
West Bloomfield School District

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

Independent Auditor's Reports

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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 Education
West Bloomfield School District

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of West Bloomfield School District (the "School District") as of and for the year ended June 30, 2019 and the related notes to the financial statements, which collectively comprise the School District's basic financial statements. We issued our report thereon dated October 3, 2019, which contained an unmodified opinion on the financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. We have not performed any procedures with respect to the audited financial statements subsequent to October 3, 2019.

The accompanying schedule of expenditures of federal awards and reconciliation of basic financial statements federal revenue with schedule of expenditures of federal awards are presented for the purpose of additional analysis, as required by the Uniform Guidance, and are 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

October 3, 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 Education
West Bloomfield School District

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 governmental activities, each major fund, and the aggregate remaining fund information of West Bloomfield School District (the "School District") as of and for the year ended June 30, 2019 and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated October 3, 2019.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the School District'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 opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the 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 School District'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 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 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 Education
West Bloomfield School District

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

Plante & Moran, PLLC

October 3, 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 Education
West Bloomfield School District

Report on Compliance for Each Major Federal Program

We have audited West Bloomfield School District's (the "School District") 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 the School District's major federal program for the year ended June 30, 2019. The School District's 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 the School District'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 School District'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 School District's compliance.

Opinion on Each Major Federal Program

In our opinion, the School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on the major federal program for the year ended June 30, 2019.

Report on Internal Control Over Compliance

Management of the School District 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 School District'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 School District's internal control over compliance.

To the Board of Education
West Bloomfield School District

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

October 3, 2019

West Bloomfield School District

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2019

Program Title/Project Number/Subrecipient Name	Grant/Project Number	CFDA Number	Approved Awards Amount	(Memo Only) Prior Year Expenditures	Accrued Revenue at July 1, 2018	Adjustments and Transfers	Federal Funds/ Payments In-kind Received	Expenditures	Accrued Revenue at June 30, 2019	Current Year Cash Transferred to Subrecipients
Clusters:										
Child Nutrition Cluster - U.S. Department of Agriculture - Passed through the Michigan Department of Education:										
Noncash Assistance (Commodities) -										
National Lunch Program Entitlement Commodities 2018-2019	N/A	10.555	\$ 103,012	\$ -	\$ -	\$ -	\$ 103,012	\$ 103,012	\$ -	\$ -
Cash Assistance:										
National School Lunch Program - 2017-2018	181960	10.555	580,035	580,035	23,534	-	23,534	-	-	-
National School Lunch Program - 2018-2019	191960	10.555	604,269	-	-	-	579,097	604,269	25,172	-
Total National School Lunch Program (incl. commodities)		10.555	1,287,316	580,035	23,534	-	705,643	707,281	25,172	-
National School Breakfast Program - 2017-2018	181970	10.553	149,819	149,819	7,956	-	7,956	-	-	-
National School Breakfast Program - 2018-2019	191370	10.553	159,953	-	-	-	151,778	159,953	8,175	-
Total National School Breakfast Program		10.553	309,772	149,819	7,956	-	159,734	159,953	8,175	-
National School Summer Food Service Program - 2017-2018	171900	10.559	10,494	10,494	3,418	-	3,418	-	-	-
National School Summer Food Service Program - 2018-2019	181900	10.559	24,894	-	-	-	20,629	24,894	4,265	-
Total National School Summer Food Service		10.559	35,388	10,494	3,418	-	24,047	24,894	4,265	-
Total Child Nutrition Cluster			1,632,476	740,348	34,908	-	889,424	892,128	37,612	-
Special Education Cluster - U.S. Department of Education - Passed through the Oakland County ISD - IDEA:										
IDEA Flowthrough:										
IDEA Flowthrough 1718	180450	84.027A	1,391,086	1,379,170	213,788	-	225,704	11,916	-	-
IDEA Flowthrough 1819	190450	84.027A	1,435,319	-	-	-	1,163,446	1,412,442	248,996	-
Total IDEA Flowthrough			2,826,405	1,379,170	213,788	-	1,389,150	1,424,358	248,996	-
IDEA Preschool Incentive:										
IDEA Preschool 1718	180460	84.173A	37,175	37,175	8,174	-	8,174	-	-	-
IDEA Preschool 1819	190460	84.173A	33,930	-	-	-	29,914	33,930	4,016	-
Total IDEA Preschool Incentive			71,105	37,175	8,174	-	38,088	33,930	4,016	-
Total Special Education Cluster			2,897,510	1,416,345	221,962	-	1,427,238	1,458,288	253,012	-

West Bloomfield School District

Schedule of Expenditures of Federal Awards (Continued)

Year Ended June 30, 2019

Program Title/Project Number/Subrecipient Name	Grant/Project Number	CFDA Number	Approved Awards Amount	(Memo Only) Prior Year Expenditures	Accrued Revenue at July 1, 2018	Adjustments and Transfers	Federal Funds/ Payments In-kind Received	Expenditures	Accrued Revenue at June 30, 2019	Current Year Cash Transferred to Subrecipients
Clusters (Continued):										
Medicaid Cluster - Michigan Department of Community Health - Passed through Oakland County ISD - Medicaid Outreach	N/A	93.778	\$ 15,282	\$ -	\$ -	\$ -	\$ 15,282	\$ 15,282	\$ -	\$ -
Other federal awards:										
U.S. Department of Agriculture - Passed through the Michigan Department of Education - National Child and Adult Care Food Program 2018-2019	191920	10.558	6,183	-	-	-	6,183	6,183	-	-
U.S. Department of Education - Passed through the Michigan Department of Education:										
Title I, Part A:										
Title I, Part A - 2017-2018	181530	84.010	461,633	326,648	38,289	-	100,460	62,171	-	-
Title I, Part A - 2018-2019	191530	84.010	441,165	-	-	-	324,266	373,782	49,516	-
Total Title I, Part A			902,798	326,648	38,289	-	424,726	435,953	49,516	-
Title II, Part A:										
Title II, Part A - 2017-2018	180520	84.367	128,735	54,116	25,580	-	74,813	49,233	-	-
Title II, Part A - 2018-2019	190520	84.367	181,390	-	-	-	92,359	156,504	64,145	-
Total Title II, Part A			310,125	54,116	25,580	-	167,172	205,737	64,145	-
Title III:										
Title III Part A - 2017-2018	180580	84.365	65,462	46,681	14,818	-	33,599	18,781	-	-
Title III Part A - 2018-2019	190580	84.365	49,590	-	-	-	17,716	26,171	8,455	-
Title III Part A - 2018-2019	190570	84.365	2,979	-	-	-	-	-	-	-
Total Title III			118,031	46,681	14,818	-	51,315	44,952	8,455	-
Title IV:										
Title IV, Part A - 2018-2019	190750	84.424A	27,354	-	-	-	21,425	21,697	272	-
Adult Education 2018-2019	191130-191127	84.002	130,841	-	-	-	130,841	130,841	-	-
Total U.S. Department of Education			1,489,149	427,445	78,687	-	795,479	839,180	122,388	-
Total federal awards			\$ 6,040,600	\$ 2,584,138	\$ 335,557	\$ -	\$ 3,133,606	\$ 3,211,061	\$ 413,012	\$ -

West Bloomfield School District

Reconciliation of Basic Financial Statements Federal Revenue with Schedule of Expenditures of Federal Awards

Year Ended June 30, 2019

Revenue from federal sources - As reported on financial statements (includes all funds)	\$ 3,787,543
Federal subsidy interest from qualified school construction bonds	<u>(576,482)</u>
Federal expenditures per the schedule of expenditures of federal awards	<u>\$ 3,211,061</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 West Bloomfield School District (the "School District") 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 School District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the School District.

Note 2 - Summary of Significant Accounting Policies

Expenditures reported in the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following 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. 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 School District 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 - Grant Auditor Report

Management has utilized the Cash Management System (CMS) Grant Auditor Report in preparing the schedule of expenditures of federal awards. Unreconciled differences, if any, have been disclosed to the auditor.

Note 4 - Noncash Assistance

The value of the noncash assistance received was determined in accordance with the provisions of the Uniform Guidance.

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
10.553, 10.555, 10.559	Child Nutrition Cluster

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

Current Year None

Section III - Federal Program Audit Findings

Current Year None