
**OMB CIRCULAR A-133
SUPPLEMENTAL FINANCIAL REPORT**

Year Ended June 30, 2012

MONTGOMERY COUNTY PUBLIC SCHOOLS
OMB Circular A-133 Supplemental Financial Report
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Year Ended June 30, 2012

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**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***

Board of Education
of Montgomery County Public Schools
Rockville, Maryland

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of Montgomery County Public Schools' (MCPS), a component unit of Montgomery County, Maryland as of and for the year ended June 30, 2012 and the budgetary comparison for the general fund for the year ended June 30, 2012, and have issued our report thereon dated September 28, 2012. We conducted our audit 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.

Internal Control Over Financial Reporting

Management of MCPS is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered MCPS' internal control over financial reporting as a basis for designing our auditing procedures 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 MCPS' internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the MCPS' internal control over financial reporting.

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 misstatements on a timely basis. A *material weakness* is a deficiency, or 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.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether MCPS' financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain other matters that we reported to the management of MCPS in a separate letter dated September 28, 2012.

This report is intended solely for the information and use of the Fiscal Management Committee, the members of the Board of Education of Montgomery County, Maryland, management, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

Baltimore, Maryland
September 28, 2012

Independent Auditor's Report on Compliance With Requirements That Could Have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance With OMB Circular A-133

Board of Education
of Montgomery County, Maryland
Rockville, Maryland

Compliance

We have audited the compliance of Montgomery County Public Schools (MCPS) with the types of compliance requirements described in the OMB *Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2012. MCPS' major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of MCPS' management. Our responsibility is to express an opinion on MCPS' compliance based on our audit.

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 OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 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 MCPS' 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. Our audit does not provide a legal determination of MCPS' compliance with those requirements.

In our opinion, MCPS complied, in all material respects, with the 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, 2012. However, the results of our auditing procedures disclosed an instance of noncompliance with the allowable cost and activity requirement, which is required to be reported in accordance with OMB Circular A-133 and is described in the accompanying schedule of findings and questioned costs as item 2012-01.

Internal Control Over Compliance

The management of MCPS is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered MCPS' internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, 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 entity's internal control over compliance.

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

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 deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, we identified a certain deficiency in internal control over compliance that we consider to be a significant deficiency as described in the accompanying schedule of findings and questioned costs as item 2012-01. *A significant deficiency in internal control over compliance* is a deficiency, or 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.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of MCPS as of and for the year ended June 30, 2012, and have issued our report thereon dated September 28, 2012. Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise MCPS's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. The schedule of expenditures of federal awards 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. Such information has been subjected to the auditing procedures applied in the audit of the basic 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 basic financial statements as a whole.

MCPS' response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit MCPS' response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the Fiscal Management Committee, the members of the Board of Education of Montgomery County, Maryland, management, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

Baltimore, Maryland

November 16, 2012, except for our report on the Schedule of
Expenditures of Federal Awards which is September 28, 2012

MONTGOMERY COUNTY PUBLIC SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2012

Federal Grantor/Pass-through/Program	CFDA Number	Pass-through Grantor Number	MCPS Project Number	Federal Expenditures
Department of Agriculture				
Distributed through Maryland State Department of Education:				
Child Nutrition Cluster:				
School Breakfast Program	10.553	food1	food1	\$ 5,761,802
National School Lunch Program	10.555	food2	food2	18,662,466
Food Distribution	10.555	food5	food5	2,316,871
Summer Food Service Program	10.559	food3	food3	741,314
Total Child Nutrition Cluster				27,482,453
Child and Adult Care Food Program	10.558	food4	food4	1,258,811
At-Risk Supper Program	10.558	food7	food7	544,952
Team Nutrition Grants	10.574	124136-01	8296	6,059
Team Nutrition Grants	10.574	food8	food8	66,014
Fresh Fruit and Vegetable Program	10.582	food6	food6	227,451
Total distributed through Maryland State Department of Education				29,585,740
Total Department of Agriculture				29,585,740
Department of Education				
Distributed through Maryland State Department of Education:				
Special Ed Cluster:				
Special Ed Cluster	84.027	114579-01	7402	674,381
Special Ed Cluster	84.027	114579-05	7403	943
Special Ed Cluster	84.027	114579-06	7404	1,996
Special Ed Cluster	84.027	114579-07	7405	6
Special Ed Cluster	84.027	114579-08	7406	1,182
Special Ed Cluster	84.027	114616-01	7469	11,928
Special Ed Cluster	84.027	114617-01	7454	56,442
Special Ed Cluster	84.027	114618-01	7456	19,007
Special Ed Cluster	84.027	114619-01	7474	44,571
Special Ed Cluster	84.027	114621-01	7461	13,067
Special Ed Cluster	84.027	124597-01	8261	19,093
Special Ed Cluster	84.027	124598-01	8269	74,536
Special Ed Cluster	84.027	124616-01	8254	3,770
Special Ed Cluster	84.027	125224-01	8275	15,318
Special Ed Cluster	84.027	125345-01	8202	26,224,173
Special Ed Cluster	84.027	125345-02	8215	356,385
Special Ed Cluster	84.027	125345-05	8205	3,888
Special Ed Cluster	84.027	125345-06	8206	1,144
Special Ed Cluster	84.027	125345-07	8203	3,629
Special Ed Cluster	84.027	125345-08	8204	19,835
Special Ed Cluster	84.027	125494-01	8274	47,875
Special Ed Cluster	84.173	125345-04	8222	11,249
Special Ed Cluster	84.173	114542-02	7467	6,947
Special Ed Cluster	84.173	124547-02	8267	10,594
Special Ed Cluster	84.173	125345-03	8208	742,455
Special Ed Cluster - Recovery Act	84.391	104401-01	7334	3,037,781
Special Ed Cluster - Recovery Act	84.391	104401-02	7341	296,277
Special Ed Cluster - Recovery Act	84.391	104401-02	7342	137
Special Ed Cluster - Recovery Act	84.391	104401-05	7416	572
Special Ed Cluster - Recovery Act	84.392	104401-03	7335	777
Total Special Ed Cluster				31,699,958

The accompanying notes are an integral part of this schedule.

MONTGOMERY COUNTY PUBLIC SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2012
(continued)

Federal Grantor/Pass-through/Program	CFDA Number	Pass-through Grantor Number	MCPS Project Number	Federal Expenditures
Department of Education (continued)				
Distributed through Maryland State Department of Education (continued):				
Title I, Part A Cluster:				
Title I, Part A Cluster	84.010	114455-01	7420	\$ 1,162,685
Title I, Part A Cluster	84.010	115839-01	7424	79,926
Title I, Part A Cluster	84.010	124361-01	8246	31,637
Title I, Part A Cluster	84.010	124538-01	8200	43,322
Title I, Part A Cluster	84.010	124538-01	8220	18,725,246
Title I, Part A Cluster	84.010	125221-01	8224	124,292
Title I, Part A Cluster	84.010	125507-01	8247	133,840
Total Title I, Part A Cluster				20,300,948
Education of Homeless Children and Youth Cluster:				
Education of Homeless Children and Youth Cluster	84.196	116206-01	7489	3,559
Education of Homeless Children and Youth Cluster	84.196	124765-01	8289	81,165
Education of Homeless Children and Youth Cluster - Recovery Act	84.387	104927-01	7390	41,790
Total Education of Homeless Children and Youth Cluster				126,514
Educational Technology State Grants Cluster:				
Educational Technology State Grants Cluster	84.318	105769-01	7382	346,332
Educational Technology State Grants Cluster	84.318	115837-01	7486	10,635
Educational Technology State Grants Cluster	84.318	115837-02	7482	276,328
Educational Technology State Grants Cluster	84.318	124134-01	8288	15,001
Total Educational Technology State Grants Cluster				648,296
State Fiscal Stabilization Fund Cluster:				
State Fiscal Stabilization Fund Cluster - Recovery Act	84.394	114081-01/03/05	7425	1,902,103
Vocational Education				
Vocational Education	84.048	124720-01	8230	140,680
Vocational Education	84.048	124720-01	8231	347,520
Vocational Education	84.048	124720-01	8232	145,434
Vocational Education	84.048	124720-01	8233	442,781
Vocational Education	84.048	124720-01	8236	57,778
Vocational Education	84.048	125145-01	8264	7,298
Vocational Education	84.048	125145-01	8272	8,000
Vocational Education	84.048	125145-01	8273	7,790
Vocational Education	84.048	125145-01	8287	7,756
Vocational Education	84.048	125145-01	8297	7,972
Vocational Education	84.048	125334-01	8271	19,999
Total Vocational Education				1,193,008
Tech Prep Education	84.243	124720-02	8211	6,131
Twenty-First Century Community Learning Centers	84.287	116019-01	7465	314,449
Advanced Placement Program	84.330	116283-01	n/a	33,312
English Language Acquisition	84.365	115190-01	7427	406,226
English Language Acquisition	84.365	124295-01	8227	3,314,232
English Language Acquisition	84.365	124295-02	8201	40,552
Total English Language Acquisition				3,761,010

The accompanying notes are an integral part of this schedule.

MONTGOMERY COUNTY PUBLIC SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2012
(continued)

Federal Grantor/Pass-through/Program	CFDA Number	Pass-through Grantor Number	MCPS Project Number	Federal Expenditures
Department of Education (continued)				
Distributed through Maryland State Department of Education (continued):				
Improving Teacher Quality	84.367	114281-01	7407	\$ 435,407
Improving Teacher Quality	84.367	114281-01	7423	287
Improving Teacher Quality	84.367	114281-01	7439	11,600
Improving Teacher Quality	84.367	124213-01	8207	262,463
Improving Teacher Quality	84.367	124213-01	8239	2,956,597
Total Improving Teacher Quality				<u>3,666,354</u>
Race to the Top- ARRA	84.395	124634-01 thru 04	8280	239,965
Race to the Top- ARRA	84.395	125625-01/02	8282	8,718
Total Race to the Top				<u>248,683</u>
Education Jobs Fund	84.410	115730-01	7446	<u>4,377,655</u>
Total distributed through Maryland State Department of Education				<u>68,278,421</u>
Distributed through Anne Arundel County Public Schools:				
Education Technology State Grants, Recovery Act	84.386	11157498	7498	<u>10,780</u>
Total distributed through Anne Arundel County Public Schools				<u>10,780</u>
Distributed through Prince George's County Public Schools:				
Title I, Part A Cluster	84.010	12158255	8255	<u>23,122</u>
Total distributed through Prince George's County Public Schools				<u>23,122</u>
Distributed through Montgomery College:				
Tech Prep Education	84.243	12158276	8276	<u>4,243</u>
Total distributed through Montgomery College				<u>4,243</u>
Direct Payments:				
Education Quality Award Ambassadorship	11.013	60NANB11D029	7470	43,486
Measurement and Engineering Research and Standards	11.609	70NANB11H124	8251	16,000
Measurement and Engineering Research and Standards	11.609	70NANB11H110	8252	14,000
Impact Aid Cluster	84.041	pl874	pl874	448,477
Indian Education	84.060	S060A100538	7426	16,003
Indian Education	84.060	S060A100538	8226	26,973
Safe and Drug-Free Schools	84.184	Q184E100343A	7457	236,072
Fund for the Improvement of Education	84.215	U215X100366	7458	262,222
State Fiscal Stabilization Fund Cluster - Recovery Act	84.396	U396C100977	7466	1,608,855
Child Health and Human Development Extramural Research	93.865	HHSN2699999002361	8216	254,255
Total Direct Payments				<u>2,926,343</u>
Total Department of Education				<u>71,242,909</u>

The accompanying notes are an integral part of this schedule.

MONTGOMERY COUNTY PUBLIC SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2012
(continued)

Federal Grantor/Pass-through/Program	CFDA Number	Pass-through Grantor Number	MCPS Project Number	Federal Expenditures
Department of Health and Human Services				
Distributed through Montgomery County, Maryland:				
Special Ed Cluster	84.027	12158209	8209	\$ 218,325
Early Intervention Services Cluster	84.181	12158210	8210	101,708
Early Intervention Services Cluster - Recovery Act	84.393	10157377	7377	37,279
Early Intervention Services Cluster - Recovery Act	84.393	11157455	7455	191,343
Head Start Cluster	93.600	12158228	8228	3,379,918
Head Start Cluster	93.600	12158229	8229	53,488
Total Department of Health and Human Services				<u>3,982,061</u>
Department of Energy				
Distributed through Montgomery County, Maryland:				
Energy Efficiency and Conservation Grant- ARRA	81.128	900119	2645, 2305	\$ 1,134,256
Total distributed through Montgomery County, Maryland				<u>5,116,317</u>
Grand Total Expenditures of Federal Awards				<u><u>\$ 105,944,966</u></u>

The accompanying notes are an integral part of this schedule.

MONTGOMERY COUNTY PUBLIC SCHOOLS
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2012

1. Summary of Significant Accounting Policies

The Schedule of Expenditures of Federal Awards (the Schedule) relates only to federal programs administered by Montgomery County Public Schools (MCPS). It should be read in conjunction with MCPS' basic financial statements and the accompanying notes. The federal programs are subject to the accounting policies and procedures of MCPS, which conform to accounting principles generally accepted in the United States for governmental entities.

The federal grant programs account for the expenditure of funds by MCPS in the General and Enterprise funds. Expenditures represent direct costs of operating programs, principally personnel and fringe benefit costs. Expenditures of grant funds are made for the purposes specified by the grantor, which include certain restrictions. The grantor may ultimately disallow certain expenditures which MCPS has charged to grant funds. In the event of final disallowance, the funds will be reimbursed to the federal government by MCPS.

The federal share of the Enterprise funds is commingled with state and local funding, as well as revenues provided from user charges. Expenditures are assumed to be paid first from the federal revenues for purposes of the Schedule. Commodities received from the U.S. Department of Agriculture are valued at fair market value and recorded as expenditures when used. During the fiscal year ended June 30, 2012, the fair market value of commodities consumed was \$2,316,871.

MCPS provided \$390,742 to subrecipients from federal awards distributed through the Maryland State Department of Education for CFDA 84.318 and 84.365 in the amount of \$348,842 and \$41,900 respectively; and \$1,258,811 for the Child and Adult Care Food Program to improve the quality of day care for children of low-income families by managing reimbursements for qualified meals and snacks to licensed day care providers.

2. Reconciliation of Federal Expenditures

Federal expenditures in the MCPS Comprehensive Annual Financial Report (CAFR) reconcile to the Schedule of Expenditures of Federal Awards as follows:

General fund federal expenditures	\$ 83,820,325
Capital Fund federal expenditures	4,489,656
Enterprise funds federal expenditures	<u>29,585,740</u>
Total federal expenditures per the CAFR	117,895,721
Plus: Advanced Placement Test Free Program	33,312
Less: Funds not included on the Schedule:	
ERATE	(3,355,400.0)
Medical Assistance	(4,662,273)
Medicare Part D	<u>(3,966,394)</u>
Total federal expenditures per the Schedule	<u><u>\$ 105,944,966</u></u>

**MONTGOMERY COUNTY PUBLIC SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2012**

Part I—Summary of Auditor’s Results

Financial Statement Section

Type of auditor’s report issued: Unqualified

	<u>Yes</u>	<u>No</u>
Internal control over financial reporting:		
Material weakness(es) identified?		X
Significant deficiency(ies) identified not considered to be material weakness(es)?		X
Noncompliance material to financial statements noted?		X

Federal Awards Section

	<u>Yes</u>	<u>No</u>
Material weakness(es) identified?		X
Significant deficiency(ies) identified not considered to be material weakness(es)?	X	

Type of auditor’s report on compliance for major programs: Unqualified

	<u>Yes</u>	<u>No</u>
Any audit findings disclosed that are required to be reported in accordance with Circular A-133 (Section .510(a))	X	

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
84.410	Education Jobs Fund
84.027, 173,	Special Education Cluster
84.391, 392	Special Education Cluster – Recovery Act
84.010	Title I
84.394	State Fiscal Stabilization Fund – Recovery Act
84.396	State Fiscal Stabilization Fund – Recovery Act
84.365	English Language Acquisition
84.367	Title II

Dollar threshold used to determine Type A programs: \$3,000,000

	<u>Yes</u>	<u>No</u>
Auditee qualified as low-risk auditee?		X

**MONTGOMERY COUNTY PUBLIC SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2012**

Part II—Financial Statement Findings Section

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with Chapter 5.18 of *Government Auditing Standards*.

There were no findings identified during the audit for the year ended June 30, 2012.

Part III—Federal Award Findings and Questioned Costs Section

2012-01 Period of Availability (Internal Control and Compliance)

Federal Program: English Language Acquisition: CFDA # 84.365

Condition: We noted one instance, in which an expenditure was charged to the grant outside of the grant award period of availability.

Criteria: Federal awards may specify a time period during which the non-Federal entity may use the Federal funds. Where a funding period is specified, a non-Federal entity may charge to the award only costs resulting from obligations incurred during the funding period and any pre-award costs authorized by the Federal awarding agency. Also, if authorized by the Federal program, unobligated balances may be carried over and charged for obligations of a subsequent funding period. Obligations means the amounts of orders placed, contracts and subgrants awarded, goods and services received, and similar transactions during a given period that will require payment by the non-Federal entity during the same or a future period (A-102 Common Rule, §__.23; OMB Circular A-110 (2 CFR section 215.28)).

Cause: The error was due to a clerical mistake. The payment was supposed to be funded by local funds not grant funds.

Effect: MCPS is not in compliance with OMB A-102 Common Rule, §.23, Period of Availability. This may result in the allowability of these costs being questioned by the grantor or pass-through agency.

Questioned Costs: \$560 represents the invoice amount.

Context: 1 out of 40 expenditures.

Recommendation: We recommend that MCPS reiterate their policies and procedures to ensure that costs incurred under federal awards are within the period of availability.

**MONTGOMERY COUNTY PUBLIC SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2012**

***Management
Response:***

MCPS agrees with the finding. MCPS will reiterate the policies and procedures to ensure that costs incurred under federal awards are within the period of availability.

MONTGOMERY COUNTY PUBLIC SCHOOLS
SCHEDULE OF PRIOR YEAR FINDINGS
For the Year Ended June 30, 2012

2011-01 **Time and Effort (Internal Control and Compliance)**

Federal Program: Special Education: CFDA # 84.027, 173, 391, 392
 Early Intervention Services: CFDA # 84.181, 393
 Title I: CFDA # 84.010, 389
 Enhancing Education Through Technology: CFDA # 84.318, 386
 Title II: CFDA # 84.367
 State Fiscal Stabilization Fund: CFDA # 84.396

Condition: We noted instances in which time and effort certification was not documented in accordance with MCPS' procedures and federal requirements.

Current Year
Status: Fully corrected - The Board has adopted a policy and has implemented procedures that assure employee's time and reports are completed accurately and timely.

We reviewed, documented and tested MCPS' time and effort reports as part of the current year's allowable costs and activity testing.