



GRANT PUBLIC SCHOOLS

GRANT, MICHIGAN

SINGLE AUDIT

JUNE 30, 2025

GRANT PUBLIC SCHOOLS
GRANT, MICHIGAN

SINGLE AUDIT
YEAR ENDED JUNE 30, 2025

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INDEPENDENT AUDITOR'S 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

To the Board of Education
Grant Public Schools
Grant, 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 Grant Public Schools, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Grant Public Schools' basic financial statements, and have issued our report thereon dated September 12, 2025.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Grant Public Schools' 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 Grant Public Schools' internal control. Accordingly, we do not express an opinion on the effectiveness of Grant Public 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 have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Grant Public 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 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*, and which are described in the accompanying schedule of findings and questioned costs as item 2025-001.

Grant Public Schools Response to Findings

Government Auditing Standards required the auditor to perform limited procedures on Grant Public Schools' response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. Grant Public Schools' 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.

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.

The logo for UHY LLP, featuring the letters 'UHY' in a large, stylized, cursive font, followed by 'LLP' in a smaller, simpler font.

Cadillac, Michigan
September 12, 2025



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND
ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Education
Grant Public Schools
Grant, Michigan

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Grant Public 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 Grant Public Schools' major federal programs for the year ended June 30, 2025. Grant Public Schools' 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, Grant Public Schools complied, in all material respects, with the types of 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, 2025.

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; 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 Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Grant Public 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 Grant Public 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 grant agreements applicable to Grant Public Schools' federal programs.

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 Grant Public 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 generally accepted auditing standards, *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 Grant Public Schools' compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *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 Grant Public 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 Grant Public 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 Grant Public 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 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.

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 Grant Public Schools, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Grant Public Schools basic financial statements. We issued our report thereon dated September 12, 2025, which contained unmodified opinions 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. The accompanying schedule of expenditures of federal awards is presented for the 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.

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.

The logo for UHY LLP, featuring the letters "UHY" in a large, stylized, cursive font, with "LLP" in a smaller, simpler font to the right.

Cadillac, Michigan
September 12, 2025

GRANT PUBLIC SCHOOLS
GRANT, MICHIGAN

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

| FEDERAL GRANTOR PASS THROUGH GRANTOR PROGRAM TITLE | FEDERAL ALN NUMBER | PASSTHROUGH GRANTORS NUMBER | APPROVED GRANT AWARD AMOUNT | INVENTORY/ ACCRUED (DEFERRED) REVENUE | | (MEMO ONLY) PRIOR YEAR EXPENDITURES | ADJUSTMENTS | CURRENT YEAR EXPENDITURES (CASH BASIS) | CURRENT YEAR RECEIPTS (CASH BASIS) | INVENTORY/ ACCRUED (DEFERRED) REVENUE JUNE 30, 2025 | CURRENT YEAR CASH TRANSFERRED TO SUBRECIPIENTS |
|--|--------------------------|-----------------------------------|-----------------------------------|--|--------------|---|-------------|--|--|---|--|
| | | | | JULY 1, 2024 | JULY 1, 2024 | | | | | | |
| U.S. Department of Education | | | | | | | | | | | |
| Passed Through Michigan Department of Education (M.D.E.) | | | | | | | | | | | |
| Title I, Part A | 84.010 | 221530-2122 | \$ 364,774 | \$ 0 | \$ 0 | \$ 0 | \$ (892) | \$ 0 | \$ (892) | \$ 0 | \$ 0 |
| Title I, Part A | 84.010 | 251530-2425 | 313,109 | 0 | 0 | 0 | 0 | 259,481 | 182,881 | 76,600 | 0 |
| Title I, Part A | 84.010 | 241530-2324 | 317,607 | 61,533 | 297,464 | 0 | 0 | 0 | 61,533 | 0 | 0 |
| Total | 84.010 | | 995,490 | 61,533 | 297,464 | (892) | (892) | 259,481 | 243,522 | 76,600 | 0 |
| | | | | | | | | | | | |
| Title I Migrant, Part C | 84.011 | 251890-2425 | 32,843 | 0 | 0 | 0 | 0 | 22,043 | 12,211 | 9,832 | 0 |
| Title I Migrant, Part C | 84.011 | 241890-2324 | 57,749 | 2,988 | 35,398 | 0 | 0 | 173 | 3,161 | 0 | 0 |
| Title I Migrant, Part C | 84.011 | 241830-2324 | 45,712 | 10,969 | 10,969 | 0 | 0 | 33,039 | 44,008 | 0 | 0 |
| Total | 84.011 | | 136,304 | 13,957 | 46,367 | 0 | 0 | 55,255 | 59,380 | 9,832 | 0 |
| | | | | | | | | | | | |
| Title III, Part A - Limited English Proficient Students | 84.365 | 250580-2425 | 24,675 | 0 | 0 | 0 | 0 | 20,347 | 19,082 | 1,265 | 0 |
| Title III, Part A - Limited English Proficient Students | 84.365 | 250570-2425 | 2,680 | 0 | 0 | 0 | 0 | 1,140 | 1,008 | 132 | 0 |
| Title III, Part A - Limited English Proficient Students | 84.365 | 240580-2324 | 37,461 | 49 | 34,388 | 0 | 0 | 0 | 49 | 0 | 0 |
| Total | 84.365 | | 64,816 | 49 | 34,388 | 0 | 0 | 21,487 | 20,139 | 1,397 | 0 |
| | | | | | | | | | | | |
| Title II, Part A - Improving Teacher Quality | 84.367 | 220520-2122 | 83,933 | 0 | 0 | (4,665) | 0 | 0 | (4,665) | 0 | 0 |
| Title II, Part A - Improving Teacher Quality | 84.367 | 250520-2425 | 58,235 | 0 | 0 | 0 | 0 | 51,030 | 29,254 | 21,776 | 0 |
| Title II, Part A - Improving Teacher Quality | 84.367 | 240520-2324 | 55,685 | 8,641 | 48,333 | 0 | 0 | 0 | 8,641 | 0 | 0 |
| Total | 84.367 | | 197,853 | 8,641 | 48,333 | (4,665) | (4,665) | 51,030 | 33,230 | 21,776 | 0 |
| | | | | | | | | | | | |
| Title IV Part A Student Support & Academic Enrichment | 84.424 | 250750-2425 | 30,273 | 0 | 0 | 0 | 0 | 15,320 | 12,851 | 2,469 | 0 |
| Title IV Part A Student Support & Academic Enrichment | 84.424 | 240750-2324 | 25,771 | 3,462 | 18,155 | 0 | 0 | 0 | 3,462 | 0 | 0 |
| Total | 84.424 | | 56,044 | 3,462 | 18,155 | 0 | 0 | 15,320 | 16,313 | 2,469 | 0 |
| | | | | | | | | | | | |
| Education Stabilization Fund | | | | | | | | | | | |
| COVID-19 Governor's Emergency Education Relief (GEER) (Section 11bb ARP - GEER II) | 84.425V | 221037-2324 | 28,695 | 0 | 0 | 0 | 0 | 27,059 | 27,059 | 0 | 0 |
| COVID-19 Elementary and Secondary School Emergency Relief Fund (ESSER III/ARP) | 84.425U | 213713-2122 | 2,616,342 | 369,870 | 1,492,009 | 0 | 0 | 9,906 | 379,776 | 0 | 0 |
| COVID-19 Elementary and Secondary School Emergency Relief Fund (ESSER III/ARP Homeless Grant) | 84.425W | 211012-2122 | 69,551 | 1,857 | 33,410 | 0 | 0 | 19,725 | 21,582 | 0 | 0 |
| Total Education Stabilization Fund | 84.425 | | 2,714,588 | 371,727 | 1,525,419 | 0 | 0 | 56,690 | 428,417 | 0 | 0 |
| Total Passed Through M.D.E. | | | 4,165,095 | 459,369 | 1,970,126 | (5,557) | (5,557) | 459,263 | 801,001 | 112,074 | 0 |
| | | | | | | | | | | | |
| Special Education Cluster (IDEA) | | | | | | | | | | | |
| Special Education Grants to States | 84.027A | 250450-2425 | 251,637 | 0 | 0 | 0 | 0 | 251,637 | 187,666 | 63,971 | 0 |
| Special Education Grants to States | 84.027A | 240450-2324 | 262,455 | 61,605 | 262,455 | 0 | 0 | 0 | 61,605 | 0 | 0 |
| Total | | | 514,092 | 61,605 | 262,455 | 0 | 0 | 251,637 | 249,271 | 63,971 | 0 |
| Total Passed Through Newaygo County RESA | | | 514,092 | 61,605 | 262,455 | 0 | 0 | 251,637 | 249,271 | 63,971 | 0 |
| Total U.S. Department of Education | | | 4,679,187 | 520,974 | 2,232,581 | (5,557) | (5,557) | 710,900 | 1,050,272 | 176,045 | 0 |

GRANT PUBLIC SCHOOLS
GRANT, MICHIGAN

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

| FEDERAL GRANTOR PASS THROUGH GRANTOR PROGRAM TITLE | FEDERAL ALN NUMBER | PASSTHROUGH GRANTORS NUMBER | APPROVED GRANT AWARD AMOUNT | INVENTORY/ ACCRUED (DEFERRED) REVENUE | | (MEMO ONLY) PRIOR YEAR EXPENDITURES | ADJUSTMENTS | CURRENT YEAR EXPENDITURES (CASH BASIS) | CURRENT YEAR RECEIPTS (CASH BASIS) | INVENTORY/ ACCRUED (DEFERRED) REVENUE JUNE 30, 2025 | CURRENT YEAR CASH TRANSFERRED TO SUBRECIPIENTS |
|---|--------------------------|-----------------------------------|-----------------------------------|--|--------------|---|-------------|--|--|---|--|
| | | | | JULY 1, 2024 | EXPENDITURES | | | | | | |
| U.S. Department of Treasury | | | | | | | | | | | |
| Passed Through Michigan Department of Education (M.D.E.) ARP Grow Your Own Program | 21.027 | 232423-20231 | 55,343 | 0 | 0 | 0 | 0 | 6,054 | 0 | 6,054 | 0 |
| Total | | | 55,343 | 0 | 0 | 0 | 0 | 6,054 | 0 | 6,054 | 0 |
| Total U.S. Department of Treasury | | | 55,343 | 0 | 0 | 0 | 0 | 6,054 | 0 | 6,054 | 0 |
| U.S. Department of Agriculture | | | | | | | | | | | |
| Passed Through Michigan Department of Education (M.D.E.) Child Nutrition Cluster | | | | | | | | | | | |
| Non-Cash Assistance (Commodities): National School Lunch Program | 10.555 | N/A | 29,734 | 0 | 0 | 0 | 0 | 29,734 | 29,734 | 0 | 0 |
| Entitlement Commodities | 10.555 | | 29,734 | 0 | 0 | 0 | 0 | 29,734 | 29,734 | 0 | 0 |
| Total Non-Cash Assistance | | | | | | | | | | | |
| Cash Assistance: | | | | | | | | | | | |
| National School Lunch Program | | | | | | | | | | | |
| National School Lunch Program | 10.555 | 251960 | 478,927 | 0 | 0 | 0 | 0 | 478,927 | 470,533 | 8,394 | 0 |
| National School Lunch Program | 10.555 | 251980 | 9,191 | 0 | 0 | 0 | 0 | 9,191 | 8,923 | 268 | 0 |
| National School Lunch Program | 10.555 | 241960 | 559,751 | 10,296 | 479,038 | 0 | 0 | 80,713 | 91,009 | 0 | 0 |
| National School Lunch Program | 10.555 | 241980 | 12,747 | 189 | 10,959 | 0 | 0 | 1,788 | 1,977 | 0 | 0 |
| National School Lunch Program - Supply Chain Assistance | 10.555 | 240910-2024 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | 10.555 | | 1,060,616 | 10,485 | 489,997 | 0 | 0 | 570,619 | 572,442 | 8,662 | 0 |
| School Breakfast Program | | | | | | | | | | | |
| School Breakfast Program | 10.553 | 251970 | 205,475 | 0 | 0 | 0 | 0 | 205,475 | 199,930 | 5,545 | 0 |
| School Breakfast Program | 10.553 | 241970 | 256,111 | 6,222 | 223,776 | 0 | 0 | 32,335 | 38,557 | 0 | 0 |
| Total | 10.553 | | 461,586 | 6,222 | 223,776 | 0 | 0 | 237,810 | 238,487 | 5,545 | 0 |
| Summer Food Serving Program for Children | 10.559 | 250900 | 4,330 | 0 | 0 | 0 | 0 | 4,330 | 0 | 4,330 | 0 |
| Summer Food Serving Program for Children | 10.559 | 240900 | 3,572 | 0 | 0 | 0 | 941 | 2,631 | 3,572 | 0 | 0 |
| Total | 10.559 | | 7,902 | 0 | 0 | 0 | 941 | 6,961 | 3,572 | 4,330 | 0 |
| Total Cash Assistance | | | 1,530,104 | 16,707 | 713,773 | 941 | 941 | 815,390 | 814,501 | 18,537 | 0 |
| Total Child Nutrition Cluster | | | 1,559,838 | 16,707 | 713,773 | 941 | 941 | 845,124 | 844,235 | 18,537 | 0 |
| Total U.S. Department of Agriculture | | | 1,559,838 | 16,707 | 713,773 | 941 | 941 | 845,124 | 844,235 | 18,537 | 0 |
| Total Federal Financial Assistance | | | \$ 6,294,368 | \$ 537,681 | \$ 2,946,354 | \$ (4,616) | \$ (4,616) | \$ 1,562,078 | \$ 1,894,507 | \$ 200,636 | \$ 0 |
| | | | | | | | | | | (E) | |

GRANT PUBLIC SCHOOLS

GRANT, MICHIGAN

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

(A) Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards ("the Schedule") includes the federal grant activity of Grant Public Schools under programs of the federal government for the year ended June 30, 2025. 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* (the "Uniform Guidance"). Because the Schedule presents only a selected portion of the operations of Grant Public Schools, it is not intended to and does not present the financial position, changes in net position, or cash flows of Grant Public Schools. The District does not pass-through federal funds to sub recipients.

(B) Summary of Significant Accounting Policies

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, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts (if any) shown on the schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass through entity identifying numbers are presented where available. Grant Public Schools has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

(C) Adjustments

U.S. Department of Education

Adjustments were made for Assistance Listing #84.010 (\$892) and #84.367 (\$4,665) related to questionable costs of federal expenditures that were recaptured by MDE.

U.S. Department of Agriculture

Adjustments were made for Assistance Listing #10.559 (\$941) for revenue incorrectly handled in the prior year that was received in the current year.

(D) Reconciliation of Revenues with Expenditures for Federal Financial Assistance Programs

Revenues from Governmental Funds - Statement of Revenues

Expenditures and Changes in Fund Balance \$ 1,604,379

Federal Expenditures related to ARRA Qualified School Construction Bonds
(no ALN number) that are not required to be reported on the Schedule of
Expenditures of Federal Awards and are not covered by Single Audit
Requirements.

(42,301)

\$ 1,562,078

Federal Expenditures per Schedule of Expenditures of Federal Awards

\$ 1,562,078

GRANT PUBLIC SCHOOLS

GRANT, MICHIGAN

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

(E) **Reconciliation of Grant Auditor Report with Schedule of Expenditures of Federal Awards**

Grant Auditor Report

Management has utilized NexSys and the Grant Auditor Report in preparing the schedule of expenditures of federal awards.

| | | |
|---|-----------|---------------------|
| Current Cash Payments per Grant Auditor Report | | \$ 1,615,502 |
| Add Items Not on Grant Auditor Report: | | |
| Food Distribution Program - Entitlement Commodities | \$ 29,734 | |
| IDEA Transition Grant | 249,271 | 279,005 |
| Current Year Receipts (Cash Basis) per | | |
| Schedule of Expenditures of Federal Awards | | <u>\$ 1,894,507</u> |

GRANT PUBLIC SCHOOLS

GRANT, MICHIGAN

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Financial Statement Findings

2024-001 Unfavorable Budget Variance

Type: Material Noncompliance

Criteria: Michigan Public Act 621 of 1978, as amended, provides that the District adopt formal budgets for all applicable funds, and shall not incur expenditures in excess of the amounts appropriated. Also, the Public Act requires amendments to be performed prior to incurring additional expenditures.

Condition and Context: The District had adopted budget items that were exceeded by actual expenditures by a material amount in the Food Service and School Activity Fund.

Cause: The condition was caused by the District ineffectively monitoring the adopted budget against actual expenditures.

Effect: The District was not in compliance with the budgeting act.

Recommendation: The District should continue to monitor expenditures against adopted budgets to make appropriate amendments as needed.

View of Responsible Officials: The District is aware of the situation and will continue to monitor the budget more closely to guarantee this does not happen again.

Status: Uncorrected

Federal Award Findings and Questioned Costs

None

GRANT PUBLIC SCHOOLS

GRANT, MICHIGAN

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Section I – Summary of Auditor’s Results

Financial Statements

Type of auditor's report issued based on financial statements prepared in accordance with generally accepted accounting principles:

Unmodified

Internal control over financial reporting:

Material Weakness(es) identified?

_____ Yes X No

Significant deficiency(ies) identified?

_____ Yes X None reported

Noncompliance material to financial statements noted?

 X Yes _____ No

Federal Awards

Internal control over major programs:

Material Weakness(es) identified?

_____ Yes X No

Significant deficiency(ies) identified?

_____ Yes X None reported

Type of auditor's report issued on compliance for major programs:

Unmodified

Any audit findings disclosed that are required to be reported in accordance with Title 2 CFR section 200.516(a) of the Uniform Guidance?

_____ Yes X No

Identification of Major Programs:

| <u>ALN Number(s)</u> | <u>Name of Federal Program or Cluster</u> |
|-------------------------|---|
| 10.553, 10.555 & 10.559 | Child Nutrition Cluster |

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

\$750,000

Auditee qualified as low-risk auditee under Title 2 CFR section 200.520?

 X Yes _____ No

GRANT PUBLIC SCHOOLS

GRANT, MICHIGAN

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Section II - Financial Statement Findings

2025-001 Unfavorable Budget Variance

Type: Material Noncompliance

Criteria: Michigan Public Act 621 of 1978, as amended, provides that the District adopt formal budgets for all applicable funds, and shall not incur expenditures in excess of the amounts appropriated. Also, the Public Act requires amendments to be performed prior to incurring additional expenditures.

Condition and Context: The District had adopted budget items that were exceeded by actual expenditures by a material amount in the School Activity Fund.

Cause: The condition was caused by the District ineffectively monitoring the adopted budget against actual expenditures.

Effect: The District was not in compliance with the budgeting act.

Recommendation: The District should continue to monitor expenditures against adopted budgets to make appropriate amendments as needed.

View of Responsible Officials: The District is aware of the situation and will continue to monitor the budget more closely to guarantee this does not happen again.

Section III - Federal Award Findings and Questioned Costs

None

GRANT PUBLIC SCHOOLS

"A Great Place to Grow and Learn"

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CORRECTIVE ACTION PLAN

JUNE 30, 2025

Finding 2025-001: Material Noncompliance Financial Statement Finding

Condition: The District had adopted budget items that were exceeded by actual expenditures by a material amount.

Corrective Steps Taken: At this time, there have been some corrective steps taken to limit this from happening again. The cause of the budget overages resulted from not effectively and proactively amending the budget throughout the year to account for unexpected or unplanned expenditures.

Corrective Steps to be Taken: The District and the board will review the budget and amend to include anticipated year end invoices to avoid actual expenditures over budget.

Monitoring: The District should continue to monitor expenditures against adopted budgets and make appropriate amendments as needed.

Name of Responsible Person for Further Information: Kevin Akin, Superintendent.

Questioned Costs Related to this Finding: None.

Home of the Tigers

| | | | | |
|---|---|---|--|---|
| High School (231) 834-5622 FAX (231) 834-8043 | Middle School (231) 834-5910 FAX (231) 834-9029 | Elementary School (231) 834-5678 FAX (231) 834-9002 | Primary Center (231) 834-7382 FAX (231) 834-5707 | Community/Alternative Ed. (231) 834-5639 FAX (231) 834-8111 |
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