

MILLCREEK TOWNSHIP SCHOOL DISTRICT

SINGLE AUDIT REPORT

YEAR ENDED JUNE 30, 2025

MILLCREEK TOWNSHIP SCHOOL DISTRICT
SINGLE AUDIT REPORT
YEAR ENDED JUNE 30, 2025

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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

To the Members of the Board
Millcreek Township School District

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, the business-type activities, each major fund, and the aggregate remaining fund information of MILLCREEK TOWNSHIP SCHOOL DISTRICT, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise MILLCREEK TOWNSHIP SCHOOL DISTRICT's basic financial statements, and have issued our report thereon dated December 19, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered MILLCREEK TOWNSHIP 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 MILLCREEK TOWNSHIP SCHOOL DISTRICT's internal control. Accordingly, we do not express an opinion on the effectiveness of MILLCREEK TOWNSHIP 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 may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether MILLCREEK TOWNSHIP 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*.



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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.

Zelenkofske Axlerod LLC

ZELENKOSKE AXELROD LLC

Pittsburgh, Pennsylvania
December 19, 2025



Zelenkofske Axlerod LLC

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

To the Members of the Board
Millcreek Township School District

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited MILLCREEK TOWNSHIP SCHOOL DISTRICT's 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 each of MILLCREEK TOWNSHIP SCHOOL DISTRICT's major federal programs for the year ended June 30, 2025. MILLCREEK TOWNSHIP SCHOOL DISTRICT's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, MILLCREEK TOWNSHIP 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, 2025.

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 (Government Auditing Standards); 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 Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of MILLCREEK TOWNSHIP 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 MILLCREEK TOWNSHIP 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 MILLCREEK TOWNSHIP SCHOOL DISTRICT's federal programs.



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To the Members of the Board
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Auditor's 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 MILLCREEK TOWNSHIP 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 MILLCREEK TOWNSHIP 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 MILLCREEK TOWNSHIP 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 MILLCREEK TOWNSHIP 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 MILLCREEK TOWNSHIP 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.

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.



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To the Members of the Board
Millcreek Township School District
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Our consideration of internal control over compliance was for the limited purpose described in the Auditor's 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 Uniform Guidance

We have audited the financial statements of MILLCREEK TOWNSHIP SCHOOL DISTRICT, as of and for the year ended June 30, 2025, and have issued our report thereon dated December 19, 2025, which contained unmodified opinions 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 a whole.

Zelenkofske Axlerod LLC

ZELENKOSFKE AXELROD LLC

Pittsburgh, Pennsylvania
December 19, 2025

**MILLCREEK TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025**

Federal Grantor/Pass Through Grantor/Program Title	Source Code	Federal AL Number	Pass Through Grantor Number	Grant Period		Accrued/ (Deferred) Revenue at July 1, 2024	Total Received for the Year	Revenue Recognized	Expenditures	Accrued/ (Deferred) Revenue at June 30, 2025	Subrecipient Expenditures
				Beginning	Ending						
<u>U.S. Department of Agriculture</u>											
Passed through Pennsylvania Dept. of Agriculture											
National School Lunch Program - U.S. Donated Commodities	I	10.555	2-01-25-101	7/1/2024	6/30/2025	\$ (864)	\$ 226,564	\$ 213,797	\$ 213,797	\$ (13,631)	\$ -
Passed through Pennsylvania Dept. of Education											
National School Lunch Program	I	10.555	362	7/1/2023	6/30/2024	36,533	36,533	-	-	-	-
National School Lunch Program	I	10.555	362	7/1/2024	6/30/2025	-	1,639,990	1,727,522	1,727,522	87,532	-
Subtotal						36,533	1,676,523	1,727,522	1,727,522	87,532	-
National School Breakfast Program	I	10.553	365	7/1/2023	6/30/2024	13,807	13,807	-	-	-	-
National School Breakfast Program	I	10.553	365	7/1/2024	6/30/2025	-	623,351	657,965	657,965	34,614	-
Subtotal						13,807	637,158	657,965	657,965	34,614	-
Supply Chain Assistance	I	10.555	356	7/1/2024	6/30/2025	(30,229)	-	27,074	27,074	(3,155)	-
Total Child Nutrition Cluster						19,247	2,540,245	2,626,358	2,626,358	105,360	-
Total U.S. Dept. of Agriculture						19,247	2,540,245	2,626,358	2,626,358	105,360	-
<u>U.S. Department of Education</u>											
Passed through Pennsylvania Dept. of Education											
Title I Improving Basic Programs	I	84.010	013-22-0253	7/1/2021	9/30/2022	(8,618)	-	8,618	8,618	-	-
Title I Improving Basic Programs	I	84.010	013-23-0253	7/1/2022	9/30/2023	(13,184)	-	13,184	13,184	-	-
Title I Improving Basic Programs	I	84.010	013-24-0253	7/1/2023	9/30/2024	259,693	310,487	46,216	46,216	(4,578)	-
Title I Improving Basic Programs	I	84.010	013-25-0253	7/1/2024	9/30/2025	-	1,129,450	1,279,949	1,279,949	150,499	-
Subtotal						237,891	1,439,937	1,347,967	1,347,967	145,921	-
Title II Improving Teacher Quality	I	84.367	020-24-0253	7/1/2023	9/30/2024	14,084	14,561	1,099	1,099	622	-
Title II Improving Teacher Quality	I	84.367	020-25-0253	7/1/2024	9/30/2025	-	188,929	178,605	178,605	(10,324)	-
Subtotal						14,084	203,490	179,704	179,704	(9,702)	-
Title III Improving Teacher Quality	I	84.365	010-25-0253	7/1/2024	9/30/2025	-	26,832	39,451	39,451	12,619	-
Subtotal						-	26,832	39,451	39,451	12,619	-
Title IV Improving Teacher Quality	I	84.424	144-24-0253	7/1/2023	9/30/2024	2,599	13,376	10,777	10,777	-	-
Title IV Improving Teacher Quality	I	84.424	144-25-0253	7/1/2024	9/30/2025	-	114,857	100,967	100,967	(13,890)	-
Subtotal						2,599	128,233	111,744	111,744	(13,890)	-
<u>PA Commission on Crime and Delinquency</u>											
2023 PCCD Grants - Mental	I	84.425U	N/A	8/1/2022	7/31/2024	111,967	111,967	-	-	-	-
2024 PCCD Grants - Mental	I	21.027	SLFRP1746	7/1/2024	6/30/2025	-	127,251	178,251	178,251	51,000	-
Subtotal						111,967	239,218	178,251	178,251	51,000	-
Passed through Northwest Tri- County IU											
IDEA Section 619	I	84.173	IU	7/1/2023	6/30/2024 *	5,344	5,344	-	-	-	-
IDEA Section 619	I	84.173	IU	7/1/2024	6/30/2025 *	-	-	16,060	16,060	16,060	16,060
IDEA Section 611	I	84.027	IU	7/1/2023	6/30/2024 *	288,572	288,572	-	-	-	-
IDEA Section 611	I	84.027	IU	7/1/2024	6/30/2025 *	-	1,356,933	1,507,704	1,507,704	150,771	1,507,704
Subtotal - Special Education Cluster						293,916	1,650,849	1,523,764	1,523,764	166,831	1,523,764
Total U.S. Department of Education						660,457	3,688,559	3,380,881	3,380,881	352,779	1,523,764
<u>U.S. Department of Health and Human Services</u>											
Passed through Pennsylvania Dept. of Education											
Medical Assistance - Admin.	I	93.778	N/A	7/1/2023	6/30/2024	18,892	18,892	-	-	-	-
Medical Assistance - Admin.	I	93.778	N/A	7/1/2024	6/30/2025	-	48,777	57,555	57,555	8,778	-
Subtotal						18,892	67,669	57,555	57,555	8,778	-
Total Federal Assistance						\$ 698,596	\$ 6,296,473	\$ 6,064,794	\$ 6,064,794	\$ 466,917	\$ 1,523,764

* - Denotes tested as a major program

MILLCREEK TOWNSHIP SCHOOL DISTRICT
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025

NOTE 1: REPORTING ENTITY

The Millcreek Township School District (the "School District") is the reporting entity for financial reporting purposes as defined in Note 1 to the School District's financial statements.

NOTE 2: BASIS OF ACCOUNTING

The accompanying schedule of expenditures of federal awards has been prepared on the basis of accounting practices prescribed or permitted by the Manual of Accounting and Related Financial Procedures for Pennsylvania School Systems, issued by the Pennsylvania Department of Education. These practices, as they apply to the School District, are in conformity with U.S. generally accepted accounting principles. The District did not use the 10% de minimis indirect cost rate.

MILLCREEK TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2025

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 not considered to be material weaknesses?
 yes none reported

Noncompliance material to financial statements noted? yes no

Federal Awards

Internal control over major programs:

Material weakness(es) identified? yes no

Significant deficiency(ies) identified 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
2 CFR 200.516(a) yes no

Identification of major programs:

<u>Federal AL Number(s)</u>	<u>Name of Program or Cluster</u>
84.173/84.027	Special Education – Grants to States

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

Auditee qualified as low-risk auditee? yes no

MILLCREEK TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2025

Section II – Findings Relating to the Financial Statements Audit as Required to be Reported in Accordance with Generally Accepted Government Auditing Standards

No matters were reported

Section III – Federal Awards Findings and Questioned costs.

No matters were reported.

MILLCREEK TOWNSHIP SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2025

Status of Prior Audit Findings

No matters were reported.