
Grosse Pointe Public School System

Federal Awards Supplemental Information
June 30, 2021

Independent Auditor's Reports

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance	1
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	2-3
Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance	4-5

Schedule of Expenditures of Federal Awards	6-7
---	-----

Reconciliation of Basic Financial Statements Federal Revenue with Schedule of Expenditures of Federal Awards	8
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Notes to Schedule of Expenditures of Federal Awards	9
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Schedule of Findings and Questioned Costs	10
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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
Grosse Pointe Public School System

We have audited the financial statements of the governmental activities, the major funds, and the aggregate remaining fund information of Grosse Pointe Public School System (the "School District") as of and for the year ended June 30, 2021 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 27, 2021, 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 27, 2021.

The accompanying schedule of expenditures of federal awards and the 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.

A handwritten signature in black ink that reads "Plante & Moran, PLLC".

October 27, 2021

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
Grosse Pointe Public School System

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, the major funds, and the aggregate remaining fund information of Grosse Pointe Public School System (the "School District") as of and for the year ended June 30, 2021 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 27, 2021.

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) 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 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 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*.

To Management and the Board of Education
Grosse Pointe Public School System

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 School District'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 & Moreau, PLLC

October 27, 2021

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
Grosse Pointe Public School System

Report on Compliance for Each Major Federal Program

We have audited Grosse Pointe Public School System'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, 2021. 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 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, 2021.

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
Grosse Pointe Public School System

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 27, 2021

Grosse Pointe Public School System

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2021

Program Title/Project Number/Subrecipient Name	Pass-through Entity Identifying Number	CFDA Number	Award Amount	(Memo Only) Prior Year Expenditures	Accrued Revenue at July 1, 2020	Adjustments and Transfers	Federal Funds/ Payments In-kind Received	Federal Expenditures	Accrued (Deferred) Revenue at June 30, 2021	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 Bonus Commodities 2020-2021	N/A	10.555	\$ 39,122	\$ -	\$ -	\$ -	\$ 39,122	\$ 39,122	\$ -	\$ -
Cash Assistance:										
COVID-19 Unanticipated School Closure Program 2019-2020	200902/1920	10.555	187,041	187,041	58,715	-	58,715	-	-	-
Emergency Operations - SNP Meals	211965/2021	10.555	12,138	-	-	-	-	12,138	12,138	-
National School Lunch Program (incl. commodities) subtotal			238,301	187,041	58,715	-	97,837	51,260	12,138	-
Summer Food Service Program 2020-2021	200900/2021	10.559	30,303	-	-	-	30,303	30,303	-	-
Extended Summer Food Service Program 2020-2021	210904/2021	10.559	706,106	-	-	-	638,823	706,106	67,283	-
Total Child Nutrition Cluster			974,710	187,041	58,715	-	766,963	787,669	79,421	-
Special Education Cluster - U.S. Department of Education -										
Passed through the Wayne County RESA:										
IDEA Flowthrough:										
2019-2020	200450/1920	84.027	1,724,000	1,724,000	363,025	-	363,025	-	-	-
2019-2020 CPO	200450/1920	84.027	380,000	380,000	78,392	-	78,392	-	-	-
2020-2021	210450/2021	84.027	1,773,240	-	-	-	1,270,463	1,773,240	502,777	-
2020-2021 CPO	210450/2021	84.027	422,200	-	-	-	308,241	422,200	113,959	-
Total IDEA Flowthrough			4,299,440	2,104,000	441,417	-	2,020,121	2,195,440	616,736	-
IDEA Preschool:										
2019-2020	200460/1920	84.173	113,286	113,286	20,203	-	20,203	-	-	-
2020-2021	210460/2021	84.173	126,252	-	-	-	89,876	126,252	36,376	-
Total IDEA Preschool			239,538	113,286	20,203	-	110,079	126,252	36,376	-
Total Special Education Cluster			4,538,978	2,217,286	461,620	-	2,130,200	2,321,692	653,112	-
Medicaid Cluster - U.S. Department of Health and Human Services -										
Passed through the Wayne County RESA -										
Medicaid Outreach:										
2019-2020	N/A	93.778	27,843	27,843	6,340	-	6,340	-	-	-
2020-2021	N/A	93.778	19,730	-	-	-	19,730	19,730	-	-
Total Medicaid Cluster			47,573	27,843	6,340	-	26,070	19,730	-	-

Grosse Pointe Public School System

Schedule of Expenditures of Federal Awards (Continued)

Year Ended June 30, 2021

Program Title/Project Number/Subrecipient Name	Pass-through Entity Identifying Number	CFDA Number	Award Amount	(Memo Only) Prior Year Expenditures	Accrued Revenue at July 1, 2020	Adjustments and Transfers	Federal Funds/ Payments In-kind Received	Federal Expenditures	Accrued (Deferred) Revenue at June 30, 2021	Current Year Cash Transferred to Subrecipients
Noncluster Federal Awards:										
U.S. Department of Education -										
Passed through the Michigan Department of Education:										
Education Stabilization Fund Program -										
COVID-19 ESSER Formula Fund I	203710/1920	84.425D	\$ 358,804	\$ -	\$ -	\$ -	\$ -	\$ 358,804	\$ 358,804	\$ -
Title I, Part A:										
Title I, Part A 2019-2020	201530/1920	84.010	456,089	424,312	82,255	-	82,255	-	-	-
Title I, Part A 2020-2021	211530/2021	84.010	501,234	-	-	-	370,358	486,724	116,366	-
Total Title I, Part A			957,323	424,312	82,255	-	452,613	486,724	116,366	-
Title II, Part A - Improving Teacher Quality:										
Title II, Part A 2019-2020	200520/1920	84.367	326,897	146,495	11,344	-	22,663	11,319	-	-
Title II, Part A 2020-2021	210520/2021	84.367	308,357	-	-	-	19,459	31,195	11,736	-
Total Title II, Part A			635,254	146,495	11,344	-	42,122	42,514	11,736	-
Title III, Part A Immigrant:										
Title III, Part A Immigrant 2019-2020	200570/1920	84.365	4,073	974	974	-	974	-	-	-
Title III, Part A Immigrant 2020-2021	210570/2021	84.365	7,937	-	-	-	1,619	2,065	446	-
Total Title III, Part A Immigrant			12,010	974	974	-	2,593	2,065	446	-
Title IV, Part A SSAE:										
Title IV 2019-2020	200750/1920	84.424	42,634	22,207	1,310	-	5,426	4,116	-	-
Title IV 2020-2021	210750/2021	84.424	48,501	-	-	-	39,568	46,609	7,041	-
Total Title IV, Part A			91,135	22,207	1,310	-	44,994	50,725	7,041	-
Total U.S. Department of Education noncluster programs			2,054,526	593,988	95,883	-	542,322	940,832	494,393	-
U.S. Department of Treasury:										
Passed through the Michigan Department of Education -										
Coronavirus Relief Fund:										
COVID-19 11p - CRF School Aid	N/A	21.019	2,611,718	-	-	-	2,611,718	2,276,000	(335,718)	-
COVID-19 103(2) - District COVID Costs	N/A	21.019	91,932	-	-	-	91,932	91,932	-	-
Total CRF passed through Michigan Department of Education			2,703,650	-	-	-	2,703,650	2,367,932	(335,718)	-
Passed through Copper Country ISD -										
COVID-19 CRF MiConnect/MAISA	N/A	21.019	72,298	-	-	-	72,298	72,298	-	-
Total Coronavirus Relief Fund			2,775,948	-	-	-	2,775,948	2,440,230	(335,718)	-
Total Federal Awards			\$ 10,391,735	\$ 3,026,158	\$ 622,558	\$ -	\$ 6,241,503	\$ 6,510,153	\$ 891,208	\$ -

Grosse Pointe Public School System

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

Year Ended June 30, 2021

Revenue from federal sources - As reported on financial statements (includes all funds)	\$ 6,586,129
Federal revenue for which the School District is considered a vendor or beneficiary rather than a subrecipient	<u>(75,976)</u>
Federal expenditures per the schedule of expenditures of federal awards	<u><u>\$ 6,510,153</u></u>

Notes to Schedule of Expenditures of Federal Awards

Year Ended June 30, 2021

Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Grosse Pointe Public School System (the "School District") under programs of the federal government for the year ended June 30, 2021. 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 same basis of accounting as the basic financial statements. Such expenditures, except for those related to CFDA 21.019, Coronavirus Relief Fund (CRF), 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.

CRF does not apply 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*, but rather applies the U.S. Department of Treasury's guidance and frequently asked questions, as codified in the Federal Register.

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.

Grosse Pointe Public School System

Schedule of Findings and Questioned Costs

Year Ended June 30, 2021

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
21.019	Coronavirus Relief Fund

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

None

Section III - Federal Program Audit Findings

None