

# **West Village Academy**

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**Federal Awards  
Supplemental Information  
June 30, 2017**

# West Village Academy

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

Independent Auditor's Report

To the Board of Directors  
West Village Academy

We have audited the financial statements of the governmental activities, the major fund, and the remaining fund information of West Village Academy (the "Academy") as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the Academy's basic financial statements. We issued our report thereon dated August 10, 2017 which contained an unmodified opinion on the financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. We have not performed any procedures with respect to the audited financial statements subsequent to August 10, 2017.

The accompanying schedule of expenditures of federal awards is presented for the purpose of additional analysis as required by the Uniform Guidance, and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 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 information is fairly stated in all material respects in relation to the financial statements as a whole.

*Plante & Moran, PLLC*

August 10, 2017

Report on Internal Control Over Financial Reporting and on Compliance  
and Other Matters Based on an Audit of Financial Statements  
Performed in Accordance with *Government Auditing Standards*

Independent Auditor's Report

To Management and the Board of Directors  
West Village Academy

We have audited, in accordance with 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 basic financial statements of the governmental activities, the major fund, and the remaining fund information of West Village Academy (the "Academy") as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the Academy's basic financial statements, and have issued our report thereon dated August 10, 2017.

**Internal Control Over Financial Reporting**

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Academy'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.

To Management and the Board of Directors  
West Village Academy

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether West Village Academy's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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*.

### **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 Academy'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 Academy's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Plante & Morse, PLLC*

August 10, 2017

Report on Compliance for Each Major Federal Program;  
Report on Internal Control Over Compliance

Independent Auditor's Report

To the Board of Directors  
West Village Academy

**Report on Compliance for Each Major Federal Program**

We have audited West Village Academy's (the "Academy") compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Compliance Supplement that could have a direct and material effect on its major federal program for the year ended June 30, 2017. West Village Academy's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

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

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for West Village Academy's major federal program based on our audit of the types of compliance requirements referred to above.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the "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 West Village Academy's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

To the Board of Directors  
West Village Academy

### ***Opinion on Each Major Federal Program***

In our opinion, West Village Academy complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2017.

### **Report on Internal Control Over Compliance**

Management of West Village Academy is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered West Village Academy's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Academy's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

*Plante & Moran, PLLC*

August 10, 2017

# West Village Academy

## Schedule of Expenditures of Federal Awards Year Ended June 30, 2017

Program Title/Project Number/Subrecipient Name	Grant/Project Number	CFDA Number	Approved Awards Amount	(Memo Only) Prior Year Expenditures	Accrued Revenue at July 1, 2016	Federal Funds/ Payments in Kind Received	Expenditures	Accrued Revenue at June 30, 2017
Clusters:								
Child Nutrition Cluster - U.S. Department of Agriculture - Passed through the Michigan Department of Education:								
Noncash Assistance (Commodities) - National School Lunch Program - Entitlement Commodities - 2016/2017								
	N/A	10.555	\$ 4,934	\$ -	\$ -	\$ 4,934	\$ 4,934	\$ -
Cash Assistance:								
National School Lunch Program - 2015/2016	161960	10.555	183,461	183,461	14,320	14,320	-	-
National School Lunch Program - 2016/2017	171960	10.555	<u>169,740</u>	<u>-</u>	<u>-</u>	<u>157,808</u>	<u>169,740</u>	<u>11,932</u>
National School Lunch Program Subtotal			353,201	183,461	14,320	172,128	169,740	11,932
National School Breakfast Program - 2015/2016	161970	10.553	67,172	67,172	5,444	5,444	-	-
National School Breakfast Program - 2016/2017	171970	10.553	<u>63,411</u>	<u>-</u>	<u>-</u>	<u>58,801</u>	<u>63,411</u>	<u>4,610</u>
National School Breakfast Program Subtotal			<u>130,583</u>	<u>67,172</u>	<u>5,444</u>	<u>64,245</u>	<u>63,411</u>	<u>4,610</u>
Total Child Nutrition Cluster			488,718	250,633	19,764	241,307	238,085	16,542
Special Education Cluster - U.S. Department of Education - Passed through the Wayne Regional Education Service Agency - Special Education - Grants to States (IDEA, Part B):								
IDEA, Part B 1516	2015/2016	84.027	99,474	99,474	58,510	58,510	-	-
IDEA, Part B 1617	2016/2017	84.027	<u>89,962</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>89,962</u>	<u>89,962</u>
Total Special Education Cluster		84.027	189,436	99,474	58,510	58,510	89,962	89,962
Other federal awards - Passed through the Michigan Department of Education - 21st Century Community Learning Centers:								
21st Century Community Learning Centers 1516	162110H13065	84.287	540,000	537,973	117,479	117,479	-	-
21st Century Community Learning Centers 1617	172110H13065	84.287	<u>540,000</u>	<u>-</u>	<u>-</u>	<u>442,123</u>	<u>521,098</u>	<u>78,975</u>
Total 21st Century Community Learning Centers		84.287	1,080,000	537,973	117,479	559,602	521,098	78,975

# West Village Academy

## Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2017

Program Title/Project Number/Subrecipient Name	Grant/Project Number	CFDA Number	Approved Awards Amount	(Memo Only) Prior Year Expenditures	Accrued Revenue at June 30, 2016	Federal Funds/ Payments in Kind Received	Expenditures	Accrued Revenue at June 30, 2016
Other federal awards - Passed through the Michigan Department of Education (Continued):								
Improving Teacher Quality - Title II Part A:								
Title II, Part A 1516	1605201516	84.367	\$ 22,764	\$ 20,477	\$ 6,136	\$ 6,136	\$ -	\$ -
Title II, Part A 1617	1705201617	84.367	<u>24,150</u>	<u>-</u>	<u>-</u>	<u>10,911</u>	<u>22,477</u>	<u>11,566</u>
Total Improving Teacher Quality - Title II Part A		84.367	46,914	20,477	6,136	17,047	22,477	11,566
CACFP Meals - 2015/2016	162010	10.558	3,046	-	-	3,046	3,046	-
CACFP Meals - 2016/2017	172010	10.558	<u>41,854</u>	<u>-</u>	<u>-</u>	<u>41,854</u>	<u>41,854</u>	<u>-</u>
Total CACFP Meals		10.558	44,900	-	-	44,900	44,900	-
Title I, Part A:								
Title I, Part A 1516	161530	84.010	259,786	254,729	84,688	84,688	-	-
Title I, Part A 1617	171530	84.010	<u>275,290</u>	<u>-</u>	<u>-</u>	<u>246,249</u>	<u>266,360</u>	<u>20,111</u>
Total Title I, Part A		84.010	<u>535,076</u>	<u>254,729</u>	<u>84,688</u>	<u>330,937</u>	<u>266,360</u>	<u>20,111</u>
Total noncluster programs passed through the Michigan Department of Education			<u>1,706,890</u>	<u>813,179</u>	<u>208,303</u>	<u>952,486</u>	<u>854,835</u>	<u>110,652</u>
Total federal awards			<u>\$ 2,385,044</u>	<u>\$ 1,163,286</u>	<u>\$ 286,577</u>	<u>\$ 1,252,303</u>	<u>\$ 1,182,882</u>	<u>\$ 217,156</u>

# West Village Academy

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## Notes to Schedule of Expenditures of Federal Awards Year Ended June 30, 2017

### **Note 1 - Basis of Presentation**

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of West Village Academy under programs of the federal government for the year ended June 30, 2017. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the "Uniform Guidance"). Because the Schedule presents only a selected portion of the operations of West Village Academy, it is not intended to and does not present the financial position, changes in net assets, or cash flows of West Village Academy.

### **Note 2 - Summary of Significant Accounting Policies**

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles in OMB Circular A-87, or the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

The Academy has elected to use the 10 percent *de minimus* indirect cost rate to recover indirect costs as allowed under the Uniform Guidance.

### **Note 3 - Grant Auditor Report**

Management has utilized the Cash Management System (CMS) Grant Auditor Report in preparing the schedule of expenditures of federal awards. Unreconciled differences, if any, have been disclosed to the auditor.

### **Note 4 - Noncash Assistance**

The value of the noncash assistance received was determined in accordance with the provisions of the Uniform Guidance.

# West Village Academy

## Schedule of Findings and Questioned Costs Year Ended June 30, 2017

### Section I - Summary of Auditor's Results

#### Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified?  Yes  No
- Significant deficiency(ies) identified that are not considered to be material weaknesses?  Yes  None reported

Noncompliance material to financial statements noted?  Yes  No

#### Federal Awards

Internal control over major programs:

- Material weakness(es) identified?  Yes  No
- Significant deficiency(ies) identified that are not considered to be material weaknesses?  Yes  None reported

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

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

Identification of major program:

CFDA Numbers	Name of Federal Program or Cluster
84.010	Title I, Part A

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee?  Yes  No

# **West Village Academy**

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## **Schedule of Findings and Questioned Costs (Continued) Year Ended June 30, 2017**

### **Section II - Financial Statement Audit Findings**

None

### **Section III - Federal Program Audit Findings**

None