

Oak Park School District

Single Audit Report

June 30, 2022



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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 Auditors' Report

Management and the Board of Education
Oak Park School District
Oak Park, Michigan

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 governmental activities, each major fund, and the aggregate remaining fund information of Oak Park School District, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Oak Park School District's basic financial statements, and have issued our report thereon dated November 18, 2022.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Oak Park School District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Oak Park School District's internal control. Accordingly, we do not express an opinion on the effectiveness of Oak Park School District'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 or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Oak Park School District'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 financial statements. 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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Yeo & Yeo, P.C.

Auburn Hills, MI
November 18, 2022



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Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

Independent Auditors' Report

Management and the Board of Education
Oak Park School District
Oak Park, Michigan

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Oak Park School District's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of Oak Park School District's major federal programs for the year ended June 30, 2022. Oak Park School District's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, Oak Park School District complied, in all material respects, with the 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, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); 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* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Oak Park School District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Oak Park School District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Oak Park School District's federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Oak Park School District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Oak Park School District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Oak Park School District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Oak Park School District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 Oak Park School District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance, which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying schedule of findings and questioned costs as item 2022-001. Our opinion on each major federal program is not modified with respect to this matter.

Government Auditing Standards requires the auditor to perform limited procedures on Oak Park School District's response to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs and corrective action plan. Oak Park School District's response was not subjected to the other auditing procedures applied in the other audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we did identify a certain deficiency in internal control over compliance that we consider to be a significant deficiency.

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. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2022-001, to be a significant deficiency.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Government Auditing Standards requires the auditor to perform limited procedures on Oak Park School District's response to the internal control over compliance findings identified in our audit described in the accompanying schedule of findings and questioned costs and corrective action plan. Oak Park School District's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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.

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

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Oak Park School District, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Oak Park School District's basic financial statements. We issued our report thereon dated November 18, 2022, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes 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 basic 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 basic financial statements or to the basic 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 basic financial statements as a whole.

Yeo & Yeo, P.C.

Auburn Hills, MI
November 18, 2022

Oak Park School District
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2022

| Federal Grantor Pass Through Grantor Program Title Grant Number | Federal Assistance Number | Pass- through Project Number | Award Grant Entitlement Program Amount | Accrued (Unearned) Revenue July 1, 2021 | Prior Year Expenditures | Current Year Expenditures | Current Year Cash Payments/ In Kind Received | Accrued (Unearned) Revenue June 30, 2022 | Cash Transferred to Subrecipients |
|--|---------------------------------|---------------------------------------|--|---|----------------------------|------------------------------|--|--|---|
| U.S. DEPARTMENT OF AGRICULTURE: | | | | | | | | | |
| Passed Through Michigan Department of Education: | | | | | | | | | |
| Child Nutrition Cluster: | | | | | | | | | |
| Non-Cash Assistance (donated foods): | | | | | | | | | |
| Entitlement | 10.555 | 2021-22 | \$ 99,783 | \$ - | \$ - | \$ 99,783 | \$ 99,783 | \$ - | \$ - |
| Cash Assistance: | | | | | | | | | |
| COVID-19 Seamless Summer Option (SSO) - Breakfast | 10.553 | 211971 | 55,069 | - | - | 55,069 | 55,069 | - | - |
| COVID-19 Seamless Summer Option (SSO) - Breakfast | 10.553 | 221971 | 353,400 | - | - | 353,400 | 353,400 | - | - |
| Total COVID-19 Seamless Summer Option (SSO) - Breakfast | | | 408,469 | - | - | 408,469 | 408,469 | - | - |
| Cash Assistance: | | | | | | | | | |
| COVID-19 Seamless Summer Option (SSO) - Lunch | 10.555 | 211961 | 118,839 | - | - | 118,839 | 118,839 | - | - |
| COVID-19 Seamless Summer Option (SSO) - Lunch | 10.555 | 211965 | 51,718 | - | - | 51,718 | 51,718 | - | - |
| COVID-19 Seamless Summer Option (SSO) - Lunch | 10.555 | 220910 | 62,062 | - | - | 62,062 | 62,062 | - | - |
| COVID-19 Seamless Summer Option (SSO) - Lunch | 10.555 | 221961 | 615,400 | - | - | 615,400 | 615,400 | - | - |
| Total COVID-19 Seamless Summer Option (SSO) - Lunch | | | 848,019 | - | - | 848,019 | 848,019 | - | - |
| Cash Assistance: | | | | | | | | | |
| Summer Food Service Program for Children - COVID-19 | 10.559 | 200900 | 470,410 | - | 561,179 | (90,769) | (90,769) | - | - |
| Summer Food Service Program for Children - COVID-19 | 10.559 | 200901 | (85,021) | - | - | (85,021) | (85,021) | - | - |
| Summer Food Service Program for Children - COVID-19 | 10.559 | 210904 | 2,744,579 | 518,393 | 2,412,315 | 332,264 | 850,657 | - | - |
| Total Summer Food Service Program for Children - COVID-19 | | | 3,129,968 | 518,393 | 2,973,494 | 156,474 | 674,867 | - | - |
| Total Cash Assistance | | | 4,386,456 | 518,393 | 2,973,494 | 1,412,962 | 1,931,355 | - | - |
| Total Child Nutrition Cluster | | | 4,486,239 | 518,393 | 2,973,494 | 1,512,745 | 2,031,138 | - | - |
| Passed Through Michigan Department of Education: | | | | | | | | | |
| Cash Assistance: | | | | | | | | | |
| Fresh Fruit and Vegetable Program | 10.582 | 210950 | 53,148 | 35,907 | 53,148 | - | 35,907 | - | - |
| Passed Through Michigan Department of Education: | | | | | | | | | |
| Cash Assistance: | | | | | | | | | |
| Emergency Operations - CACFP Meals | 10.558 | 211925 | 14,260 | - | - | 14,260 | 14,260 | - | - |
| CACFP Meals | 10.558 | 221920 | 41,091 | - | - | 41,091 | 41,091 | - | - |
| CACFP - Cash in lieu | 10.558 | 222010 | 2,269 | - | - | 2,269 | 2,269 | - | - |
| | | | 57,620 | - | - | 57,620 | 57,620 | - | - |
| Passed Through Michigan Department of Education: | | | | | | | | | |
| Cash Assistance: | | | | | | | | | |
| COVID-19 Pandemic EBT Local Level Costs | 10.649 | 210980 | 3,063 | - | - | 3,063 | 3,063 | - | - |
| TOTAL U.S. DEPARTMENT OF AGRICULTURE | | | 4,600,070 | 554,300 | 3,026,642 | 1,573,428 | 2,127,728 | - | - |
| U.S. DEPARTMENT OF TREASURY: | | | | | | | | | |
| Passed Through Oakland Schools | | | | | | | | | |
| ARP Support Services | 21.027 | N/A | 75,000 | - | - | 5,229 | 3,874 | 1,355 | - |
| ARP Childcare | 21.027 | N/A | 200,000 | - | - | 85,200 | 81,600 | 3,600 | - |
| TOTAL U.S. DEPARTMENT OF TREASURY | | | 275,000 | - | - | 90,429 | 85,474 | 4,955 | - |

See Accompanying Notes to the Schedule of Expenditures of Federal Awards

Oak Park School District
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2022

| Federal Grantor | | | Award Grant | Accrued (Unearned) | | | Current Year Cash | Accrued (Unearned) | |
|--|------------|------------------|----------------|-----------------------|--------------|--------------|----------------------|-----------------------|----------------|
| Pass Through Grantor | Federal | Pass- through | Entitlement | Revenue | Prior Year | Current Year | Payments/ In Kind | Revenue | Cash |
| Program Title | Assistance | Project | Program | July 1, | Expenditures | Expenditures | Received | June 30, | Transferred to |
| Grant Number | Number | Number | Amount | 2021 | | | | 2022 | Subrecipients |
| U.S. DEPARTMENT OF EDUCATION: | | | | | | | | | |
| Passed Through Oakland Schools: | | | | | | | | | |
| Special Education Cluster: | | | | | | | | | |
| IDEA Flow Through (2021) | 84.027A | 210450-2021 | \$ 749,534 | \$ 130,052 | \$ 660,678 | \$ 88,856 | \$ 130,052 | \$ 88,856 | \$ - |
| IDEA Flow Through (2122) | 84.027A | 220450-2122 | 723,554 | - | - | 403,410 | - | 403,410 | - |
| IDEA Flow Through ARP (2122) - COVID-19 | 84.027X | 221280-2122 | 166,531 | - | - | 27,243 | - | 27,243 | - |
| Total IDEA Flow Through | | | 1,639,619 | 130,052 | 660,678 | 519,509 | 130,052 | 519,509 | - |
| Preschool Incentive (2021) | 84.173A | 210460-2021 | 21,721 | 6,129 | 21,721 | - | 6,129 | - | - |
| Preschool Incentive (2122) | 84.173A | 220460-2122 | 19,598 | - | - | 19,598 | - | 19,598 | - |
| Total Preschool Incentive | | | 41,319 | 6,129 | 21,721 | 19,598 | 6,129 | 19,598 | - |
| Total Special Education Cluster | | | 1,680,938 | 136,181 | 682,399 | 539,107 | 136,181 | 539,107 | - |
| Passed Through Michigan Department of Education: | | | | | | | | | |
| Title I - Part A Improving Basic Programs (19-20) | 84.010 | 201530-1920 | 1,336,165 | - | 766,032 | (28,677) | (28,677) | - | - |
| Title I - Part A Improving Basic Programs (20-21) | 84.010 | 211530-2021 | 1,594,784 | 288,513 | 803,116 | 292,834 | 581,347 | - | - |
| Title I - Part A Improving Basic Programs (21-22) | 84.010 | 221530-2122 | 1,512,514 | - | - | 844,891 | - | 844,891 | - |
| Total Title I - Part A Improving Basic Programs | | | 4,443,463 | 288,513 | 1,569,148 | 1,109,048 | 552,670 | 844,891 | - |
| Passed Through Michigan Department of Education: | | | | | | | | | |
| Vocational Rehabilitation Grant | 84.126A | N/A | 2,044 | - | - | 2,044 | 2,044 | - | - |
| Passed Through Michigan Department of Education: | | | | | | | | | |
| Title III - Immigrant Student (2021) | 84.365 | 210580-2021 | 23,691 | 5,344 | 5,344 | - | 5,344 | - | - |
| Title III - Immigrant Student (2122) | 84.365 | 220580-2122 | 22,569 | - | - | 16,652 | - | 16,652 | - |
| Total Title III - Immigrant Student | | | 46,260 | 5,344 | 5,344 | 16,652 | 5,344 | 16,652 | - |
| Passed Through Michigan Department of Education: | | | | | | | | | |
| Title II - Part A Teacher/Principal Training and Recruiting (1920) | 84.367 | 200520-1920 | 208,863 | - | 180,188 | (628) | (628) | - | - |
| Title II - Part A Teacher/Principal Training and Recruiting (2021) | 84.367 | 210520-2021 | 201,969 | 68,395 | 181,552 | 23,723 | 88,811 | 3,307 | - |
| Title II - Part A Teacher/Principal Training and Recruiting (2122) | 84.367 | 220520-2122 | 170,267 | - | - | 165,038 | - | 165,038 | - |
| Total Title II - Part A Teacher/Principal Training and Recruiting | | | 581,099 | 68,395 | 361,740 | 188,133 | 88,183 | 168,345 | - |
| Passed Through Michigan Department of Education: | | | | | | | | | |
| Title IV - Part A Student Support and Academic Enrichment (2021) | 84.424A | 210750-2021 | 100,968 | 30,143 | 30,143 | - | 30,143 | - | - |
| Title IV - Part A Student Support and Academic Enrichment (2122) | 84.424A | 220750-2122 | 143,535 | - | - | 87,403 | - | 87,403 | - |
| Total Title IV - Part A Student Support and Academic Enrichment | | | 244,503 | 30,143 | 30,143 | 87,403 | 30,143 | 87,403 | - |

See Accompanying Notes to the Schedule of Expenditures of Federal Awards

Oak Park School District
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2022

| Federal Grantor Pass Through Grantor Program Title Grant Number | Federal Assistance Number | Pass- through Project Number | Award Grant Entitlement Program Amount | Accrued (Unearned) Revenue July 1, 2021 | Prior Year Expenditures | Current Year Expenditures | Current Year Cash Payments/ In Kind Received | Accrued (Unearned) Revenue June 30, 2022 | Cash Transferred to Subrecipients |
|---|---------------------------------|---------------------------------------|--|---|----------------------------|------------------------------|--|--|---|
| U.S. DEPARTMENT OF EDUCATION: (CONTINUED) | | | | | | | | | |
| Passed Through Michigan Department of Education: | | | | | | | | | |
| Education Stabilization Funds: | | | | | | | | | |
| GEER Funds - COVID-19 | 84.425C | 201200-2021 | \$ 348,376 | \$ 348,376 | \$ 348,376 | \$ - | \$ 348,376 | \$ - | \$ - |
| ESSER Formula Funds I - COVID-19 | 84.425D | 203710-1920 | 778,680 | 777,450 | 777,450 | 1,230 | 777,450 | 1,230 | - |
| ESSER Formula Funds II - COVID-19 | 84.425D | 213712-2021 | 3,546,762 | - | - | 2,494,793 | - | 2,494,793 | - |
| | | | 4,325,442 | 777,450 | 777,450 | 2,496,023 | 777,450 | 2,496,023 | - |
| ESSER MiLeap - COVID-19 | 84.425G | V425G200035 | 22,500 | - | - | 22,500 | - | 22,500 | - |
| ESSER Formula III - COVID-19 | 84.425U | 213713-2122 | 7,971,190 | - | - | 1,652,570 | - | 1,652,570 | - |
| Total Education Stabilization Funds | | | 12,667,508 | 1,125,826 | 1,125,826 | 4,171,093 | 1,125,826 | 4,171,093 | - |
| TOTAL U.S. DEPARTMENT OF EDUCATION | | | 19,665,815 | 1,654,402 | 3,774,600 | 6,113,480 | 1,940,391 | 5,827,491 | - |
| U.S. DEPARTMENT OF LABOR - EMPLOYMENT AND TRAINING ADMINISTRATION: | | | | | | | | | |
| Passed Through Oakland County: | | | | | | | | | |
| Workforce Innovation and Opportunities Act Cluster: | | | | | | | | | |
| Trade & Economic Transition DWG (2021) | 17.258 | N/A | 40,000 | 317 | 5,817 | - | 317 | - | - |
| Trade & Economic Transition DWG (2122) | 17.258 | N/A | 12,524 | - | - | 12,524 | 12,524 | - | - |
| State Wide Activities (2021) | 17.258 | N/A | 22,000 | 2,080 | 12,737 | - | 2,080 | - | - |
| Workforce Investment Act - SWA Young Prof | 17.258 | N/A | 24,311 | - | - | 13,329 | 12,920 | 409 | - |
| Workforce Investment Act - Adult (2021) | 17.258 | N/A | 427,609 | 118,843 | 427,609 | - | 118,843 | - | - |
| Workforce Investment Act - Adult (2122) | 17.258 | N/A | 446,211 | - | - | 432,699 | 370,257 | 62,442 | - |
| Total ALN #17.258 | | | 972,655 | 121,240 | 446,163 | 458,552 | 516,941 | 62,851 | - |
| Workforce Investment Act - Youth (2021) | 17.259 | N/A | 215,026 | 59,525 | 215,024 | - | 59,525 | - | - |
| Workforce Investment Act - Youth (2122) | 17.259 | N/A | 296,898 | - | - | 299,502 | 241,163 | 58,339 | - |
| Total ALN #17.259 | | | 511,924 | 59,525 | 215,024 | 299,502 | 300,688 | 58,339 | - |
| RESEA Program (2021) | 17.278 | N/A | 53,994 | 6,893 | 53,994 | - | 6,893 | - | - |
| RESEA Program (2122) | 17.278 | N/A | 123,579 | - | - | 123,579 | 109,983 | 13,596 | - |
| Administrative Cost Pool (2021) | 17.278 | N/A | 30,505 | 3,740 | 30,505 | - | 3,740 | - | - |
| Administrative Cost Pool (2122) | 17.278 | N/A | 34,877 | - | - | 34,877 | 30,189 | 4,688 | - |
| Workforce Investment Act - Dislocated Worker (2021) | 17.278 | N/A | 164,782 | 52,005 | 164,782 | - | 52,005 | - | - |
| Workforce Investment Act - Dislocated Worker (2122) | 17.278 | N/A | 218,534 | - | - | 125,742 | 97,678 | 28,064 | - |
| Total ALN #17.278 | | | 626,271 | 62,638 | 249,281 | 284,198 | 300,488 | 46,348 | - |
| Total Workforce Innovation and Opportunities Act Cluster | | | 2,110,850 | 243,403 | 910,468 | 1,042,252 | 1,118,117 | 167,538 | - |
| Passed Through Oakland County: | | | | | | | | | |
| Wagner-Peyser: | | | | | | | | | |
| Employment Services (2021) | 17.207 | N/A | 473,512 | 161,942 | 473,512 | - | 161,942 | - | - |
| Employment Services (2122) | 17.207 | N/A | 597,264 | - | - | 501,875 | 409,696 | 92,179 | - |
| Service Center (2021) | 17.207 | N/A | 25,226 | 15,304 | 25,226 | - | 15,304 | - | - |
| Total Wagner-Peyser | | | 1,096,002 | 177,246 | 498,738 | 501,875 | 586,942 | 92,179 | - |

See Accompanying Notes to the Schedule of Expenditures of Federal Awards

Oak Park School District
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2022

| Federal Grantor Pass Through Grantor Program Title Grant Number | Federal Assistance Number | Pass- through Project Number | Award Grant Entitlement Program Amount | Accrued (Unearned) Revenue July 1, 2021 | Prior Year Expenditures | Current Year Expenditures | Current Year Cash Payments/ In Kind Received | Accrued (Unearned) Revenue June 30, 2022 | Cash Transferred to Subrecipients |
|--|---------------------------------|---------------------------------------|--|---|----------------------------|------------------------------|--|--|---|
| <u>U.S. DEPARTMENT OF LABOR - EMPLOYMENT AND TRAINING ADMINISTRATION: (CONTINUED)</u> | | | | | | | | | |
| Passed Through Oakland County: | | | | | | | | | |
| Unemployment Insurance Agency (2122) | 17.225 | N/A | \$ 6,580 | \$ - | \$ - | \$ 5,110 | \$ 3,918 | \$ 1,192 | \$ - |
| Passed Through Oakland County: | | | | | | | | | |
| TGAA Case Management (2021) | 17.245 | N/A | 125,541 | 26,415 | 125,541 | - | 26,415 | - | - |
| TGAA Case Management (2122) | 17.245 | N/A | 126,151 | - | - | 116,502 | 92,033 | 24,469 | - |
| Total TGAA Case Management | | | 251,692 | 26,415 | 125,541 | 116,502 | 118,448 | 24,469 | - |
| Passed Through Oakland County: | | | | | | | | | |
| Industry Infinity (2122) | 17.268 | N/A | 26,359 | - | - | 26,359 | 20,791 | 5,568 | - |
| America's Promise Grant (2021) | 17.268 | N/A | 50,000 | 6,901 | 44,227 | - | 6,901 | - | - |
| America's Promise Grant (2122) | 17.268 | N/A | 50,000 | - | - | 36,338 | 36,338 | - | - |
| Total America's Promise Grant | | | 126,359 | 6,901 | 44,227 | 62,697 | 64,030 | 5,568 | - |
| Passed Through Oakland County: | | | | | | | | | |
| DWG - COVID (2021) | 17.277 | N/A | 60,750 | 18,268 | 21,998 | - | 18,268 | - | - |
| DWG - COVID (2122) | 17.277 | N/A | 38,752 | - | - | 38,726 | 27,409 | 11,317 | - |
| COVID Support Project (2021) | 17.277 | N/A | 9,000 | 3,135 | 7,376 | - | 3,135 | - | - |
| COVID Support Project (2122) | 17.277 | N/A | 1,624 | - | - | 1,621 | 1,621 | - | - |
| WIOA Cares Act (2021) | 17.277 | N/A | 100,986 | 4,568 | 100,902 | - | 4,568 | - | - |
| Total CFDA #17.277 | | | 211,112 | 25,971 | 130,276 | 40,347 | 55,001 | 11,317 | - |
| TOTAL U.S. DEPARTMENT OF LABOR - EMPLOYMENT AND TRAINING ADMINISTRATION | | | 3,802,595 | 479,936 | 1,709,250 | 1,768,783 | 1,946,456 | 302,263 | - |
| <u>U.S. DEPARTMENT OF HOMELAND SECURITY</u> | | | | | | | | | |
| Passed through Oakland County: | | | | | | | | | |
| Disaster Grants - Public Assistance | 93.036 | N/A | 3,386 | - | - | 3,386 | 3,386 | - | - |
| TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY | | | 3,386 | - | - | 3,386 | 3,386 | - | - |
| <u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:</u> | | | | | | | | | |
| Passed through Oakland County: | | | | | | | | | |
| Temporary Assistance for Needy Families: | | | | | | | | | |
| PATH (2021) | 93.558 | N/A | 367,052 | 97,936 | 335,875 | - | 97,936 | - | - |
| PATH (2122) | 93.558 | N/A | 317,125 | - | - | 317,126 | 293,626 | 23,500 | - |
| ER Services (2021) | 93.558 | N/A | 5,148 | - | 570 | 4,578 | 4,578 | - | - |
| ER Services (2122) | 93.558 | N/A | 4,700 | - | - | 4,221 | 4,221 | - | - |
| Total Temporary Assistance for Needy Families | | | 694,025 | 97,936 | 336,445 | 325,925 | 400,361 | 23,500 | - |
| Passed Through Oakland Schools: | | | | | | | | | |
| Medicaid Outreach Cluster | | | | | | | | | |
| Medicaid Outreach | 93.778 | N/A | 11,539 | - | - | 11,539 | 11,539 | - | - |
| TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES | | | 705,564 | 97,936 | 336,445 | 337,464 | 411,900 | 23,500 | - |
| TOTAL FEDERAL AWARDS | | | \$ 29,052,430 | \$ 2,786,574 | \$ 8,846,937 | \$ 9,886,970 | \$ 6,515,335 | \$ 6,158,209 | \$ - |

See Accompanying Notes to the Schedule of Expenditures of Federal Awards

Oak Park School District
Notes to the Schedule of Expenditures of Federal Awards
June 30, 2022

Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards (SEFA) includes the federal award activity of Oak Park School District under programs of the federal government for the year ended June 30, 2022. 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* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Oak Park School District, it is not intended to and does not present the financial position or changes in financial position of Oak Park School District.

Note 2 - Summary of Significant Accounting Policies

Expenditures

Expenditures reported on the SEFA are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance where certain types of expenditures are not allowable or are limited as to reimbursement.

Indirect Cost Rate

Oak Park School District has elected not to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

Note 3 - Reconciliation to Financial Statements

| | | |
|--|----|--------------|
| Federal sources revenue per the financial statements | \$ | 9,308,105 |
| Reconciling items | | |
| Current year deferred inflows of resources | | 1,877,035 |
| Beneficiary payments not reported on SEFA | | (520,295) |
| Prior year deferred inflows of resources | | (777,875) |
| Total expenditures of federal awards | | \$ 9,886,970 |

Note 4 - Funds Transferred to Subrecipients

The Schools District did not transfer any federal funds to subrecipients during the fiscal year.

Oak Park School District
Notes to the Schedule of Expenditures of Federal Awards
June 30, 2022

Note 5 - Michigan Department of Education Disclosures

The federal amounts reported on the grant auditor report are in agreement with the SEFA.

The amounts reported on the recipient entitlement balance report agree with the SEFA for U.S.D.A. donated food commodities.

**Oak Park School District
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2022**

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued on whether the financial statements were prepared in accordance with Generally Accepted Accounting Principles:

Unmodified

Internal control over financial reporting:

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

Type of auditors' report issued on compliance for major programs:

Unmodified

Any audit findings disclosed that are required to be reported in accordance with §200.516(a)? _____ X _____ Yes _____ _____ No

**Oak Park School District
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2022**

Identification of major programs:

Assistance Listing Numbers
84.425C, 84.425D, 84.425G, 84.425U
17.258, 17.259, 17.278

Name of Federal Program
Education Stabilization Fund Program
Workforce Innovation and Opportunities Act Cluster

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

\$ 750,000

Auditee qualified as low-risk auditee:

 X Yes No

Section II – Government Auditing Standards Findings

There were no *Government Auditing Standards Findings* for the year ended June 30, 2022.

**Oak Park School District
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2022**

Section III – Federal Award Findings and Questioned Costs

Finding 2022-001, 2021-001 – Program Income – Food Service Fund Balance – Significant Deficiency – Noncompliance

| | |
|--|---|
| Program Information: | Child Nutrition Cluster, U.S. Department of Agriculture, passed through Michigan Department of Education, CFDA # 10.553, 10.555 and 10.559. |
| Criteria: | The School District must have controls in place to monitor the requirement that the School District limit its net cash resources to an amount that does not exceed three months' average expenditures for its non-profit school food service per requirements in 7 CFR 201.14(b). |
| Condition: | The School District did not have controls in place to follow the spend down plan in order to return to compliance. As a result, the ending fund balance for the School District's food service program exceeded the average three months of expenditures by approximately \$930,000. |
| Questioned Costs: | None |
| Cause and Effect: | As a result of noncompliance noted as of June 30, 2021, the School District had developed a plan to enhance the food service program and return to compliance. That plan was not followed, resulting in repeated noncompliance as of June 30, 2022. |
| Recommendation: | We recommend that the School District review its net cash resources throughout the year, particularly as changes in the program occur, to verify that they are not in excess of three months of expenditures. A plan needs to be developed to ensure that funds are reinvested into the program or look at obtaining any additional waivers that may be available to them to mitigate the risk of future noncompliance. |
| Views of Responsible Officials: | Management agrees with the finding. |
| Corrective Action Plan: | See attached corrective action plan. |

**Oak Park School District
Summary Schedule of Prior Audit Findings
June 30, 2022**

Section IV – Prior Year Audit Findings

Government Auditing Standards Findings

There were no *Government Auditing Standards Findings* for the year ended June 30, 2021.

Federal Award Findings and Questioned Costs

Finding 2021-001 – Program Income – Food Service Fund Balance – Significant Deficiency – Noncompliance

| | |
|-----------------------------|---|
| Program Information: | Child Nutrition Cluster, U.S. Department of Agriculture, passed through Michigan Department of Education, Assistance Listing #10.555/10.559, all project numbers. |
| Criteria: | The USDA requires that the ending balances of the food service fund does not exceed three months' average of operating expenditures. |
| Status: | This finding is uncorrected. See finding 2022-001. |



**Oak Park
Schools**

Edwina Hill, Chief Financial Officer

Oak Park Schools Administration Building, 13900 Granzon St. Oak Park, MI 48237

The Oak Park School District submits the following corrective action plan concerning the 2021-2022 finding 2022-001 on the schedule of findings and questioned cost:

2022-001 – Program Income – Food Service Fund Balance – Significant Deficiency – Noncompliance

Corrective Action

A plan to spend down the excess Food Service Fund balance was submitted and approved by the Michigan Department of Education Office of Health and Nutrition Services to be implemented during the FY 2023 school year by or before 6/30/2023. The Chief Operations Officer along with the Chief Financial Officer will work together to ensure these plans are implemented.

Daniel Phillips, Chief Financial & Operations Officer

Office: 248-336-7714 / Cell: 248-396-2100 / E-mail: Daniel.Phillips@opsk12.org



June 20, 2022

Michigan Department of Education
Office of Health and Nutrition Services
Attn: Ms. Brenda Sweatman

RE: Excess Fund Balance Extension

Dear Ms. Sweatman,

Thank you and the MDE again for allowing the Oak Park School District an extension to utilize our outstanding Fund Balance until the end of the 2022-23 School Year. With all of the personnel changes that have occurred at the District this year, this was extremely helpful.

Per our discussion, below is a synopsis of the expenditures we are proposing to make over the next year that will allow us to spend down the Excess Fund Balance and get us back on track. The projections from Rockford Construction should be fairly accurate, however, they may be able to attain consortium pricing, which could bring the dollar amounts down from projected.

All of the items submitted with this plan we hope to expend by June 30, 2023, however, there is a 48-50 week wait on generators. We will keep you informed on those.

The items we are requesting are as follows:

- Renovation of Lessenger Early Childhood Kitchen - \$150,881.00
- Box Food Truck with Lift Gate for Daily Deliveries - \$50,000.00 (estimate)
- Generators for all schools plus Walk-In Freezer at OPPA - \$1,255,903.00
- Food Truck for Various Traveling Concession Work - \$150,000 (estimate)

Thank you again for granting the extension of the Food Service Funds in the amount of \$1,456,783.38, to be carried forward to June 30, 2023.

Sincerely,



Daniel Phillips
CFOO – Oak Park School District