:				
Pass-through from American College of Obstetricians and Gynecologists - Guidelines for Women's Preventive Services	93.110	UH0MC29440	\$ (72)	\$ (165)
Pass-through from Baylor College of Medicine - National Emergency Medical Services for Children (EMSC) Resource Centers Demonstration CA	93.127	7000000164	<u>71,509</u>	<u>-</u>
Total Health Resources and Services Administration, Maternal and Child Health Bureau			71,437	(165)
Substance Abuse and Mental Health Services Administration:				
Pass-through from American Academy of Addiction Psychiatry - Collaborative Strategies for Training Health Professionals	93.243	PCSSMAT-16S1-7	4,477	-
Pass-through from The Regents of the University of California - Pediatric Approach to Trauma, Treatment and Resilience		1647 G UA157	<u>234,945</u>	<u>-</u>
Total Substance Abuse and Mental Health Services Administration			239,422	-
U.S. Agency for International Development:				
Pass-through from University Research Co., LLC - Applying Science to Strengthen and Improve Systems (ASSIST)	98.001	FY18-S02-8800	576,710	-
Pass-through from Management Sciences for Health, Inc - Accessible Continuum of Care and Essential Services Sustained (ACCESS) in Madagascar		A587-ACCESS	<u>45,371</u>	<u>-</u>
Total U.S. Agency for International Development			<u>622,081</u>	<u>-</u>
Total expenditures of federal awards			<u><u>\$ 20,502,197</u></u>	<u><u>\$ 5,429,781</u></u>

Notes to Schedule of Expenditures of Federal Awards

Year Ended June 30, 2019

Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of American Academy of Pediatrics (the "Academy") under programs of the federal government for the year ended June 30, 2019. The information in the Schedule 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* (the "Uniform Guidance"). Because the Schedule presents only a selected portion of the operations of the Academy, it is not intended to and does not present the financial position, changes in net assets, functional expenses, or cash flows of the Academy.

Note 2 - Summary of Significant Accounting Policies

Expenditures reported in the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

The Academy has elected not to use the 10 percent *de minimis* indirect cost rate to recover indirect costs, as allowed under the Uniform Guidance.

Note 3 - Adjustments and Transfers

During the year ended June 30, 2019, there were no transfers of grant overpayments.

Note 4 - Loans Outstanding

Of the federal expenditures presented in the Schedule, there were no loans or guarantees outstanding at June 30, 2019.

Note 5 - Noncash Assistance

The grantee neither received nor disbursed federal awards in the form of nonmonetary assistance for the year ended June 30, 2019.

Schedule of Findings and Questioned Costs

Schedule of Findings and Questioned Costs

Year Ended June 30, 2019

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? Yes No
- Significant deficiency(ies) identified that are not considered to be material weaknesses? Yes None reported

Noncompliance material to financial statements noted? Yes None reported

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified that are not considered to be material weaknesses? Yes None reported

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 2 CFR 200.516(a)? Yes No

Identification of major programs:

CFDA Number	Name of Federal Program or Cluster
93.600	Head Start - National Center on Health
93.421	Strengthening Public Health Systems and Services through National Partnerships to Improve and Protect the Nation's Health

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee? Yes No

Section II - Financial Statement Audit Findings

None

Section III - Federal Program Audit Findings

None