
Southfield Public Schools

Federal Awards Supplemental Information
June 30, 2023

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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
Southfield Public Schools

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Southfield Public Schools (the "School District") as of and for the year ended June 30, 2023 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 26, 2023, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. We have not performed any procedures with respect to the audited financial statements subsequent to October 26, 2023.

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 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic 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 and the reconciliation of basic financial statements federal revenue with schedule of expenditures of federal awards are fairly stated in all material respects in relation to the financial statements as a whole.

Plante & Moran, PLLC

October 26, 2023

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
Southfield Public Schools

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 basic financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Southfield Public Schools (the "School District") as of and for the year ended June 30, 2023 and the related notes to the basic financial statements, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated October 26, 2023.

Report on 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 or significant deficiencies may exist that were not identified.

Report on 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
Southfield Public Schools

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 & Moran, PLLC

October 26, 2023

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
Southfield Public Schools

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Southfield Public Schools' (the "School District") compliance with the types of compliance requirements identified as subject to audit in the Office of Management and Budget (OMB) Compliance Supplement that could have a direct and material effect on each of the School District's major federal programs for the year ended June 30, 2023. The 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, the 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 the major federal programs for the year ended June 30, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the "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 the 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 the 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 the School District's federal programs.

To the Board of Education
Southfield Public Schools

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 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 the 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 the 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 the 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 the 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

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

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. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as Finding 2023-001 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 of 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.

To the Board of Education
Southfield Public Schools

Government Auditing Standards require the auditor to perform limited procedures on the School District's response to the internal control over compliance finding identified in our audit and described in the accompanying schedule of findings and questioned costs. The 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 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.

Plante & Moran, PLLC

October 26, 2023

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2023

Federal Agency/Pass-through Agency/Program Title	Pass-through Entity Identifying Number	Assistance Listing Number	Award Amount	(Memo Only) Prior Year Expenditures	Accrued (Deferred) Revenue at July 1, 2022	Adjustments and Transfers	Federal Funds/ Payments In-kind Received	Federal Expenditures	Accrued (Deferred) Revenue at June 30, 2023	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 Entitlement Commodities 2022-23	N/A	10.555	\$ 137,646	\$ -	\$ -	\$ -	\$ 137,646	\$ 137,646	\$ -	\$ -
National Lunch Program Bonus Commodities 2022-23	N/A	10.555	<u>26,272</u>	-	-	-	<u>26,272</u>	<u>26,272</u>	-	-
Noncash Assistance (Commodities) subtotal			163,918	-	-	-	163,918	163,918	-	-
Cash assistance:										
Summer Food Service Program (SFSP):										
Extended SFSP 2021-22	220900	10.559	15,012	3,453	3,453	-	15,012	11,559	-	-
Extended SFSP 2022-23	230900	10.559	<u>26,321</u>	-	-	-	-	<u>26,321</u>	<u>26,321</u>	-
SFSP subtotal			41,333	3,453	3,453	-	15,012	37,880	26,321	-
Seamless Summer Option - Breakfast 2021-22	221971	10.553	619,129	619,129	37,304	-	37,304	-	-	-
School Breakfast Program	221970	10.533	61,247	-	-	-	61,247	61,247	-	-
School Breakfast Program	231970	10.533	<u>589,427</u>	-	-	-	<u>549,626</u>	<u>589,427</u>	<u>39,801</u>	-
School Breakfast subtotal			1,269,803	619,129	37,304	-	648,177	650,674	39,801	-
Seamless Summer Option - Lunch 2021-22	221961	10.555	1,533,199	1,533,199	110,659	-	110,659	-	-	-
National School Lunch Program	221960	10.555	185,739	-	-	-	185,739	185,739	-	-
National School Lunch Program	231960	10.555	<u>1,606,655</u>	-	-	-	<u>1,520,727</u>	<u>1,606,655</u>	<u>85,928</u>	-
National School Lunch Program subtotal			1,792,394	-	-	-	1,706,466	1,792,394	85,928	-
Supply Chain Assistance 2021-22	220910	10.555	177,349	87,883	-	-	89,466	89,466	-	-
Supply Chain Assistance 2022-23	230910	10.555	<u>49,831</u>	-	-	-	<u>49,831</u>	<u>49,831</u>	-	-
Supply Chain Assistance subtotal			<u>227,180</u>	<u>87,883</u>	-	-	<u>139,297</u>	<u>139,297</u>	-	-
National School Lunch program (incl. commodities)			3,716,691	1,621,082	110,659	-	2,120,340	2,095,609	85,928	-
Fresh Fruit and Vegetable Program	230950	10.582	<u>20,930</u>	-	-	-	<u>10,000</u>	<u>19,443</u>	<u>9,443</u>	-
Total Child Nutrition Cluster			5,048,757	2,243,664	151,416	-	2,793,529	2,803,606	161,493	-
Special Education Cluster - U.S. Department of Education - Passed through the Oakland County ISD:										
Special Education - Grants to States (IDEA, Part B):										
IDEA, Part B, 2020-2021	210450	84.027	1,618,610	1,514,112	-	(5,655)	27,279	32,934	-	-
IDEA, Part B, 2021-2022	220450	84.027	1,593,129	1,344,801	701,409	-	874,890	175,956	2,475	-
IDEA, Part B, 2022-2023	230450	84.027	1,514,317	-	-	-	1,001,407	1,473,318	471,911	-
COVID-19 American Rescue Plan - IDEA	221280	84.027X	<u>366,101</u>	<u>116,723</u>	<u>116,723</u>	-	<u>116,723</u>	<u>244,163</u>	<u>244,163</u>	-
Total IDEA, Part B			5,092,157	2,975,636	818,132	(5,655)	2,020,299	1,926,371	718,549	-

Southfield Public Schools

Schedule of Expenditures of Federal Awards (Continued)

Year Ended June 30, 2023

Federal Agency/Pass-through Agency/Program Title	Pass-through Entity Identifying Number	Assistance Listing Number	Award Amount	(Memo Only) Prior Year Expenditures	Accrued (Deferred) Revenue at July 1, 2022	Adjustments and Transfers	Federal Funds/ Payments In-kind Received	Federal Expenditures	Accrued (Deferred) Revenue at June 30, 2023	Current Year Cash Transferred to Subrecipients
Clusters (continued):										
Special Education Cluster - U.S. Department of Education - Passed through the Oakland County ISD (continued):										
IDEA Preschool Incentive:										
IDEA Preschool 2020-2021	210460	84.173	\$ 52,052	\$ 50,329	\$ 32,804	\$ -	\$ 50,329	\$ 1,723	\$ -	\$ -
IDEA Preschool 2021-2022	220460	84.173	47,364	30,212	28,791	-	25,804	17,152	4,338	-
IDEA Preschool 2022-2023	230460	84.173	56,545	-	-	-	-	43,086	43,086	-
COVID-19 American Rescue Plan - IDEA Preschool	221285	84.173X	27,132	-	-	-	18,444	27,132	8,688	-
Total IDEA Preschool Initiative			183,093	80,541	61,595	-	94,577	89,093	56,112	-
Total Special Education Cluster			5,275,250	3,056,177	879,727	(5,655)	2,114,876	2,015,464	774,661	-
Medicaid Cluster - U.S. Department of Health and Human Services - Passed through the Oakland County ISD - Medicaid Outreach AOP - 2022-2023										
	N/A	93.778	28,602	-	-	-	28,602	28,602	-	-
Head Start Cluster - U.S. Department of Health and Human Services - Direct award:										
Project number 05CH011144	05CH011144	93.600	7,220,651	4,700,833	640,794	(54,061)	1,604,697	1,267,573	249,609	-
COVID-19 Project number 05CH011144	05HE000224	93.600	215,636	33,912	4,245	-	4,245	86,264	86,264	-
Total Head Start Cluster			7,436,287	4,734,745	645,039	(54,061)	1,608,942	1,353,837	335,873	-
Total clusters			17,788,896	10,034,586	1,676,182	(59,716)	6,545,949	6,201,509	1,272,027	-
Other federal awards:										
U.S. Department of Agriculture - Passed through the Michigan Department of Education:										
Child Care Food Program:										
CACFP 2021-2022	221920	10.558	33,978	25,316	3,795	-	12,457	8,662	-	-
CACFP 2021-2022	222010	10.558	1,577	1,201	200	-	576	376	-	-
CACFP 2022-2023	231920	10.558	80,957	-	-	-	77,064	80,957	3,893	-
CACFP 2022-2023	232010	10.558	3,727	-	-	-	3,561	3,727	166	-
Total CACFP			120,239	26,517	3,995	-	93,658	93,722	4,059	-
COVID-19 Pandemic EBT Local Level Costs 2022-23	220980	10.649	3,135	-	-	-	3,135	3,135	-	-
Total U.S. Department of Agriculture noncluster programs			123,374	26,517	3,995	-	96,793	96,857	4,059	-

Southfield Public Schools

Schedule of Expenditures of Federal Awards (Continued)

Year Ended June 30, 2023

Federal Agency/Pass-through Agency/Program Title	Pass-through Entity Identifying Number	Assistance Listing Number	Award Amount	(Memo Only) Prior Year Expenditures	Accrued (Deferred) Revenue at July 1, 2022	Adjustments and Transfers	Federal Funds/ Payments In-kind Received	Federal Expenditures	Accrued (Deferred) Revenue at June 30, 2023	Current Year Cash Transferred to Subrecipients
Other federal awards (continued):										
U.S. Department of Education -										
Passed through the Michigan Department of Education:										
Title I, Part A Improving Basic Programs, 2021-2022	221530	84.010	\$ 2,122,998	\$ 1,496,181	\$ 494,236	\$ (18,175)	\$ 738,298	\$ 225,887	\$ -	\$ -
Title I, Part A Improving Basic Programs, 2022-2023	231530	84.010	2,046,738	-	-	-	1,270,829	1,567,248	296,419	-
Total Title I, Part A			4,169,736	1,496,181	494,236	(18,175)	2,009,127	1,793,135	296,419	-
Title III Limited English/Proficient Students, 2021-2022	220580	84.365	52,873	1,421	1,421	-	19,745	18,324	-	-
Title III Limited English/Proficient Students, 2022-2023	231530	84.365	55,302	-	-	-	-	12,863	12,863	-
Total Title III, Part A			108,175	1,421	1,421	-	19,745	31,187	12,863	-
Title II, Part A - Teacher/Principal Training & Recruiting, 2021-2022	220520	84.367	482,012	197,872	171,876	-	222,201	50,325	-	-
Title II, Part A - Teacher/Principal Training & Recruiting, 2022-2023	230520	84.367	517,096	-	-	-	67,911	187,936	120,025	-
Total Title II, Part A			999,108	197,872	171,876	-	290,112	238,261	120,025	-
Title IV, Part A - Student Support and Academic Enrich, 2021-2022	220750	84.424	237,376	20,147	20,147	-	72,459	52,312	-	-
Title IV, Part A - Student Support and Academic Enrich, 2022-2023	230750	84.424	264,280	-	-	-	40,479	105,195	64,716	-
Total Title IV, Part A			501,656	20,147	20,147	-	112,938	157,507	64,716	-
Education Stabilization Fund (ESF):										
COVID-19 Governor's Emergency Education Relief Fund (GEER Special)	201201/2122	84.425C	151,864	126,557	126,557	-	133,607	-	(7,050)	-
COVID-19 Governor's Emergency Education Relief Fund (GEER)	211202/2122	84.425C	96,250	89,750	89,750	-	89,750	-	-	-
COVID-19 ESSER, Fund I	203710/1920	84.425D	1,384,613	1,313,884	22,289	-	22,289	-	-	-
COVID-19 ESSER, Education Equity	203720/1920	84.425D	207,692	147,152	44,308	-	44,308	-	-	-
COVID-19 Esser Equity II	213712/2021	84.425D	6,271,077	3,023,957	744,536	242,198	2,893,594	2,931,387	1,024,527	-
COVID-19 Esser Equity II 98c Learning Loss Grant	213782	84.425D	261,098	-	-	-	261,098	261,098	-	-
COVID-19 Esser 23b2a Summer	213722/2122	84.425D	440,000	292,740	(114,500)	-	32,760	147,260	-	-
COVID-19 Esser 23b2b Credit Recovery	213742/2122	84.425D	440,000	379,900	379,900	-	379,900	-	-	-
COVID-19 Esser III	13713/2122	84.425U	14,093,965	76,647	35,822	-	1,098,887	2,741,618	1,678,553	-
COVID 19 American Rescue Plan Homeless Children and Youth II	211012	84.425W	43,770	-	-	-	-	7,875	7,875	-
Total Education Stabilization Fund			23,390,329	5,450,587	1,328,662	242,198	4,956,193	6,089,238	2,703,905	-
Total U.S. Department of Education noncluster programs			29,169,004	7,166,208	2,016,342	224,023	7,388,115	8,309,328	3,197,928	-
U.S. Department of the Treasury:										
Passed through Michigan Department of Education -										
Coronavirus Relief Fund (CRF) - COVID-19 11p - CRF School Aid	20-21	21.019	1,951,887	1,921,829	(30,058)	-	(30,058)	-	-	-
Passed through Oakland County - Coronavirus State and Local Fiscal Recovery Funds (CSLFR) - COVID-19 Mental Health Grant Program	222390	21.027	175,000	-	-	-	175,000	58,662	(116,338)	-
Total U.S. Department of the Treasury noncluster programs			2,126,887	1,921,829	(30,058)	-	144,942	58,662	(116,338)	-
Total federal awards			\$ 49,208,161	\$ 19,149,140	\$ 3,666,461	\$ 164,307	\$ 14,175,799	\$ 14,666,356	\$ 4,357,676	\$ -

Southfield Public Schools

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

Year Ended June 30, 2023

Revenue from federal sources - As reported on financial statements (includes all funds)	\$ 14,763,362
Unavailable revenue report at June 30, 2022	(227,143)
Unavailable revenue report at June 30, 2023	312,619
COVID ESSER II Equity adjustment (Note 5)	(242,198)
IDEA, Part A adjustment (Note 5)	5,655
Headstart adjustment (Note 5)	54,061
	<hr/>
Federal expenditures per the schedule of expenditures of federal awards	<u><u>\$ 14,666,356</u></u>

Notes to Schedule of Expenditures of Federal Awards

Year Ended June 30, 2023

Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Southfield Public Schools (the "School District") under programs of the federal government for the year ended June 30, 2023. 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 same basis of accounting as the basic financial statements. Such expenditures 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. 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. The 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 Michigan Department of Education NexSys Grant Auditor Report (GAR) in preparing the schedule of expenditures of federal awards. Differences, if any, between the GAR and the schedule of expenditures of federal awards relate to the timing of payments and the fiscal year to which the payments relate.

Note 4 - Noncash Assistance

The value of the noncash assistance received was determined in accordance with the provisions of the Uniform Guidance.

Note 5 - Adjustments and Transfers

During the year ended June 30, 2023, there were the following transfers and adjustments reported on the schedule of expenditures of federal awards:

- \$5,655 of IDEA, Part A funds were overpaid during the year ended June 30, 2022 and returned to the pass-through agency during the year ended June 30, 2023.
- \$54,061 of Headstart funds were recorded as qualified federal expenditures and accrued revenue during the year ended June 30, 2022. These qualified federal expenditures were not submitted timely and will not be reimbursed by the awarding agency.
- \$18,175 of Title I, Part A funds were over requested by the School District and paid by the pass-through agency during the year ended June 30, 2023 and will be repaid by the School District in fiscal year 2024.
- \$242,198 of COVID-19 ESSER Equity II funds were reimbursed and recognized as federal revenue in the year ended June 30, 2023. The corresponding qualified federal expenditure was recorded in the year ended June 30, 2021 to the grant code but was not previously reported on the schedule of expenditures of federal awards.

Schedule of Findings and Questioned Costs

Year Ended June 30, 2023

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 X 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 None reported

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 weaknesses? Yes X None reported

Any audit findings disclosed that are required to be reported in accordance with Section 2 CFR 200.516(a)? X Yes No

Identification of major programs:

ALN	Name of Federal Program or Cluster	Opinion
10.553, 10.555, 10.559, 10.582 84.010	Child Nutrition Cluster Title I, Part A	Unmodified
84.425D, 84.425U, 84.425W	Education Stabilization Fund	Unmodified

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

Auditee qualified as low-risk auditee? Yes X No

Section II - Financial Statement Audit Findings

Reference Number	Finding
Current Year None	

Schedule of Findings and Questioned Costs (Continued)

Year Ended June 30, 2023

Section III - Federal Program Audit Findings

Reference Number	Finding	Questioned Costs
2023-001	<p>Assistance Listing Number, Federal Agency, and Program Name - Child Nutrition Cluster - 10.555: National School Lunch Program and 10.553: National School Breakfast Program</p> <p>Federal Award Identification Number and Year - National School Lunch Program: 221960 and 231960; National School Breakfast Program: 221970 and 231970</p> <p>Pass-through Entity - Michigan Department of Education</p> <p>Finding Type - Material weakness</p> <p>Repeat Finding - No</p> <p>Criteria - To monitor the National School Breakfast and National School Lunch programs, the Michigan Department of Education, the pass-through agency, requires annual program on-site monitoring reviews to be completed internally by school districts. All buildings operating school lunch programs must have one on-site monitoring reviews completed by February 1. In addition, 50 percent of buildings operating school breakfast programs must also be reviewed annually by February 1. The following year, the other 50 percent of buildings operating school breakfast programs must be reviewed.</p> <p>Condition - The School District did not complete on-site monitoring reviews for any buildings operating school lunch and breakfast programs within the School District during the year ended June 30, 2023.</p> <p>Questioned Costs - None.</p> <p>Identification of How Questioned Costs Were Computed - Not applicable. The finding is related to a lack of monitoring controls and not tied to any known questioned costs.</p> <p>Context - No on-site monitoring reviews of school lunch and breakfast programs were completed by the School District during the year ended June 30, 2023.</p> <p>Cause and Effect - Due to management oversight, the School District did not complete required annual on-site monitoring reviews, and, therefore, is not compliant with Michigan Department of Education requirements.</p> <p>Recommendation - We recommend the School District implement a process to perform required on-site monitoring reviews following Michigan Department of Education guidelines.</p> <p>Views of Responsible Officials and Corrective Action Plan - Southfield Public Schools contracts its food service with Southwest Food Service. Going forward, the food service director (Southwest Food Service) and food service purchasing (Southfield Public Schools) will coordinate the on-site monitoring reviews and its completion to Michigan Department of Education standards and make sure the required forms are completed before deadlines.</p>	None