



MILWAUKEE PUBLIC SCHOOLS

Milwaukee, Wisconsin

REPORT ON FEDERAL AND STATE AWARDS

For the Year Ended June 30, 2020

MILWAUKEE PUBLIC SCHOOLS

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**Independent Auditors' 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 Directors
Milwaukee Public Schools
Milwaukee, Wisconsin

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 the Milwaukee Public Schools (the "District"), Wisconsin, (the "District"), as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise Milwaukee Public Schools (the "District"), basic financial statements, and have issued our report thereon dated December 21, 2020.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the 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 the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the 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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2020-001, that we consider to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District'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 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*.

The District's Response to Finding

The District's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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.

Baker Tilly US, LLP (formerly known as Baker Tilly Virchow Krause, LLP)

Baker Tilly US, LLP

Milwaukee, Wisconsin
December 21, 2020

**Independent Auditors' Report on Compliance
for Each Major Federal and Major State Program;
Report on Internal Control Over Compliance; and
Report on the Schedules of Expenditures of
Federal and State Awards Required by the Uniform Guidance
and the *State Single Audit Guidelines***

To the Board of Directors
Milwaukee Public Schools
Milwaukee, Wisconsin

Report on Compliance for Each Major Federal and Major State Program

We have audited Milwaukee Public Schools (the "District"), compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *State Single Audit Guidelines* that could have a direct and material effect on each of the District's major federal and major state programs for the year ended June 30, 2020. The District's major federal and major state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal and major state 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; 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); and the *State Single Audit Guidelines*. Those standards, the Uniform Guidance and the *State Single Audit Guidelines* 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 or a major state 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 and major state program. However, our audit does not provide a legal determination of the District's compliance.

Opinion on Each Major Federal and Major State 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 and major state programs for the year ended June 30, 2020.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and the *State Single Audit Guidelines* and which are described in the accompanying schedule of findings and questioned costs as items 2020-002, 2020-003, 2020-004, 2020-005, 2020-006, 2020-007, 2020-008, 2020-009, 2020-010 and 2020-011. Our opinion on each major federal and major state program is not modified with respect to these matters.

District's Responses to Findings

The District's responses to the noncompliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The District's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

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 or major state 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 and major state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and the *State Single Audit Guidelines*, 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 or state 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 or state 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 or state 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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified certain deficiencies in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as items 2020-002, 2020-003, 2020-004, 2020-005, 2020-006, 2020-007, 2020-008, 2020-009, 2020-010 and 2020-011, that we consider to be significant deficiencies.

District's Responses to Findings

The District's responses to the internal control over compliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The District's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

Purpose of This Report

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 and the *State Single Audit Guidelines*. Accordingly, this report is not suitable for any other purpose.

Report on Schedules of Expenditures of Federal and State Awards Required by the Uniform Guidance and the *State Single Audit Guidelines*

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Milwaukee Public Schools as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Milwaukee Public Schools basic financial statements. We issued our report thereon dated December 21, 2020, 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 schedules of expenditures of federal and state awards are presented for purposes of additional analysis as required by the Uniform Guidance and the *State Single Audit Guidelines* and are 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 schedules of expenditures of federal and state awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

Baker Tilly US, LLP (formerly known as Baker Tilly Virchow Krause, LLP)

Baker Tilly US, LLP

Milwaukee, Wisconsin
March 10, 2021

**MILWAUKEE PUBLIC SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2020**

| Awarding agency pass-through agency award description | Federal or state catalog number | Pass Through Entity Identifying Number | Pass Through Agency | Program or award amount | Accrued receivable (deferred revenue) July 1, 2019 | Federal Expenditures | Revenues Grantor reimburse- ments | Accrued receivable (deferred revenue) June 30, 2020 | 2020 Sub recipient Expenditures |
|---|--|---|---------------------------|-------------------------------|--|-------------------------|--|---|---------------------------------------|
| Federal Programs | | | | | | | | | |
| U.S. Department of Agriculture | | | | | | | | | |
| Child Nutrition Cluster: | | | | | | | | | |
| School Breakfast Program | 10.553 | | | ** | \$ 1,877,985 | - | 1,877,985 | - | - |
| 07/01/18-06/30/19 | | 2019-403619-SB-546 | WI DPI | | - | - | - | - | - |
| 07/01/19-06/30/20 | | 2020-403619-DPI-SB-546 | WI DPI | | - | 8,642,726 | 8,642,726 | - | 520,397 |
| COVID 19 - 7/1/19-6/30/20 | | 2020-403619-DPI-SB-546 | WI DPI | | - | 721,049 | 721,049 | - | - |
| Subtotal 10.553 | | | | | 1,877,985 | 9,363,775 | 11,241,760 | - | 520,397 |
| National School Lunch Program | 10.555 | | | ** | 4,524,950 | - | 4,524,950 | - | - |
| 07/01/18-06/30/19 | | 2019-403619-NSL-547 | WI DPI | | - | - | - | - | - |
| 07/01/19-06/30/20 | | 2020-403619-DPI-NSL-547 | WI DPI | | - | 21,415,484 | 21,381,392 | 34,092 | 826,762 |
| COVID 19 - 7/1/19-6/30/20 | | 2020-403619-DPI-NSL-547 | WI DPI | | - | 2,090,346 | 2,007,396 | 82,950 | - |
| Food Distribution (Donated Commodities) | 10.555 | | | ** | - | 3,518,367 | 3,518,367 | - | - |
| 07/01/19-06/30/20 | | 2020-403619-DPI-NSL-547 | WI DPI | | - | - | - | - | - |
| Subtotal 10.555 | | | | | 4,524,950 | 27,024,197 | 31,432,105 | 117,042 | 826,762 |
| Summer Food Service Program for Children | 10.559 | | | ** | 300 | - | - | 300 | - |
| 07/01/17-06/30/18 | | 2018-403619-SFSP-586 | WI DPI | | 275,095 | - | 275,095 | - | - |
| 07/01/18-06/30/19 | | 2019-403619-SFSP-586 | WI DPI | | - | 1,012,618 | 737,088 | 275,530 | 8,143 |
| 07/01/19-06/30/20 | | 2020-403619-DPI-SFSP-586 | WI DPI | | - | 2,619,760 | 2,015,612 | 604,148 | - |
| COVID 19 - 7/1/19-6/30/20 | | 2020-403619-DPI-SFSP-586 | WI DPI | | - | - | - | - | - |
| Subtotal 10.559 | | | | | 275,395 | 3,632,378 | 3,027,795 | 879,978 | 8,143 |
| Subtotal – Child Nutrition Cluster | | | | | 6,678,330 | 40,020,350 | 45,701,660 | 997,020 | 1,355,302 |
| Child and Adult Care Food Program | 10.558 | | | ** | 275,954 | - | 275,954 | - | - |
| 07/01/18-06/30/19 | | 2019-403619-CCI-551 | WI DPI | | - | - | - | - | - |
| 07/01/19-06/30/20 | | 2020-403619-DPI-CCI-551 | WI DPI | | - | 1,281,225 | 1,241,515 | 39,710 | 35,479 |
| Subtotal 10.558 | | | | | 275,954 | 1,281,225 | 1,517,469 | 39,710 | 35,479 |
| Team Nutrition Grants | 10.574 | | | | | | | | |
| 02/01/2019-05/31/2019 | | 2019-403619-17-TN Let's Plant Grant-552 | WI DPI | 3,710 | 3,626 | - | 2,969 | 657 | - |
| Farm to School Grant Program | 10.575 | n/a | DIRECT | 89,799 | 18,950 | 2,710 | 21,660 | - | - |
| 06/25/18-12/31/19 | | | | | | | | | |
| Fresh Fruits and Vegetable Program | 10.582 | | | | 130,864 | 145,737 | 145,737 | - | - |
| 07/01/19-09/30/19 | | 2019-403619-19FFVP-B-376 | WI DPI | | 26,515 | 1,078,297 | 1,104,812 | - | - |
| 10/1/19-09/30/20 | | 2020-403619-20FFVP-OCT-376 | WI DPI | 1,102,410 | - | - | - | - | - |
| Subtotal 10.582 | | | | | 26,515 | 1,224,034 | 1,250,549 | - | - |
| Total - U.S. Department of Agriculture | | | | | 7,003,375 | 42,528,319 | 48,494,307 | 1,037,387 | 1,390,781 |
| National Fish and Wildlife Foundation | | | | | | | | | |
| Great Lakes Restoration | 15.662 | 0501.18.060058 | NFWF | 440,000 | - | 415,876 | 171,567 | 244,309 | - |
| 07/01/19-06/30/20 | | | | | - | - | - | - | - |
| Total - National Fish and Wildlife Foundation | | | | | - | 415,876 | 171,567 | 244,309 | - |
| U.S. Department of Transportation | | | | | | | | | |
| Highway Planning and Construction Cluster | 20.205 | | | | | | | | |
| 01/01/18-12/31/18 | | 1009-00-66 | WI DOT | 148,528 | (38,005) | - | - | (38,005) | - |
| 01/01/19-12/31/19 | | 1009-00-99 | WI DOT | 148,528 | 69,135 | 18,374 | 88,896 | (1,387) | - |
| 07/01/19-06/30/20 | | 1009-00-99 | WI DOT | 163,162 | - | 90,683 | - | 90,683 | 90,683 |
| Total – Highway Planning and Construction Cluster | | | | | 31,130 | 109,057 | 88,896 | 51,291 | 90,683 |
| Public Service Commission of Wisconsin-Office of Energy Innovation | | | | | | | | | |
| State Energy Program | 81.041 | n/a | PSCW | 215,680 | - | 8,037 | - | 8,037 | - |
| 10/25/18-10/24/19 | | n/a | PSCW | 215,680 | - | 58,861 | - | 58,861 | - |
| 10/25/19-10/24/20 | | | | | - | - | - | - | - |
| Total - Public Service Commission of Wisconsin-Office of Energy Innovation | | | | | - | 66,898 | - | 66,898 | - |

**MILWAUKEE PUBLIC SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2020**

| Awarding agency pass-through agency award description | Federal or state catalog number | Pass Through Entity Identifying Number | Pass Through Agency | Program or award amount | Accrued receivable (deferred revenue) July 1, 2019 | Federal Expenditures | Revenues Grantor reimburse- ments | Accrued receivable (deferred revenue) June 30, 2020 | 2020 Sub recipient Expenditures |
|--|--|---|---------------------------|-------------------------------|--|-------------------------|--|---|---------------------------------------|
| U.S. Department of Education | | | | | | | | | |
| Title I - Part A | | | | | | | | | |
| Title I – Grants to Local Educational Agencies 07/01/18-06/30/19 | 84.010 | 2019-403619-TIA-141 | WI DPI | 72,343,962 | 10,539,972 | 82,620 | 10,622,592 | - | - |
| 07/01/19-06/30/20 | | 2020-403619-TIA-141 | WI DPI | 73,249,193 | - | 60,013,008 | 43,690,789 | 16,322,219 | - |
| Title I – Grants to Local Educational Agencies 07/01/18-06/30/19 | 84.010 | 2019-403619-CAR-155 | WI DPI | 3,400,000 | 581,750 | 60,856 | 660,060 | (17,454) | - |
| Title I – Grants to Local Educational Agencies 07/01/18-06/30/19 | 84.010 | A159-00000-403619 | WI DPI | 7,500 | 131 | - | - | 131 | - |
| Title I – Grants to Local Educational Agencies 07/01/18-06/30/19 | 84.010 | 2019-403619-TI-Delinquent-140 | WI DPI | 106,302 | 46,384 | 1,117 | 45,709 | 1,792 | - |
| 07/01/19-06/30/20 | | 2020-403619-TI-D Delin-140 | WI DPI | 86,526 | - | 57,200 | 2,921 | 54,279 | - |
| Title I – Grants to Local Educational Agencies 07/01/18-06/30/19 | 84.010 | 2019-403619-CSI-148 | WI DPI | 7,000,000 | - | 935,695 | 935,695 | - | - |
| 07/01/19-06/30/20 | | 2020-403619-CSI-148 | WI DPI | 13,337,905 | - | 8,057,937 | - | 8,057,937 | - |
| Subtotal – 84.010 | | | | | 11,168,237 | 69,208,433 | 55,957,766 | 24,418,904 | - |
| Special Education Cluster (IDEA) | | | | | | | | | |
| Special Education-Grants to States 07/01/17-06/30/18 | 84.027 | 2018-403619-IDEA-341 | WI DPI | 22,492,059 | 1,354 | (1,354) | - | - | - |
| 07/01/18-06/30/19 | | 2019-403619-IDEA-FT-341 | WI DPI | 21,203,677 | 493,418 | 137,578 | 630,996 | - | - |
| 07/01/19-06/30/20 | | 2020-403619-DPI-IDEA-F-341 | WI DPI | 21,651,391 | - | 20,375,582 | 18,007,404 | 2,368,178 | - |
| Special Education-Grants to States 07/01/18-06/30/19 | 84.027 | 2019-403619-IDEA-FT-341 | WI DPI | 8,000 | (1,354) | 1,354 | - | - | - |
| Special Education-Grants to States 07/01/18-06/30/19 | 84.027 | 342-00000-403619 | CESA 11 | 1,891 | (1,989) | - | - | (1,989) | - |
| Special Education-Grants to States 07/01/18-06/30/19 | 84.027a | 2019-403619-IDEA-FT-341 | WI DPI | 3,530,904 | 35,953 | 6,811 | 42,764 | - | - |
| 07/01/19-06/30/20 | | 2020-403619-DPI-IDEA-F-341 | WI DPI | 3,818,339 | - | 3,760,705 | 3,510,419 | 250,286 | - |
| Subtotal - 84.027 | | | | | 527,382 | 24,280,676 | 22,191,583 | 2,616,475 | - |
| Special Education-Preschool Grants (Entitlement) 07/01/18-06/30/19 | 84.173 | 2019-403619-IDEA-PS-347 | WI DPI | 1,776,175 | 729,994 | 133 | 730,127 | - | - |
| 07/01/19-06/30/20 | | 2020-403619-DPI-IDEA-P-347 | WI DPI | 1,415,739 | - | 1,166,784 | 1,122,897 | 43,887 | - |
| Special Education-Preschool Grants 07/01/18-06/30/19 | 84.173 | 2019-403619-ECSEPSL-348 | WI DPI | 183,000 | 8,689 | - | 8,689 | - | - |
| 07/01/19-06/30/20 | | 2020-403619-DPI-ECSEPS-348 | WI DPI | 180,486 | - | 178,389 | 155,087 | 23,302 | - |
| Subtotal - 84.173 | | | | | 738,683 | 1,345,306 | 2,016,800 | 67,189 | - |
| Subtotal - Special Education Cluster (IDEA) | | | | | 1,266,065 | 25,625,982 | 24,208,383 | 2,683,664 | - |

**MILWAUKEE PUBLIC SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2020**

| Awarding agency pass-through agency award description | Federal or state catalog number | Pass Through Entity Identifying Number | Pass Through Agency | Program or award amount | Accrued receivable (deferred revenue) July 1, 2019 | Federal Expenditures | Revenues Grantor reimburse- ments | Accrued receivable (deferred revenue) June 30, 2020 | 2020 Sub recipient Expenditures |
|--|--|---|----------------------------|-------------------------------------|--|-----------------------------|--|---|---------------------------------------|
| U.S. Department of Education (Continued) | | | | | | | | | |
| Career and Technical Education - Basic Grants to States 07/01/17-06/30/18 07/01/18-06/30/19 07/01/19-06/30/20 | 84.048 | 2018-403619-CP-CTE-400 2019-403619-CTE-400 2020-403619-CTE-400 | WI DPI WI DPI WI DPI | 1,719,167 1,870,980 1,891,744 | 122,941 - - | (3) 950,304 1,334,928 | 122,938 950,304 125,325 | - - 1,209,603 | - |
| Career and Technical Education - Basic Grants to States 07/01/19-06/30/20 | 84.048 | 2020-403619-CTE-400 | WI DPI | 7,000 | - | 873 | - | 873 | - |
| Subtotal - 84.048 | | | | | 122,941 | 2,286,102 | 1,198,567 | 1,210,476 | - |
| Indian Education - Grants Local Educational Agencies 07/01/15-06/30/16 07/01/18-06/30/19 07/01/19-06/30/20 | 84.060 | n/a n/a n/a | Direct Direct Direct | 217,465 104,402 101,823 | 61 24,955 - | - 8,264 95,901 | - 33,219 34,724 | 61 - 61,177 | - |
| Subtotal - 84.060 | | | | | 25,016 | 104,165 | 67,943 | 61,238 | - |
| Safe and Drug-Free Schools and Communities-National Programs 10/01/18-09/30/19 10/01/19-09/30/20 | 84.184M | n/a n/a | Direct Direct | 691,131 686,133 | 78,183 - | 160,402 188,748 | 238,585 112,240 | - 76,508 | - |
| Subtotal - 84.184 | | | | | 78,183 | 349,150 | 350,825 | 76,508 | - |
| Education for Homeless Children and Youth 07/01/18-06/30/19 07/01/19-06/30/20 | 84.196 | 2019-403619-Education for Homeless Children and Youth-335 2020-403619-DPI-EHCY-335 | WI DPI WI DPI | 125,000 137,000 | 1,122 - | 104 125,566 | 914 103,445 | 312 22,121 | - |
| Subtotal - 84.196 | | | | | 1,122 | 125,670 | 104,359 | 22,433 | - |
| Javits Gifted and Talented Students Education 08/01/18-07/31/19 08/01/19-07/31/20 | 84.206 | 669K760 669K760 | UW UW | 543,531 165,143 | 114,976 - | (11,233) 165,142 | 103,743 - | - 165,142 | - |
| Javits Gifted and Talented Students Education 10/01/19-09/30/20 | 84.206A | n/a | Direct | 563,652 | - | 244,762 | 118,899 | 125,863 | - |
| Javits Gifted and Talented Students Education 10/01/18-09/30/19 10/01/19-09/30/20 | 84.206A | n/a n/a | Direct Direct | 519,908 593,158 | 103,173 - | 95,627 329,601 | 157,206 247,395 | 41,594 82,206 | - |
| Subtotal - 84.206 | | | | | 218,149 | 823,899 | 627,243 | 414,805 | - |
| Wisconsin Charter Schools Program (3) 10/01/19-06/30/20 | 84.282A | 2020-403619-DPI-WCSP3-360 | WI DPI | 218,125 | - | 119,341 | - | 119,341 | - |
| Wisconsin Charter Schools Program (2) 10/01/19-06/30/20 | 84.282A | 2020-403619-DPI-WCSP2-360 | WI DPI | 215,438 | - | 24,652 | - | 24,652 | - |
| Subtotal - 84.282A | | | | | - | 143,993 | - | 143,993 | - |
| Twenty-First Century Community Learning Centers 07/01/18-06/30/19 07/01/19-06/30/20 | 84.287 | 2019-403619-21st Century CLC-367 2020-403619-CLC DPI-367 | WI DPI WI DPI | 1,536,520 1,513,510 | 728,334 - | 11,021 1,300,857 | 739,355 857,762 | - 443,095 | - |
| Twenty-First Century Community Learning Centers 07/01/18-06/30/19 07/01/19-06/30/20 | 84.287 | 2019-403619-21st Century CLC-367 2020-403619-CLC DPI-367 | WI DPI WI DPI | 1,702,682 1,681,130 | 774,129 - | 15,849 1,421,989 | 789,978 793,485 | - 628,504 | - |
| Twenty-First Century Community Learning Centers 07/01/18-06/30/19 07/01/19-06/30/20 | 84.287 | 2019-403619-21st Century CLC-367 2020-403619-CLC DPI-367 | WI DPI WI DPI | 405,000 1,168,410 | 482 - | - 998,566 | - 580,259 | 482 418,307 | - |
| Twenty-First Century Community Learning Centers 07/01/18-06/30/19 | 84.287 | 2019-403619-21st Century CLC-367 | WI DPI | 350,000 | 45,955 | - | 45,955 | - | - |
| Twenty-First Century Community Learning Centers 07/01/18-06/30/19 | 84.287 | 2019-403619-21st Century CLC-367 | WI DPI | 2,000 | - | 2,000 | - | 2,000 | - |

**MILWAUKEE PUBLIC SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2020**

| Awarding agency pass-through agency award description | Federal or state catalog number | Pass Through Entity Identifying Number | Pass Through Agency | Program or award amount | Accrued receivable (deferred revenue) July 1, 2019 | Federal Expenditures | Revenues Grantor reimburse- ments | Accrued receivable (deferred revenue) June 30, 2020 | 2020 Sub recipient Expenditures |
|---|--|---|---------------------------|-------------------------------|--|-------------------------|--|---|---------------------------------------|
| U.S. Department of Education (Continued) | | | | | | | | | |
| Twenty-First Century Community Learning Centers 07/01/18-06/30/19 07/01/19-06/30/20 | 84.287 | 2019-403619-21st Century CLC-367 2020-403619-CLC DPI-367 | WI DPI WI DPI | 101,000 100,440 | 81,462 - | - 92,500 | 81,462 52,151 | - 40,349 | - - |
| Twenty-First Century Community Learning Centers 07/01/18-06/30/19 | 84.287 | 2019-403619-21st Century CLC-367 | WI DPI | 200,000 | 68,860 | 389 | 69,249 | - | - |
| Twenty-First Century Community Learning Centers 07/01/18-06/30/19 07/01/19-06/30/20 | 84.287 | 2019-403619-21st Century CLC-367 2020-403619-CLC DPI-367 | WI DPI WI DPI | 50,000 50,000 | 3,796 - | - 50,000 | 3,796 50,000 | - - | - - |
| Subtotal - 84.287 | | | | | 1,703,018 | 3,893,171 | 4,063,452 | 1,532,737 | - |
| Indian Education - Special Programs For Indian Children 10/01/18-09/30/19 10/01/19-09/30/20 | 84.299A | n/a n/a | Direct Direct | 535,527 536,003 | 23,155 - | 59,461 275,344 | 61,508 90,929 | 21,108 184,415 | - - |
| Subtotal - 84.299A | | | | | 23,155 | 334,805 | 152,437 | 205,523 | - |
| Arts in Education 10/01/18-09/30/19 10/01/19-09/30/20 | 84.351D | n/a n/a | Direct Direct | 625,000 968,532 | 46,500 - | 92,077 571,192 | 138,577 369,455 | - 201,737 | - - |
| Subtotal - 84.351D | | | | | 46,500 | 663,269 | 508,032 | 201,737 | - |
| English Language Acquisition State Grants 07/01/18-06/30/19 07/01/19-06/30/20 | 84.365A | 2019-403619-TIIIA-391 2020-403619-DPI-T3 -391 | WI DPI WI DPI | 1,659,362 1,566,749 | 616,693 - | 23,499 1,102,580 | 640,192 514,061 | - 588,519 | - - |
| English Language Acquisition State Grants 07/01/19-06/30/20 | 84.365 | 2020-403619-DPI-T3-Imm-371 | WI DPI | 25,000 | - | 24,898 | - | 24,898 | - |
| Subtotal - 84.365 | | | | | 616,693 | 1,150,977 | 1,154,253 | 613,417 | - |
| Improving Teacher Quality State Grants 07/01/18-06/30/19 07/01/19-06/30/20 | 84.367 | 2019-403619-TIIA-365 2020-403619-TIIA-365 | WI DPI WI DPI | 10,268,007 8,935,955 | 1,401,836 - | 34,113 6,373,348 | 1,435,949 5,330,883 | - 1,042,465 | - - |
| Subtotal - 84.367 | | | | | 1,401,836 | 6,407,461 | 6,766,832 | 1,042,465 | - |
| School Improvement Grants 07/01/18-06/30/19 07/01/19-06/30/20 | 84.377A | 2019-403619-SIG-151 2020-403619-SIG - CSI -151 | WI DPI WI DPI | 3,944,872 2,445,896 | 1,027,172 - | 246,767 2,127,008 | 1,273,939 - | - 2,127,008 | - - |
| Subtotal - 84.377A | | | | | 1,027,172 | 2,373,775 | 1,273,939 | 2,127,008 | - |
| Supporting Effective Educator Development Program 07/01/18-06/30/19 07/01/19-06/30/20 | 84.423A | n/a n/a | UW UW | 479,798 498,631 | 45,329 - | 21,704 184,579 | 67,033 115,618 | - 68,961 | - - |
| Subtotal - 84.423A | | | | | 45,329 | 206,283 | 182,651 | 68,961 | - |
| Student Support and Academic Enrichment Program 07/01/18-06/30/19 07/01/19-06/30/20 | 84.424A | 2019-403619-TIVA-381 2020-403619-TIVA - DPI-381 | WI DPI WI DPI | 3,796,210 5,026,547 | 755,675 - | 8,175 3,737,370 | 763,850 1,805,856 | - 1,931,514 | - - |
| Subtotal - 84.424A | | | | | 755,675 | 3,745,545 | 2,569,706 | 1,931,514 | - |
| Emergency Impact Aid Program 07/01/19-06/30/20 | 84.938C | 2020-403619-EIA-374 | WI DPI | 372,844 | - | 372,844 | 372,844 | - | - |
| Emergency Impact Aid Program (Students with Disabilities) 07/01/19-06/30/20 | 84.938C | 2020-403619-EIASwD-375 | WI DPI | 63,750 | - | 63,750 | 63,750 | - | - |
| Homeless Children-Hurricane Education Recovery 07/01/19-06/30/20 | 84.938C | n/a | WI DPI | 71,160 | - | 71,160 | 71,160 | - | - |
| Subtotal - 84.938C | | | | | - | 507,754 | 507,754 | - | - |
| Total – U. S. Department of Education | | | | | 18,499,091 | 117,950,434 | 99,694,142 | 36,755,383 | - |

**MILWAUKEE PUBLIC SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2020**

| Awarding agency pass-through agency award description | Federal or state catalog number | Pass Through Entity Identifying Number | Pass Through Agency | Program or award amount | Accrued receivable (deferred revenue) July 1, 2019 | Federal Expenditures | Revenues Grantor reimburse- ments | Accrued receivable (deferred revenue) June 30, 2020 | 2020 Sub recipient Expenditures |
|---|--|---|---------------------------|-------------------------------|--|-------------------------|--|---|---------------------------------------|
| U.S. Department of Health and Human Services | | | | | | | | | |
| Cooperative Agreements to Promote Adolescent Health through School Based HIV/STD Prevention and School-Based Surveillance | | | | | | | | | |
| 08/01/15-07/31/16 | 93.079 | n/a | WI DPI | 9,841 | 629 | - | - | 629 | - |
| 08/01/16-07/31/17 | | n/a | WI DPI | 6,500 | (449) | - | - | (449) | - |
| Subtotal - 93.079 | | | | | 180 | - | - | 180 | - |
| Pregnancy Assistance Fund Program | | | | | | | | | |
| 07/01/18-06/30/19 | 93.500 | 2019-403619-InSPIRE-591 | WI DPI | 150,000 | 71,608 | 3,733 | 75,341 | - | - |
| 07/01/19-06/30/20 | | 2020-403619-DPI-Inspir-591 | WI DPI | 152,488 | - | 71,615 | 62,233 | 9,382 | - |
| Subtotal - 93.500 | | | | | 71,608 | 75,348 | 137,574 | 9,382 | - |
| Refugee and Entrant Assistance - State Administered Programs | | | | | | | | | |
| 01/01/2019-12/31/2019 | 93.566 | 2019-403619-Refugee-533 | WI DCF | 52,000 | 7,061 | 57,577 | 64,638 | - | - |
| 03/01/2019-09/30/2019 | | 2020-403619-Refugee-533 | WI DCF | 29,000 | 3,071 | 25,078 | 13,269 | 14,880 | - |
| Subtotal - 93.566 | | | | | 10,132 | 82,655 | 77,907 | 14,880 | - |
| Head Start Cluster | | | | | | | | | |
| 06/01/18-05/31/19 | 93.600 | n/a | Direct | 8,597,310 | - | 17,116 | - | 17,116 | - |
| 06/01/19-05/31/20 | | n/a | Direct | 8,974,184 | 546,205 | 8,427,979 | 8,204,852 | 769,332 | - |
| 06/01/19-05/31/21 | | n/a | Direct | 10,553,907 | - | 640,042 | - | 640,042 | - |
| 06/01/19-05/31/20 | | n/a | Direct | 2,025,516 | - | 1,208,631 | 971,084 | 237,547 | - |
| Subtotal - Head Start Cluster | | | | | 546,205 | 10,293,768 | 9,175,936 | 1,664,037 | - |
| Medicaid Cluster | | | | | | | | | |
| 07/01/18-06/30/19 | 93.778 | n/a | WI DHS | 7,004,173 | 37,990 | - | 37,990 | - | - |
| 07/01/19-06/30/20 | | n/a | WI DHS | 6,767,124 | - | 6,767,124 | 6,647,059 | 120,065 | - |
| Subtotal - Medicaid Cluster | | | | | 37,990 | 6,767,124 | 6,685,049 | 120,065 | - |
| Total – U.S. Department of Health and Human Services | | | | | 666,115 | 17,218,895 | 16,076,466 | 1,808,544 | - |
| Total Federal Awards | | | | | \$ 26,199,711 | 178,289,479 | 164,525,378 | 39,963,812 | 1,481,464 |

**Formula Driven Grant
See notes to Schedules of Federal and State Awards.

MILWAUKEE PUBLIC SCHOOLS
SCHEDULE OF EXPENDITURES OF STATE AWARDS
For the Year Ended June 30, 2020

| Awarding agency pass-through agency award description | Federal or state catalog number | Program or award amount | Accrued receivable (deferred revenue) July 1, 2019 | State Expenditures | Revenues Grantor reimburse- ments | Accrued receivable (deferred revenue) June 30, 2020 |
|--|--|-------------------------------|--|-----------------------|--|---|
| State Programs: | | | | | | |
| Cost Reimbursement Programs | | | | | | |
| Wisconsin Department of Justice | | | | | | |
| School Safety Initiative | 455.206 | | | | | |
| 07/01/19-06/30/20 | | 3,310,177 | \$ 1,483,421 | 1,041,338 | 1,970,654 | 554,105 |
| 07/01/19-08/31/20 | | 2,590,000 | - | 506,094 | 44,253 | 461,841 |
| Total – Wisconsin Department of Justice | | | 1,483,421 | 1,547,432 | 2,014,907 | 1,015,946 |
| Wisconsin Department of Workforce Development | | | | | | |
| Youth Apprenticeship Grant | 445.107 | | | | | |
| 07/01/18-06/30/19 | | 90,000 | 12,492 | 5,537 | 18,029 | - |
| 07/01/19-06/30/20 | | 95,895 | - | 79,639 | 41,640 | 37,999 |
| Subtotal 445.107 | | | 12,492 | 85,176 | 59,669 | 37,999 |
| Wisconsin Fast Forward Teacher Training and Development | 445.109 | | | | | |
| 07/01/18-06/30/19 | | 250,000 | - | 3,193 | - | 3,193 |
| 07/01/19-06/30/20 | | 296,807 | - | 236,300 | - | 236,300 |
| Subtotal 445.109 | | | - | 239,493 | - | 239,493 |
| Total – Wisconsin Department of Workforce Development | | | 12,492 | 324,669 | 59,669 | 277,492 |
| Wisconsin Department of Public Instruction | | | | | | |
| Special Education Transition Readiness Grant | 255.257 | | | | | |
| 07/01/18-06/30/19 | | 31,500 | - | - | 31,500 | (31,500) |
| Summer School Program Grants | 255.281 | | | | | |
| 07/01/19-06/30/20 | | 1,400,000 | - | 1,400,000 | 1,400,000 | - |
| School Based Mental Health Services | 255.297 | | | | | |
| 07/01/18-06/30/19 | | 75,000 | 42,616 | 4,012 | 46,628 | - |
| 07/01/19-06/30/20 | | 77,400 | - | 64,342 | 32,036 | 32,306 |
| Subtotal 255.297 | | | 42,616 | 68,354 | 78,664 | 32,306 |
| Peer Review and Mentoring | 255.301 | | | | | |
| 07/01/17-06/30/18 | | 25,000 | 1,394 | - | 1,394 | - |
| 07/01/18-06/30/19 | | 26,240 | 20,703 | (70) | 20,633 | - |
| 07/01/19-06/30/20 | | 25,000 | - | 16,364 | 5,349 | 11,015 |
| Subtotal 255.301 | | | 22,097 | 16,294 | 27,376 | 11,015 |
| Alcohol and Other Drug Abuse (Chapter 331) | 255.306 | | | | | |
| 07/01/18-06/30/19 | | 45,000 | 24,109 | 2,904 | 27,013 | - |
| 07/01/19-06/30/20 | | 45,000 | - | 36,231 | 22,130 | 14,101 |
| Subtotal 255.306 | | | 24,109 | 39,135 | 49,143 | 14,101 |

MILWAUKEE PUBLIC SCHOOLS
SCHEDULE OF EXPENDITURES OF STATE AWARDS
For the Year Ended June 30, 2020

| Awarding agency pass-through agency award description | Federal or state catalog number | Program or award amount | Accrued receivable (deferred revenue) July 1, 2019 | State Expenditures | Revenues Grantor reimburse- ments | Accrued receivable (deferred revenue) June 30, 2020 |
|---|--|-------------------------------|--|-----------------------|--|---|
| Wisconsin Department of Public Instruction (continued) | | | | | | |
| AODA Program Grants | 255.321 | | | | | |
| 07/01/18-06/30/19 | | 10,550 | 4,501 | 337 | 4,838 | - |
| 07/01/19-06/30/20 | | 13,600 | - | 7,868 | 2,968 | 4,900 |
| Subtotal 255.321 | | | 4,501 | 8,205 | 7,806 | 4,900 |
| Head Start Supplement | 255.327 | | | | | |
| 07/01/18-06/30/19 | | 421,578 | 775 | 266 | 1,041 | - |
| 07/01/19-06/30/20 | | 421,578 | - | 357,079 | 357,079 | - |
| Subtotal 255.327 | | | 775 | 357,345 | 358,120 | - |
| Wisconsin Movin' Schools | 255.345 | | | | | |
| 07/01/15-06/30/16 | | 700 | (700) | - | - | (700) |
| WI Grants to Support Gifted and Talented | 255.350 | | | | | |
| 07/01/18-06/30/19 | | 30,000 | 24,844 | 351 | 25,195 | - |
| 07/01/19-06/30/20 | | 25,000 | - | 25,000 | 23,134 | 1,866 |
| 07/01/19-06/30/20 | | 25,000 | - | 19,900 | 2,413 | 17,487 |
| Subtotal 255.350 | | | 24,844 | 45,251 | 50,742 | 19,353 |
| Tribal Language Revitalization Grants | 255.364 | | | | | |
| 07/01/19-06/30/20 | | 8,000 | - | 3,023 | - | 3,023 |
| Achievement Gap Reduction | 255.504 | | | | | |
| 07/01/19-06/30/20 | | 24,675,640 | - | 24,467,576 | 24,675,640 | (208,064) |
| Quality Matters | 255.510 | | | | | |
| 07/01/19-06/30/20 | | 45,572 | - | 42,182 | 42,182 | - |
| Educator Effectiveness | 255.940 | | | | | |
| 07/01/18-06/30/19 | | 469,840 | 43,953 | 18,546 | 62,499 | - |
| 07/01/19-06/30/20 | | 470,320 | - | 451,806 | 355,905 | 95,901 |
| Subtotal 255.940 | | | 43,953 | 470,352 | 418,404 | 95,901 |
| Career and Technical Education Incentive Grants | 255.950 | | | | | |
| 07/01/18-06/30/19 | | 33,427 | (77,271) | 3,144 | (74,127) | - |
| 07/01/19-06/30/20 | | 77,272 | - | 51,434 | 142,759 | (91,325) |
| Subtotal 255.950 | | | (77,271) | 54,578 | 68,632 | (91,325) |
| Robotics League Participation Grant | 255.959 | | | | | |
| 07/01/18-06/30/19 | | 21,260 | 7,153 | 3,848 | 13,431 | (2,430) |
| 07/01/19-06/30/20 | | 23,278 | - | 11,647 | - | 11,647 |
| Subtotal 255.959 | | | 7,153 | 15,495 | 13,431 | 9,217 |
| Total – Wisconsin Department of Public Instruction | | | 92,077 | 26,987,790 | 27,221,640 | (141,773) |
| Things Fall Apart in Wisconsin | xxx.xxx | | | | | |
| 07/1/09-06/30/10 | | 500 | (386) | - | - | (386) |
| Total State Financial Awards Cost Reimbursement Programs | | | 1,587,604 | 28,859,891 | 29,296,216 | 1,151,279 |

MILWAUKEE PUBLIC SCHOOLS
SCHEDULE OF EXPENDITURES OF STATE AWARDS
For the Year Ended June 30, 2020

| Awarding agency pass-through agency award description | Federal or state catalog number | Program or award amount | Accrued receivable (deferred revenue) July 1, 2019 | State Expenditures | Revenues Grantor reimburse- ments | Accrued receivable (deferred revenue) June 30, 2020 |
|---|--|-------------------------------|--|-----------------------|--|---|
| State Programs: | | | | | | |
| Entitlement Programs | | | | | | |
| Wisconsin Department of Public Instruction | | | | | | |
| Direct Program: | | | | | | |
| Special Education and School Age Parents | 255.101 | (a) | - | 45,536,402 | 45,536,402 | - |
| State School Lunch Aid | 255.102 | (a) | - | 458,211 | 458,211 | - |
| Common School Fund Library Aid | 255.103 | (a) | - | 5,728,407 | 5,728,407 | - |
| Bilingual Bicultural Aid | 255.106 | (a) | - | 1,158,305 | 1,158,305 | - |
| Transportation Aid | 255.107 | (a) | - | 2,221,765 | 2,221,765 | - |
| Equalization Aids | 255.201 | (a) | 8,922,878 | 488,732,655 | 489,083,267 | 8,572,266 |
| Integration Transfer Non-Resident | 255.204 | (a) | - | 749,864 | 749,864 | - |
| Integration Transfer Resident | 255.205 | (a) | - | 29,552,215 | 29,552,215 | - |
| High Cost Special Education Aid | 255.210 | (a) | - | 4,128 | 4,128 | - |
| Aid for School Mental Health Programs | 255.227 | (a) | - | 1,821,251 | 1,821,251 | - |
| Supplemental Per Pupil Aid | 255.245 | (a) | - | 253,852 | 253,852 | - |
| School Performance Improvement Grants | 255.292 | (a) | - | 2,980,263 | 2,980,263 | - |
| State School Breakfast Aid | 255.344 | (a) | - | 467,870 | 467,870 | - |
| Tuition Payments by State | 255.401 | (a) | - | 362,082 | 362,082 | - |
| Early College Credit Program | 255.445 | (a) | - | 7,747 | 7,747 | - |
| Aid for High Poverty School District | 255.926 | (a) | - | 5,018,688 | 5,018,688 | - |
| Per Pupil Aid | 255.945 | (a) | - | 56,110,785 | 56,110,785 | - |
| Aid for Special Education Transition Grant BBL | 255.960 | (a) | - | 366,000 | 366,000 | - |
| Assessments of Reading Readiness | 255.956 | (a) | - | 135,155 | 135,155 | - |
| Total – Wisconsin Department of Public Instruction | | | 8,922,878 | 641,665,645 | 642,016,257 | 8,572,266 |
| Total State Awards – Entitlement Programs | | | 8,922,878 | 641,665,645 | 642,016,257 | 8,572,266 |
| Total State Awards | | | 10,510,482 | 670,525,536 | 671,312,473 | 9,723,545 |
| Total Federal and State Financial Assistance | | | \$ 36,710,193 | 848,815,016 | 835,837,851 | 49,687,357 |

(a) Allocation of funding is in accordance with a distribution formula prescribed by law or administrative regulation
See notes to Schedules of Federal and State Awards.

MILWAUKEE PUBLIC SCHOOLS

NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS For the Year Ended June 30, 2020

(1) **Basis of Presentation**

Milwaukee Public Schools (the "District") was established on February 3, 1846, and operates under Chapter 119 of the Wisconsin Statutes. All significant operations of the District are included in the scope of the *Single Audit* 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) and the *State of Wisconsin State Single Audit Guidelines*.

All financial assistance programs of the District which involve awards from the federal government or federal awards passed through the State of Wisconsin and certain state assistance programs, as required by the *State Single Audit Guidelines*, are included in the Schedules of Expenditures of Federal and State Awards. The Schedules of Expenditures of Federal and State Awards present only a selected portion of the operations of the District, they are not intended to and do not present the financial position, changes in net position or cash flows of the District.

Programs subject to the Single Audit – all federal and state program awards received by the District have been included in the Schedules of Expenditures of Federal and State Awards. Federal and state programs are defined as major through a risk-based approach.

(2) **Significant Accounting Policies**

(a) **Revenues and Expenditures**

Revenues and expenditures in the Schedules of Expenditures of Federal and State Awards are presented in accordance with the modified accrual basis of accounting, and have been reconciled to the District's fiscal 2020 basic financial statements. Grantor reimbursements reflect amounts received from the various funding agencies during the year. Receivables at year-end consist of federal and state program expenditures scheduled for reimbursement to the District in the succeeding year while deferred revenues represent advances for federal and state programs that exceed recorded District expenditures.

(b) **Subgrantees**

Certain program funds are passed through the District to subgrantee organizations. The Schedules of Expenditures of Federal and State Awards do not contain separate schedules disclosing how the subgrantees outside of the District's control utilized the funds.

(c) **Indirect Cost**

Indirect costs are allocated to certain grant programs based upon rates established by the Wisconsin Department of Public Instruction. The District has not elected to use the 10% de minimis indirect cost rate of the Uniform Guidance.

(3) **Contingency**

All federal and state award programs are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursement to the grantor agencies for costs disallowed under the terms of the programs. It is the opinion of management that all costs charged against those federal and state programs are allowable under the regulations of those programs.

MILWAUKEE PUBLIC SCHOOLS

NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS For the Year Ended June 30, 2020

(4) Program Disclosures

The Schedules of Expenditures of Federal and State Awards are organized by awarding agency.

(5) Cognizant Agencies

The U.S. Department of Education and the Wisconsin Department of Public Instruction have been designated as federal and state cognizant agencies, respectively, for the District.

(6) Special Education Costs

Eligible costs for special education under project 011 were \$200,738,849 for the year ended June 30, 2020.

(7) Pass-Through Entities

The District received federal awards from the following pass-through entities:

| | |
|---------|---|
| WI DPI | Wisconsin Department of Public Instruction |
| WI DHS | Wisconsin Department of Health Services |
| WI DOT | Wisconsin Department of Transportation |
| WI DCF | Wisconsin Department of Children and Families |
| CESA 11 | Cooperative Educational Service Agency #11 |
| UW | University of Wisconsin System |
| NFWF | National Fish and Wildlife Foundation |
| PSCW | Public Service Commission of Wisconsin |

Pass through entity identifying numbers are presented where available.

MILWAUKEE PUBLIC SCHOOLS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2020

SECTION I: SUMMARY OF AUDITORS' RESULTS

Financial Statements

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

Internal control over financial reporting:

| | | |
|---|-------------------|----------------------------|
| Material weakness(es) identified? | <u> X </u> yes | <u> </u> no |
| Significant deficiency(ies) identified? | <u> </u> yes | <u> X </u> none reported |

| | | |
|---|-------------------|-----------------|
| Noncompliance material to the financial statements noted? | <u> </u> yes | <u> X </u> no |
|---|-------------------|-----------------|

Federal and State Awards

| | | | | |
|---|--------------------------------|-----------------|------------------------------|-----------------|
| | <u> </u> Federal Programs | | <u> </u> State Programs | |
| Internal control over major federal and state award programs: | | | | |
| Material weakness(es) identified? | <u> </u> yes | <u> X </u> no | <u> </u> yes | <u> X </u> no |

| | | | | |
|---|------------------|-----------------------------|------------------|-----------------------------|
| Significant deficiency(ies) identified? | <u> X </u> yes | <u> </u> none reported | <u> X </u> yes | <u> </u> none reported |
|---|------------------|-----------------------------|------------------|-----------------------------|

| | | | | |
|--|------------|--|------------|--|
| Type of auditor's report issued on compliance for major federal or state award programs: | Unmodified | | Unmodified | |
|--|------------|--|------------|--|

| | | | | |
|---|--------------------------------|------------------|------------------------------|------------------|
| | <u> </u> Federal Programs | | <u> </u> State Programs | |
| Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a) of the Uniform Guidance or the <i>State Single Audit Guidelines</i> ? | <u> X </u> yes | <u> </u> no | <u> X </u> yes | <u> </u> no |

| | | | | |
|---|---------------------------|--|-------------------------|--|
| Dollar threshold used to distinguish between Type A and Type B programs | <u> </u> \$3,000,000 | | <u> </u> \$250,000 | |
|---|---------------------------|--|-------------------------|--|

| | | | | |
|--|-------------------|-----------------|-------------------|-----------------|
| Auditee qualified as low-risk auditee for Federal and State? | <u> </u> yes | <u> X </u> no | <u> </u> yes | <u> X </u> no |
|--|-------------------|-----------------|-------------------|-----------------|

Identification of major federal programs:

CFDA NUMBERS

Name of Federal Program or Cluster

84.010
93.600
84.424
93.778

Title I, Part A
Head Start
Student Support and Academic Enrichment Program
Medical Assistance Program

MILWAUKEE PUBLIC SCHOOLS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended June 30, 2020

SECTION I: SUMMARY OF AUDITORS' RESULTS (CONTINUED)

Identification of major state programs:

| <u>State Identification Numbers</u> | <u>Name of State Program</u> |
|-------------------------------------|--------------------------------------|
| 255.201 | Equalization Aids |
| 255.204 | Integration Transfer Non Resident |
| 255.205 | Integration Transfer Resident |
| 255.926 | Aid for High Poverty School District |
| 255.103 | Common School Fund Library Aid |
| 255.107 | Transportation Aid |
| 255.504 | Achievement Gap Reduction |
| 255.940 | Educator Effectiveness |
| 255.245 | Supplemental Per Pupil Aid |
| 255.327 | Head Start Supplement |
| 255.945 | Per Pupil Aid |

MILWAUKEE PUBLIC SCHOOLS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended June 30, 2020

SECTION II: FINANCIAL STATEMENT FINDINGS

FINDING 2020-001 – Internal Control Over Financial Reporting

Criteria

Generally accepted auditing standards AU-C section 265 requires the communication of material weaknesses in the year-end financial reporting process.

Condition

Our evaluation of the internal controls over financial reporting has identified control deficiencies that are considered material weakness surrounding the preparation of financial statements and footnotes including the schedule of federal and state awards and an independent review of financial reports.

Management has not prepared financial statements that are in conformity with generally accepted accounting principles or the schedule of expenditures of federal and state awards that is in conformance with the applicable federal or state requirements.

Cause/Effect

Material changes to financial reports were noted as part of the annual audit.

Recommendation

The District may consider and implement additional resources to prepare its annual financial statements and the schedules of expenditures of federal and state awards.

Management's Response

Management expects this finding is a onetime situation related to significant changes in key financial leadership. Comptroller, Financial Reporting Manager as well as the Accounting Manager position all saw personnel changes after year end. As we are re-staffing the department additional accounting support services are being utilized.

- Financial Reporting Manager position was filled in October, 2020. The Manager is continuing to develop reporting and verification tools to ensure accurate financial statements and footnotes. The Manager has also put in place a process for reviewing pending GASB pronouncements to ensure appropriate application and implementation to MPS.
- Finance management (Financial Reporting Manager, Comptroller and Chief Financial Officer) have developed tools to better ensure timely reporting, including a planning document for the subsequent year audit, as well as a calendar/timeline. The planning document includes notes for upcoming GASB pronouncements, potential improvements to PBC work-papers and other schedules to better ensure accuracy and other process reviews and improvements. The calendar/timeline will reflect significant audit and reporting due dates, with related tasks and processes to be completed to ensure deadlines are met and statements are completed on a timely basis.
- The grant accounting position is responsible for accurate and timely accounting for grant activity as well as preparation of the schedule of expenditures of federal and state awards. This position has been vacant since October. The Financial Reporting Manager, who is responsible for oversight of the grants team, has taken on this team management role in the interim.

MILWAUKEE PUBLIC SCHOOLS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended June 30, 2020

SECTION III: FEDERAL AND STATE AWARD FINDINGS

FINDING 2020-002 - Federal ID Number, Program Name and State Agency

93.600 Head Start, U.S. Department of Health and Human Services

Award Amount - \$8,974,184

Award Number – 05CH010537-02-00

Repeat of prior year finding 2019-004

Criteria

Section 1302.15 Subpart (a) of the Head Start Program Performance Standards states "A program must maintain its funded enrollment level and fill any vacancy as soon as possible. A program must fill any vacancy within 30 days."

Condition

For eleven out of eleven months during fiscal year 2020, the District did not meet funded enrollment of 1,370 students.

Cause

Funded enrollment was not maintained each month or 30 days after the vacancies were created.

Questioned Costs

Could not be determined.

Context

Funded enrollment was not met in eleven out of eleven months. This sample was not statistically valid.

Effect

The District's under-enrollment may lead to the District receiving more funds than what the District is eligible to receive.

Recommendation

We recommend management increase efforts related to maintaining funded enrollment numbers throughout the year.

Management's Response

Through joint efforts with Student Services, the Head Start (HS) Program recruited children at the Kindergarten Enrollment Fair in February 2020, updated the program's recruitment and enrollment plan to reflect increased marketing efforts that included radio announcements on iHeart Radio and Caliente (bilingual audience) stations. Additionally, as a result of school closures during Spring of 2020 and district offices being closed to the public due Covid-19, implemented an online registration option, installing a drop box system for families to obtain necessary paperwork for admittance into the program, and marketing on the district's portal and social media platforms such as Facebook and Instagram.

Furthermore, the Head Start program organized and facilitated a contactless registration event that continues to be on-going beyond the summer months, leafleted the community with HS literature, sent postcards to households of children turning 3 years old and canvassed in zip codes with existing Head Start sites and recommended schools to advertise Head Start programming in their respective buildings.

MILWAUKEE PUBLIC SCHOOLS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended June 30, 2020

SECTION III: FEDERAL AND STATE AWARD FINDINGS (CONTINUED)

FINDING 2020-002 (continued)

The existing HS Recruitment Plan was reviewed with the Policy Council and feedback was given to add additional locations to reach families such as foster care agencies, health clinics, refugee centers, check-cashing locations, and Hmong Centers.

Moving forward, the Office of Head Start will monitor the program enrollment over a 12-month period in which the program is required to maintain 97% of the funded enrollment of 1370. In addition, the program will be enrolling families that fall within 100-130% above income guidelines.

MILWAUKEE PUBLIC SCHOOLS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended June 30, 2020

SECTION III: FEDERAL AND STATE AWARD FINDINGS (CONTINUED)

FINDING 2020-003 - State ID Number, Program Name and State Agency

255.101 Special Education and School Age Parents Grant, Wisconsin Department of Public Instruction
Award Amount - \$45,536,402
Award Number – N/A
Repeat of prior year finding 2019-005 and 2019-011

Criteria

According to the guidance provided in the State of Wisconsin Statutes section 115.88, “staff must be appropriately licensed for a special education work assignment listed in state statute in order for their salary and benefits to be eligible for aid”.

Condition / Context

During our testing for valid special education licensure, we noted two out of forty individuals who did not have a proper license. Salary and benefits totaled \$38,505 for these two individuals.

Accordingly, the information noted above was communicated to DPI on the No Valid License / Questioned Cost Worksheet for ultimate resolution between the District and DPI. The sample was not statistically valid.

Cause

Factors that would cause a staff to be listed on the NVL report include; the license has expired and has not been renewed; there was a delay in issuing the license; there was a timing difference between when the NVL report was prepared and when the license was issued / renewed; and there may have been a name change and / or a misspelling of a name.

Questioned Costs

Could not be determined.

Effect

Salary and benefit amounts for the individuals with a licensure mismatch may have been improperly reported in Project 011 and if so, improperly included in the aid calculation.

Recommendation

We recommend management review and revise as necessary, existing processes and procedures to monitor the licensing status of special education teachers to ensure that they are appropriately licensed.

Management's Response

Teachers, administrators and pupil service employees with expiring licenses were continually notified via 10-day letter (sent to home address on record via certified US mail) to rectify their expired licenses or be reassigned to a substitute teacher or paraprofessional status.

There were a few of this population reassigned to a substitute teacher or paraprofessional status until their licenses were renewed (short-term). Paraprofessionals and Children Health Assistants (CHA's) were also notified via 10-day letters in which the majority complied, and a few were terminated from their positions with MPS.

The use of information included in the Thursday Updates regarding soon-to-be expired licenses has been very useful to get the staff to apply to renew their licenses prior to the license expiring. This mode of notification will continue to be provided to all license holders in the district.

MILWAUKEE PUBLIC SCHOOLS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended June 30, 2020

SECTION III: FEDERAL AND STATE AWARD FINDINGS (CONTINUED)

FINDING 2020-003 (continued)

In addition to the use of the Thursday Update, the Human Resources Department will use the audit reports provided by the Department of Public Instruction between January-February to identify and communicate on a one-on-one basis with staff with expired licenses and reassign accordingly.

MILWAUKEE PUBLIC SCHOOLS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended June 30, 2020

SECTION III: FEDERAL AND STATE AWARD FINDINGS (CONTINUED)

FINDING 2020-004 - State ID Number, Program Name and State Agency

255.106 Bilingual/Bicultural Aid, Wisconsin Department of Public Instruction
Award Amount - \$1,158,305
Award Number – N/A
Repeat of prior year finding 2019-006

Criteria

The State of Wisconsin Single Audit Guidelines for this program require the testing of expenditures reported on the claim forms. Reimbursement may only be made for expenditures for salaries and benefits of personnel participating in and attributable to the program. The amount of each teacher's salary and benefits that is reimbursable is based on the percentage of students considered to be English Learners (EL) to the total number of students enrolled in that teacher's specific school and grade. Percentage claimed for each employee should be supported by proper data.

Condition/Context

During testing of percentages of salaries and benefits claimed, supporting documentation could not be provided for eight out of the 40 individuals tested that validated the percentages used in the claim. The sample was not statistically valid.

Cause

Documentation supporting the amount claimed was not maintained.

Questioned Costs

Could not be determined.

Effect

The reporting to Wisconsin Department of Public Instruction for reimbursement may cause the District to receive more or less state funding than what the District is eligible to receive.

Recommendation

We recommend that the District implement a process in which supporting documentation for the calculation of the employees' percentages of allowable salaries and benefits is maintained and reviewed for accuracy.

Management's Response

The district implemented the following process:

1. The Department of Bilingual Multicultural Education (BME), received data from the Department of Research, Assessment and Data, that included English Learner Students (ELs) by school, grade, and teacher.
2. The Department of BME cross-referenced the information with that of the Department of Research, Assessment and Data, as well as the Student Information System (SIS), with the information gathered from school principals.
3. The percentage of salaries and benefits claimed, were based on ELs that took the ACCESS to the total number of students enrolled to that teacher's specific class, using a data pulled from that of the Department of Research, Assessment and Data.
4. The document (BLBC Claim) was submitted to Finance. Finance compiled the BLBC Claim, related to teacher's salaries before submitting to the Department of Public Instruction.

Documentation for eligible/claimable classrooms, such as the number of English learners and the number of all students by school, grade, and teacher will be cross referenced and kept on file.

MILWAUKEE PUBLIC SCHOOLS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended June 30, 2020

SECTION III: FEDERAL AND STATE AWARD FINDINGS (CONTINUED)

FINDING 2020-005 - State ID Number, Program Name and State Agency

455.206 School Safety Initiative, State of Wisconsin Department of Justice
Award Amount - \$3,310,177 and \$2,590,000
Award Number – 2018-SSI-01-12953 and 2018-SSI-01-14074
Repeat of prior year finding 2019-008

Criteria

Special conditions of the award requires that all grantees must provide staff with a minimum of 3 hours combined training in Adverse Childhood Experiences (ACE) and Trauma Informed Care/Trauma Sensitive Schools (TIC/TSS) before the end of the 2019-2020 school year.

Condition/Context

As of the time of testing, January 2021, 1,057 of the 17,415 (6.1%) total training modules, were not completed. The deadline for trainings to be completed was December 31, 2020.

Cause

Numerous employees at the District have not completed the required ACE and TIC/TSS trainings.

Questioned Costs

Could not be determined.

Effect

The District is not following the conditions required by the grant which may cause the District to lose funding.

Recommendation

We recommend that the District track training requirements closely and require staff to complete the training so the District is in compliance with the grant requirements.

Management's Response

The grant was extended from August 31, 2020 to December 31, 2020 allowing more time to complete all program activities, which include completing the required ACE's training. The state extended the completion date due to the COVID-19 pandemic and Governor Evers' "Stay at Home" directive. During this time, considerable messaging, follow up, and scheduling was completed to do our best to push the training requirement. As of December 31, 2020, 2,369 staff completed all seven components of the training. A total of 189 staff have not fully completed the training. MPS will continue to do its best to make sure everyone completes the training.

MILWAUKEE PUBLIC SCHOOLS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended June 30, 2020

SECTION III: FEDERAL AND STATE AWARD FINDINGS (CONTINUED)

FINDING 2020-006 - State ID Number, Program Name and State Agency

455.206 School Safety Initiative, State of Wisconsin Department of Justice
Award Amount - \$3,310,177 and \$2,590,000
Award Number – 2018-SSI-01-12953 and 2018-SSI-01-14074
Repeat of prior year finding 2019-009

Criteria

Per the Acknowledgement Notice in the 2018 School Safety Initiative award letter, fiscal reports were required to be submitted for both Round #1 and Round #2 by October 12, 2019, January 12, 2020, April 12, 2020 and July 12, 2020 for each round of the grant.

Condition/Context

All eight of the required submissions, for Round #1 and Round #2, were not done by the required due date.

Cause

District did not file reports timely.

Questioned Costs

Could not be determined.

Effect

Delay in completing reports could provide inaccurate data or cause funding to be delayed or even lost.

Recommendation

We recommend that the District work to file required reports in a timely manner by the given due dates.

Management's Response

District will track reporting requirements and submit reports in a timely manner.

MILWAUKEE PUBLIC SCHOOLS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended June 30, 2020

SECTION III: FEDERAL AND STATE AWARD FINDINGS (CONTINUED)

FINDING 2020-007 - State ID Number, Program Name and State Agency

255.401 State Tuition, Wisconsin Department of Public Instruction
Award Amount - \$362,082
Award Number – N/A
Repeat of prior year finding 2019-014

Criteria

The Wisconsin Department of Public Instruction requires that each District report whether a student residing in an eligible facility had been counted for membership as a resident during the year.

Condition/Context

In a sample of nine students reported as not counted in the membership reporting, two individuals were included on at least one of the membership counts and were improperly reported as not counted. This sample was not statistically valid.

Cause

Individuals were improperly marked as not counted when they were counted in one or both of the membership count dates due to improper review of the full membership listings.

Questioned Costs

None.

Effect

The District could not be receiving the proper amount of funding as student is not properly noted as counted.

Recommendation

We recommend management ensure information reported in the claim is representative of the membership counts submitted.

Management's Response

The Department of Student Services will work collaboratively with the Department of Finance to ensure that the information that is reported in the claim accurately represents the membership counts that were submitted. We will take the following steps to ensure that this is done. Student Services will add a Third Friday Student countable indicator column to the data that is provided to ensure that each student in a group home or a student at Milwaukee County Youth is counted appropriately.

Additionally, The Department of Student Services will work collaboratively with the Department of Finance to review all students that are being considered countable for this claim to ensure that they are accurately reported in the PI 1563 Membership report as well as the Tuition Claim Report.

MILWAUKEE PUBLIC SCHOOLS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended June 30, 2020

SECTION III: FEDERAL AND STATE AWARD FINDINGS (CONTINUED)

FINDING 2020-008 - State ID Number, Program Name and State Agency

255.504 Achievement Gap Reduction (AGR)
Award Amount - \$24,675,640
Award Number – N/A

Criteria

The Wisconsin Department of Public Instruction requires that each District ensure all professional staff members have a valid license for the assignment on file with the district.

Condition/Context

Two out of twenty-five individuals tested were not properly licensed for his or her assignment. This sample was not statistically valid.

Cause

Two individuals were not properly licensed as the District did not perform a review of provider licensure.

Questioned Costs

Salary for the individuals charged to the program were \$16,455.

Effect

The District is not following the provisions of the program and are using unlicensed teachers which may cause the District to receive more funding than the District is eligible for.

Recommendation

We recommend management ensure service providers are licensed in accordance with Federal, State, and local laws and regulations.

Management's Response

Teachers, administrators and pupil service employees with expiring licenses were continually notified via 10-day letter (sent to home address on record via certified US mail) to rectify their expired licenses or be reassigned to a substitute teacher or paraprofessional status.

There were a few of this population reassigned to a substitute teacher or paraprofessional status until their licenses were renewed (short-term). Paraprofessionals and Children Health Assistants (CHA's) were also notified via 10-day letters in which the majority complied, and a few were terminated from their positions with MPS.

The use of information included in the Thursday Updates regarding soon-to-be expired licenses has been very useful to get the staff to apply to renew their licenses prior to the license expiring. This mode of notification will continue to be provided to all license holders in the district.

In addition to the use of the Thursday Update, the Human Resources Department will use the audit reports provided by the Department of Public Instruction between January-February to identify and communicate on a one-on-one basis with staff with expired licenses and reassign accordingly.

MILWAUKEE PUBLIC SCHOOLS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended June 30, 2020

SECTION III: FEDERAL AND STATE AWARD FINDINGS (CONTINUED)

FINDING 2020-009 - State ID Number, Program Name and State Agency

255.107 Transportation Aid, Wisconsin Department of Public Instruction
Award Amount - \$2,221,765
Award Number – N/A
Repeat of prior year finding 2019-016

Criteria

Transportation aid is applied for annually through the School Finance Reporting Portal using the fiscal year Pupil Transportation Report (PI-1547) and Pupil Transportation Summer (PI-1547-SS). This report collects the number of pupils transported categorized by the distance from the pupils' residence to school using the most commonly traveled direct route.

Condition/Context

The District was unable to provide a detailed listing of public, private and summer school students transported in total and by mileage category that supported the numbers reported in the PI-1547.

Cause

The District could not provide or reproduce the report used for the PI-1547 transported students.

Questioned Costs

Could not be determined.

Effect

The District's inaccurate reporting may cause the District to receive more or less state funding than entitled to.

Recommendation

We recommend that the District work to implement procedures, processes and accurate data reports to be able to file a claim with the accurate students included in all transported mileage categories.

Management's Response

MPS will designate a collaborative team including Business and Transportation Services, Student Services and Technology to debrief, plan, review and correct data compiled from all applications as the district continues to update processes, test output and reports prior to annual reporting deadlines. In addition, procedural documentation will be kept on file.

MILWAUKEE PUBLIC SCHOOLS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended June 30, 2020

SECTION III: FEDERAL AND STATE AWARD FINDINGS (CONTINUED)

FINDING 2020-010 - State ID Number, Program Name and State Agency

255.107 Transportation Aid, Wisconsin Department of Public Instruction
Award Amount - \$2,221,765
Award Number – N/A
Repeat of prior year finding 2019-015

Criteria

Transportation aid is applied for annually through the School Finance Reporting Portal using the fiscal year Pupil Transportation Report (PI-1547) and Pupil Transportation Summer (PI-1547-SS). This report collects the number of pupils transported categorized by the distance from the pupils' residence to school using the most commonly traveled direct route. Students should only be counted in the PI-1547 once.

Condition/Context

On the PI-1547, the District reported four students twice in the same mileage category.

Cause

Four students were counted in the PI-1547 twice. This was due to students switching school sites during the year and when the District had to manually add a school site, the students were inappropriately added again.

Questioned Costs

Could not be determined.

Effect

The District's inaccurate reporting may cause the District to receive more state funding than entitled to.

Recommendation

We recommend that the District work to implement procedures, processes and accurate data reports to be able to file a claim with the accurate students included in all transported mileage categories.

Management's Response

MPS will designate a collaborative team including Business and Transportation Services, Student Services and Technology to debrief, plan, review and correct data compiled from all applications as the district continues to update processes, test output and reports prior to annual reporting deadlines. In addition, procedural documentation will be kept on file.

MILWAUKEE PUBLIC SCHOOLS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2020

SECTION III: FEDERAL AND STATE AWARD FINDINGS (CONTINUED)

FINDING 2020-011 - State ID Number, Program Name and State Agency

255.107 Transportation Aid, Wisconsin Department of Public Instruction
Award Amount - \$2,221,765
Award Number – N/A

Criteria

State transportation aid “for each pupil so transported” is determined under the provisions of WI Stats. 121.58. Although pupils may be eligible for transportation, the pupil must be actually transported, with supporting documentation, at least once during the school year for LEAs to include them on the transportation report for aid.

Condition/Context

In a sample of 72 students, it was noted that the District did not have supporting documentation for 39 students verifying the student was transported at least once. This sample was not statistically valid.

Cause

The District was unable to verify ridership for all students.

Questioned Costs

Could not be determined.

Effect

The District's lack of verification may cause the District to receive more funding than entitled to.

Recommendation

We recommend that the District work to implement procedures and processes to make sure there is a record of all students who were transported.

Management’s Response

MPS will designate a collaborative team including Business and Transportation Services, Student Services and Technology to debrief, plan, review and correct data compiled from all applications as the district continues to update processes, test output and reports prior to annual reporting deadlines. In addition, procedural documentation will be kept on file.

MILWAUKEE PUBLIC SCHOOLS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2020

SECTION IV: OTHER ISSUES

1. Does the auditor's report or the notes to the financial statements include disclosure with regard to substantial doubt as to the auditee's ability to continue as a going concern? yes no

2. Does the audit report show audit issues (i.e., material non-compliance, non-material non-compliance, questioned costs, material weakness, significant deficiency, management letter comment, excess revenue or excess reserve) related to grants/contracts with funding agencies that require audits to be in accordance with the State Single Audit Guidelines:

Department of Public Instruction yes no
Department of Workforce Development yes no
Department of Justice yes no

3. Was a Management Letter or other document conveying audit comments issued as a result of this audit? yes no

Name and signature of partner [Handwritten signature]

Wendi M. Unger, CPA, Partner

Date of report March 10, 2021

MILWAUKEE PUBLIC SCHOOLS

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS For the Year Ended June 30, 2020

The following summary schedule of prior audit findings has been prepared by management of Milwaukee Public Schools.

FINDING 2019-001:

Current Status

Corrective action has been taken.

FINDING 2019-002:

Current Status

Corrective action has been taken.

FINDING 2019-003:

Current Status

Corrective action has been taken.

FINDING 2019-004:

Federal ID Number, Program Name and Agency

93.600 Head Start, U.S. Department of Health and Human Services

Current Status

This finding is still ongoing in the year under audit. See finding 2020-002.

FINDING 2019-005:

State ID Number, Program Name and State Agency

255.101 Special Education and School Age Parents Grant, Wisconsin Department of Public Instruction

Current Status

This finding is still ongoing in the year under audit. See finding 2020-003.

FINDING 2019-006:

State ID Number, Program Name and State Agency

255.106 Bilingual/Bicultural Aid, Wisconsin Department of Public Instruction

Current Status

This finding is still ongoing in the year under audit. See finding 2020-004.

FINDING 2019-007:

Federal ID Number, Program Name and State Agency

93.778 Medicaid Cluster, U.S. Department of Health and Human Services

Current Status

Corrective action has been taken.

MILWAUKEE PUBLIC SCHOOLS

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS For the Year Ended June 30, 2020

FINDING 2019-008:

State ID Number, Program Name and State Agency

455.206 School Safety Initiative, State of Wisconsin Department of Justice

Current Status

This finding is still ongoing in the year under audit. See finding 2020-005.

FINDING 2019-009:

State ID Number, Program Name and State Agency

455.206 School Safety Initiative, State of Wisconsin Department of Justice

Current Status

This finding is still ongoing in the year under audit. See finding 2020-006.

FINDING 2019-010:

State ID Number, Program Name and State Agency

255.227 Aid for School Mental Health Program, Wisconsin Department of Public Instruction

Current Status

Corrective action has been taken.

FINDING 2019-011:

State ID Number, Program Name and State Agency

255.101 Special Education and School Age Parents Grant, Wisconsin Department of Public Instruction

Current Status

This finding is still ongoing in the year under audit. See finding 2020-003.

FINDING 2019-012:

Federal ID Number, Program Name and Agency

84.027 Special Education – Grants to States (IDEA, Part B), U.S. Department of Education

Current Status

Corrective action has been taken.

FINDING 2019-013:

State ID Number, Program Name and State Agency

255.281 Summer School Program Grants (MPS), Wisconsin Department of Public Instruction

Current Status

Corrective action has been taken.

MILWAUKEE PUBLIC SCHOOLS

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS For the Year Ended June 30, 2020

FINDING 2019-014:

State ID Number, Program Name and State Agency

255.401 State Tuition, Wisconsin Department of Public Instruction

Current Status

This finding is still ongoing in the year under audit. See finding 2020-007.

FINDING 2019-015:

State ID Number, Program Name and State Agency

255.107 Pupil Transportation, Wisconsin Department of Public Instruction

Current Status

This finding is still ongoing in the year under audit. See finding 2020-010.

FINDING 2019-016:

State ID Number, Program Name and State Agency

255.107 Pupil Transportation, Wisconsin Department of Public Instruction

Current Status

This finding is still ongoing in the year under audit. See finding 2020-009.

FINDING 2019-017:

State ID Number, Program Name and State Agency

255.107 Pupil Transportation, Wisconsin Department of Public Instruction

Current Status

Corrective action has been taken.

The Milwaukee Public Schools contact official for the above responses is as follows:

Ms. Renee Dudley
Comptroller
414-475-8048
dudleyrm@milwaukee.k12.wi.us