

Lake Orion Community Schools

**Federal Awards
Supplemental Information
June 30, 2011**

Lake Orion Community Schools

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Independent Auditor's Report

To the Board of Education
Lake Orion Community Schools

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Lake Orion Community Schools (the "School District") as of and for the year ended June 30, 2011, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated September 28, 2011. These basic financial statements are the responsibility of the School District's management. Our responsibility is to express opinions on these basic financial statements based on our audit.

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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Lake Orion Community Schools' basic financial statements. The accompanying schedule of expenditures of federal awards and reconciliation of financial statements federal revenue with schedule of expenditures of federal awards are presented for the purpose of additional analysis and are not a required part of the basic financial statements. The information in these schedules has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Plante & Moran, PLLC

September 28, 2011

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 Education
Lake Orion Community Schools

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Lake Orion Community Schools as of and for the year ended June 30, 2011, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated September 28, 2011. We have 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

In planning and performing our audit, we considered Lake Orion Community Schools' 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 entity's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the entity's 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 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.

Our consideration of internal control over financial reporting 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 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.

To the Board of Education
Lake Orion Community Schools

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Lake Orion Community Schools' 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 matters that we have reported to management of Lake Orion Community Schools in a separate letter dated September 28, 2011.

This report is intended solely for the information and use of management, the Board of Education, others within the entity, 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.

Plante & Moran, PLLC

September 28, 2011

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

To the Board of Education
Lake Orion Community Schools

Compliance

We have audited the compliance of Lake Orion Community Schools with the types of compliance requirements described in the U.S. Office of Management and Budget (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, 2011. The major federal programs of Lake Orion Community Schools 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 Lake Orion Community Schools' management. Our responsibility is to express an opinion on Lake Orion Community Schools' 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 Lake Orion Community Schools' 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 on Lake Orion Community Schools' compliance with those requirements.

In our opinion, Lake Orion Community Schools complied, in all material respects, with the 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, 2011.

To the Board of Education
Lake Orion Community Schools

Internal Control Over Compliance

The management of Lake Orion Community Schools is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Lake Orion Community Schools' internal control over compliance with requirements that could have a direct and material effect on a major federal program in order 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 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.

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.

This report is intended solely for the information and use of management, the Board of Education, others within the entity, 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.

Plante & Moran, PLLC

September 28, 2011

Lake Orion Community Schools

Schedule of Expenditures of Federal Awards Year Ended June 30, 2011

| Program Title/Project Number/Subrecipient Name | CFDA Number | Approved Awards Amount | (Memo Only) Prior Year Expenditures | Accrued (Deferred) Revenue at July 1, 2010 | Adjustments and Transfers | Federal Funds/ Payments In-kind Received | Expenditures | Accrued (Deferred) Revenue at June 30, 2011 |
|--|-------------|------------------------|-------------------------------------|--|---------------------------|--|--------------|---|
| Clusters: | | | | | | | | |
| Child Nutrition Cluster - U.S. Department of Agriculture - Passed through the Michigan Department of Education: | | | | | | | | |
| Noncash Assistance - Commodities - 2010-11: | | | | | | | | |
| Entitlement | 10.555 | \$ 109,617 | \$ - | \$ - | \$ - | \$ 109,617 | \$ 109,617 | \$ - |
| Bonus | 10.555 | 1,986 | - | - | - | 1,986 | 1,986 | - |
| | | 111,603 | - | - | - | 111,603 | 111,603 | - |
| Cash Assistance: | | | | | | | | |
| National School Breakfast Program 2009-10 | 10.553 | 72,447 | 72,447 | 5,463 | - | 5,463 | - | - |
| National School Lunch Program 2009-10 | 10.555 | 582,280 | 582,280 | 38,907 | - | 38,907 | - | - |
| National School Breakfast Program 2010-11 | 10.553 | 81,431 | - | - | - | 81,431 | 81,431 | - |
| National School Lunch Program 2010-11 | 10.555 | 600,159 | - | - | - | 600,159 | 600,159 | - |
| Total Cash Assistance | | 1,336,317 | 654,727 | 44,370 | - | 725,960 | 681,590 | - |
| Total Child Nutrition Cluster | | 1,447,920 | 654,727 | 44,370 | - | 837,563 | 793,193 | - |
| Special Education Cluster: | | | | | | | | |
| U.S. Department of Education: | | | | | | | | |
| Passed through the Oakland County ISD: | | | | | | | | |
| IDEA: | 84.027 | | | | | | | |
| Project number 090450 | | 1,343,127 | 1,343,127 | 52,864 | - | 52,864 | - | - |
| Project number 100450 | | 1,540,336 | 1,502,819 | 401,992 | - | 439,509 | 37,517 | - |
| Project number 110450 | | 1,577,120 | - | - | - | 1,158,091 | 1,577,120 | 419,029 |
| Subtotal IDEA | | 4,460,583 | 2,845,946 | 454,856 | - | 1,650,464 | 1,614,637 | 419,029 |
| ARRA IDEA Flowthrough - 100455 | 84.391 | 1,887,630 | 1,478,716 | 255,475 | - | 580,009 | 408,914 | 84,380 |
| Total Special Education - Grants to States (IDEA) | | 6,348,213 | 4,324,662 | 710,331 | - | 2,230,473 | 2,023,551 | 503,409 |

See Notes to Schedule of Expenditures
of Federal Awards.

Lake Orion Community Schools

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2011

| Program Title/Project Number/Subrecipient Name | CFDA Number | Approved Awards Amount | (Memo Only) Prior Year Expenditures | Accrued (Deferred) Revenue at July 1, 2010 | Adjustments and Transfers | Federal Funds/ Payments In-kind Received | Expenditures | Accrued (Deferred) Revenue at June 30, 2011 |
|---|-------------|------------------------|-------------------------------------|--|---------------------------|--|----------------|---|
| Clusters (Continued): | | | | | | | | |
| Special Education Cluster (Continued): | | | | | | | | |
| U.S. Department of Education (Continued): | | | | | | | | |
| Preschool Incentive: | | | | | | | | |
| Project number 100460 | 84.173 | \$ 45,167 | \$ 45,167 | \$ 1,357 | \$ - | \$ 1,357 | \$ - | \$ - |
| Project number 110460 | | <u>46,708</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>40,882</u> | <u>46,708</u> | <u>5,826</u> |
| Subtotal Preschool | | 91,875 | 45,167 | 1,357 | - | 42,239 | 46,708 | 5,826 |
| ARRA Preschool 100465 | 84.392 | <u>56,169</u> | <u>1,491</u> | <u>1,491</u> | <u>-</u> | <u>51,389</u> | <u>54,678</u> | <u>4,780</u> |
| Total Special Education - Preschool Grants | | <u>148,044</u> | <u>46,658</u> | <u>2,848</u> | <u>-</u> | <u>93,628</u> | <u>101,386</u> | <u>10,606</u> |
| Total Special Education Cluster | | 6,496,257 | 4,371,320 | 713,179 | - | 2,324,101 | 2,124,937 | 514,015 |
| Title I Cluster: | | | | | | | | |
| U.S. Department of Education - Passed through the Michigan Department of Education: | | | | | | | | |
| Title I, Part A: | | | | | | | | |
| Project number 101530 - 0910 | 84.010 | 323,210 | 311,304 | 38,935 | - | 50,841 | 11,906 | - |
| Project number 111530 - 1011 | | <u>571,153</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>253,626</u> | <u>312,544</u> | <u>58,918</u> |
| Subtotal Title I - Part A | | 894,363 | 311,304 | 38,935 | - | 304,467 | 324,450 | 58,918 |
| ARRA Title I, Part A: | | | | | | | | |
| Project number 101535 - 0910 | 84.389 | 168,103 | 156,627 | 18,026 | - | 29,502 | 11,476 | - |
| Project number 111535 - 1011 | | <u>84,511</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>66,268</u> | <u>84,511</u> | <u>18,243</u> |
| Subtotal ARRA Title I - Part A | | <u>252,614</u> | <u>156,627</u> | <u>18,026</u> | <u>-</u> | <u>95,770</u> | <u>95,987</u> | <u>18,243</u> |
| Total Title I - Part A Cluster | | 1,146,977 | 467,931 | 56,961 | - | 400,237 | 420,437 | 77,161 |
| Educational Technology State Grants Cluster - | | | | | | | | |
| U.S. Department of Education - | | | | | | | | |
| Enhancing Education Through Technology, Recovery Act: | | | | | | | | |
| Passed through the Michigan Department of Education - | | | | | | | | |
| Project number 114295 - 1011 | 84.386 | 9,292 | - | - | - | 9,143 | 9,143 | - |
| Passed through the Oakland County ISD - | | | | | | | | |
| Project number 104235 - 1011 | | <u>27,114</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>27,114</u> | <u>27,114</u> | <u>-</u> |
| Total Educational Technology State Grants Cluster | | 36,406 | - | - | - | 36,257 | 36,257 | - |

See Notes to Schedule of Expenditures
of Federal Awards.

Lake Orion Community Schools

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2011

| Program Title/Project Number Subrecipient Name | CFDA Number | Approved Awards Amount | (Memo Only) Prior Year Expenditures | Accrued (Deferred) Revenue at July 1, 2010 | Adjustments and Transfers | Federal Funds/ Payments In-kind Received | Expenditures | Accrued (Deferred) Revenue at June 30, 2011 |
|--|-------------|------------------------|-------------------------------------|--|---------------------------|--|--------------|---|
| Clusters (Continued): | | | | | | | | |
| State Fiscal Stabilization Fund Cluster - | | | | | | | | |
| U.S. Department of Education - Passed through the Michigan Department of Education - State Fiscal Stabilization Fund (SFSF) - Education Grants, Recovery Act (Education Stabilization Fund) - Project number 112525 - 1011 | | | | | | | | |
| | 84.394 | \$ 910,293 | \$ - | \$ - | \$ - | \$ 910,293 | \$ 910,293 | \$ - |
| Head Start Cluster - U.S. Department of Health and Human Services - Passed through the Oakland Livingston Human Service Agency: | | | | | | | | |
| Head Start Program: | | | | | | | | |
| 2009-10 | 93.600 | 193,603 | 93,325 | 51,241 | - | 151,519 | 100,278 | - |
| 2010-11 | | 195,368 | - | - | - | 85,641 | 104,986 | 19,345 |
| Subtotal Head Start | | 388,971 | 93,325 | 51,241 | - | 237,160 | 205,264 | 19,345 |
| ARRA - Head Start: | | | | | | | | |
| ARRA Head Start Cola | 93.708 | 3,425 | 2,883 | 1,169 | - | 1,711 | 542 | - |
| ARRA Head Start Quality | | 13,030 | 9,126 | 456 | - | 4,360 | 3,904 | - |
| Subtotal ARRA Head Start | | 16,455 | 12,009 | 1,625 | - | 6,071 | 4,446 | - |
| ARRA - Early Head Start: | | | | | | | | |
| 2009-10 | 93.709 | 114,642 | 67,598 | 16,847 | - | 63,891 | 47,044 | - |
| 2010-11 | | 100,980 | - | - | - | 53,313 | 61,336 | 8,023 |
| Subtotal ARRA Early Head Start | | 215,622 | 67,598 | 16,847 | - | 117,204 | 108,380 | 8,023 |
| Total Head Start Cluster | | 621,048 | 172,932 | 69,713 | - | 360,435 | 318,090 | 27,368 |
| Medicaid Cluster - U.S. Department of Health and Human Services - Passed through the Oakland County ISD - Medicaid Administrative Outreach Program 2010 | | | | | | | | |
| | 93.778 | 13,118 | - | - | - | - | 13,118 | 13,118 |
| Total Cluster Programs | | 10,672,019 | 5,666,910 | 884,223 | - | 4,868,886 | 4,616,325 | 631,662 |

See Notes to Schedule of Expenditures of Federal Awards.

Lake Orion Community Schools

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2011

| Program Title/Project Number/Subrecipient Name | CFDA Number | Approved Awards Amount | (Memo Only) Prior Year Expenditures | Accrued (Deferred) Revenue at July 1, 2010 | Adjustments and Transfers | Federal Funds/ Payments In-kind Received | Expenditures | Accrued (Deferred) Revenue at June 30, 2011 |
|--|-------------|------------------------|-------------------------------------|--|---------------------------|--|--------------|---|
| Other federal awards: | | | | | | | | |
| U.S. Department of Education: | | | | | | | | |
| Passed through the Michigan Department of Education: | | | | | | | | |
| Education Jobs Fund - Project number 112545 - 1011 | 84.410 | \$ 1,292,496 | \$ - | \$ - | \$ - | \$ 1,292,496 | \$ 1,292,496 | \$ - |
| Title IIA, Improving Teacher Quality: | | | | | | | | |
| Project number 100520 - 0910 | 84.367 | 159,312 | 144,790 | 31,126 | - | 45,648 | 14,522 | - |
| Project number 110520 - 1011 | | 225,001 | - | - | - | 182,750 | 213,857 | 31,107 |
| Total Title IIA | | 384,313 | 144,790 | 31,126 | - | 228,398 | 228,379 | 31,107 |
| Title III Lea Allocation: | | | | | | | | |
| Project number 100580 - 0910 | 84.365 | 21,863 | 10,742 | 4,270 | - | 15,391 | 11,121 | - |
| Project number 110580 - 1011 | | 32,453 | - | - | - | 4,292 | 8,892 | 4,600 |
| Total Title III Lea Allocation | | 54,316 | 10,742 | 4,270 | - | 19,683 | 20,013 | 4,600 |
| Safe and Drug Free Schools and Communities - | | | | | | | | |
| Project number 102860 - 0910 | 84.186 | 17,944 | 17,798 | 683 | - | 683 | - | - |
| Adult Education: | | | | | | | | |
| Project number 101120 - 105357 | 84.002 | 19,897 | 19,897 | 3,560 | - | 3,560 | - | - |
| Project number 101130 - 101357 | | 39,090 | 39,090 | 3,959 | - | 3,959 | - | - |
| Project number 111120 - 115357 | | 17,907 | - | - | - | 15,356 | 17,907 | 2,551 |
| Project number 111130 - 111357 | | 32,481 | - | - | - | 16,661 | 31,294 | 14,633 |
| Total Adult Education | | 109,375 | 58,987 | 7,519 | - | 39,536 | 49,201 | 17,184 |
| Passed through the Clarkston School District - Readiness and Emergency Management for Schools - Program number 2009-2010 | | | | | | | | |
| | 84.184 | 11,667 | 11,667 | 1,591 | - | 1,591 | - | - |
| Passed through the Oakland County ISD - | | | | | | | | |
| Vocational Education - Basic Grants to States (Perkins II) - | | | | | | | | |
| Career and Technical Student Organizations (CTSOs) - | | | | | | | | |
| Project number 103520 - 101218 | 84.048 | 19,395 | 19,395 | 13,500 | - | 13,500 | - | - |
| Total noncluster programs passed through the U.S. Department of Education | | 1,889,506 | 263,379 | 58,689 | - | 1,595,887 | 1,590,089 | 52,891 |

See Notes to Schedule of Expenditures of Federal Awards.

Lake Orion Community Schools

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2011

| Program Title/Project Number/Subrecipient Name | CFDA Number | Approved Awards Amount | (Memo Only) Prior Year Expenditures | Accrued (Deferred) Revenue at July 1, 2010 | Adjustments and Transfers | Federal Funds/ Payments In-kind Received | Expenditures | Accrued (Deferred) Revenue at June 30, 2011 |
|--|----------------|------------------------------|---|---|---------------------------------|---|---------------------|--|
| Other federal awards (Continued): | | | | | | | | |
| U.S. Department of Health and Human Services - Passed through the | | | | | | | | |
| Michigan Community Service Commission: | | | | | | | | |
| | 94.004 | | | | | | | |
| Learn & Serve Grant 2009-10 | | \$ 24,500 | \$ 20,481 | \$ 6,820 | \$ - | \$ 10,239 | \$ 3,419 | \$ - |
| Learn & Serve Grant 2010-11 | | 24,500 | - | - | - | 14,740 | 23,042 | 8,302 |
| | | <u>49,000</u> | <u>20,481</u> | <u>6,820</u> | <u>-</u> | <u>24,979</u> | <u>26,461</u> | <u>8,302</u> |
| Total noncluster programs passed through the U.S. Department of Health and Human Services noncluster programs | | | | | | | | |
| | | <u>\$ 12,610,525</u> | <u>\$ 5,950,770</u> | <u>\$ 949,732</u> | <u>\$ -</u> | <u>\$ 6,489,752</u> | <u>\$ 6,232,875</u> | <u>\$ 692,855</u> |

Lake Orion Community Schools

Reconciliation of Basic Financial Statements Federal Revenue with Schedule of Expenditures of Federal Awards Year Ended June 30, 2011

| | |
|--|----------------------------|
| Revenue from federal sources - As reported on financial statements (includes all funds) | \$ 6,388,692 |
| Less reversal of deferred revenue on basic financial statements from June 30, 2010 | <u>(155,817)</u> |
| Federal expenditures per the schedule of expenditures of federal awards | <u><u>\$ 6,232,875</u></u> |

Lake Orion Community Schools

Notes to Schedule of Expenditures of Federal Awards Year Ended June 30, 2011

Note 1 - Basis of Presentation and Significant Accounting Policies

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Lake Orion Community Schools under programs of the federal government for the year ended June 30, 2011. Expenditures reported on the Schedule are reported on the same basis of accounting as the basic financial statements, although the basis for determining when federal awards are expended is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this Schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Because the Schedule presents only a selected portion of the operations of Lake Orion Community Schools, it is not intended to and does not present the financial position, changes in net assets, or cash flows, if applicable, of Lake Orion Community Schools. Pass-through entity identifying numbers are presented where available.

Note 2 - Grant Section Auditor's Report

Management has utilized Form R-7120 and 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 3 - Noncash Assistance

The value of the noncash assistance received was determined in accordance with the provisions of OMB Circular A-133.

Lake Orion Community Schools

Schedule of Findings and Questioned Costs Year Ended June 30, 2011

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unqualified

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: Unqualified

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133? Yes No

Identification of major programs:

| CFDA Numbers | Name of Federal Program or Cluster |
|--------------------------------|---|
| 93.600, 93.708, 93.709 | Head Start Cluster |
| 84.391, 84.027, 84.392, 84.173 | Special Education Cluster |
| 84.394 | State Fiscal Stabilization Fund Cluster |
| 84.410 | Educational Jobs Fund |
| 10.553, 10.555 | Child Nutrition Cluster |
| 84.010, 84.389 | Title I Cluster |

Dollar threshold used to distinguish between type A and type B programs: \$300,000

Auditee qualified as low-risk auditee? Yes No

Lake Orion Community Schools

Schedule of Findings and Questioned Costs (Continued) Year Ended June 30, 2011

Section II - Financial Statement Audit Findings

| Reference Number | Finding |
|---------------------|---------|
|---------------------|---------|

Current
Year: None

| Reference Number | Finding |
|---------------------|---------|
|---------------------|---------|

Prior
Year: None

Section III - Federal Program Audit Findings

| Reference Number | Finding |
|---------------------|---------|
|---------------------|---------|

Current
Year: None

| Reference Number | Finding |
|---------------------|---------|
|---------------------|---------|

Prior
Year: None