

# **American Academy of Pediatrics**

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**Federal Awards  
Supplemental Information  
June 30, 2017**

# American Academy of Pediatrics

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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 basic financial statements of the American Academy of Pediatrics as of and for the year ended June 30, 2017 and have issued our report thereon dated August 28, 2017, 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 August 28, 2017.

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 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 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*

August 28, 2017

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 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 the American Academy of Pediatrics (the "Academy"), which comprise the basic statement of financial position as of June 30, 2017 and the related basic statements of activities, changes in net assets, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated August 28, 2017.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the American Academy of Pediatrics' 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.

To Management and the Board of Directors  
American Academy of Pediatrics

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the American Academy of Pediatrics' 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*.

### **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*

August 28, 2017

Report on Compliance for Each Major Federal Program;  
Report on Internal Control Over Compliance

Independent Auditor's Report

To the Board of Directors  
American Academy of Pediatrics

**Report on Compliance for Each Major Federal Program**

We have audited the 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 its major federal program for the year ended June 30, 2017. The American Academy of Pediatrics' major federal program is 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 program.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of American Academy of Pediatrics' 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 American Academy of Pediatrics' 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 American Academy of Pediatrics' compliance.

To the Board of Directors  
American Academy of Pediatrics

### ***Opinion on Each Major Federal Program***

In our opinion, the American Academy of Pediatrics complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2017.

### **Report on Internal Control Over Compliance**

Management of the American Academy of Pediatrics 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 American Academy of Pediatrics' 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.

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

*Plante & Moran, PLLC*

August 28, 2017

# American Academy of Pediatrics

## Schedule of Expenditures of Federal Awards Year Ended June 30, 2017

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, MCHB				
Maternal and Child Health Federal Consolidated Programs	93.110			
Direct Awards:				
MCH Research Network Programs			\$ 200,742	\$ 17,158
Bright Futures Pediatric Implementation			1,353,089	209,937
MCH Research			104,436	40,032
Medical Home Capacity Building for CSHCN			1,369,312	129,307
Awareness and Access to Services for Children and Youths with Epilepsy			661,926	146,717
Alliance for Innovation on Maternal and Child Health			373,080	37,579
Pass-through from Boston University Medical Center:				
Health Insurance and Financing / CSHCN		4500001894	43,463	-
Pass-through from American College of Obstetricians and Gynecologists:				
Guidelines for Women's Preventive Services		UH0MC29440	7,818	-
Total Maternal and Child Health Federal Consolidated Programs			4,113,866	580,730
Agency for Healthcare Research and Quality				
Research on Healthcare Costs, Quality and Outcomes	93.226			
Direct Awards:				
National Center for Pediatric Practice Based Research and Learning			126,816	53,006
Asthma Mobile App Development, Dissemination and Evaluation			27,690	-
2016 Third National Ambulatory Primary Care Research and Education Conference on Patient Safety Meeting			34,999	-
Pass-through from Albert Einstein College of Medicine				
Reducing Diagnostic Errors in Primary Care Pediatrics		310809	110,416	-
Total Research on Healthcare Costs, Quality and Outcomes			299,921	53,006
National Institutes of Health				
National Cancer Institute				
Pass-through from The General Hospital Corp				
Changing Pediatric Office Systems Nationally to Address Parental Tobacco Use	93.393	228174	71,945	-
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	177,918	9,139
National Institute of Child Health and Human Development	93.865			
Pass-through from Seattle Children's Hospital:				
Dialogue Around Respiratory Illness Treatment		11320SUB	125,330	-
Pass-through from Columbia University Health Sciences				
Flu2Text: A Multi -Site study assessing an Intervention for 2nd Dose of Influenza Vaccine		1(GG011848-01)	120,485	-
Total National Institute of Child Health and Human Development			245,815	-

# American Academy of Pediatrics

## Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2017

Federal Grantor / Pass Through Grantor / Program Title	CFDA	Pass-through Number	Federal Expenditures	Provided to Subrecipients
National Institute on Drug Abuse				
Direct Awards:				
Helping Eliminate Marijuana Use Through Pediatric Practice	93.279		97,666	-
National Institute of Mental Health				
Direct Awards:				
Transition to Medication Self-Management for Youth with ASD & Co-Occurring ADHD	93.242		197,172	136,384
Total National Institutes of Health			790,516	145,523
Total Research and Development Cluster			5,204,303	779,259
U.S. Department of Health and Human Services				
Administration for Children and Families, Office of Head Start				
Direct Awards:				
National Training and Technical Assistance Center	93.600		6,895,641	3,106,533
Centers for Disease Control and Prevention				
Direct Awards:				
PPHF 2013: OSTLTS Partnerships - CBA of the Public Health System ( <i>Umbrella Agreement</i> )	93.424		3,226,726	293,419
PPHF 2013: OSTLTS Partnerships - CBA of the Public Health System ( <i>Umbrella Agreement</i> )	93.524		347,056	-
National Center for Immunization and Respiratory Diseases				
Direct Awards:				
Improving Immunization Rates and Enhancing Disease Prevention through Partnerships with Providers	93.733		1,655,412	126,837
National Center for Chronic Disease Prevention and Health Promotion				
Direct Awards:				
Priority 7 - School Health Services (SHS)	93.938		32,222	-
Pass-through from American Lung Association:				
Providing Technical Assistance for Effective Tobacco Cessation Policies	93.759	U58DP004966	5,619	-
Agency For Toxic Substances and Disease Registry				
Direct Awards:				
Meeting the Environmental Health Needs of Children	93.161		1,349,243	953,332
Total Centers for Disease Control and Prevention			6,616,278	1,373,588
Health Resources and Services Administration, MCHB				
Direct Awards:				
Health Center Program Cluster:				
Medical Home Capacity Building for CSHCN -Zika	93.224		118,677	17,143
Medical Home Capacity Building for CSHCN -EHDI	93.251		231,358	-
Pass-through from Baylor College of Medicine:				
National Emergency Medical Services for Children (EMSC) Resource Centers Demonstration CA	93.127	7000000167	78,180	-
Total Health Resources and Services Administration, HRSA			428,215	17,143

# American Academy of Pediatrics

## Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2017

Federal Grantor / Pass Through Grantor / Program Title	CFDA	Pass-through Number	Federal Expenditures	Provided to Subrecipients
Substance Abuse and Mental Health Services Administration Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243			
Pass-through from American Academy of Addiction Psychiatry: Providers' Clinical Support System for Opioid Therapies		PCSSO14-4	26,002	-
Pass-through from The Regents of the University of California: Pediatric Approach to Trauma, Treatment and Resilience		1647 G UA157	69,605	-
Pass-through from American Academy of Addiction Psychiatry: PCSS-MAT NCE		PCSS-MAT-NCE-7	6,643	-
Total Substance Abuse and Mental Health Services Administration			102,250	-
Agency for International Development USAID Foreign Assistance for Programs Overseas	98.001			
Pass-through from University Research Co: Zika ASSIST Project		FY17-S22-8800	12,232	-
Pass-through from Save the Children Federation, Inc: Maternal and Child Survival Program		999000555	373,497	211,085
Total U.S. Agency for International Development			385,729	211,085
Total Expenditures of Federal Awards			<b>\$ 19,632,416</b>	<b>\$ 5,487,608</b>

# American Academy of Pediatrics

## Notes to Schedule of Expenditures of Federal Awards Year Ended June 30, 2017

### Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of the American Academy of Pediatrics (the "Academy") under programs of the federal government for the year ended June 30, 2017. The information in this 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 American Academy of Pediatrics, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the American Academy of Pediatrics.

### Note 2 - Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles in OMB Circular A-122, *Cost Principles for Non-Profit Organizations*, or the cost principles contained 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. Pass-through entity identifying numbers are presented where available.

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

### Note 3 - Adjustments and Transfers

During the year ended June 30, 2017, there were no transfers of grant overpayments.

### Note 4 - Loans Outstanding

Of the federal expenditures presented in the Schedule, there were no loans or loan guarantees outstanding at June 30, 2017.

### Note 5 - Noncash Assistance

The grantee neither received nor disbursed federal awards in the form of nonmonetary assistance for the year ended June 30, 2017.

# American Academy of Pediatrics

## Schedule of Findings and Questioned Costs Year Ended June 30, 2017

### 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  No

#### 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:

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
Various	Research and Development Cluster

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

Auditee qualified as low-risk auditee?  Yes  No

# **American Academy of Pediatrics**

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## **Schedule of Findings and Questioned Costs (Continued) Year Ended June 30, 2017**

### **Section II - Financial Statement Audit Findings**

None

### **Section III - Federal Program Audit Findings**

None