



Certified Public Accountants

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR  
FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE  
AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL  
AWARDS IN ACCORDANCE WITH THE UNIFORM GUIDANCE**

Chair and Members of the School Board  
School District of Manatee County, Florida

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

We have audited the compliance of the District School Board of Manatee County, Florida (the "District") 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 each of the District's major federal programs for the year ended June 30, 2018. 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 the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of 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, 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 programs for the year ended June 30, 2018.

### **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 in the first paragraph. 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.

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

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

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

### **Report on 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 the District as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated January 14, 2019, 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. Our report on the basic financial statements included disclosures regarding our reference to the reports of other auditors.

Chair and Members of the School Board  
School District of Manatee County, Florida

**Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance (Cont.)**

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 financial statements. The 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 Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

  
**MOORE STEPHENS LOVELACE, P.A.**  
Certified Public Accountants

Tampa, Florida  
January 14, 2019

**SCHOOL DISTRICT OF MANATEE COUNTY, FLORIDA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the Fiscal Year Ended June 30, 2018**

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	CFDA Number	Pass-Through Grantor Number	Amount of Expenditures	Amount Provided to Subrecipients
<b>United States Department of Agriculture:</b>				
Indirect:				
Florida Department of Agriculture and Consumer Services:				
School Breakfast Program	10.553	15002	\$ 4,763,126	\$ -
National School Lunch Program	10.555	15001, 15003	16,341,493	-
Summer Food Service Program for Children	10.559	15006, 15007	555,678	-
Total Child Nutrition Cluster			21,660,297	-
Fresh Fruit and Vegetable Program	10.582	15004	468,589	-
Florida Department of Health:				
Child and Adult Care Food Program	10.558	A4195	372,388	-
<b>Total United States Department of Agriculture</b>			22,501,274	-
<b>United States Department of Labor:</b>				
Indirect:				
Florida Department of Education:				
National Farm Worker Jobs Program	17.264	405	322,916	-
<b>United States Department of Education:</b>				
Direct:				
Student Financial Assistance Cluster:				
Federal Supplemental Educational Opportunity Grants	84.007	N/A	28,910	-
Federal Work-Study Program	84.033	N/A	34,525	-
Federal Pell Grant Program	84.063	N/A	2,187,491	-
<b>Total Student Financial Assistance Cluster</b>			2,250,926	-
Indirect:				
Special Education Cluster:				
Special Education - Grants to States:				
Florida Department of Education	84.027	262, 263	9,593,538	455,119
Sarasota County District School Board	84.027	N/A	236,726	-
Total Special Education - Grants to States			9,830,264	455,119
Florida Department of Education:				
Special Education - Preschool Grants	84.173	267	314,986	-
<b>Total Special Education Cluster</b>			10,145,250	455,119
Florida Department of Education:				
Adult Education - Basic Grants to States	84.002	191, 193	598,878	-
Title I Grants to Local Educational Agencies	84.010	212, 223, 226	14,322,419	1,446,106
Migrant Education - State Grant Program	84.011	217	568,211	-
Title I State Agency Program for Neglected and Delinquent Children and Youth	84.013	223	228,361	-
Career and Technical Education - Basic Grants to States	84.048	161	793,604	-
Education for Homeless Children and Youth	84.196	127	107,557	-
Charter Schools	84.282	298	411,102	-
Twenty-First Century Community Learning Centers	84.287	244	727,544	73,661
English Language Acquisition State Grants	84.365	102	970,526	-
Supporting Effective Instruction State Grants	84.367	224	989,749	32,962
School Improvement Grants	84.377		985,965	-
Student Support & Academic Enrichment Program	84.424		264,338	-
SRI International:				
Investing in Innovation (i3) Fund	84.411	141-000020	12,846	-
<b>Total Indirect</b>			31,126,349	2,007,848
<b>Total United States Department of Education</b>			\$ 33,377,275	\$ 2,007,848

**SCHOOL DISTRICT OF MANATEE COUNTY, FLORIDA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the Fiscal Year Ended June 30, 2018**

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	CFDA Number	Pass-Through Grantor Number	Amount of Expenditures	Amount Provided to Subrecipients
<b>United States Department of Health and Human Services:</b>				
Indirect:				
Early Learning Coalition of Manatee County:				
CCDF Cluster:				
Child Care and Development Block Grant	93.575	SR316	\$ 3,015	-
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	SR316	2,334	-
<b>Total CCDF Cluster</b>			<u>5,349</u>	-
Temporary Assistance for Needy Families	93.558	SR316	2,065	-
Social Services Block Grant	93.667	SR316	6	-
<b>Total United States Department of Health and Human Services</b>			<u>7,420</u>	-
<b>United States Department of Defense:</b>				
Direct:				
Army Junior Reserve Officers Training Corps	None	N/A	540,210	-
<b>Total Expenditures of Federal Awards</b>			<u>\$ 56,749,095</u>	<u>\$ 2,007,848</u>

The accompanying notes are an integral part of this schedule.

**Notes:**

- (1) Basis of Presentation - The Schedule of Expenditures of Federal Awards (Schedule) includes the Federal award activity of the Manatee County District School Board under programs of the Federal government for the year end June 30, 2018. 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* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the District.
- (2) Summary of Significant Account Policies - Expenditures are reported on the modified accrual basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles in Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* or the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.
- (3) Indirect Cost Rate - The District has not elected to use the 10 percent de minimus cost rate allowed under the Uniform Guidance.
- (4) Noncash Assistance: National School Lunch Program. Includes \$1,930,952.72 of donated food received during the fiscal year. Donated foods are valued at fair value as determined at the time of donation.

**SCHOOL DISTRICT OF MANATEE COUNTY, FLORIDA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**For the Fiscal Year Ended June 30, 2018**

**Section I - Summary of Independent Auditor's Results**

**Financial Statements**

**Type of Auditor's Report Issued:**

**Unmodified Opinion**

Internal control over financial reporting:

- Material weakness(es) identified? \_\_\_ Yes      X No
- Significant deficiency(ies) identified? \_\_\_ Yes      X None reported

Noncompliance material to financial statements noted? \_\_\_ Yes      X No

**Federal Awards**

Internal control over major programs:

- Material weakness(es) identified? \_\_\_ Yes      X No
- Significant deficiency(ies)? \_\_\_ Yes      X None reported

Type of report issued on compliance for major federal programs: **Unmodified Opinion**

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

**Identification of Major Programs:**

**CFDA Numbers**

**Name of Federal Program or Cluster**

84.027 & 84.173

Special Education Cluster

84.010

Title I Grants to Local Educational Agencies

Dollar threshold used to distinguish between Type A and Type B programs:

\$1,702,473

Auditee qualified as low-risk auditee? X Yes      \_\_\_ No

**SCHOOL DISTRICT OF MANATEE COUNTY, FLORIDA**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (*Continued*)**

**For the Fiscal Year Ended June 30, 2018**

**Section II - Findings Related to the Financial Statement Audit, as required to be reported in accordance with *Government Auditing Standards***

No matters are reported.

**Section III - Federal Award Findings and Questioned Costs Section reported in accordance with the Uniform Guidance**

No matters are reported.

**SCHOOL DISTRICT OF MANATEE COUNTY, FLORIDA**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

**For the Year Ended June 30, 2018**

**FINANCIAL STATEMENT AUDIT FINDINGS**

Finding 2017-001 – Year End Accruals was fully resolved in the current year.

**FEDERAL GRANT PROGRAM AUDIT FINDINGS**

No matters were reported.