

SINGLE AUDIT REPORT

ROCHESTER CITY SCHOOL DISTRICT
ROCHESTER, NEW YORK

JUNE 30, 2020

**ROCHESTER CITY SCHOOL DISTRICT
TABLE OF CONTENTS**

	<u>Page</u>
Independent Auditor's 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	1-2
Schedule of Expenditures of Federal Awards	3-4
Notes to the Schedule of Expenditures of Federal Awards	5
Schedule of Findings and Questioned Costs	6
Schedule of Prior Year Findings and Questioned Costs	7



**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 AUDITOR'S REPORT

The President and Members of the
Board of Education of the
Rochester City School District
Rochester, New York

Report on Compliance for Each Major Federal Program

We have audited the Rochester City School District's (the District), a component unit of the City of Rochester, New York, compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2020. The District's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with the federal statutes, regulations and the terms and conditions of its federal awards, and contracts applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the 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* (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 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 District's compliance.

Opinion on Each Major Federal Program

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

Report on Internal Control Over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the type of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the 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 District'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.

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

We have audited the financial statements of the District as of and for the year ended June 30, 2020, and have issued our report thereon dated November 20, 2020, 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. 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 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 Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the financial statements as whole.

Freed Maxick CPAs, P.C.

Rochester, New York
May 14, 2021

**ROCHESTER CITY SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2020**

<u>Federal Grantor/Pass-Through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Grantor Identifying Number</u>	<u>Pass-Through to Subrecipients</u>	<u>Federal Expenditures</u>
U.S. Department of Education				
Direct Programs:				
Impact Aid	84.041B		-	107,897
Impact Aid	84.041B		-	455
				108,352
<i>Subtotal U.S. Department of Education Direct Programs</i>				108,352
Pass-Through the New York State Education Dept:				
Grants to Local Educational Agencies, Title I Parts A & D	84.010A	0021201395	-	22,420,802
Grants to Local Educational Agencies, Title I Part A	84.010A	0021191395	-	3,415,039
Grants to Local Educational Agencies, Title I Part D	84.010A	0016201395	-	312,948
Grants to Local Educational Agencies, Title I Part D	84.010A	0016191395	-	(22,331)
Grants to Local Educational Agencies, Title I School Improvement	84.010A	0011205022	-	467,136
Grants to Local Educational Agencies, Title I School Improvement	84.010A	0011202704	-	1,811,035
Grants to Local Educational Agencies, Title I School Improvement 1003(A)	84.010A	0011202004	-	3,214,810
Grants to Local Educational Agencies, Title I School Improvement 1003(A)	84.010A	0011192004	-	340,680
Grants to Local Educational Agencies, Title I School Improvement 1003(A)	84.010A	0011182004	-	482,944
Grants to Local Educational Agencies, Title I School Improvement	84.010A	0011197130	-	7,771
Grants to Local Educational Agencies, Title I School Improvement	84.010A	0011205021	-	166,980
Grants to Local Educational Agencies, Title I School Improvement	84.010A	0011205026	-	479,203
Grants to Local Educational Agencies, Title I School Improvement	84.010A	0011205027	-	434,457
Grants to Local Educational Agencies, Title I School Improvement	84.010A	0011205040	-	248,046
Grants to Local Educational Agencies, Title I School Improvement	84.010A	0011205041	-	225,435
Grants to Local Educational Agencies, Title I School Improvement	84.010A	0011205078	-	449,850
				34,454,805
Title I Grants to Local Educational Agencies, Title I School Improvement	84.377A	0123197019	-	(721)
Supporting Effective Instruction State Grants, Title IIA - Teacher & Principal	84.367A	0147201395	-	2,634,571
Supporting Effective Instruction State Grants Title IIA - Teacher & Principal	84.367A	0147191395	-	268,654
Supporting Effective Instruction State Grants, Model P-20 Partnerships/Principal Prep	84.367A	0145201004	-	212,300
Supporting Effective Instruction State Grants, Model P-20 Partnerships/Principal Prep	84.367A	0145191004	-	207,760
				3,323,285
English Language Acquisition State Grants, Title III - Bilingual Education	84.365A	0293201395	-	428,120
English Language Acquisition State Grants, Title III - Bilingual Education	84.365A	0293191395	-	165,866
English Language Acquisition State Grants, Title III - Bilingual Education	84.365A	0149191395	-	13,916
				607,902
Career & Technical Education - Basic Grants to States, Pathways to Technology	84.048A	8039200012	-	281,111
Career & Technical Education - Basic Grants to States, Pathways to Technology	84.048A	8039190012	-	(1)
Career & Technical Education - Basic Grants to States, Perkins Adult	84.048A	8000209020	-	90,361
Career & Technical Education - Basic Grants to States, Perkins Adult	84.048A	8000199020	-	(667)
Career & Technical Education - Basic Grants to States, Perkins Secondary	84.048A	8000200024	-	317,347
Career & Technical Education - Basic Grants to States, Perkins Secondary	84.048A	8000190024	-	(4,910)
				683,241
Adult Education - Basic Grants to States WIOA, Title 2, ESOL/Civics	84.002A	0040203011	-	13,738
Adult Education - Basic Grants to States WIOA, Title 2, Correctional Education	84.002A	0138202050	-	213,419
Adult Education - Basic Grants to States WIOA, Title 2, Adult	84.002A	2338203177	-	292,410
Adult Education - Basic Grants to States WIOA, Title 2, Literacy Zone - East	84.002A	2338203192	-	123,686
Adult Education - Basic Grants to States WIOA, Title 2, Literacy Zone - North	84.002A	2338203202	-	111,075
Adult Education - Basic Grants to States WIOA, Title 2, Literacy Zone - South	84.002A	2338203203	-	111,932
Adult Education - Basic Grants to States WIOA, Title 2, Literacy Zone - West	84.002A	2338203204	-	85,910
				952,170

See notes to schedule of expenditures of federal awards.

**ROCHESTER CITY SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2020**

<u>Federal Grantor/Pass-Through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Grantor Identifying Number</u>	<u>Pass-Through to Subrecipients</u>	<u>Federal Expenditures</u>
Education for Homeless Children & Youth, McKinney-Vento Homeless	84.196A	0212203023	-	122,635
21st Century Community Learning Centers	84.287C	0187207114	-	1,179,091
Title IIB - Math/Science Partnerships	84.366B	0294190323	-	122,623
Connecting Youth in Transition-P3	84.420A	0144200007	-	112,874
Connecting Youth in Transition-P3	84.420A	0144180007	-	24,000
				136,874
Disaster Recovery Assistance for Education	84.938	0084191395	-	126,722
Student Support and Academic Enrichment Program, Title IV SSAE Allocation	84.424A	0204201395	-	1,275,248
Student Support and Academic Enrichment Program, Title IV SSAE Allocation	84.424A	0204191395	-	309,455
Student Support and Academic Enrichment Program, Title IV Student Support/Academic Enri	84.424A	0196191706	-	2,320,881
				3,905,584
<u>Special Education Cluster:</u>				
Special Education Grants to States, IDEA Support Serv & Sec 611	84.027A	0032200370	-	9,244,899
Special Education Grants to States, IDEA Support Serv & Sec 611	84.027A	0032190370	-	(1,780)
Special Education Preschool Grants, IDEA Support Serv & Sec 619	84.173A	0033200370	-	573,085
Special Education Preschool Grants, IDEA Support Serv & Sec 619	84.173A	C01221219	-	(36,075)
<i>Subtotal Special Education Cluster</i>				9,780,129
<i>Subtotal Pass-Through New York State Education Department</i>			-	55,394,340
TOTAL U.S. Department of Education			-	55,502,692
U.S. Department of Health and Human Services				
Pass-Through the NYS Office of Temporary & Disability Assistance:				
Refugee and Entrant Assistance State/Replacement Designee Administered Programs	93.566	C00414GG-1	-	159,272
Refugee and Entrant Assistance State/Replacement Designee Administered Programs	93.566	C00414GG-2	-	72,481
				231,753
Refugee and Entrant Assistance Discretionary Grants, Making a Connection (MAC)	93.576	C00483GG	-	69,092
Refugee and Entrant Assistance Discretionary Grants, Making a Connection (MAC)	93.576	C021724-20	-	(8,831)
				60,261
TOTAL U.S. Department of Health and Human Services			-	292,014
U.S. Department of Agriculture				
<u>Child Nutrition Cluster:</u>				
Pass-Through NYS Bureau of School Food Management:				
National School Breakfast Program	10.553	261600010000	-	4,220,774
COVID-19 - National School Breakfast Program	10.553	261600010000	-	352,491
National School Lunch Program - Lunch/Surplus Food Commodities	10.555	261600010000	-	8,402,192
COVID-19 - National School Lunch Program	10.555	261600010000	-	659,663
COVID-19 - National Snack Program	10.556	261600010000	-	36,544
COVID-19 - Summer Food Service Program for Children	10.559	261600010000	-	2,514,069
Pass-Through City of Rochester:				
Summer Food Service Program for Children	10.559	261600010000	-	358,871
<i>Subtotal Child Nutrition Cluster</i>				16,184,604
Pass-Through the NYS Department of Education:				
Fresh Fruit and Vegetable Program	10.582	0004180016	-	855,280
Total U.S. Department of Agriculture			-	17,039,884
Total Expenditures of Federal Awards			-	72,834,590

See notes to schedule of expenditures of federal awards.

**ROCHESTER CITY SCHOOL DISTRICT
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2020**

NOTE 1. BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) presents the federal grant activity of all federal financial assistance programs administered by the District. 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). The District's reporting entity is defined in Note I.A. in the Financial Statements of the District. Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position or cash flows of the District.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting. The amounts reported as federal expenditures were obtained from the District's financial reporting system, which is the source of the District's basic financial statements. Such expenditures are recognized following cost principals contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited 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.

NOTE 3. INDIRECT COST RATE

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

**ROCHESTER CITY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2020**

I. SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued on whether the financial statements audited were prepared in accordance with GAAP:

Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified? Yes None Reported

Noncompliance material to financial statements noted?

Yes No

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified? Yes None Reported

Type of auditor's report issued on compliance for major federal programs:

Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?

Yes No

Identification of major federal programs:

CFDA Number(s)

84.027/84.173
10.553/10.555/10.556/10.559

Name of Federal Programs or Clusters

Special Education Cluster
Child Nutrition Cluster

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

\$ 2,185,038

Auditee qualified as low-risk auditee?

Yes No

II. FINANCIAL STATEMENT FINDINGS

There were no financial statement findings noted for the fiscal year ended June 30, 2020.

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

There were no federal award findings or questioned costs noted for the fiscal year ended June 30, 2020.

**ROCHESTER CITY SCHOOL DISTRICT
SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2020**

I. FINANCIAL STATEMENT FINDINGS

Criteria: Per Education Law Section 2576, the District is prohibited from spending funds in excess of the amount appropriated or available.

Condition: The District over-spent the amount authorized in the budget as approved by the Board of Education.

Cause: This situation was the result of inadequate management oversight of the District's budget and spending.

Effect: The District overspent the Board approved budget for the 2018-2019 fiscal year.

Context: This was identified by the auditors upon review of the Comprehensive Annual Financial Report.

Recommendation: We recommend the District refrain from over-spending the Board approved budget in the future and implement internal control over budget monitoring.

Status of finding: No longer a finding for the year ended June 30, 2020

II. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

There were no federal award findings or questioned costs noted for the fiscal year ended June 30, 2019.