

Howard County Public School System

Single Audit Report

June 30, 2021

Howard County Public School System

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Independent Auditor's Report on Compliance for Each Major Program;
Report on Internal Control over Compliance; and Report on Schedule of
Expenditures of Federal Awards Required by the Uniform Guidance

To the Board of Education
Howard County, Maryland

Report on Compliance for Each Major Federal Program

We have audited the Howard County Public School System's ("HCPSS") 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 HCPSS's major federal programs for the year ended June 30, 2021. The HCPSS'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.

Auditor's Responsibility

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

Opinion on Each Major Federal Program

In our opinion, the HCPSS 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 the HCPSS 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 HCPSS'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 HCPSS'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 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 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, the business-type activities, each major fund, and the aggregate remaining fund information of the HCPSS, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the HCPSS's basic financial statements. We issued our report thereon dated September 30, 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.



Baltimore, Maryland
January 31, 2022

Howard County Public School System

Schedule of Expenditures of Federal Awards Year Ended June 30, 2021

Federal grantor/pass-through grantor/program or cluster title	Federal assistance listing number	Pass-through entity identifying number	Passed through to subrecipients	Total federal expenditures
<u>U.S. Department of Agriculture</u>				
<i>Passed Through Maryland State Department of Education</i>				
Child Nutrition Cluster				
National School Lunch Program - Non-Cash Commodities	10.555	None provided	N/A	\$ 591,270
Summer Food Service Program for Children	10.559	None provided	N/A	<u>9,925,959</u>
Total Child Nutrition Cluster				<u>10,517,229</u>
Child and Adult Care Food Program	10.558	None provided	N/A	<u>5,759,852</u>
Total U.S. Department of Agriculture				<u>16,277,081</u>
<u>U.S. Department of the Treasury</u>				
<i>Passed Through Howard County, Maryland</i>				
COVID-19 - FY21 County CARES Grant	21.019	21130008	N/A	5,110,507
<i>Passed Through Maryland State Department of Education</i>				
COVID-19 - FY20 CARES Act Technology	21.019	20193301	N/A	6,562,633
COVID-19 - FY20 CARES Act Tutoring	21.019	20195301	N/A	<u>2,265,001</u>
Total COVID-19 Coronavirus Relief Fund				<u>13,938,141</u>
Total U.S. Department of the Treasury				<u>13,938,141</u>
<u>U.S. Department of Education</u>				
<i>Passed Through Maryland State Department of Education</i>				
Title 1 Grants to Local Educational Agencies				
FY20 Title I Supplemental	84.010	20093701	N/A	2,175,267
FY20 Title I	84.010	19062201	N/A	<u>2,687,222</u>
Total Title 1 Grants to Local Educational Agencies				<u>4,862,489</u>
<i>Passed Through Maryland State Department of Education</i>				
Special Education Cluster (IDEA)				
Special Education Grants to States				
FY19 PPPS Passthrough	84.027	19034102	N/A	600
FY19 Early Childhood LIR	84.027	19034105	N/A	19,549
FY19 Access, Equity and Progress	84.027	19034106	N/A	36,249
FY19 Secondary Transition	84.027	19034107	N/A	64,326
FY20 Passthrough	84.027	20027801	N/A	457,904
FY20 PPPS Passthrough	84.027	20027802	N/A	27,000
FY20 Part B 611 CCEIS	84.027	20027803	N/A	819,238
FY20 SECAC	84.027	20027804	N/A	1,301
Part B 611 Family Support Services	84.027	20027805	N/A	2,415
FY20 I&T Part B 611	84.027	20036701	N/A	57,876
FY20 Early Childhood LIR	84.027	20117301	N/A	121,763
FY20 Access, Equity and Progress	84.027	20117302	N/A	32,761
FY20 Secondary Transition LIR	84.027	20117303	N/A	53,381
FY21 Passthrough	84.027	21027001	N/A	7,391,512
FY21 PPPS Passthrough	84.027	21027002	N/A	8,738
FY21 Part B 611 CCEIS	84.027	21027003	N/A	1,438
FY21 SECAC	84.027	21027004	N/A	226
FY21 Part B 611 Family Support Services	84.027	21027005	N/A	18,000
FY21 Part B 611	84.027	21028701	N/A	49,179
FY21 Early Childhood LIR	84.027	21121001	N/A	103,202

Howard County Public School System

Schedule of Expenditures of Federal Awards Year Ended June 30, 2021

Federal grantor/pass-through grantor/program or cluster title	Federal assistance listing number	Pass-through entity identifying number	Passed through to subrecipients	Total federal expenditures
FY21 Access, Equity and Progress	84.027	21121003	N/A	500
Total Special Education Grants to States				<u>9,267,158</u>
Special Education Preschool Grants				
FY20 Preschool Passthrough	84.173	20026601	N/A	56,475
FY20 I&T Part B 619 Discretionary	84.173	20044001	N/A	188
FY21 I&T Part B 619	84.173	20185701	N/A	9,000
FY21 I&T Part B 619 Extended	84.173	20185702	N/A	11,707
FY21 Preschool Passthrough	84.173	21040601	N/A	147,641
FY21 PPPS Preschool	84.173	21040602	N/A	878
Total Special Education Preschool Grants				<u>225,889</u>
Total Special Education Cluster				<u>9,493,047</u>
<i>Passed Through Maryland State Department of Education</i>				
Special Education - Grants for Infants and Families				
FY20 I&T Part C	84.181	20046601	N/A	41,727
FY20 I&T Part C Discretionary	84.181	20046602	N/A	35,171
FY21 I&T Part C	84.181	21030905	N/A	315,628
FY21 I&T Part C Discretionary	84.181	21030906	N/A	4,168
Total Special Education - Grants for Infants and Families				<u>396,694</u>
<i>Passed Through Maryland State Department of Education</i>				
Career and Technical Education - Basic Grants to States				
FY20 Perkins Reserve	84.048	20060501	N/A	28,193
FY20 Perkins	84.048	20066401	N/A	121,244
FY21 Perkins	84.048	21054201	N/A	191,548
Total Career and Technical Education - Basic Grants to States				<u>340,985</u>
<i>Passed Through Maryland State Department of Education</i>				
Education for Homeless Children and Youth				
FY20 Homeless Education Assistance Program	84.196	20141201	N/A	63,729
FY21 Homeless Education Assistance Program	84.196	21131901	N/A	15,051
Total Education for Homeless Children and Youth				<u>78,780</u>
<i>Passed Through Maryland State Department of Education</i>				
Twenty-First Century Community Learning Centers				
FY20 Bridges to Higher Learning	84.287	20086401	N/A	19,946
FY20 Bridges to Success	84.287	20086701	N/A	25,196
FY21 Bridges to Success	84.287	21080301	N/A	244,816
FY21 Bridges to Higher Learning	84.287	21080601	N/A	199,647
Total Twenty-First Century Community Learning Centers				<u>489,605</u>
<i>Passed Through Maryland State Department of Education</i>				
English Language Acquisition State Grants				
FY19 ELA	84.365	19037501	N/A	182,625
FY19 ELA Immigrant	84.365	19037502	N/A	15,056

Howard County Public School System

Schedule of Expenditures of Federal Awards Year Ended June 30, 2021

Federal grantor/pass-through grantor/program or cluster title	Federal assistance listing number	Pass-through entity identifying number	Passed through to subrecipients	Total federal expenditures
FY20 ELA	84.365	20073401	N/A	256,465
FY20 ELA Immigrant	84.365	20073402	N/A	5,132
Total English Language Acquisition State Grants				459,278
<i>Passed Through Maryland State Department of Education</i>				
Supporting Effective Instruction State Grants				
FY19 Title II-A	84.367	19137401	N/A	274,007
FY20 Title IIA Teach to Lead	84.367	20088901	N/A	2,987
FY20 Title IIA	84.367	20105701	N/A	178,127
FY21 Title IIA	84.367	21079701	N/A	77,832
Total Supporting Effective Instruction State Grants				532,953
<i>Passed Through Maryland State Department of Education</i>				
Comprehensive Literacy Development				
FY19 Striving Readers Comprehensive Literacy	84.371	19107201	N/A	75,901
FY20 Striving Readers Comprehensive Literacy	84.371	20124701	N/A	217,708
Total Comprehensive Literacy Development				293,609
<i>Passed Through Maryland State Department of Education</i>				
Student Support and Academic Enrichment Program				
FY19 Title IV, Part A	84.424	19129701	N/A	89,050
FY20 Title IV, Part A	84.424	20157401	N/A	127,082
FY21 Lead Higher Project	84.424	21117901	N/A	50,000
FY21 Title IV, Part A	84.424	21137201	N/A	5,185
Total Student Support and Academic Enrichment Program				271,317
<i>Passed Through Maryland State Department of Education</i>				
Education Stabilization Fund				
COVID-19 - FY20 GEER Fund	84.425	20188701	N/A	412
COVID-19 - FY21 GEER Competitive Grant	84.425	20201801	N/A	5,753
COVID-19 - FY20 ESSER	84.425	20179601	N/A	5,042
COVID-19 - FY21 ESSER Reopening	84.425	20203701	N/A	113
COVID-19 - FY21 ESSER Food Services Grant	84.425	20209201	N/A	149,466
COVID-19 - FY21 ESSER II Grant	84.425	20223501	N/A	1,589
Total Education Stabilization Fund				162,375
Impact Aid - Direct Award				
Impact Aid	84.041	N/A	N/A	171,344
Total U.S. Department of Education				17,552,476
<u>U.S. Department of Health and Human Services</u>				
<i>Passed Through Maryland State Department of Education</i>				
Every Student Succeeds Act/Preschool Development Grants				
FY21 I&T PDG B-5 SEFEL Pyramid	93.434	21113701	N/A	12,500
FY21 I&T PDG	93.434	21145801	N/A	3,292
Total Every Student Succeeds Act/Preschool Development Grants				15,792
<i>Passed Through US Health Resources & Services Administration</i>				
COVID-19 - Provider Relief Fund and American Rescue Plan (ARP) Rural Distribution				
	93.498	21130021	N/A	20,775

Howard County Public School System

**Schedule of Expenditures of Federal Awards
Year Ended June 30, 2021**

Federal grantor/pass-through grantor/program or cluster title	Federal assistance listing number	Pass-through entity identifying number	Passed through to subrecipients	Total federal expenditures
Total U.S. Department of Health and Human Services				<u>36,567</u>
<u>U.S. Department of Justice</u>				
STOP School Violence				
FY20 STOP School Violence	16.839	N/A	N/A	<u>1,006</u>
<i>Passed Through the Governor's Office of Crime Control and Prevention</i>				
Coronavirus Emergency Supplemental Funding Program				
COVID-19 - FY21 HCPSS Coronavirus Emergency Program	16.034	21130022	N/A	<u>4,103</u>
<u>U.S. Department of Defense</u>				
GenCyber Grants Program				
FY21 GenCyber - PVMS	12.903	N/A	N/A	<u>24,759</u>
Total U.S. Department of Defense				<u>24,759</u>
Total Expenditures of Federal Awards				<u><u>\$ 47,834,133</u></u>

See Notes to Schedule of Expenditures of Federal Awards.

Howard County Public School System

Notes to Schedule of Expenditures of Federal Awards June 30, 2021

Note 1 - Reporting entity

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of the Howard County Public School System ("HCPSS"), a component unit of Howard County, Maryland, under programs of the federal government for the year ended June 30, 2021.

Note 2 - Summary of significant accounting policies

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"). Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. This basis of accounting is fully described in the Summary of Significant Accounting Policies to HCPSS's financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement. Because the Schedule presents only a selected portion of the operations of the HCPSS, it is not intended to and does not present the financial position, changes in net position, or cash flows of the HCPSS.

The value of food commodities donated by the United States Department of Agriculture (the "Department") is determined by the Department and is included in revenues and expenditures in the year received.

Note 3 - Relation to the financial statements and federal financial reports

Amounts reported in the Schedule agree with amounts reported in HCPSS's basic financial statements and the related federal financial reports submitted by HCPSS, except as indicated below.

Federal revenues per the financial statements are reconciled to the Schedule as follows:

Total federal revenues per financial statements	\$ 43,879,935
Federal revenues reported as local intergovernmental revenue on financial statements	5,110,507
Federal revenues not included in the Schedule	
Medical assistance revenue	(903,355)
U.S. ROTC revenue	<u>(252,954)</u>
Total federal revenues per Schedule of Expenditures of Federal Awards	<u>\$ 47,834,133</u>

Note 4 - Indirect cost rate

HCPSS has not elected to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

Howard County Public School System
Schedule of Findings and Questioned Costs
Year Ended June 30, 2021

A. Summary of Auditor's Results

Financial Statements

Type of auditor's report issued on whether the financial statements audited were prepared in accordance with GAAP: Unmodified opinion

Internal control over financial reporting:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified? Yes None reported

Noncompliance material to financial statements noted? Yes No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified? Yes None reported

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

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? Yes No

Identification of major programs:

<u>Name of federal program or cluster</u>	<u>Federal assistance listing numbers</u>	<u>Federal expenditures</u>
Special Education Cluster	84.027; 84.173	\$ 9,493,047
Coronavirus Relief Fund	21.019	<u>13,938,141</u>
		<u>\$ 23,431,188</u>

Dollar threshold used to distinguish between Type A and Type B programs: \$1,435,024

Auditee qualified as low-risk auditee: Yes No

Howard County Public School System
Schedule of Findings and Questioned Costs
Year Ended June 30, 2021

B. Findings - Financial Statement Audit

No matters were reported.

C. Findings and Questioned Costs - Major Federal Award Programs Audit

No matters were reported.



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