

# 2021 SINGLE AUDIT REPORT

Fiscal Year Ended June 30, 2021



## Mesa County Valley School District 51

2115 Grand Ave., Grand Junction, Colorado 81501

<https://www.d51schools.org>

**Mesa County Valley School District No. 51**

2115 Grand Ave.  
Grand Junction, Colorado 81501

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**SINGLE AUDIT REPORT**

**For the Fiscal Year Ended June 30, 2021**



**Diana Sirko, Ph.D - Superintendent**

**Phil Onofrio, CPA - Chief Operations Officer**

**Prepared by:**

**District 51 Financial Services Department**

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Mesa County Valley School District No. 51  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 June 30, 2021

CFDA PROGRAM TITLE	FEDERAL ASSISTANCE NUMBER	PASSTHRU IDENTIFYING NUMBER	AMOUNT OF EXPENDITURES
<b>U.S. DEPARTMENT OF AGRICULTURE</b>			
Passed through Colorado Department of Education			
School Breakfast Program	10.553	4553	\$ -
National School Lunch Program - COVID-19	10.555	4555	1,552,409
Summer Food Service Program for Children COVID-19	10.559	4559	6,307,464
Passed through Colorado Department of Human Services			
Donated Commodities	10.555	21-70633	493,365
Total Child Nutrition Cluster			<u>8,353,238</u>
Passed through State of Colorado			
Child and Adult Care Food Program	10.558	4558	1,046
Total Department of Agriculture			<u>8,354,284</u>
<b>U.S. DEPARTMENT OF DEFENSE</b>			
Direct			
Junior ROTC Program	12.xxx	10-9001	71,096
<b>U.S. DEPARTMENT OF JUSTICE</b>			
Passed through other government			
Build America Bonds and QECB Subsidy	21.XXX	10-9016	8,424
<b>U.S. DEPARTMENT OF EDUCATION</b>			
Passed through Colorado Department of Education			
Title I Grants to Local Education Agencies	84.010	5010/6010/7010	5,767,199
Title I Grants to Local Education Agencies	84.010A	22-5010	23,000
Title I Grants to Local Education Agencies	84.010A	22-5010	73,061
Total 84.010			<u>5,863,260</u>
Migrant Education - State Grant Program	84.011	4011	533,964
Education for Homeless Children and Youth	84.196	5196	34,151
Improving Teacher Quality State Grants	84.367	22-4367	586,825
Title II, Part A, English Language Acquisition Grants	84.365	22-4365,7365	41,005
Title IV-A, Student Support and Academic Enrichment	84.424A	4424	275,258
21st Century Community Learning Centers	84.287	5287	171,703
Special Education Cluster:			
Special Education - Grants to States	84.027	4027/5027/6027	4,139,835
Special Education - Preschool Grants	84.173	4173/5173	139,396
Total Special Education Cluster			<u>4,279,231</u>

(continued)

Mesa County Valley School District No. 51  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 June 30, 2021

CFDA PROGRAM TITLE	FEDERAL ASSISTANCE NUMBER	PASSTHRU IDENTIFYING NUMBER	AMOUNT OF EXPENDITURES
MTSS Grant	84.328	5323	34,839
Colorado Multi-tiered Behavior Framework - Colorado School Climate Transformation Grant	84.184F	8174	77,937
Elementary and Secondary School Emergency Relief Funds (ESSER 1) COVID-19	84.425D	4425	3,409,529
Elementary and Secondary School Emergency Relief Funds (ESSER 2) COVID-19	84.425D	4420	14,671,017
American Rescue Plan - Elementary and Secondary School Emergency Relief (ARP ESSER) COVID-19	84.425U	4414	2,094,902
Total 84.425			<u>20,175,448</u>
Passed through State College System			
Career and Technical Education - Basic Grants to States	84.048	22-4048	226,804
Total U.S. Department of Education			<u>32,300,425</u>
 U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Passed through Colorado Department of Health and Human Services			
Child Care Development Fund	93.596	22-396-7596	24,222
Passed through other government			
Early Head Start	93.600	8600	42,320
Total U.S. Department of Health and Human Services			<u>66,542</u>
 UNITED STATES TREASURY			
Passed through Colorado Department of Education			
Coronavirus Relief Fund K-12 COVID 19	21.019	4012	10,971,333
Coronavirus Relief Fund K-12 At Risk Pupils COVID 19	21.019	5012	956,194
Total 21.019 and United States Treasury			<u>11,927,527</u>
Total Expenditures of Federal Awards			<u>\$ 52,728,298</u>

**NOTE A – GENERAL**

The accompanying schedule of expenditures of federal awards includes the amount of federal grants expended by Mesa County Valley School District No. 51, during the year ended June 30, 2021. The schedule does not include the federal grant activity of the District's Charter Schools, discretely presented component units. All federal awards are received directly from federal agencies, as well as federal awards passed through other governmental agencies, are included in the schedule. The information in the schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. (Uniform Guidance). Therefore, some amounts presented in the schedule may differ from amounts presented in, or used in, the preparation of the basic financial statements. Because the schedule presents only a select portion of the operations of the District, it is not intended to and does not present the financial position or changes in net position of the District.

**NOTE B – BASIS OF ACCOUNTING**

The accompanying schedule of expenditures of federal awards is presented using the modified accrual basis of accounting. Non-cash expenditures are included in the schedule. Expenditures of federal awards are recognized in the accounting period when the liability is incurred. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, where in certain types of expenditures are not allowable or are limited as to reimbursement.

**NOTE C – SUBRECIPIENTS**

For the year ended June 30, 2021, the District did not pass through any federal grants to subrecipients.

**NOTE D – INDIRECT COST RATE**

The District has elected not to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.



INDEPENDENT AUDITOR'S 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*

December 10, 2021

To the Board of Education  
Mesa County Valley School District No. 51

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, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Mesa County Valley School District No. 51, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 10, 2021.

**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) as a basis for designing 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether 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 financial statements. 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*.



Board of Education  
Mesa County Valley School District No. 51  
December 10, 2021

**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.

*Chadwick, Steinkirchner, Davis & Co., P.C.*

Chadwick, Steinkirchner, Davis & Co., P.C.



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM  
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

February 25, 2022

To the Board of Education  
Mesa County Valley School District No. 51

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

We have audited Mesa County Valley School District No. 51's (the District's) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2021. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

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

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

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

In our opinion, Mesa County Valley School District No. 51 complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

**Report on Internal Control over Compliance**

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



Board of Education  
Mesa County Valley School District No. 51  
February 25, 2022

*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.

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

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Mesa County Valley School District No. 51, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated December 10, 2021, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

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.

A handwritten signature in black ink that reads "Chadwick, Steinkirchner, Davis &amp; Co., P.C." in a cursive, flowing script.

Chadwick, Steinkirchner, Davis & Co., P.C.

Mesa County Valley School District No. 51  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
 June 30, 2021

SECTION I - SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued:	<u>Unmodified Opinion</u>		
Internal control over financial reporting:			
Material weakness(es) identified?	_____	yes	_____ <input checked="" type="checkbox"/> _____ no
Significant deficiency(ies) identified not considered to be material weaknesses?	_____	yes	_____ <input checked="" type="checkbox"/> _____ none reported
Noncompliance material to financial statements noted?	_____	yes	_____ <input checked="" type="checkbox"/> _____ no

Federal Awards

Internal Control over major programs:			
Material weakness(es) identified?	_____	yes	_____ <input checked="" type="checkbox"/> _____ no
Significant deficiency(ies) identified not considered to be material weaknesses?	_____	yes	_____ <input checked="" type="checkbox"/> _____ none reported

Type of auditor's report issued on compliance for major programs:	<u>Unmodified Opinion</u>		
Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance?	_____	yes	_____ <input checked="" type="checkbox"/> _____ no

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
20.019 10.553/10.555/10.559 84.425D	Coronavirus Relief Fund Child Nutrition Cluster Elementary and Secondary School Emergency Relief Fund

Dollar threshold used to distinguish between Type A and Type B programs:	\$ 750,000
Auditee qualified as low-risk auditee?	_____ <input checked="" type="checkbox"/> _____ yes      _____ no

Mesa County Valley School District No. 51  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
June 30, 2021

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SECTION II - FINANCIAL STATEMENT FINDINGS

There are no finding required to be reported under *Generally Accepted Government Auditing Standards*.

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

There are no findings or questioned costs for federal awards as defined in the Uniform Guidance.

Mesa County Valley School District No. 51  
**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**  
June 30, 2021

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There were no prior year findings.

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