



**Delta College**

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**Delta College  
University Center, Michigan**

**Entity Identification  
No: 38-6034011**

**Office of Management & Budget  
Uniform Guidance Reports for the  
Year Ended June 30, 2024**

Delta College  
Federal Awards  
Supplemental Information

*Year Ended June 30, 2024*

Delta College  
Federal Awards  
Supplemental Information  
*Year Ended June 30, 2024*

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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 Trustees  
Delta College  
University Center, Michigan

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 financial statements of Delta College (College), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the College's basic financial statements, and have issued our report thereon dated October 28, 2024.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the College'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 opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the College's internal control. Accordingly, we do not express an opinion on the effectiveness of the College'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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the College'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 or significant deficiencies may exist that have not been identified.

## **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the College'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*.

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

*Andrews Hooper Pavlik PLC*

Saginaw, Michigan  
October 28, 2024

Independent Auditor's Report on Compliance for Each Major Program; Report on Internal Control Over Compliance; and Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

Board of Trustees  
Delta College  
University Center, Michigan

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

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

We have audited Delta College's (College) compliance with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* that could have a direct and material effect on each of the College's major federal programs for the year ended June 30, 2024. The College's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the College 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, 2024.

***Basis for Opinion on Each Major Federal Program***

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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the College and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the College's compliance with the compliance requirements referred to above.

## ***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the College's federal programs.

## ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the College's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the College's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the College's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the College's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 the College's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

## **Report on 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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 Delta College, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the College's basic financial statements. We issued our report thereon dated October 28, 2024, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion 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.

*Andrews Kloopa Pavlik PLC*

Saginaw, Michigan  
October 28, 2024



# Delta College

## Schedule of Expenditures of Federal Awards

Year Ended June 30, 2024

Federal Agency/Pass-Through Agency/Program Title	Assistance Listing Number	Pass-Through Entity Project/Grant Number	Award Amount	Federal Expenditures
<u>Major Programs</u>				
U.S. Department of Education:				
Student Financial Assistance Cluster - Direct Program:				
Federal Pell Grant Program	84.063	P063P231628	\$ 13,987,838	\$ 13,987,838
Federal Work-Study and America Reads Programs	84.033	P033A231993	175,000	153,317
Federal Family Education Loans (Note 2)	84.032	P268K241628	5,861,157	5,861,157
Federal Supplemental Educational Opportunity Grants Program	84.007	P007A231993	381,748	403,431
Total Student Financial Assistance Cluster			<u>20,405,743</u>	<u>20,405,743</u>
COVID-19 Higher Education Emergency Relief Funds - Direct Program:				
Higher Education Emergency Strengthening Institutions Funding	84.425M	P425M200745	1,505,079	229,300
Total COVID-19 Higher Education Emergency Relief Funds			<u>1,505,079</u>	<u>229,300</u>
U.S. Department of Treasury:				
COVID-19 Coronavirus State and Local Fiscal Recovery Funds:				
(passed through the Michigan Department of Labor and Economic Opportunity )				
ADN-to-BSN Completion Grant	21.027	ADN-BSN_DELTA FY23	2,000,000	25,192
(passed through the Michigan Department of Lifelong Education, Advancement and Potential)				
Reconnect Age Expansion	21.027	REC21_Delta FY24	1,186,144	669,088
(passed through the Michigan Department of Technology, Management, and Budget, then through Michigan Community College Association)				
Academic Catch-up Program-2024	21.027	Academic Catch-up Program-2024	303,413	98,783
Total COVID-19 Coronavirus State and Local Fiscal Recovery Funds			<u>3,489,557</u>	<u>793,063</u>
Total Major Programs			25,400,379	21,428,106
<u>Other Federal Awards</u>				
U.S. Department of Health & Human Services:				
(passed through the Michigan Department of Labor and Economic Opportunity, then through Great Lakes Bay Region Michigan Works! Administration, and then through the County of Saginaw)				
Temporary Assistance for Needy Families (TANF):				
TANF	93.558	27672420.95600	670,900	51,095
TANF	93.558	27672420.95600	709,836	346,094
Total U.S. Department of Health & Human Services:			<u>1,380,736</u>	<u>397,189</u>
U.S. Department of Education:				
Office of Postsecondary Education - Direct Program:				
TRIO-Educational Opportunity Centers	84.066A	P066A210093	829,169	285,290
Total Office of Postsecondary Education			<u>829,169</u>	<u>285,290</u>
(passed through the Michigan Department of Labor and Economic Opportunity, Workforce Development/Work-Based Learning)				
Career and Technical Education - Basic Grants to States:				
Regional Allocation	84.048A	243510-2421	921,382	921,382
Local Leadership	84.048A	243250-2425-4	9,200	9,200
Total Career and Technical Education - Basic Grants to States			<u>930,582</u>	<u>930,582</u>
Total U.S. Department of Education			<u>1,759,751</u>	<u>1,215,872</u>
National Science Foundation:				
(passed through Central Oregon Community College)				
NSF-ATE Grant NEVTEX	47.076	2301095	96,854	22,247
Total National Science Foundation			<u>96,854</u>	<u>22,247</u>

*See Notes to Schedule of Expenditures of Federal Awards.*

# Delta College

## Schedule of Expenditures of Federal Awards

Year Ended June 30, 2024

Federal Agency/Pass-Through Agency/Program Title	Assistance Listing Number	Pass-Through Entity Project/Grant Number	Award Amount	Federal Expenditures
<u>Other Federal Awards (continued)</u>				
U.S. Department of Labor:				
(passed through the Michigan Department of Labor and Economic Opportunity, then through Great Lakes Bay Region Michigan Works! Administration, and then through the County of Saginaw)				
Workforce Innovation and Opportunity Act (WIOA) Cluster:				
WIOA - Dislocated Worker Formula Grants	17.278	27672413.95600	\$ 305,836	\$ 56,397
WIOA - Dislocated Worker Formula Grants	17.278	27672413.95600	305,836	209,680
WIOA-Statewide Activity Apprenticeship Success Coordinators Registered Apprenticeship Program	17.278	27672455.95600	47,054	23,651
WIOA-Statewide Activity Apprenticeship Success Coordinators Registered Apprenticeship Program	17.259	27672455.95600	50,662	25,465
WIOA - Adult Program	17.258	27672411.95600	268,439	60,640
WIOA - Adult Program	17.258	27672411.95600	309,284	250,069
WIOA-Statewide Activity Apprenticeship Success Coordinators Registered Apprenticeship Program	17.258	27672455.95600	46,621	23,434
Total Workforce Innovation and Opportunity Act (WIOA) Cluster			1,333,732	649,336
Trade Adjustment Assistance:				
Trade Adjustment Assistance	17.245	27672422.95600	368,936	55,908
Trade Adjustment Assistance	17.245	27672422.95600	560,000	53,011
Total Trade Adjustment Assistance			928,936	108,919
Unemployment Insurance:				
Unemployment Insurance RESEA	17.225	27672417.95600	237,156	26,904
Unemployment Insurance RESEA	17.225	27672417.95600	237,156	145,115
Total Unemployment Insurance			474,312	172,019
Employment Services:				
Wagner-Peyser Employment Services - Tri-County	17.207	27672402.95600	340,622	76,311
Wagner-Peyser Employment Services - Tri-County	17.207	27672402.95600	289,500	218,997
Total Employment Services			630,122	295,308
Total U.S. Department of Labor			3,367,102	1,225,582
Total Other Federal Awards			6,604,443	2,860,890
Total Expenditures of Federal Awards			\$ 32,004,822	\$ 24,288,996

*See Notes to Schedule of Expenditures of Federal Awards.*

# Delta College

## Notes to Schedule of Expenditures of Federal Awards

Year Ended June 30, 2024

### Note 1. Significant Accounting Policies

The accompanying Schedule of Expenditures of Federal Awards (schedule) includes the federal grant activity of the College under programs of the federal government for the fiscal year ended June 30, 2024. Expenditures reported on the schedule are reported on the same basis of accounting as the financial statements, although the basis for determining when federal awards are expended is presented in accordance with the requirements of the Uniform Guidance. In addition, expenditures reported on the schedule are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Therefore, some amounts presented in this schedule may differ from amounts presented, or used, in the preparation of the financial statements.

Because the schedule presents only a selected portion of the operations of Delta College, it is not intended to, and does not present the financial position, changes in net position, or cash flows, of Delta College.

The College's reporting entity is defined in Note 1 to the College's financial statements. All federal financial assistance received directly from federal agencies as well as federal financial assistance passed through other government agencies is included on the schedule.

### Note 2. Federal Family Education Loans

The Federal Family Education Loans (Assistance Listing #84.032) reported on the schedule is comprised of the following at June 30, 2024:

<u>Federal Program</u>	<u>Amount</u>
Stafford subsidized	\$2,505,195
Stafford unsubsidized	3,162,014
Plus	193,948
	<u>\$5,861,157</u>

### Note 3. Grant Auditor's Report

Management has utilized the Michigan Department of Education Grant Auditor's Report (GAR) in preparing the schedule for grants processed through the Department's Cash Management System (CMS). Unreconciled differences, if any, have been disclosed to the auditor.

### Note 4. Indirect Cost Allocation

The College has elected to use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance.

Delta College

Schedule of Findings and Questioned Costs

Year Ended June 30, 2024

Section I – Summary of Auditor’s Results

**Financial Statements**

Type of auditor’s report issued:	<u>Unmodified</u>			
Internal control over financial reporting:				
Material weakness identified?	_____ Yes	_____ X	_____ No	
Significant deficiency identified not considered to be material weakness?	_____ Yes	_____ X	_____ None reported	
Noncompliance material to financial statements noted?	_____ Yes	_____ X	_____ No	

**Federal Awards**

Internal control over major programs:				
Material weakness identified?	_____ Yes	_____ X	_____ No	
Significant deficiency identified not considered to be material weakness?	_____ Yes	_____ X	_____ None reported	
Type of auditor’s report issued on compliance for major programs:	<u>Unmodified</u>			
Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a)?	_____ Yes	_____ X	_____ No	

Identification of major programs:

<u>Assistance Listing Number</u>	<u>Name of Cluster and Federal Programs</u>
	Student Financial Assistance Cluster:
84.063	Federal Pell Grant Program
84.033	Federal Work-Study and America Reads Programs
84.032	Federal Family Education Loans
84.007	Federal Supplemental Educational Opportunity Grants Program
	COVID-19 Higher Education Emergency Relief Funds:
84.425M	Higher Education Emergency Strengthening Institutions Funding
	COVID-19 Coronavirus State and Local Fiscal Recovery Funds:
21.027	ADN-to-BSN Completion Grant
21.027	Reconnect Age Expansion
21.027	Academic Catch-up Program-2024

Delta College

Schedule of Findings and Questioned Costs

Year Ended June 30, 2024

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

          \$750,000          

Auditee qualified as low-risk auditee?

      X       Yes                               No

Section II – Financial Statement Findings

No matters were reported.

Section III – Federal Award Findings and Questioned Costs

No matters were reported.

Delta College

Summary Schedule of Prior Audit Findings

Year Ended June 30, 2024

No matters were reported.