

WAYNE COUNTY COMMUNITY COLLEGE DISTRICT

SINGLE AUDIT REPORT

FOR THE YEAR ENDED JUNE 30, 2023

WAYNE COUNTY COMMUNITY COLLEGE DISTRICT
SINGLE AUDIT REPORT
FOR THE YEAR ENDED JUNE 30, 2023

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**GREGORY
TERRELL
& COMPANY**

**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 Trustees of
Wayne County Community College District
Detroit, Michigan

Report on Compliance for Each Major Federal Program

We have audited Wayne County Community College District (the "District") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2023. The District'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 the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District'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 the District'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 the District's compliance.

Opinion on Each Major Federal Program

In our opinion, the District, 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, 2023.

Report on Internal Control Over Compliance

Management of the District 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 the District'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 The District'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 Wayne County Community College District as of and for the year ended June 30, 2023, and have issued our report thereon dated November 14, 2023, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole.

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 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 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 financial statements or to the 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 financial statements as a whole.

A handwritten signature in cursive script that reads "Gregory Terrell & Company". The signature is written in black ink and is positioned above a large, empty oval shape.

GREGORY TERRELL & COMPANY
Certified Public Accountants

March 27, 2024

WAYNE COUNTY COMMUNITY COLLEGE DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

Federal Grantor/ Pass-through Grantor/ Program Title	CFDA Number	Grant Number	Grant Period	Grant Award	Expenditures	Total Provided to Subrecipients
U.S. Department of Education						
Direct Assistance:						
Pell Grant	84.063	P063P223165	07/01/22 - 06/30/23	\$ 16,562,797	\$ 16,266,500	\$ -
Pell Grant	84.063	P063P213165	07/01/21 - 06/30/22	15,727,140	426,971	-
Pell Grant Administration	84.063	P063Q223165	07/01/22 - 06/30/23	20,875	20,785	-
Pell Grant Administration	84.063	P063Q213165	07/01/21 - 06/30/22	26,215	4,200	-
Pell Grant Administration	84.063	P063Q203165	07/01/20 - 06/30/21	22,875	645	-
Supplemental Ed Opportunity Grant	84.007	P007A212101	07/01/21 - 06/30/22	502,627	502,627	-
College Work Study	84.033	P033A222101	07/01/22 - 06/30/23	666,249	583,363	-
College Work Study	84.033	P033A212101	07/01/21 - 06/30/22	666,249	61,740	-
Federal Direct Student Loans Program	84.268	P268K233165	07/01/22 - 06/30/23	7,007,226	6,232,285	-
Federal Direct Student Loans Program	84.268	P268K223165	07/01/21 - 06/30/22	5,223,696	440,073	-
Total Student Financial Aid Cluster					<u>\$ 24,539,189</u>	<u>\$ -</u>
U.S. Department of Education						
Direct Assistance						
HEERF Student Aid portion of 18004(a)(1)	84.425E	P425E203390	04/01/20 - 12/31/23	\$ 20,856,294	\$ 304,007	\$ -
HEERF Institutional portion of 18004(a)(1)	84.425F	P425F203780	04/01/20 - 12/31/23	30,565,398	4,866,661	-
Predominantly Black Institutions Grant	84.031P	P031P210012	10/01/22 - 09/30/23	619,072	614,452	-
Predominantly Black Institutions Grant	84.031P	P031P210012	10/01/21 - 09/30/22	640,133	277,583	-
Student Support Services	84.042	P042A201551	09/01/22 - 08/31/23	462,472	317,988	-
Student Support Services	84.042	P042A201551	09/01/21 - 08/31/22	462,472	78,876	-
Student Support Services	84.042	P042A201551	09/01/20 - 08/31/21	462,472	24,893	-
Total Direct Assistance Non-Cluster					<u>\$ 6,484,460</u>	<u>\$ -</u>
U.S. Department of Education						
Passed through State of Michigan,						
Program Improvement	84.048A	223510	07/01/22 - 06/30/23	\$ 1,155,793	\$ 1,155,793	\$ -
Local Administration P/S	84.048A	223250	07/01/22 - 06/30/23	9,200	9,200	-
Adult Basic Education	84.002A	231130	07/01/22 - 06/30/23	372,089	372,089	-
Total Passed Through State of Michigan					<u>\$ 1,537,082</u>	<u>\$ -</u>
Total U.S. Department of Education					<u>\$ 32,560,731</u>	<u>\$ -</u>

WAYNE COUNTY COMMUNITY COLLEGE DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023
(Continued)

Federal Grantor/ Pass-through Grantor/ Program Title	<u>CFDA Number</u>	<u>Grant Number</u>	<u>Grant Period</u>	<u>Grant Award</u>	<u>Expenditures</u>	<u>Total Provided to Subrecipients</u>
U.S. Department of Labor						
Passed through Southeast Community Alliance						
Building an Industry Infinity Supply Chain	17.268	HG-35907-21-60-A-26	02/01/21 - 01/31/25	\$ 227,800	\$ 48,961	\$ -
Passed through Oakland Community College						
Closing the Skills Gap	17.268	HG-34346-20-60-A-26	01/01/21 - 02/29/24	\$ 155,000	\$ 19,817	\$ -
Total U.S. Department of Labor					\$ 68,778	\$ -
U.S. Department of Commerce						
Direct Assistance						
Connecting Minority Communities Pilot Program	11.028	26-09-C13094	03/01/23 - 02/28/25	\$ 2,999,591	\$ 100,988	\$ -
U.S. Department of Health and Human Services						
Passed through County of Wayne Michigan						
Wayne County Health Catalysis for COVID Care	93.137	CPIMP211273	07/01/21 - 06/30/23	\$ 391,900	\$ 43,540	\$ -
Total Expenditures of Federal Awards					<u>\$ 32,774,037</u>	<u>\$ -</u>

The accompanying notes are an integral part of this schedule.

WAYNE COUNTY COMMUNITY COLLEGE DISTRICT
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2023

(1) **SIGNIFICANT ACCOUNTING POLICIES**

The accompanying Schedule of Expenditures of Federal Awards presents the activity of federal financial awards programs of Wayne County Community College District (the "District") and is presented on the same basis of accounting as the basic financial statements. Federal awards received directly from federal agencies as well as federal awards passed through other agencies are included in the schedule. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the presentation of, the basic financial statements.

(2) **BASIS OF ACCOUNTING**

The accompanying Schedule of Expenditures of Federal Awards is presented using the accrual basis of accounting.

(3) **MAJOR PROGRAMS**

Major programs were determined in accordance with the Uniform Guidance.

(4) **RECONCILIATION OF FEDERAL REVENUE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SEFA)**

Federal Revenue - Financial Statements:	
Operating Revenue	\$ 2,353,312
Non-Operating Revenue	<u>23,748,367</u>
Total	<u>\$ 26,101,679</u>
Federal Expenditures - SEFA	\$ 32,774,037
Less: Federal Direct Student Loans	<u>(6,672,358)</u>
	<u>\$ 26,101,679</u>

(5) **INDIRECT COST**

The 10% de minimis indirect cost rate was not elected.

WAYNE COUNTY COMMUNITY COLLEGE DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2023

SECTION I: SUMMARY OF AUDITOR'S RESULTS

- (1) The auditor's report expresses an unmodified opinion on the financial statements of the District.
- (2) There were no significant deficiencies disclosed during the audit of the financial statements.
- (3) There were no instances of noncompliance material to the financial statements of the District, which would be required to be reported in accordance with *Government Auditing Standards*.
- (4) There were no significant deficiencies in internal control over major federal award programs disclosed during the audit.
- (5) The auditor's report on compliance for the major federal award programs for the District expresses an unqualified opinion on all major federal programs.
- (6) There were no audit findings that are required to be reported in accordance with Uniform Guidance.
- (7) The programs tested as major programs were:

84.063	PELL Grant
84.007	Supplemental Educational Opportunity Grant
84.033	College Work Study
84.268	Federal Direct Student Loan Program
84.425E	HEERF Student Aid Portion
84.425F	HEERF Institutional Portion
84.048A	Career and Technical Education
- (8) The threshold used to distinguish between Type A and B programs was \$983,221.
- (9) The District does not qualify as a low-risk auditee.

WAYNE COUNTY COMMUNITY COLLEGE DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2023
(Continued)

SECTION II: FINANCIAL STATEMENT FINDINGS

There were no financial statement findings for the year ended June 30, 2023.

SECTION III: FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

There were no Federal Award Findings and Questioned Costs for the year ended June 30, 2023.

WAYNE COUNTY COMMUNITY COLLEGE DISTRICT
STATUS OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
JUNE 30, 2023

SUMMARY OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS

The District had no Single Audit findings for the year ended June 30, 2022.