

**Grosse Ile Township Schools**

**Single Audit**

**June 30, 2023**



**YEO & YEO**

**BUSINESS SUCCESS  
PARTNERS**

## Table of Contents

	Page
Single Audit	
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	6
Notes to the Schedule of Expenditures of Federal Awards	8
Schedule of Findings and Questioned Costs	10
Summary Schedule of Prior Audit Findings	12

## **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  
Grosse Ile Township Schools  
Grosse Ile Township, MI

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 Grosse Ile Township Schools, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise Grosse Ile Township Schools' basic financial statements and have issued our report thereon dated October 10, 2023.

#### **Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Grosse Ile Township Schools' internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Grosse Ile Township Schools' internal control. Accordingly, we do not express an opinion on the effectiveness of Grosse Ile Township Schools' internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

## Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Grosse Ile Township Schools' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

## 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.*

Ann Arbor, MI  
October 10, 2023

## **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  
Grosse Ile Township Schools  
Grosse Ile Township, MI

#### **Report on Compliance for Each Major Federal Program**

##### **Opinion on Each Major Federal Program**

We have audited Grosse Ile Township Schools' 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 Grosse Ile Township Schools' major federal programs for the year ended June 30, 2023. Grosse Ile Township Schools' major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, Grosse Ile Township Schools' complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 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* (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 Grosse Ile Township Schools 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 Grosse Ile Township Schools' 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 agreements applicable to Grosse Ile Township Schools' 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 Grosse Ile Township Schools' 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 Grosse Ile Township Schools' 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 Grosse Ile Township Schools' compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Grosse Ile Township Schools' 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 Grosse Ile Township Schools' internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

## Report on Internal Control over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or 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 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. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

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

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Grosse Ile Township Schools, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise Grosse Ile Township Schools' basic financial statements. We issued our report thereon dated October 10, 2023, 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.*

Ann Arbor, MI  
October 10, 2023

**Grosse Ile Township Schools**  
**Schedule of Expenditures of Federal Awards**  
**Year Ended June 30, 2023**

Federal Grantor Pass-Through Grantor Program Title	Federal Assistance Listing Number	Grant Number	Award Amount	(Memo Only) Prior Year Expenditures	Accrued (Unearned) Revenue July 1, 2022	Current Year Receipts	Current Year Expenditures	Accrued (Unearned) Revenue June 30, 2023
<b>U.S. Department of Agriculture</b>								
Passed through Michigan Department of Education								
Child Nutrition Cluster								
Non-cash assistance (commodities)								
National School Lunch Program								
Entitlement Commodities	10.555	n/a	\$ 51,654	\$ -	\$ -	\$ 32,244	\$ 32,244	\$ -
Bonus Commodities	10.555	n/a	1,272	-	-	1,272	1,272	-
Total non-cash assistance (commodities)					-	33,516	33,516	-
Cash assistance								
National School Lunch Program - Supply Chain Assistance	10.555	220910	67,314	33,386	-	33,928	33,928	-
National School Lunch Program	10.555	221960	11,673	-	-	11,673	11,673	-
National School Lunch Program	10.555	221961	494,450	494,450	33,480	33,480	-	-
National School Lunch Program	10.555	230910	18,889	-	-	18,889	18,889	-
National School Lunch Program	10.555	231960	106,906	-	-	100,688	106,906	6,218
Total Cash Assistance					33,480	198,658	171,396	6,218
Total Child Nutrition Cluster					33,480	232,174	204,912	6,218
Pandemic EBT Local Level Costs	10.649	220980	628	-	-	628	628	-
Total U.S. Department of Agriculture					33,480	232,802	205,540	6,218
<b>U.S. Department of Education</b>								
Passed through Wayne RESA								
Special Education Cluster								
IDEA Flowthrough - 21-22	84.027	n/a	518,950	490,596	243,373	271,727	28,354	-
IDEA Flowthrough - 22-23	84.027	n/a	463,792	-	-	314,037	463,792	149,755
Total Special Education Cluster					243,373	585,764	492,146	149,755
Passed through Michigan Department of Education								
Grants to Local Educational Agencies, Title I - Part A	84.010	221530	109,222	99,883	25,210	25,610	400	-
Grants to Local Educational Agencies, Title I - Part A	84.010	231530	112,117	-	-	86,978	111,117	24,139
Total Title I - Part A, Grants to Local Educational Agencies					25,210	112,588	111,517	24,139
Passed through Michigan Department of Education								
Supporting Effective Instruction State Grants, Title II - Part A	84.367	220520	42,937	7,987	4,145	18,303	14,158	-
Supporting Effective Instruction State Grants, Title II - Part A	84.367	230520	54,586	-	-	-	21,000	21,000
Total Title II - Part A, Supporting Effective Instruction State Grants					4,145	18,303	35,158	21,000

See Accompanying Notes to the Schedule of Expenditures of Federal Awards



**Grosse Ile Township Schools**  
**Schedule of Expenditures of Federal Awards**  
**Year Ended June 30, 2023**

Federal Grantor Pass-Through Grantor Program Title	Federal Assistance Listing Number	Grant Number	Award Amount	(Memo Only) Prior Year Expenditures	Accrued (Unearned) Revenue July 1, 2022	Current Year Receipts	Current Year Expenditures	Accrued (Unearned) Revenue June 30, 2023
Passed through Michigan Department of Education								
Student Support and Academic Enrichment Grants, Title IV - Part A	84.424A	220750	17,234	16	16	6,016	6,000	-
Student Support and Academic Enrichment Grants, Title IV - Part A	84.424A	230750	20,000	-	-	-	13,713	13,713
Total Title IV - Part A, Student Support and Academic Enrichment					16	6,016	19,713	13,713
Passed through Michigan Department of Education								
Education Stabilization Fund								
American Rescue Plan Elementary and Secondary School Emergency Relief, ESSER III	84.425U	213713	783,717	374,603	374,603	610,672	350,266	114,197
American Rescue Plan Elementary and Secondary School Emergency Relief, 11t	84.425U	213723	1,142,947	-	-	182,358	292,417	110,059
Total American Rescue Plan Elementary and Secondary School Emergency Relief					374,603	793,030	642,683	224,256
Elementary and Secondary School Emergency Relief, ESSER II Funds - Formula	84.425D	213712	348,713	279,160	163,059	221,695	69,553	10,917
Elementary and Secondary School Emergency Relief, Benchmark Assessments	84.425D	213762	13,713	13,713	13,713	13,713	-	-
Elementary and Secondary School Emergency Relief, ESSER II - Summer School Sec 23b	84.425D	213722	279,950	118,757	118,757	118,757	78,618	78,618
Elementary and Secondary School Emergency Relief, ESSER II - Credit Recovery Sec 23b	84.425D	213742	31,900	31,900	31,900	31,900	-	-
Total Elementary and Secondary School Emergency Relief					327,429	386,065	148,171	89,535
Total Education Stabilization Fund					702,032	1,179,095	790,854	313,791
Total Funds Passed Through Michigan Department of Education					731,403	1,316,002	957,242	372,643
Passed through Huron School District								
2023 Secondary CTE Perkins Grant	84.048	n/a	34,830	-	-	34,830	34,830	-
Total U.S. Department of Education					974,776	1,936,596	1,484,218	522,398
<b>U.S. Department of Health and Human Services</b>								
Passed through Wayne RESA								
Medicaid Cluster								
Medicaid Outreach	93.778	n/a	84,007	-	-	84,007	84,007	-
Total Federal Expenditures					\$ 1,008,256	\$ 2,253,405	\$ 1,773,765	\$ 528,616

See Accompanying Notes to the Schedule of Expenditures of Federal Awards

**Grosse Ile Township Schools**  
**Notes to the Schedule of Expenditures of Federal Awards**  
**June 30, 2023**

---

**Note 1 - Basis of Presentation**

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Grosse Ile Township Schools under programs of the federal government for the year ended June 30, 2023. 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 Grosse Ile Township Schools, it is not intended to and does not present the financial position or changes in net assets of Grosse Ile Township Schools.

**Note 2 - Summary of Significant Accounting Policies**

**Expenditures**

Expenditures reported on the Schedule 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**

Grosse Ile Township Schools has elected not to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

**Note 3 - Reconciliation to the Financial Statements**

The Federal revenues reported on the financial statements reconcile to the schedule of expenditures of federal awards as follows:

Expenditures per the schedule of expenditures of federal awards	\$ 1,773,765
Funds not received within 60 days of year end	
Elementary and Secondary School Emergency Relief, ESSER II Funds - Formula	(10,915)
Elementary and Secondary School Emergency Relief, ESSER II - Summer School Sec 23b	<u>(78,618)</u>
Federal revenues per the financial statements	<u>\$ 1,684,232</u>

**Grosse Ile Township Schools**  
**Notes to the Schedule of Expenditures of Federal Awards**  
**June 30, 2023**

---

**Note 4 - Michigan Department of Education Disclosures**

The federal amounts reported on the grant auditor report are in agreement with the schedule of expenditures of federal awards.

The amounts reported on the recipient entitlement balance report agree with the schedule of expenditures of federal awards for U.S.D.A. donated food commodities.

**Grosse Ile Township Schools**  
**Schedule of Findings and Questioned Costs**  
**June 30, 2023**

---

**Section I – Summary of Auditors’ Results**

*Financial Statements*

Type of report the auditor 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?      | _____ | yes | <u>  X  </u> | no            |
| • Significant deficiency(ies) identified | _____ | yes | <u>  X  </u> | none reported |

Noncompliance material to financial statements noted?	_____	yes	<u>  X  </u>	no
---	-------	-----	--------------	----

*Federal Awards*

Internal control over major federal programs:

- |  |       |     |              |               |
|--|-------|-----|--------------|---------------|
| • Material weakness(es) identified?      | _____ | yes | <u>  X  </u> | no            |
| • Significant deficiency(ies) identified | _____ | yes | <u>  X  </u> | none reported |

Type of auditors’ report issued on compliance for major federal programs:	Unmodified
---	------------

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	_____	yes	<u>  X  </u>	no
--	-------	-----	--------------	----

Identification of major federal programs:

<i>Assistance Listing Number(s)</i>	<i>Name of Federal Program or Cluster</i>
-------------------------------------	---

84.425U, 84.425D	Education Stabilization Fund
------------------	------------------------------

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

Auditee qualified as low-risk auditee?	<u>  X  </u>	yes	_____	no
--	--------------	-----	-------	----

**Grosse Ile Township Schools  
Schedule of Findings and Questioned Costs  
June 30, 2023**

---

**Section II – *Government Auditing Standards* Findings**

There were no *Government Auditing Standards* findings for the year ended June 30, 2023.

**Section III – Federal Award Findings**

There were no findings or questioned costs for Federal Awards for the year ended June 30, 2023.

**Grosse Ile Township Schools  
Summary Schedule of Prior Audit Findings  
June 30, 2023**

---

**Section IV – Prior Audit Findings**

***Government Auditing Standards Findings***

There were no *Government Auditing Standards* findings for the year ended June 30, 2022.

**Federal Award Findings**

There were no findings or questioned costs for Federal Awards for the year ended June 30, 2022.