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# Bloomfield Hills Schools

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**Federal Awards Supplemental Information**  
**June 30, 2022**

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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  
Bloomfield Hills Schools

We have audited the financial statements of the governmental activities, the major funds, and the aggregate remaining fund information of Bloomfield Hills Schools (the "School District") as of and for the year ended June 30, 2022 and the related notes to the financial statements, which collectively comprise the School District's basic financial statements. We issued our report thereon dated October 27, 2022, 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 27, 2022.

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 the basic financial statements federal revenue with the 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 27, 2022

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  
Bloomfield Hills 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, the major funds, and the aggregate remaining fund information of Bloomfield Hills Schools (the "School District") as of and for the year ended June 30, 2022 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 27, 2022.

**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  
Bloomfield Hills 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 & Moreau, PLLC*

October 27, 2022

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  
Bloomfield Hills Schools

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

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

We have audited Bloomfield Hills 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 the School District's major federal program for the year ended June 30, 2022. The School District's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

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 the major federal program for the year ended June 30, 2022.

***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 program.

***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.

To the Board of Education  
Bloomfield Hills Schools

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**

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

Our consideration of internal control over compliance was for the limited purpose described in the *Auditor's Responsibilities for the Audit of Compliance* section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

To the Board of Education  
Bloomfield Hills Schools

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 & Moreau, PLLC*

October 27, 2022

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, 2021	Adjustments and Transfers	Federal Funds/ Payments In-kind Received	Federal Expenditures	Accrued Revenue at June 30, 2022	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 2021-22	N/A	10.555	\$ 87,230	\$ -	\$ -	\$ -	\$ 87,230	\$ 87,230	\$ -	\$ -
National Lunch Program Bonus Commodities 2021-22	N/A	10.555	182	-	-	-	182	182	-	-
Noncash Assistance (Commodities) subtotal			87,412	-	-	-	87,412	87,412	-	-
Cash Assistance:										
Seamless Summer Option (SSO) - Breakfast	211971	10.553	567,511	-	-	-	520,738	567,511	46,773	-
Seamless Summer Option (SSO) - Lunch	211961	10.555	1,872,469	-	-	-	1,738,450	1,872,469	134,019	-
Supply Chain Assistance	220910	10.555	108,437	-	-	-	108,437	108,437	-	-
National School Lunch program (incl. commodities)			2,068,318	-	-	-	1,934,299	2,068,318	134,019	-
Extended Summer Food Service Program 2020-21	210904	10.559	1,301,470	1,301,470	173,528	-	173,528	-	-	-
Extended Summer Food Service Program 2021-22	210904	10.559	108,338	-	-	-	108,338	108,338	-	-
Summer Food Service subtotal			1,409,808	1,301,470	173,528	-	281,866	108,338	-	-
Total Child Nutrition Cluster			4,045,637	1,301,470	173,528	-	2,736,903	2,744,167	180,792	-
Special Education Cluster - U.S. Department of Education - Passed through the Oakland County Intermediate School District:										
IDEA Flowthrough:										
IDEA Flowthrough 1920	200450	84.027	1,365,138	1,364,034	3,500	-	3,500	-	-	-
IDEA Flowthrough 2021	210450	84.027	1,433,231	1,305,214	203,248	-	203,248	128,017	128,017	-
IDEA Flowthrough 2122	220450	84.027	1,452,928	-	-	-	817,616	1,428,714	611,098	-
COVID-19 American Rescue Plan - IDEA	221280	84.027X	334,402	-	-	-	-	311,014	311,014	-
Total IDEA Flowthrough			4,585,699	2,669,248	206,748	-	1,024,364	1,867,745	1,050,129	-
IDEA Preschool Incentive:										
IDEA Preschool 2021	210460	84.173	40,793	38,594	7,781	-	7,781	2,199	2,199	-
IDEA Preschool 2122	220460	84.173	46,865	-	-	-	24,600	44,552	19,952	-
COVID-19 American Rescue Plan - IDEA Preschool	221285	84.173X	27,635	-	-	-	-	27,635	27,635	-
Total IDEA Preschool Incentive			115,293	38,594	7,781	-	32,381	74,386	49,786	-
Total Special Education Cluster			4,700,992	2,707,842	214,529	-	1,056,745	1,942,131	1,099,915	-
Medicaid Cluster - U.S. Department of Health and Human Services - Passed through the Oakland County Intermediate School District - Medicaid Administrative Outreach Program - 2021										
Medicaid Administrative Outreach Program - 2021	2021AOP	93.778	39,491	-	-	-	39,491	39,491	-	-
Total clusters			8,786,120	4,009,312	388,057	-	3,833,139	4,725,789	1,280,707	-

Year Ended June 30, 2022

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, 2021	Adjustments and Transfers	Federal Funds/ Payments In-kind Received	Federal Expenditures	Accrued Revenue at June 30, 2022	Current Year Cash Transferred to Subrecipients
Other federal awards:										
U.S. Department of Agriculture - Passed through the Michigan Department of Education - COVID-19 Pandemic EBT Local Level Costs	210980	10.649	\$ 614	\$ -	\$ -	\$ -	\$ 614	\$ 614	\$ -	\$ -
U.S. Department of Education - Passed through the Michigan Department of Education:										
Title I, Part A:										
Title I, Part A 2021	211530	84.010	142,197	130,119	26,190	-	38,268	12,078	-	-
Title I, Part A 2122	221530	84.010	136,009	-	-	-	64,921	118,285	53,364	-
Total Title I, Part A			278,206	130,119	26,190	-	103,189	130,363	53,364	-
Title II, Part A - Improving Teacher Quality:										
Title II, Part A 2021	210520	84.367	179,630	89,846	16,003	-	58,151	42,148	-	-
Title II, Part A 2122	220520	84.367	134,162	-	-	-	79,508	90,968	11,460	-
Total Title II, Part A			313,792	89,846	16,003	-	137,659	133,116	11,460	-
Title III, Part A - English Language Acquisition and Immigrant:										
Title III, Part A Immigrant 2021	210570	84.365	28,102	25,414	(860)	-	(150)	710	-	-
Title III, Part A Immigrant 2122	220570	84.365	23,495	-	-	-	13,398	19,474	6,076	-
Title III, Part A English Learners 2021	210580	84.365	35,674	28,132	(957)	-	1,951	2,908	-	-
Title III, Part A English Learners 2022	220580	84.365	39,778	-	-	-	25,486	28,835	3,349	-
Total Title III, Part A			127,049	53,546	(1,817)	-	40,685	51,927	9,425	-
Title IV, Part A - Student Support & Academic Enrichment:										
Title IV, Part A SSAE 2021	210750	84.424	12,028	9,083	300	-	2,822	2,522	-	-
Title IV, Part A SSAE 2122	220750	84.424	10,441	-	-	-	5,603	8,689	3,086	-
Total Title IV, Part A			22,469	9,083	300	-	8,425	11,211	3,086	-
Education Stabilization Fund (ESF):										
COVID-19 GEER Funds K-12 - Sec 23c	201200	84.425C	36,000	-	-	-	36,000	36,000	-	-
COVID-19 ESSER II Funds - Formula	213712	84.425D	475,455	-	-	-	-	475,455	475,455	-
COVID-19 ESSER II Funds - Sec 23b Credit Recovery	213742	84.425D	34,100	-	-	-	34,100	34,100	-	-
COVID-19 ESSER II Funds - Sec 23b Summer Programming	213722	84.425D	262,900	-	-	-	255,952	255,952	-	-
COVID-19 ESSER III Funds - American Rescue Plan	213713	84.425U	1,068,563	-	-	-	-	839,728	839,728	-
COVID-19 ESSER III Funds - Section 11t Equalization	213723	84.425U	4,954,414	-	-	-	-	3,946,183	3,946,183	-
Total Education Stabilization Fund			6,831,432	-	-	-	326,052	5,587,418	5,261,366	-
Total U.S. Department of Education noncluster programs			7,572,948	282,594	40,676	-	616,010	5,914,035	5,338,701	-
Federal Communications Commission - COVID-19 Emergency Connectivity Funds - 2021-22										
	N/A	32.009	538,430	-	-	-	44,100	538,430	494,330	-
Public Assistance Program - U.S. Department of Homeland Security's Federal Emergency Management Agency - Passed through Michigan State Police:										
Project No. 173664	21-22	97.036	95,972	-	-	-	95,972	95,972	-	-
Project No. 542770	21-22	97.036	226,172	-	-	-	-	226,172	226,172	-
Total Federal Emergency Management Agency			322,144	-	-	-	95,972	322,144	226,172	-
Total federal awards			\$ 17,220,256	\$ 4,291,906	\$ 428,733	\$ -	\$ 4,589,835	\$ 11,501,012	\$ 7,339,910	\$ -

**Bloomfield Hills Schools**

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

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**Year Ended June 30, 2022**

Revenue from federal sources - As reported on financial statements (includes all funds)	\$ 8,980,236
MDE Child Care Relief Fund payments - Beneficiary payments not subject to single audit	(1,711,909)
Deferred revenue not reported for year ended June 30, 2022	<u>4,232,685</u>
Federal expenditures per the schedule of expenditures of federal awards	<u><b>\$ 11,501,012</b></u>

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**Notes to Schedule of Expenditures of Federal Awards**

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**Year Ended June 30, 2022**

**Note 1 - Basis of Presentation**

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Bloomfield Hills Schools (the "School District") under programs of the federal government for the year ended June 30, 2022. The information in the Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the "Uniform Guidance"). Because the Schedule presents only a selected portion of the operations of the School District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the School District.

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

Expenditures reported in the Schedule are reported on the same basis of accounting. 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, as outlined in the Compliance Supplement. 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 and is reported on the schedule of expenditures of federal awards.

**Note 5 - FEMA - Disaster Grants Public Assistance Program (ALN 97.036)**

Included in the Schedule for the year ended June 30, 2022 is \$322,144 of expenditures incurred under the FEMA - Disaster Grants Public Assistance Program (ALN 97.036) in a previous fiscal year. The project worksheet for these expenditures was approved in the current fiscal year, and these expenditures have been reported in the current fiscal year in accordance with the reporting requirements outlined in the 2022 Compliance Supplement.

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## Schedule of Findings and Questioned Costs

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**Schedule of Findings and Questioned Costs**

**Year Ended June 30, 2022**

**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? \_\_\_\_\_ Yes      X   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)? \_\_\_\_\_ Yes      X   No

Identification of major programs:

Assistance Listing Number	Name of Federal Program or Cluster	Opinion
84.425C, 84.425D, 84.425U	Education Stabilization Fund (ESF)	Unmodified

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

Auditee qualified as low-risk auditee?   X   Yes    \_\_\_\_\_ No

**Section II - Financial Statement Audit Findings**

Reference Number	Finding
<b>Current Year</b>	None

**Section III - Federal Program Audit Findings**

Reference Number	Finding	Questioned Costs
<b>Current Year</b>	None	