

**FRANKLIN CENTRAL SCHOOL DISTRICT
SINGLE AUDIT REPORT**

June 30, 2022

FRANKLIN CENTRAL SCHOOL DISTRICT

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Cwynar, Farrow & Locke

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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

To the Board of Education
Franklin Central School District
Franklin, New York

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 Franklin Central School District, New York State as of and for the year ended June 30, 2022, which collectively comprise the School District's basic financial statements and have issued our report thereon dated October 13, 2022.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Franklin Central School District's internal control over financial reporting (internal control) to determine the 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 Franklin Central School District's internal control. Accordingly, we do not express an opinion on the effectiveness of Franklin Central 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 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 Franklin Central School District's financial statements are free of 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 determination of financial statement amounts. 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*.

**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**

(continued)

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.

Cwynar, Farrow, & Locke

Norwich, New York
February 1, 2023

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Report on Compliance for Each Major Federal Program and Report on Internal Control over Compliance in Accordance with the Uniform Guidance

Independent Auditor's Report

Board of Education
Franklin Central School District
Franklin, New York

Report on Compliance for Each Major Federal Program

We have audited Franklin Central School District'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 Franklin Central School District's major federal programs for the year ended June 30, 2022. Franklin Central School 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 Franklin Central School 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 (CFR) 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 Franklin Central School 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 Franklin Central School District's compliance.

**Report on Compliance for each Major Federal Program and
Report on Internal Control over Compliance
in Accordance with The Uniform Guidance**

(continued)

Opinion on Each Major Federal Program

In our opinion, Franklin Central School 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, 2022.

Report on Internal Control Over Compliance

Management of Franklin Central School 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 Franklin Central School 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 Franklin Central School 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 Compliance for each Major Federal Program and
Report on Internal Control over Compliance
in Accordance with The Uniform Guidance**

(continued)

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of Franklin Central School District as of and for the year ended June 30, 2022, and have issued our report thereon dated October 13, 2022, 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."



Norwich, New York
February 1, 2023

FRANKLIN CENTRAL SCHOOL DISTRICT
Schedule of Expenditures of Federal Awards
For the year ended June 30, 2022

Federal Grantor/ Pass-through Grantor/ Program Title	Federal CFDA Number	Agency or Pass-through Grantor's Number	Federal Expenditures
<u>Department of Education</u>			
Pass-through New York State Department of Education			
ESEA Title I			
Part A - Improving Basic Programs Operated by LEAs	84.010	0021-22-0600	\$ 79,184
Part A - Improving Basic Programs Operated by LEAs	84.010	0021-21-0600	15,707
ESEA Title II			
Supporting Effective Instruction State Grants	84.367	0147-22-0600	7,117
Supporting Effective Instruction State Grants	84.367	0147-21-0600	1,814
ESEA Title VI			
Rural and low income School Program	84.358		14,900
IDEA			
Part B - Special Education of Children with Disabilities	84.027	0032-22-0161	61,926
Part B - Special Education of Children with Disabilities	84.027	0032-21-0161	9,507
Part B - Special Education of Children with Disabilities	84.027	5532-22-0161	2,904
Preschool - Special Education of Children with Disabilities	84.173	0033-22-0161	1,151
Preschool - Special Education of Children with Disabilities	84.173	5533-22-0161	323
Preschool - Special Education of Children with Disabilities	84.173	0033-21-0161	388
American Rescue Plan			
Elementary and Secondary School Emergency Relief	84.425	5880-21-0600	172,630
Elementary and Secondary School Emergency Relief	84.425	5891-21-0600	216,537
Elementary and Secondary School Emergency Relief	84.425	5890-21-0600	76,074
Student Support and Academic Enrichment Program	84.424	0204-22-0600	10,000
Student Support and Academic Enrichment Program	84.424	0204-21-0600	3,225
			<u>670,162</u>
<u>Department of Agriculture</u>			
National School Breakfast Program	10.553	120701040000	111,392
Natioanl Summer Food Program	10.559	120701040000	52,405
National Food Commodity Program	10.555	120701040000	9,273
COVID 19 National School Lunch Program	10.555	120701040000	14,567
			<u>187,637</u>
			<u>\$ 857,799</u>

FRANKLIN CENTRAL SCHOOL DISTRICT

Notes to the Schedule of Expenditures of Federal Awards

Note 1 SUMMARY OF CERTAIN SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedule of expenditures of federal awards presents the activity of federal award programs administered by the District using the modified accrual basis of accounting. Federal awards that are included in the schedule may be received directly from federal agencies, as well as federal awards that are passed through from other government agencies. The information is presented in accordance with the requirements of The Uniform Guidance, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

Indirect costs may be included in the reported expenditures, to the extent that they are included in the federal financial reports used as the source for the data presented. The District's policy is not to charge federal award programs with indirect costs.

Matching costs (the District's share of certain program costs) are not included in the reported expenditures.

The basis of accounting varies by federal program consistent with the underlying regulations pertaining to each program.

The amounts reported as federal expenditures were obtained from the federal financial reports for the applicable program and periods. The amounts reported in these reports are prepared from records maintained for each program, which are reconciled with the District's financial reporting system.

Note 2 SUBRECIPIENTS

No amounts were provided to subrecipients.

Note 3 OTHER DISCLOSURES

No insurance is carried specifically to cover equipment purchased with federal funds. Any equipment purchased with federal funds has only a nominal value and is covered by the District's casualty insurance policies.

The District is the recipient of a federal award program that does not result in cash receipts or disbursements. The District was granted \$14,567 of commodities under the National School Lunch Program.

FRANKLIN CENTRAL SCHOOL DISTRICT
Schedule of Findings and Questioned Costs

Section I - Summary of Auditor's Results

1. The auditor's report expresses an unqualified opinion on the financial statements of Franklin Central School District.
2. No significant deficiencies were noted during the audit of the financial statements.
3. No instances of noncompliance material to the financial statements of Franklin Central School District were disclosed during the audit.
4. There were no significant deficiencies in internal control over major federal award programs identified during the audit that are reported in the Report on Compliance with Requirements Applicable to Each Major Program and Internal Controls Over Compliance in Accordance with The Uniform Guidance. No conditions are reported as a material weakness.
5. The auditor's report on compliance for the major federal award programs for Franklin Central School District expresses an unqualified opinion on all major federal programs.
6. There were no audit findings relative to major federal award programs reported in this schedule.
7. The program(s) tested as major programs include:

American Rescue Plan	<u>CFDA#</u>
Elementary and Secondary School Emergency Relief	84.425, 84.424
Governor's Emergency Education Relief Fund	
Student Support & Academic Enrichment Program	
8. The threshold for distinguishing Types A and B programs was \$750,000.
9. Franklin Central School District did not qualify as a low-risk auditee.

Section II – Financials Statement Findings

None

Section III – Federal Award Findings and Questioned Costs

None