

**BOARD OF EDUCATION OF
CARROLL COUNTY, MARYLAND**

REPORT ON SINGLE AUDIT

YEAR ENDED JUNE 30, 2022



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**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Members
Board of Education of Carroll County
Westminster, Maryland

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 the Carroll County Public Schools, Maryland (the Board), a component unit of Carroll County, Maryland, which comprise the statement of financial position as of June 30, 2022, and the related statement of activities, and have issued our report thereon dated December 19, 2022.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Board'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 the Board's internal control. Accordingly, we do not express an opinion on the effectiveness of the Board'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.

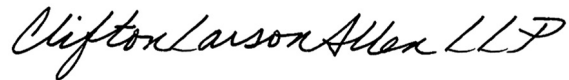
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not 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 the Board’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.



CliftonLarsonAllen LLP

Baltimore, Maryland
September 27, 2022



INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM, REPORT ON INTERNAL CONTROL OVER COMPLIANCE, AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE

Members
Board of Education of Carroll County
Westminster, Maryland

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Board of Education of Carroll County's (the Board) 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 the Board's major federal programs for the year ended June 30, 2022. The Board'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, the Board 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 the Board 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 the Board'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 the Board'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 the Board'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 the Board'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 the Board'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 the Board'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 the Board'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.

Report on 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 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 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. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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.

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 the Board as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Board's basic financial statements. We issued our report thereon dated September 27, 2022, which contained unmodified opinions on those financial statements. Our audit was conducted 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, as a whole. 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.



CliftonLarsonAllen LLP

Baltimore, Maryland
December 19, 2022

BOARD OF EDUCATION OF CARROLL COUNTY, MARYLAND
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2022

Federal Grantor / Pass-Through	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Passed-Through to Subrecipients	Federal Expenditures
U.S. Department of Education				
Passed-Through the Maryland State Department of Education:				
Title I Grants to Local Educational Agencies	84.010	221516-01	N/A	\$ 735,956
Title I Grants to Local Educational Agencies	84.010	211119-01	N/A	310,121
Title I Grants to Local Educational Agencies	84.010	200994-01	N/A	4,050
Title I Grants to Local Educational Agencies	84.010	221797-01	N/A	1,126,649
Total Title I Grants				2,176,776
Special Education Cluster (IDEA)				
Special Education - Grants to States	84.027	220390-01	N/A	5,322,092
Special Education - Grants to States	84.027	221167-03	N/A	1,295
Special Education - Grants to States	84.027	211013-03	N/A	104,085
Special Education - Grants to States	84.027	201114-01	N/A	30,256
Special Education - Grants to States	84.027	200282-06	N/A	53,527
Special Education - Grants to States	84.027	220390-04	N/A	18,000
Special Education - Grants to States	84.027	220164-01	N/A	91,809
Special Education - Grants to States	84.027	211013-01	N/A	27,487
Special Education - Grants to States	84.027	211013-02	N/A	55,053
Special Education - Grants to States	84.027	210276-05	N/A	125,000
Special Education - Grants to States	84.027	220390-03	N/A	2,500
Special Education - Grants to States	84.027	221240-01	N/A	1,136,987
Special Education - Grants to States	84.027	221240-02	N/A	8,501
Special Education - Grants to States	84.027	221167-02	N/A	39,722
Special Education - Grants to States	84.027	220390-05	N/A	17,528
Special Education - Grants to States	84.027	220390-02	N/A	39,291
Total Special Education - Grants to States				7,073,133
Special Education - Preschool Grants	84.173	220381-01	N/A	174,263
Special Education - Preschool Grants	84.173	220501-01	N/A	7,000
Special Education - Preschool Grants	84.173	201850-01	N/A	3,468
Special Education - Preschool Grants	84.173	220501-02	N/A	5,367
Special Education - Preschool Grants	84.173	201850-02	N/A	5,810
Total Special Education - Preschool Grants				195,908
Total Special Education Cluster (IDEA)				7,269,041
Career and Technical Education - Basic Grants to States	84.048	220536-02	N/A	150,906
Career and Technical Education - Basic Grants to States	84.048	220690-02	N/A	22,653
Total Career and Technical Education - Basic Grants to States				173,559
Rehabilitation Services Vocational Rehabilitation Grants	84.126	220922-01	N/A	12,741
Special Education - Grants for Infants and Families	84.181	220141-01	N/A	148,606
Special Education - Grants for Infants and Families	84.181	210267-01	N/A	2,353
Special Education - Grants for Infants and Families	84.181	221758-01	N/A	167
Total Special Education - Grants for Infants and Families				151,126
English Language Acquisition Grants	84.365	220674-01	N/A	17,683
English Language Acquisition Grants	84.365	210472-01	N/A	29,791
Total English Language Acquisition Grants				47,474
Supporting Effective Instruction State Grants	84.367	210792-01	N/A	242,211
Supporting Effective Instruction State Grants	84.367	221045-01	N/A	264,923
Total Supporting Effective Instruction State Grants				507,134
Comprehensive Literacy Development	84.371	201253-01	N/A	8,096

See accompanying Notes to Schedule of Expenditures of Federal Awards.

BOARD OF EDUCATION OF CARROLL COUNTY, MARYLAND
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2022

Federal Grantor / Pass-Through	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Passed through to Subrecipients	Federal Expenditures
U.S. Department of Education (Continued)				
Passed-Through the Maryland State Department of Education:				
Student Support and Academic Enrichment Program	84.424	221530-01	N/A	\$ 661
Student Support and Academic Enrichment Program	84.424	211378-01	N/A	<u>52,152</u>
Total Student Support and Academic Enrichment Program				52,813
Education Stabilization Fund Grants				
COVID-19 - Governor's Emergency Education Relief Fund	84.425U	211948-01	N/A	5,469,473
COVID-19 - Governor's Emergency Education Relief Fund	84.425W	221570-01		6,518
COVID-19 - Governor's Emergency Education Relief Fund	84.425W	221792-01	N/A	<u>1,800</u>
Total 84.425W				8,318
COVID-19 - Elementary and Secondary School Emergency Relief Grant	84.425D	202106-01	N/A	53,313
COVID-19 - Governor's Emergency Education Relief Fund	84.425D	201791-01		126
COVID-19 - Governor's Emergency Education Relief Fund	84.425D	202237-01		4,371,286
COVID-19 - Elementary and Secondary School Emergency Relief Grant	84.425D	221235-01	N/A	11,724
COVID-19 - Elementary and Secondary School Emergency Relief Grant	84.425D	202125-01	N/A	<u>194,986</u>
Total 84.425D				4,631,435
Total Education Stabilization Fund Grants				<u>10,109,226</u>
Total U.S. Department of Education				20,507,986
U.S. Department of Agriculture				
Passed-Through the Maryland State Department of Education:				
Child Nutrition Cluster				
National School Lunch Program	10.555	None Provided	N/A	871,113
Summer Food Service Program for Children	10.559	None Provided	N/A	<u>13,992,768</u>
Total Child Nutrition Cluster				14,863,881
Child and Adult Care Food Program	10.558	None Provided	N/A	<u>177,494</u>
State Administrative Expenses for Child Nutrition	10.560	202308-01	N/A	<u>2,419</u>
Total U.S. Department of Agriculture				15,043,794
U.S. Department of Health and Human Services				
Passed-Through the Maryland Department of Health:				
Passed-Through the Carroll County Department of Health:				
Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances	93.104	CCHD PO 46213	N/A	34,443
Immunization Cooperative Agreements	93.268	CCHD PO 47115	N/A	6,863
Immunization Cooperative Agreements	93.268	None Provided	N/A	<u>5,528</u>
Total Immunization Cooperative Agreements				12,391
Passed-Through the Maryland State Department of Education:				
ESSA/Preschool Development Grants	93.434	221646-01	N/A	7,737
ESSA/Preschool Development Grants	93.434	211330-02	N/A	<u>14,918</u>
Total ESSA/Preschool Development Grants				22,655
Child Care and Development Block Grant	93.575	220242-02	2001MDCCDF	<u>85,864</u>
Total CCDC Cluster				85,864
Passed-Through Catholic Charities of Baltimore, Inc.:				
Head Start	93.600	None provided	N/A	<u>30,875</u>
Total Head Start Cluster				30,875
Total U.S. Department of Health and Human Services				186,228
U.S. Department of the Treasury				
Passed-Through the Maryland State Department of Education				
COVID-19 - State and Local Fiscal Recovery Fund	21.027	211814-01	N/A	272,748
COVID-19 - State and Local Fiscal Recovery Fund	21.027	211763-01	N/A	236,543
COVID-19 - State and Local Fiscal Recovery Fund	21.027	211785-01	N/A	289,669
COVID-19 - State and Local Fiscal Recovery Fund	21.027	211841-01	N/A	622,541
COVID-19 - State and Local Fiscal Recovery Fund	21.027	211887-01	N/A	272,748
COVID-19 - State and Local Fiscal Recovery Fund	21.027	211868-01	N/A	<u>238,446</u>
Total COVID-19-State and Local Fiscal Recovery Fund				1,932,695
Total Federal Expenditures				<u>\$ 37,670,703</u>

See accompanying Notes to Schedule of Expenditures of Federal Awards.

**BOARD OF EDUCATION OF CARROLL COUNTY, MARYLAND
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2022**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the Board 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 2 CFR 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 the Board, it is not intended to and does not present the financial position, change in net assets or cash flows of the Board.

Basis of Accounting

The accompanying schedule of expenditures of federal awards has been prepared using the modified accrual basis of accounting. This basis of accounting is fully described in Note 1 to the Board's basic financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance for all awards. Under these principles, certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE 2 RELATION TO FINANCIAL STATEMENTS AND FEDERAL FINANCIAL REPORTS

The following schedule reconciles the amounts per the financial statements to the amounts per the schedule of expenditures of federal awards for the year ended June 30, 2022:

	Governmental Funds
REVENUE	
BALANCE PER FINANCIAL STATEMENTS	
Federal Revenues	\$ 38,744,961
Less:	
Miscellaneous Adjustments	279,610
Medical Assistance Revenue	(1,353,868)
Total Per Schedule of Expenditures of Federal Awards	\$ 37,670,703

NOTE 3 INDIRECT COST RATE

The Board has not elected to use the 10 percent de minimis indirect cost rate allowed under Uniform Guidance.

**BOARD OF EDUCATION OF CARROLL COUNTY, MARYLAND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2022**

Section I – Summary of Auditors’ Results

Financial Statements

Type of auditors’ report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? _____ yes X no
- Significant deficiency(ies) identified? _____ yes X none reported

Noncompliance material to financial statements noted? _____ yes X no

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? _____ yes X no
- Significant deficiency(ies) identified? _____ 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 2 CFR 200.516(a)? _____yes X no

Identification of Major Federal Programs

Assistance Listing Number(s)

84.425C/84.425D/84.425U/84.425W
84.010
10.555/10.559
21.027

Name of Federal Program or Cluster

COVID-19 - Education Stabilization Fund
Title I
Child Nutrition Cluster
COVID-19 –State and Local Fiscal Recovery
Funds

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

\$1,130,121

Auditee qualified as low-risk auditee?

 X yes _____ no

BOARD OF EDUCATION OF CARROLL COUNTY, MARYLAND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2022

Section II – Financial Statement Findings

None

Section III – Findings and Questioned Costs – Major Federal Programs

None noted