

Oak Park School District

Single Audit Report

June 30, 2024



YEO & YEO

**BUSINESS SUCCESS
PARTNERS**

Table of Contents

	<u>Page</u>
Single Audit Report	
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>	1
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	3
Schedule of Expenditures of Federal Awards	7
Notes to the Schedule of Expenditures of Federal Awards	10
Schedule of Findings and Questioned Costs	12
Summary Schedule of Prior Audit Findings	16
Corrective Action Plans	17

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 Auditors' Report

Management and the Board of Education
Oak Park School District
Oak Park, Michigan

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 Oak Park School District, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Oak Park School District's basic financial statements, and have issued our report thereon dated October 23, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Oak Park 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 Oak Park School District's internal control. Accordingly, we do not express an opinion on the effectiveness of Oak Park 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2024-001 and 2024-002 that we consider to be material weaknesses.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Oak Park 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 an instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and is reported as finding 2024-002.

Oak Park School District's Response to Findings and Corrective Action Plan

Government Auditing Standards requires the auditor to perform limited procedures on Oak Park School District's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. Oak Park School District's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Oak Park School District is responsible for preparing a corrective action plan to address each audit finding included in our auditors' report. Oak Park School District's corrective action plan was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on it.

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.

Yeo & Yeo, P.C.

Auburn Hills, MI
October 23, 2024

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 Auditors' Report

Management and the Board of Education
Oak Park School District
Oak Park, Michigan

Report on Compliance for Each Major Federal Program

Qualified and Unmodified Opinions

We have audited Oak Park School District's 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 Oak Park School District's major federal programs for the year ended June 30, 2024. Oak Park School District's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Qualified Opinion on the Education Stabilization Fund

In our opinion, except for the noncompliance described in the Basis for Qualified and Unmodified Opinions section of our report, Oak Park School District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on the Education Stabilization Fund for the year ended June 30, 2024.

Unmodified Opinion on Each of the Other Major Federal Programs

In our opinion, Oak Park 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 other major federal programs identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs for the year ended June 30, 2024.

Basis for Qualified and Unmodified Opinions

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 Oak Park 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 Oak Park School District's compliance with the compliance requirements referred to above.

Matter Giving Rise to Qualified Opinion on the Education Stabilization Fund

As described in the accompanying schedule of findings and questioned costs, Oak Park School District did not comply with requirements regarding Assistance Listing 84.425U ESSER III Education Stabilization Fund, as described in finding number 2024-002 for special tests and provisions.

Compliance with such requirements is necessary, in our opinion, for Oak Park School District to comply with the requirements applicable to that program.

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 Oak Park School District'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 Oak Park 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 Oak Park 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 Oak Park 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 Oak Park 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 Oak Park 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.

Other Matters

Oak Park School District is responsible for preparing a corrective action plan to address each audit finding included in our auditors’ report. Oak Park School District’s corrective action plan was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on it.

Report on Internal Control over Compliance

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. However as discussed below, we did identify a certain deficiency in internal control over compliance that we consider to be a material weakness.

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. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2024-002 to be a material weakness.

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 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.

Government Auditing Standards requires the auditor to perform limited procedures on Oak Park School District’s response to the internal control over compliance findings identified in our audit described in the accompanying schedule of findings and questioned costs.

Oak Park School District’s response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Oak Park School District is responsible for preparing a corrective action plan to address each audit finding included in our auditors' report. Oak Park School District's corrective action plan was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on it.

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 Oak Park School District, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Oak Park School District's basic financial statements. We issued our report thereon dated October 23, 2024 which contained unmodified opinions on those financial statements. Our audit was performed 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. 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.

Yeo & Yeo, P.C.

Auburn Hills, MI
October 23, 2024

Oak Park School District
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2024

Federal Grantor Pass Through Grantor Program or Cluster Title	Federal Assistance Number	Pass- through Project Number	Award Grant Entitlement Program Amount	Accrued (Unearned) Revenue July 1, 2023	Prior Year Expenditures	Current Year Expenditures	Adjustments	Current Year Cash Payments/ In Kind Received	Accrued (Unearned) Revenue June 30, 2024	Cash Transferred to Subrecipients
U.S. DEPARTMENT OF AGRICULTURE:										
Passed Through Michigan Department of Education										
Local Food for Schools Cooperative Agreement Program	10.185	230985	\$ 9,225	\$ 9,225	\$ 9,225	\$ -	\$ -	\$ 9,225	\$ -	\$ -
Child Nutrition Cluster										
Cash Assistance										
National School Lunch Program - Breakfast	10.553	231970	592,913	-	490,167	102,746	-	102,746	-	-
National School Lunch Program - Breakfast	10.553	241970	525,459	-	-	552,631	-	525,459	27,172	-
			<u>1,118,372</u>	<u>-</u>	<u>490,167</u>	<u>655,377</u>	<u>-</u>	<u>628,205</u>	<u>27,172</u>	<u>-</u>
Non-Cash Assistance										
Entitlement	10.555	2023-24	148,684	-	-	148,684	-	148,684	-	-
Cash Assistance										
National School Lunch Program - Lunch	10.555	231960	391,882	-	156,303	235,579	-	235,579	-	-
Supply Chain Assistance - Lunch	10.555	240910	167,498	-	-	167,498	82,034	85,464	164,068	-
National School Lunch Program - Lunch	10.555	241960	1,079,976	-	-	1,079,976	-	1,033,018	46,958	-
			<u>1,788,040</u>	<u>-</u>	<u>156,303</u>	<u>1,631,737</u>	<u>82,034</u>	<u>1,502,745</u>	<u>211,026</u>	<u>-</u>
SFSP Operating										
SFSP Operating	10.559	230900	15	-	-	15	-	15	-	-
SFSP Operating	10.559	240900	29,451	-	-	29,451	-	-	29,451	-
			<u>29,466</u>	<u>-</u>	<u>-</u>	<u>29,466</u>	<u>-</u>	<u>15</u>	<u>29,451</u>	<u>-</u>
Total Child Nutrition Cluster			<u>2,935,879</u>	<u>-</u>	<u>646,470</u>	<u>2,316,580</u>	<u>82,034</u>	<u>2,130,965</u>	<u>267,649</u>	<u>-</u>
Emergency Operations - CACFP Meals	10.558	231920	63,740	-	41,091	22,649	-	22,649	-	-
Emergency Operations - CACFP Meals	10.558	242010	3,750	-	-	3,750	-	3,595	155	-
Emergency Operations - CACFP Meals	10.558	241920	78,187	-	-	78,187	-	74,617	3,570	-
Emergency Operations - CACFP Meals	10.558	232010	4,551	-	3,207	1,344	-	1,344	-	-
			<u>150,228</u>	<u>-</u>	<u>44,298</u>	<u>105,930</u>	<u>-</u>	<u>102,205</u>	<u>3,725</u>	<u>-</u>
Child Nutrition Discretionary Grants Limited Availability										
Child Nutrition Discretionary Grants Limited Availability	10.579	221995	10,000	10,000	10,000	-	-	10,000	-	-
Child Nutrition Discretionary Grants Limited Availability	10.579	221997	10,000	-	-	10,000	-	-	10,000	-
			<u>20,000</u>	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>-</u>	<u>10,000</u>	<u>10,000</u>	<u>-</u>
TOTAL U.S. DEPARTMENT OF AGRICULTURE			<u>3,115,332</u>	<u>19,225</u>	<u>709,993</u>	<u>2,432,510</u>	<u>82,034</u>	<u>2,252,395</u>	<u>281,374</u>	<u>-</u>
U.S. DEPARTMENT OF TREASURY:										
Passed Through Oakland County										
State & Local Fiscal Recovery Funds										
COVID-19 ARP Support Services	21.027	N/A	225,000	51,595	153,427	55,460	-	102,005	5,050	-
COVID-19 ARP Support Services	21.027	N/A	1,100,000	-	-	46,181	-	46,181	-	-
COVID-19 ARP Childcare	21.027	N/A	200,000	49,017	199,220	-	-	43,017	6,000	-
Passed Through Michigan Department of Education										
State & Local Fiscal Recovery Funds										
COVID-19 ARP Work Based Learning	21.027	222392	12,000	-	-	12,000	-	12,000	-	-
			<u>1,537,000</u>	<u>100,612</u>	<u>352,647</u>	<u>113,641</u>	<u>-</u>	<u>203,203</u>	<u>11,050</u>	<u>-</u>
TOTAL U.S. DEPARTMENT OF TREASURY			<u>1,537,000</u>	<u>100,612</u>	<u>352,647</u>	<u>113,641</u>	<u>-</u>	<u>203,203</u>	<u>11,050</u>	<u>-</u>

Oak Park School District
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2024

Federal Grantor Pass Through Grantor Program or Cluster Title	Federal Assistance Number	Pass- through Project Number	Award Grant Entitlement Program Amount	Accrued (Unearned) Revenue July 1, 2023	Prior Year Expenditures	Current Year Expenditures	Adjustments	Current Year Cash Payments/ In Kind Received	Accrued (Unearned) Revenue June 30, 2024	Cash Transferred to Subrecipients
U.S. DEPARTMENT OF EDUCATION:										
Passed Through Oakland Schools										
Special Education Cluster										
IDEA Flow Through (2122)	84.027A	210450-2122	\$ 723,554	\$ 319,909	\$ 723,319	\$ -	\$ -	\$ 319,909	\$ -	\$ -
COVID-19 IDEA Flow Through ARP (2122)	84.027A	221280-2122	166,531	148,932	148,932	44,805	(27,206)	166,531	-	-
IDEA Flow Through ARP (2223)	84.027A	230450-2223	646,869	341,297	341,297	305,572	-	572,947	73,922	-
IDEA Flow Through (2324)	84.027A	240450-2324	658,272	-	-	532,889	-	-	532,889	-
			<u>2,195,226</u>	<u>810,138</u>	<u>1,213,548</u>	<u>883,266</u>	<u>(27,206)</u>	<u>1,059,387</u>	<u>606,811</u>	<u>-</u>
Preschool Incentive (2223)	84.173A	230460-2223	15,599	19,071	19,071	-	(3,472)	15,108	491	-
Preschool Incentive (2324)	84.173A	230460-2324	12,951	-	-	11,394	-	-	11,394	-
			<u>28,550</u>	<u>19,071</u>	<u>19,071</u>	<u>11,394</u>	<u>(3,472)</u>	<u>15,108</u>	<u>11,885</u>	<u>-</u>
Total Special Education Cluster			<u>2,223,776</u>	<u>829,209</u>	<u>1,232,619</u>	<u>894,660</u>	<u>(30,678)</u>	<u>1,074,495</u>	<u>618,696</u>	<u>-</u>
Passed Through Michigan Department of Education										
Title I - Part A Improving Basic Programs (20-21)	84.010	211530-2021	1,594,784	616	293,450	-	(616)	-	-	-
Title I - Part A Improving Basic Programs (21-22)	84.010	221530-2122	1,512,514	15,682	1,309,146	-	(15,682)	-	-	-
Title I - Part A Improving Basic Programs (22-23)	84.010	231530-2223	1,157,504	65,299	765,299	81,650	-	146,949	-	-
Title I - Part A Improving Basic Programs (23-24)	84.010	231540-2324	1,141,350	-	-	523,774	-	492,084	31,690	-
			<u>5,406,152</u>	<u>81,597</u>	<u>2,367,895</u>	<u>605,424</u>	<u>(16,298)</u>	<u>639,033</u>	<u>31,690</u>	<u>-</u>
Passed Through Oakland County										
MI Rehab Services Infrastructure Agreement	84.126A	H126A200099	1,464	-	-	1,464	-	1,327	137	-
Vocational Rehabilitation Grant	84.126A	N/A	81,122	77,242	79,078	-	-	77,242	-	-
			<u>82,586</u>	<u>77,242</u>	<u>79,078</u>	<u>1,464</u>	<u>-</u>	<u>78,569</u>	<u>137</u>	<u>-</u>
Passed Through Michigan Department of Education										
Title III - Immigrant Student (2223)	84.365	230580-2223	16,984	5,048	5,048	-	-	5,048	-	-
Title III - Immigrant Student (2324)	84.365	230580-2224	24,027	-	-	6,282	-	-	6,282	-
			<u>41,011</u>	<u>5,048</u>	<u>5,048</u>	<u>6,282</u>	<u>-</u>	<u>5,048</u>	<u>6,282</u>	<u>-</u>
Title II - Part A Teacher/Principal Training and Recruiting (2021)	84.367	210520-2021	205,275	3,881	205,849	-	(3,881)	-	-	-
Title II - Part A Teacher/Principal Training and Recruiting (2122)	84.367	220520-2122	170,267	5,300	165,038	-	(5,300)	-	-	-
Title II - Part A Teacher/Principal Training and Recruiting (2223)	84.367	230520-2223	151,491	68,759	68,759	-	-	68,759	-	-
Title II - Part A Teacher/Principal Training and Recruiting (2324)	84.367	230520-2324	219,777	-	-	199,787	-	195,541	4,246	-
			<u>746,810</u>	<u>77,940</u>	<u>439,646</u>	<u>199,787</u>	<u>(9,181)</u>	<u>264,300</u>	<u>4,246</u>	<u>-</u>
Title IV - Part A Student Support and Academic Enrichment (2122)	84.424A	220750-2122	143,535	255	87,996	-	(255)	-	-	-
Title IV - Part A Student Support and Academic Enrichment (2223)	84.424A	230750-2223	130,997	56,020	56,020	-	-	56,020	-	-
Title IV - Part A Student Support and Academic Enrichment (2224)	84.424A	240750-2324	152,555	-	-	56,082	-	33,560	22,522	-
			<u>427,087</u>	<u>56,275</u>	<u>144,016</u>	<u>56,082</u>	<u>(255)</u>	<u>89,580</u>	<u>22,522</u>	<u>-</u>
Education Stabilization Fund										
COVID-19 American Rescue Plan - Homeless II	84.425W	211012-2122	142,652	-	-	45,087	-	-	45,087	-
COVID-19 ESSER MiLeap	84.425G	V425G200035	277,500	23,375	69,167	203,154	-	151,158	75,371	-
COVID-19 ESSER Formula III	84.425U	213713-2122	7,971,190	456,494	5,047,314	2,756,725	-	2,176,081	1,037,138	-
			<u>8,391,342</u>	<u>479,869</u>	<u>5,116,481</u>	<u>3,004,966</u>	<u>-</u>	<u>2,327,239</u>	<u>1,157,596</u>	<u>-</u>
TOTAL U.S. DEPARTMENT OF EDUCATION			<u>17,318,764</u>	<u>1,607,180</u>	<u>9,384,783</u>	<u>4,768,665</u>	<u>(56,412)</u>	<u>4,478,264</u>	<u>1,841,169</u>	<u>-</u>

See Accompanying Notes to the Schedule of Expenditures of Federal Awards

Oak Park School District
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2024

Federal Grantor Pass Through Grantor Program or Cluster Title	Federal Assistance Number	Pass- through Project Number	Award Grant Entitlement Program Amount	Accrued (Unearned) Revenue July 1, 2023	Prior Year Expenditures	Current Year Expenditures	Adjustments	Current Year Cash Payments/ In Kind Received	Accrued (Unearned) Revenue June 30, 2024	Cash Transferred to Subrecipients
U.S. DEP OF LABOR, EMPLOYMENT & TRAINING ADMIN										
Passed Through Oakland County										
Workforce Innovation and Opportunities Act Cluster										
Workforce Investment Act - SWA Young Prof	17.258	N/A	\$ 46,884	\$ 18,732	\$ 46,884	\$ -	\$ -	\$ 18,732	\$ -	\$ -
Workforce Investment Act - SWA Young Prof	17.258	N/A	46,814	-	-	12,530	-	10,530	2,000	-
Workforce Investment Act - SWA SY Prof	17.258	N/A	18,500	-	-	18,500	-	18,500	-	-
WIOA Adult Program (2122)	17.258	23A55AT000033	460,743	92,005	409,285	-	-	92,005	-	-
WIOA Adult Program	17.258	23A55AT000033	<u>627,272</u>	<u>-</u>	<u>-</u>	<u>529,465</u>	<u>-</u>	<u>367,590</u>	<u>161,875</u>	<u>-</u>
			<u>1,200,213</u>	<u>110,737</u>	<u>456,169</u>	<u>560,495</u>	<u>-</u>	<u>507,357</u>	<u>163,875</u>	<u>-</u>
Workforce Investment Act - Youth	17.259	23A55AY000033	296,898	68,455	336,358	-	(39,460)	28,995	-	-
Workforce Investment Act - Youth	17.259	23A55AY000033	299,800	-	-	282,595	-	251,856	30,739	-
WIOA Adult, Youth, Dislocated Worker, SWA Oakland 80	17.259	186WIOA22SWASPEC	<u>30,000</u>	<u>-</u>	<u>-</u>	<u>30,000</u>	<u>-</u>	<u>30,000</u>	<u>-</u>	<u>-</u>
			<u>626,698</u>	<u>68,455</u>	<u>336,358</u>	<u>312,595</u>	<u>(39,460)</u>	<u>310,851</u>	<u>30,739</u>	<u>-</u>
RESEA Program	17.278	23A55AT000033	182,634	18,449	182,634	-	-	18,449	-	-
RESEA Program	17.278	23A55AT000033	225,175	-	-	224,985	-	196,111	28,874	-
Administrative Cost pool	17.278	N/A	42,905	12,716	42,905	-	-	12,716	-	-
Administrative Cost pool	17.278	23A55AT000033	47,321	-	-	47,288	-	28,465	18,823	-
WIOA Dislocated Worker Program 22-23	17.278	23A55AW000033	211,756	6,582	127,746	-	-	90,592	-	-
WIOA Dislocated Worker Program 23-24	17.278	23A55AW000033	151,431	-	-	138,023	-	100,322	37,701	-
			<u>861,222</u>	<u>37,747</u>	<u>353,285</u>	<u>494,306</u>	<u>-</u>	<u>446,655</u>	<u>85,398</u>	<u>-</u>
Total Workforce Innovation and Opportunities Act Cluster			<u>2,688,133</u>	<u>216,939</u>	<u>1,145,812</u>	<u>1,367,396</u>	<u>(39,460)</u>	<u>1,264,863</u>	<u>280,012</u>	<u>-</u>
Employment Services/Wagner-Peyser (2021)	17.207	N/A	473,512	64,559	419,049	-	-	64,559	-	-
Employment Services/Wagner-Peyser (2122)	17.207	ES367602155A26	597,264	104,307	597,264	-	-	104,307	-	-
Employment Services/Wagner-Peyser 23-24	17.207	ES367602155A26	392,786	-	-	313,479	-	313,479	-	-
			<u>1,463,562</u>	<u>168,866</u>	<u>1,016,313</u>	<u>313,479</u>	<u>-</u>	<u>482,345</u>	<u>-</u>	<u>-</u>
Unemployment Insurance Infrastructure Agreement	17.225	N/A	6,643	640	6,643	-	-	640	-	-
Unemployment Insurance Infrastructure Agreement	17.225	UI393292355A26	1,464	-	-	1,464	-	1,327	137	-
			<u>8,107</u>	<u>640</u>	<u>6,643</u>	<u>1,464</u>	<u>-</u>	<u>1,967</u>	<u>137</u>	<u>-</u>
TGAA CASE MANAGEMENT 20-21	17.245	N/A	125,541	63,997	82,444	-	-	63,997	-	-
TGAA CASE MANAGEMENT 22-23	17.245	TA386862255A26	65,350	2,836	65,350	-	-	2,836	-	-
TGAA CASE MANAGEMENT 23-24	17.245	TA386862255A26	52,941	-	-	52,846	-	52,846	-	-
			<u>243,832</u>	<u>66,833</u>	<u>147,794</u>	<u>52,846</u>	<u>-</u>	<u>119,679</u>	<u>-</u>	<u>-</u>
Industry Infinity (2122)	17.268	HG359072160A26	100,480	2,288	100,480	-	-	2,288	-	-
Industry Infinity	17.268	HG359072160A26	32,552	-	-	28,537	-	15,037	13,500	-
			<u>133,032</u>	<u>2,288</u>	<u>100,480</u>	<u>28,537</u>	<u>-</u>	<u>17,325</u>	<u>13,500</u>	<u>-</u>
SAE BSCAI Program	17.277	AP351172060A26	64,933	-	-	64,933	-	14,360	50,573	-
SAE YARG Program	17.277	AP350832060A26	20,833	-	-	20,833	-	1,700	19,133	-
			<u>85,766</u>	<u>-</u>	<u>-</u>	<u>85,766</u>	<u>-</u>	<u>16,060</u>	<u>69,706</u>	<u>-</u>
TOTAL U.S. DEP OF LABOR, EMPLOYMENT & TRAINING			<u>4,622,432</u>	<u>455,566</u>	<u>2,417,042</u>	<u>1,849,488</u>	<u>(39,460)</u>	<u>1,902,239</u>	<u>363,355</u>	<u>-</u>
U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES:										
Passed through Oakland County										
Temporary Assistance for Needy Families Cluster:										
PATH (2223)	93.558	N/A	281,365	56,557	258,660	22,705	-	79,262	-	-
PATH (2324)	93.558	N/A	278,425	-	-	198,211	-	170,609	27,602	-
			<u>559,790</u>	<u>56,557</u>	<u>258,660</u>	<u>220,916</u>	<u>-</u>	<u>249,871</u>	<u>27,602</u>	<u>-</u>
Passed through Oakland County Schools										
Medicaid Cluster										
Medical Assistance Program	93.778	N/A	22,116	-	10,577	16,148	-	16,148	-	-
TOTAL U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES			<u>581,906</u>	<u>56,557</u>	<u>269,237</u>	<u>237,064</u>	<u>-</u>	<u>266,019</u>	<u>27,602</u>	<u>-</u>
TOTAL FEDERAL AWARDS			<u>\$ 27,175,434</u>	<u>\$ 2,239,140</u>	<u>\$ 13,133,702</u>	<u>\$ 9,401,368</u>	<u>\$ (13,838)</u>	<u>\$ 9,102,120</u>	<u>\$ 2,524,550</u>	<u>\$ -</u>

See Accompanying Notes to the Schedule of Expenditures of Federal Awards

Oak Park School District
Notes to the Schedule of Expenditures of Federal Awards
June 30, 2024

Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards (SEFA) includes the federal award activity of Oak Park School District under programs of the federal government for the year ended June 30, 2024. 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). Because the Schedule presents only a selected portion of the operations of Oak Park School District, it is not intended to and does not present the financial position or changes in financial position of Oak Park School District.

Note 2 - Summary of Significant Accounting Policies

Expenditures

Expenditures reported on the SEFA are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance where certain types of expenditures are not allowable or are limited as to reimbursement.

Indirect Cost Rate

Oak Park School District has elected not to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

Note 3 - Reconciliation to Financial Statements

Federal sources revenue per the financial statements	\$ 10,554,534
Reconciling items	
Current year deferred inflows of resources	344,287
Prior year deferred inflows of resources	<u>(1,497,453)</u>
Total expenditures of federal awards	<u>\$ 9,401,368</u>

Note 4 - Funds Transferred to Subrecipients

The Schools District did not transfer any federal funds to subrecipients during the fiscal year.

Oak Park School District
Notes to the Schedule of Expenditures of Federal Awards
June 30, 2024

Note 5 - Michigan Department of Education Disclosures

The federal amounts reported on the grant auditor report are in agreement with the SEFA.

The amounts reported on the recipient entitlement balance report agree with the SEFA for U.S.D.A. donated food commodities.

Note 6 - Adjustments

Adjustments represent prior year amounts that have been unobligated or for which the Michigan Department of Education has applied funds to other grants based on prior year amounts overdrawn.

**Oak Park School District
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2024**

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued on whether the financial statements were prepared in accordance with Generally Accepted Accounting Principles:

Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? X Yes No
- Significant deficiency(ies) identified that are not considered to be material weaknesses? Yes X None reported
- Noncompliance material to financial statements noted? Yes X No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? X Yes No
- Significant deficiency(ies) identified that are not considered to be material weakness(es)? Yes X None reported

Type of auditors' report issued on compliance for major programs:

Qualified and unmodified

Any audit findings disclosed that are required to be reported in accordance with §200.516(a)? X Yes No

Oak Park School District
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2024

Identification of major programs:

Assistance Listing Numbers
84.425W, 84.425G, 84.425U
10.553, 10.555, 10.559

Name of Federal Program
Education Stabilization Fund
Child Nutrition Cluster

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

\$ 750,000

Auditee qualified as low-risk auditee:

_____ Yes X No

**Oak Park School District
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2024**

Section II – Government Auditing Standards Findings

Finding 2024-001 – Audit Adjustments – Material Weakness

Criteria:	Management is responsible for reporting complete and accurate financial data in accordance with Generally Accepted Accounting Principles (GAAP).
Condition:	Multiple revised versions of the Schedule of Expenditures of Federal Awards (SEFA) were provided throughout the audit. The final version required significant corrections in order to reconcile to the third-party confirmations and the underlying accounting detail. This required several audit adjustments, which were material in the aggregate, to fairly state balances related to the SEFA in relation to the accounting records. Account balances affected include revenues, amounts due from other governments, and deferred inflows of resources.
Cause and Effect:	The cause was due to a transition in accounting personnel during the beginning of the fiscal year and during the prior year's financial statement audit. Prior year untimely grant draws fed into a lack of understanding about how to prepare a SEFA, including how it should reconcile to the underlying financial records and other sources of information. The effect was to inaccurately state the financial balances and SEFA of the School District prior to audit adjustments and SEFA corrections.
Recommendation:	We recommend the School District provide additional training to accurately prepare the SEFA and reconcile it to the appropriate accounting records.
Views of Responsible Officials:	Management agrees with the finding.
Corrective Action Plan:	See attached corrective action plan.

Finding 2024-002 – Material Weakness & Material Noncompliance – Special Tests and Provisions related to the Education Stabilization Fund, Assistance Listing Number 84.425U, Award Number 213713/2122 – see the federal award findings for relevant information.

**Oak Park School District
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2024**

Section III – Federal Award Findings and Questioned Costs

Finding 2024-002 – Material Weakness & Material Noncompliance – Special Tests and Provisions related to the Education Stabilization Fund, Assistance Listing Number 84.425U, Award Number 213713/2122

Criteria:	Management is responsible for complying with the specific compliance requirements set forth by the Uniform Guidance, the U.S. Department of Education, and the School District's pass-through entity Michigan Department of Education (MDE), as it relates to federally funded grants.
Condition:	As a result of our audit procedures, we identified that there was no prevailing wage clause in the construction contracts that the School District charged to the Education Stabilization Fund grant.
Cause and Effect:	The School District entered into a construction contract and paid a total of \$443,281 related to the contract. The amount paid includes both labor and materials in the amount of \$212,410 and \$230,871, respectively. There was no prevailing wage clause within the contract, and the contractors have indicated that prevailing wage rates were not paid. The effect is noncompliance related to special tests and provisions because prevailing wages were not paid.
Questioned Costs:	Questioned costs cannot be determined because we do not know the related prevailing wage rates applicable to this type of work. The maximum questioned costs are \$212,410 as that is the installation cost (labor charges).
Recommendation:	We recommend the School District take a team approach with finance and operations to expand its control over grant compliance, particularly in regard to reviewing construction contracts that are charged to grants to ensure all applicable compliance requirements are included.
Views of Responsible Officials:	Management agrees with the finding.
Corrective Action Plan:	See attached corrective action plan.

**Oak Park School District
Summary Schedule of Prior Audit Findings
June 30, 2024**

Section IV – Prior Year Audit Findings

Government Auditing Standards Findings

Finding 2023-001 – Expenditures in Excess of Appropriations – Material Weakness – Material Noncompliance

Criteria: The State of Michigan Uniform Budgeting and Accounting Act (Public Act 2 of 1986, MCL 141.437) requires the School District to amend the original adopted budget “as soon as it becomes apparent that a deviation from the original general appropriations act is necessary and the amount of the deviation can be determined.” The Act also states that “an administrative officer of the local unit shall not incur expenditures against an appropriation account in excess of the amount appropriated by the legislative body.”

Status: Partially corrected.

Finding 2023-002 – Audit Adjustments Due to Lack of Timely Reconciliations – Material Weakness

Criteria: Management is responsible for reporting complete and accurate financial data in accordance with Generally Accepted Accounting Principles (GAAP).

Status: Partially corrected.

Finding 2023-003 – Lack of Timely Cash Requests for Federal Grant Reimbursement – Significant Deficiency

Criteria: The District should make federal grant reimbursement requests in a timely manner.

Status: Corrected.

Federal Award Findings and Questioned Costs

There were no *Federal Award Findings and Questioned Costs* for the year ended June 30, 2023.



**Oak Park
Schools**

**ADMINISTRATION BUILDING
13900 GRANZON • OAK PARK, MICHIGAN 48237-2799
TELEPHONE: (248) 336-7700**

**SCHOOL DISTRICT OF THE CITY OF OAK PARK
CORRECTIVE ACTION PLAN
FOR THE YEAR ENDED JUNE 30, 2024**

The School District of the City of Oak Park respectfully submits the following Corrective Action Plan for the year ended June 30, 2024.

Auditor: Yeo & Yeo
691 N. Squirrel Road Suite 100
Auburn Hills, MI 48326

Audit Period: Year ended June 30, 2024

District contact person(s): Dr. Sharrece Farris, Executive Director of Business & Finance

2024-001 – Audit Adjustments – Material Weakness

Corrective Action: District will secure additional staff committed to providing support and oversight to the district's grant portfolio. The additional staff will ensure adequate oversight of managing grant reimbursements, expenses and overall federal grant program reporting. Grant reconciliations will be performed monthly to ensure receipts and expenses align.

Corrective Action Date of Completion: Beginning September 2024 and ongoing

Responsible Party: Executive Director of Business and Finance.

Finding 2024-002 – Material Weakness and Material Non-Compliance: Special Test and Provisions related to the Education Stabilization Fund, Assistance Listing Number, 84.425U, Award Number 213713/2122

Corrective Action: Both Finance and Operations Department will work simultaneously on preparing bid offers associated to all grant funding. Department of Operations will provide the Finance with copies of all grant funded bid projects and review for approval prior to engagement. In addition, we will seek legal guidance regarding contractual terms.

Corrective Action Date of Completion: Beginning October 2024 and ongoing

Responsible Party: Executive Director of Finance and Director of Operations

Signature _____


Dr. Sharreese Farris, Executive Director of Business and Finance