

Flint Cultural Center Academy

Single Audit Report

June 30, 2021



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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 Directors
Flint Cultural Center Academy
Flint, 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 Flint Cultural Center Academy, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise Flint Cultural Center Academy's basic financial statements, and have issued our report thereon dated October 18, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Flint Cultural Center Academy'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 Flint Cultural Center Academy's internal control. Accordingly, we do not express an opinion on the effectiveness of Flint Cultural Center Academy's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. 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 may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Flint Cultural Center Academy'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*.

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.

Flint, Michigan
October 18, 2021



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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 Directors
Flint Cultural Center Academy
Flint, Michigan

Report on Compliance for Each Major Federal Program

We have audited Flint Cultural Center Academy's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Flint Cultural Center Academy's major federal programs for the year ended June 30, 2021. Flint Cultural Center Academy's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of Flint Cultural Center Academy's major federal programs based on our audit of the types of compliance requirements referred to above. 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). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Flint Cultural Center Academy's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Flint Cultural Center Academy's compliance.

Opinion on Each Major Federal Program

In our opinion, Flint Cultural Center Academy 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, 2021.

Report on Internal Control over Compliance

Management of Flint Cultural Center Academy is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Flint Cultural Center Academy's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Flint Cultural Center Academy's 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 first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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 Flint Cultural Center Academy, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise Flint Cultural Center Academy's basic financial statements. We issued our report thereon dated October 18, 2021, 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 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.

Flint, Michigan
October 18, 2021

Flint Cultural Center Academy
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2021

Federal Grantor Pass Through Grantor Program Title Grant Number	Federal Assistance Listing Number	Award Grant Entitlement Program Amount	Inventory/ Accrued (Unearned) Revenue at July 1, 2020	Prior Year Expenditures	Current Year Expenditures	Current Year Cash Payments/ In Kind Received	Inventory/ Accrued (Unearned) Revenue at June 30, 2021
U.S. DEPARTMENT OF AGRICULTURE							
Child Nutrition Cluster							
Passed through Michigan Department of Education							
Non-Cash Assistance							
Entitlement Commodities	10.555	\$ 16,179	\$ -	\$ -	\$ 16,179	\$ 16,179	\$ -
Bonus Commodities		101	-	-	101	101	-
Total Non-Cash Assistance		16,280	-	-	16,280	16,280	-
Cash Assistance							
National School Lunch Program							
200902 - COVID-19 - Cares Act Summer Food Service Program	10.555	43,049	11,436	43,049	-	11,436	-
Summer Food Service Program for Children							
200900 - COVID-19	10.559	51,810	-	-	51,810	51,810	-
210904 - COVID-19		270,616	-	-	270,616	245,190	25,426
Total Summer Food Service Program for Children		322,426	-	-	322,426	297,000	25,426
Total Cash Assistance		365,475	11,436	43,049	322,426	308,436	25,426
Total Child Nutrition Cluster		381,755	11,436	43,049	338,706	324,716	25,426
Passed through Michigan Department of Education							
Child and Adult Care Food Program							
201920	10.558	2,442	-	-	2,442	2,442	-
202010		139	-	-	139	139	-
211920		41,188	-	-	41,188	37,086	4,102
212010		2,330	-	-	2,330	2,084	246
Total Child and Adult Care Food Program		46,099	-	-	46,099	41,751	4,348
TOTAL U.S. DEPARTMENT OF AGRICULTURE		427,854	11,436	43,049	384,805	366,467	29,774

Flint Cultural Center Academy
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2021

Federal Grantor Pass Through Grantor Program Title Grant Number	Federal Assistance Listing Number	Award Grant Entitlement Program Amount	Inventory/ Accrued (Unearned) Revenue at July 1, 2020	Prior Year Expenditures	Current Year Expenditures	Current Year Cash Payments/ In Kind Received	Inventory/ Accrued (Unearned) Revenue at June 30, 2021
U.S. DEPARTMENT OF TREASUREY							
Passed through Michigan Department of Education							
Coronavirus Relief Funds							
	21.019	\$ 4,539	\$ -	\$ -	\$ 4,539	\$ 4,539	\$ -
COVID19 - District COVID-19 Costs		128,944	-	-	128,944	128,944	-
COVID19 - Coronavirus Relief Funds - SOM		4,280	-	-	4,280	4,280	-
COVID19 - Coronavirus Relief Funds - MAISA Device Purchasing		<u>137,763</u>	<u>-</u>	<u>-</u>	<u>137,763</u>	<u>137,763</u>	<u>-</u>
Total Coronavirus Relief Funds		<u>137,763</u>	<u>-</u>	<u>-</u>	<u>137,763</u>	<u>137,763</u>	<u>-</u>
TOTAL U.S. DEPARTMENT OF TREASUREY		<u>137,763</u>	<u>-</u>	<u>-</u>	<u>137,763</u>	<u>137,763</u>	<u>-</u>
U.S. DEPARTMENT OF EDUCATION							
Passed through the Michigan Department of Education							
Title I, Part A - Grants to Local Educational Agencies							
	84.010	127,456	88,047	88,047	15,959	104,006	-
201530-1920		183,087	-	-	110,539	45,319	65,220
211530-2021		<u>310,543</u>	<u>88,047</u>	<u>88,047</u>	<u>126,498</u>	<u>149,325</u>	<u>65,220</u>
Total Title I, Part A - Grants to Local Educational Agencies		<u>310,543</u>	<u>88,047</u>	<u>88,047</u>	<u>126,498</u>	<u>149,325</u>	<u>65,220</u>
Passed through the Genesee Intermediate School District							
IDEA Flowthrough							
	84.027	58,500	32,840	52,168	6,332	39,172	-
200450-1920		60,038	-	-	51,226	29,157	22,069
210450-2021		<u>118,538</u>	<u>32,840</u>	<u>52,168</u>	<u>57,558</u>	<u>68,329</u>	<u>22,069</u>
Total IDEA Flowthrough		<u>118,538</u>	<u>32,840</u>	<u>52,168</u>	<u>57,558</u>	<u>68,329</u>	<u>22,069</u>
Passed through the Michigan Department of Education							
Charter School Program Grant							
	84.282	375,000	-	-	352,291	240,746	111,545
190610-192011		<u>375,000</u>	<u>-</u>	<u>-</u>	<u>352,291</u>	<u>240,746</u>	<u>111,545</u>
Passed through the Michigan Department of Education							
Title II, Part A Supporting Effective Instruction State Grants							
	84.367	18,260	-	-	8,999	8,999	-
200520-1920		25,237	-	-	4,212	-	4,212
210520-2021		<u>43,497</u>	<u>-</u>	<u>-</u>	<u>13,211</u>	<u>8,999</u>	<u>4,212</u>
Total Title II, Part A Supporting Effective Instruction State Grants		<u>43,497</u>	<u>-</u>	<u>-</u>	<u>13,211</u>	<u>8,999</u>	<u>4,212</u>
Passed through the Michigan Department of Education							
Title IV Part A Student Support and Academic Enrichment Program							
	84.424	23,353	-	-	20,318	20,318	-
210750-2021		<u>23,353</u>	<u>-</u>	<u>-</u>	<u>20,318</u>	<u>20,318</u>	<u>-</u>

See Accompanying Notes to the Schedule of Expenditures of Federal Awards

Flint Cultural Center Academy
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2021

Federal Grantor Pass Through Grantor Program Title Grant Number	Federal Assistance Listing Number	Award Grant Entitlement Program Amount	Inventory/ Accrued (Unearned) Revenue at July 1, 2020	Prior Year Expenditures	Current Year Expenditures	Current Year Cash Payments/ In Kind Received	Inventory/ Accrued (Unearned) Revenue at June 30, 2021
U.S. DEPARTMENT OF EDUCATION (Cont.)							
Passed through the Michigan Department of Education							
Education Stabilization Fund							
	84.425D						
201200-2021 COVID-19 Governor's Emergency Education Relief Funds		\$ 22,260	\$ -	\$ -	\$ 6,890	\$ 5,390	\$ 1,500
203710-1920 COVID-19 Elementary and Secondary School Emergency Relief Formula Funds I		104,310	-	-	104,310	39,142	65,168
213712-2021 COVID-19 Elementary and Secondary School Emergency Relief Formula Funds II		614,588	-	-	4,501	-	4,501
Total Education Stabilization Fund		<u>741,158</u>	<u>-</u>	<u>-</u>	<u>115,701</u>	<u>44,532</u>	<u>71,169</u>
TOTAL U.S. DEPARTMENT OF EDUCATION		<u>1,612,089</u>	<u>120,887</u>	<u>140,215</u>	<u>685,577</u>	<u>532,249</u>	<u>274,215</u>
TOTAL FEDERAL AWARDS		<u>\$ 2,177,706</u>	<u>\$ 132,323</u>	<u>\$ 183,264</u>	<u>\$ 1,208,145</u>	<u>\$ 1,036,479</u>	<u>\$ 303,989</u>

Flint Cultural Center Academy
Notes to the Schedule of Expenditures of Federal Awards
June 30, 2021

Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards (SEFA) includes the federal award activity of Flint Cultural Center Academy under programs of the federal government for the year ended June 30, 2021. 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 Flint Cultural Center Academy, it is not intended to and does not present the financial position or changes in financial position of Flint Cultural Center Academy.

Note 2 - Summary of Significant Accounting Policies

Expenditures

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

Indirect Cost Rate

Flint Cultural Center Academy has elected not to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

Note 3 - Reconciliation to Financial Statements

The federal revenues per the financial statements are in agreement with the SEFA.

Note 4 - Funds Transferred to Subrecipients

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

Flint Cultural Center Academy
Notes to the Schedule of Expenditures of Federal Awards
June 30, 2021

Note 5 - Michigan Department of Education Disclosures

Management has reported the expenditures in the SEFA equal to those amounts reported in the annual or final cost reports that have been submitted for that particular grant year.

The federal amounts reported on the Grant Auditor Report (GAR) Subrecipient Schedule are in agreement with the SEFA except for the following:

FA #	Project #	Cash received per SEFA	Plus Amount Disbursed in 20- 21 per the GAR but Received in 21-22 by the District	Cash paid per June 30, 2021 GAR
84.010	211530-2021	\$ 45,319	\$ 44,756	\$ 90,075
84.282	190610-192011	240,746	110,645	351,391
84.425D	201200-2021	5,390	1,500	6,890

The amounts reported on the Recipient Entitlement Balance Report (PAL Report) agree with the SEFA for USDA donated food commodities.

Flint Cultural Center Academy
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2021

Section I - Summary of Auditors' Results

Financial Statements

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

Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? _____ 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 No

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 weakness(es)? _____ Yes X None reported

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

Unmodified

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

Flint Cultural Center Academy
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2021

Identification of major programs:

Assistance Listing Numbers

10.555 / 10.559

21.019

84.425D

Name of Federal Program

Child Nutrition Cluster

Coronavirus Relief Funds

Education Stabilization Fund

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 – Government Auditing Standards Findings

There were no findings or questioned costs for Federal Awards for the year ended June 30, 2021.

Section III - Federal Award Findings

There were no findings or questioned costs for Federal Awards for the year ended June 30, 2021.

Flint Cultural Center Academy
Summary Schedule of Prior Audit Findings
June 30, 2021

Section IV - Prior Year Audit Findings

Flint Cultural Center Academy did not have a Single Audit for the year ended June 30, 2020. There were no *Governmental Auditing Standards* findings and no finding or questioned costs for Federal Awards fir the year ended June 30, 2020.