

School District No. 1J, Multnomah County, Oregon

# PORTLAND PUBLIC SCHOOLS



## REPORT ON REQUIREMENTS OF THE SINGLE AUDIT ACT and OMB CIRCULAR A-133

For the year ended June 30, 2014



**Founded in 1851, Portland Public Schools** is the largest PK-12 school district in Oregon. PPS serves 48,745 students, an increase of more than 2,500 in the last six years. Superintendent Carole Smith, entering her seventh year at PPS, is among the longest serving urban superintendents nationally.

With highly trained teachers and staff; an engaged parent community; strong partnerships, and a focus on closing the racial educational opportunity gap, PPS is realizing consistent gains in its graduation rate and, thanks to the state Legislature, funding is also improving. In addition, PPS is modernizing its aging schools thanks to the School Building Improvement Bond approved by voters in 2012.



Photographs in the 2013-14 Report feature the increasing focus in Portland Public Schools in:

- Continued improvement in the high school graduation rate.
- Early literacy (including the PPS Third Grade Reading Campaign launched in 2013-14).
- Science Technology Engineering and Math (STEM).
- The Arts (the Portland Arts Tax put art teachers in every K-8 level school in 2013-14 for the first time in years).
- Career learning and Career Technical Education.
- Athletics as a way to build character and community. All Portland high schools reunited under the Portland Interscholastic League in 2013-14 at the 6A level. A new middle school sports program builds the PIL foundation.
- A broad range of partnerships including with such higher education institutions as Oregon State University (pictures with Beaver football players reading to students); University of Oregon; Portland State University, and Portland Community College to smooth the path from high school to college.

Learn more about Portland Public Schools at [www.pps.net](http://www.pps.net)

Portland Public Schools

**Report on Requirements of the Single Audit  
Act and OMB Circular A-133**

**For the year ended June 30, 2014**

School District No. 1J, Multnomah County, Oregon

Portland, Oregon

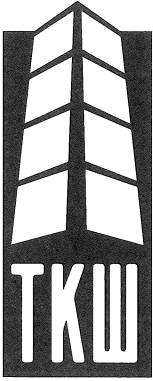
Prepared by the Accounting and Payroll Services Department

**School District No. 1J,  
Multnomah County, Oregon  
Portland Public Schools**

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**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**

**INDEPENDENT AUDITOR'S REPORT**

To the Board of Education  
School District No. 1J, Multnomah County, Oregon  
Portland, Oregon

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of School District No. 1J, Multnomah County, Oregon (the District), as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 9, 2014.

**INTERNAL CONTROL OVER FINANCIAL REPORTING**

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

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

**REPORT ON THE 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 (Continued)**

**COMPLIANCE AND OTHER MATTERS**

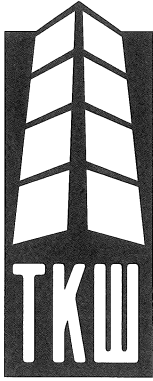
As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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*.

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

*Talbot, Kowola & Warwick LLP*

Lake Oswego, Oregon  
December 9, 2014



Talbot, Korvola  
& Warwick, LLP

Certified Public Accountants  
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**REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM;  
REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON  
THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY  
OMB CIRCULAR A-133**

**INDEPENDENT AUDITOR'S REPORT**

To the Board of Education  
School District No. 1J, Multnomah County, Oregon  
Portland, Oregon

**REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM**

We have audited School District No. 1J, Multnomah County, Oregon (the District's) compliance 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 the District's major federal programs for the year ended June 30, 2014. 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 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 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, 2014.



**REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM;  
REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY  
OMB CIRCULAR A-133 (Continued)**

**INDEPENDENT AUDITOR'S REPORT (Continued)**

**REPORT ON INTERNAL CONTROL OVER COMPLIANCE**

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with 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 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 OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

**REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY  
OMB CIRCULAR A-133**

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated December 9, 2014, 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

**REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM;  
REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY  
OMB CIRCULAR A-133 (Continued)**

**INDEPENDENT AUDITOR'S REPORT (Continued)**

**REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY  
OMB CIRCULAR A-133 (Continued)**

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. 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 Expenditure of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

*Talbot, Kowola & Warwick LLP*

Lake Oswego, Oregon  
December 9, 2014



**School District No. 1J, Multnomah County, Oregon**  
**Schedule of Expenditures of Federal Awards**  
**for the Year Ended June 30, 2014**



CFDA #	Grant Description	Fund/ Grant	Pass-Through Grantor's No.	Grant		Direct or Pass-Through	Expenditures	Agency Total
				Begin Date	End Date			
<b>DEPARTMENT OF AGRICULTURE</b>								
<b>Office of Food and Nutrition Service</b>								
<b>Child Nutrition Cluster</b>								
10.553	<b>School Breakfast Program (SBP)</b>							
	Donated Foods	202		7/1/2013	6/30/2014		243,311 <sup>1</sup>	
	School Breakfast Program	202	26-555-201	7/1/2013	6/30/2014	Pass-Through	2,701,212	
							2,944,523	
10.555	<b>National School Lunch Program (NSLP)</b>							
	Donated Foods	202		7/1/2013	6/30/2014		668,972 <sup>1</sup>	
	National School Lunch Program	202	26-555-201	7/1/2013	6/30/2014	Pass-Through	7,092,753	
							7,761,725	
10.559	<b>Summer Food Service Program for Children (SFSPC)</b>							
	Summer Food Service Program for Children	202	USDA Food Program Assistance	7/1/2013	6/30/2014	Pass-Through	555,510	
Total Pass-Through Programs from Child Nutrition Cluster							11,261,758	
10.558	<b>Child and Adult Care Food Program</b>							
	Donated Foods	202		7/1/2013	6/30/2014		108,842 <sup>1</sup>	
	Child Care Food Program - Head Start	G0339	USDA Food Program Assistance	7/1/2013	6/30/2014		435,469	
	Child and Adult Care Food Program	202	USDA Food Program Assistance	7/1/2013	6/30/2014	Pass-Through	799,300	
							1,343,611	
10.575	<b>Farm to School Grant Program</b>							
	Farm to School Implementation Grant	G1297	CN-F2S-IMPL-13-OR-01	12/1/2012	11/28/2014	Direct	53,573	
10.579	<b>Child and Adult Care Food Program</b>							
	CACFP Wellness Mini-grant	G1236	24618	2/8/2012	11/29/2013	Pass-Through	3,465	
10.582	<b>Fresh Fruit and Vegetable Program (FFVP)</b>							
	Fresh Fruit and Vegetable Grants	G1381	30156 - 30177	7/1/2013	6/30/2014	Pass-Through	462,682	

**School District No. 1J, Multnomah County, Oregon**  
**Schedule of Expenditures of Federal Awards**  
**for the Year Ended June 30, 2014**



CFDA #	Grant Description	Fund/ Grant	Pass-Through Grantor's No.	Grant		Direct or Pass-Through	Expenditures	Agency Total	
				Begin Date	End Date				
	<b>Office of Forest Service</b>								
	<b>Forest Service Schools and Roads Cluster</b>								
10.665	<i>Schools and Roads - Grants to States</i>	101	USDA Schools and Roads	7/1/2013	6/30/2014	Pass-Through	29,300		
	Total Pass-Through Programs from Forest Service Schools and Roads Cluster							29,300	
	Total Direct							53,573	
	Total Pass-Through Programs from Oregon Department of Education							12,636,047	
	Total Pass-Through Oregon Nutrition Services							435,469	
	Total Pass-Through Programs from Multnomah County							29,300	

**DEPARTMENT OF AGRICULTURE Total**

13,154,389

**DEPARTMENT OF DEFENSE**

**Office Of The Secretary of Defense**

*The Language Flagship Grants to Institutions of Higher Education*

12.550	Mandarin Chinese Flagship Grant	G1273	271420A	6/1/2012	5/31/2015		381,951		
	Total Pass-Through Programs from University of Oregon							381,951	

**DEPARTMENT OF DEFENSE Total**

381,951

**DEPARTMENT OF EDUCATION**

**Office Of Vocational And Adult Education**

*Career and Technical Education - Basic Grants to States*

84.048	Carl Perkins - 12/13	G1255	24849	7/1/2012	9/30/2013		89,495		
	Carl Perkins - 13/14	G1328	27380	7/1/2013	9/30/2014	Pass-Through	270,306		
	Total Pass-Through Programs from University of Oregon							359,801	

**School District No. 1J, Multnomah County, Oregon**  
**Schedule of Expenditures of Federal Awards**  
**for the Year Ended June 30, 2014**



CFDA #	Grant Description	Fund/ Grant	Pass-Through Grantor's No.	Grant		Direct or Pass-Through	Expenditures	Agency Total
				Begin Date	End Date			
<b>Office Of Special Education and Rehabilitative Services</b>								
<b>Special Education Cluster (IDEA)</b>								
<b>Special Education - Grants to States</b>								
84.027	Columbia Regional	G1386	29704	7/1/2013	8/31/2014		1,631,312	
	Columbia Regional	G1342	IGA 59939	7/1/2013	6/30/2015		3,751,857	
	Extended Assessment - 13/14	G1339	27681	7/1/2013	6/30/2014		22,500	
	I.D.E.A.	G1258	26774	7/1/2012	9/30/2014		3,047,646	
	I.D.E.A.	G1331	28535	7/14/2013	9/30/2015		2,364,221	
	IDEA Enhancement Grant - 12/13	G1256	26557	10/1/2012	9/13/2013		12,252	
	Portland DART Schools	G1205	Contract 9147	7/1/2011	6/30/2013		76	
	Portland DART Schools	G1344	29675	7/1/2013	6/30/2015		115,610	
	Special Ed - SPR&I	G1334	27981	8/1/2013	6/30/2014		21,199	
	TBI Liaison - 13/14	G1350	28968	7/1/2013	6/30/2014	Pass-Through	10,000	
						Pass-Through	10,976,673	
84.173	<b>Special Education Preschool Grants</b>							
	IDEA Part B, 619 11/13	G1230	24272	7/1/2011	9/30/2013		14	
	Early Intervention Audiology	G1312	27704	7/1/2013	6/30/2014		69,971	
	IDEA Part B, 619 12/14	G1283	26343	7/1/2012	9/30/2014	Pass-Through	87,302	
						Pass-Through	157,287	
Total Pass-Through from Special Education Cluster (IDEA)							11,133,960	
84.326	<b>Special Education - Technical Assistance and Dissemination to Improve Services and Results for Children with Disabilities</b>							
	SWIFT Schools	G1383	29653	6/1/2013	8/31/2014	Pass-Through	23,545	
84.126	<b>Rehabilitation Services - Vocational Rehabilitation Grants to States</b>							
	Oregon Commission for the Blind	G1330	IGA 59920	7/1/2013	9/30/2014	Pass-Through	115,000	

**School District No. 1J, Multnomah County, Oregon**  
**Schedule of Expenditures of Federal Awards**  
**for the Year Ended June 30, 2014**



CFDA #	Grant Description	Fund/ Grant	Pass-Through Grantor's No.	Grant		Direct or Pass-Through	Expenditures	Agency Total
				Begin Date	End Date			
84.181	<b>Special Education - Grants for Infants and Families</b> Early Intervention Audiology	G1313	27704	7/1/2013	6/30/2014	Pass-Through	15,152	
84.305E	<b>Institute of Education Sciences</b> <i>Evaluation of State &amp; Local Education Programs and Policies</i> Effect of Dual-Language Immersion on Achievement	G1281	Sub Award 9920120119	7/24/2012	6/30/2014	Pass-Through	40,000	
84.324A	<b>Special Education - Research and Innovation to Improve Services and Results for Children with Disabilities</b> My Life: Evaluation of Self Determination Early Vocab Instruction & Intervention in Kindergarten	G1159 G1299	R324A100166 R324A110135	6/1/2010 8/1/2012	5/31/2014 6/30/2014		19,954 2,996	
						Pass-Through	<u>22,950</u>	
84.010	<b>Office Of Elementary and Secondary Education</b> <b>Title I , Part A Cluster</b> <i>Title I Grants to Local Education Agencies</i> Priority & Focus 12/13 - Lane Priority & Focus 12/13 - Scott Priority & Focus 12/13 - Sitton Priority & Focus 12/13 - Vernon Priority & Focus 12/13 - Whitman Priority & Focus 12/13 - Woodmere Priority & Focus 12/13 - Caesar Chavez Priority & Focus 12/13 - Jefferson Priority & Focus 13/14 - Lane Priority & Focus 13/14 - Rigler Priority & Focus 13/14 - RosaPark Priority & Focus 13/14 - Scott Priority & Focus 13/14 - Sitton Priority & Focus 13/14 - Vernon	G1287 G1291 G1292 G1293 G1294 G1296 G1285 G1286 G1353 G1355 G1356 G1357 G1358 G1359	26923 26927 26928 26929 26930 26932 26921 26922 28343 28344 28345 28346 28347 28348	8/1/2012 8/1/2012 8/1/2012 8/1/2012 8/1/2012 8/1/2012 8/1/2012 8/1/2012 7/1/2013 7/1/2013 7/1/2013 7/1/2013 7/1/2013 7/1/2013	9/30/2013 9/30/2013 9/30/2013 9/30/2013 9/30/2013 9/30/2013 9/30/2014 9/30/2014 9/30/2014 9/30/2014 9/30/2014 9/30/2014 9/30/2014 9/30/2014		11,709 6,906 24,830 15,802 13,884 8,184 21,799 26,146 34,388 48,129 36,024 51,435 39,614 26,576	

**School District No. 1J, Multnomah County, Oregon**  
**Schedule of Expenditures of Federal Awards**  
**for the Year Ended June 30, 2014**



CFDA #	Grant Description	Fund/ Grant	Pass-Through Grantor's No.	Grant		Direct or Pass-Through	Expenditures	Agency Total
				Begin Date	End Date			
<b>Title I Grants to Local Education Agencies - (Continued)</b>								
	Priority & Focus 13/14 - Whitman	G1360	28349	7/1/2013	9/30/2014		33,491	
	Priority & Focus 13/14 - Woodlawn	G1361	28350	7/1/2013	9/30/2014		46,338	
	Priority & Focus 13/14 - Woodmere	G1362	28351	7/1/2013	9/30/2014		29,249	
	Priority & Focus 13/14 - Caesar Chavez	G1351	28341	7/1/2013	9/30/2014		20,991	
	Priority & Focus 13/14 - Cheif Joseph	G1354	30666	7/1/2013	9/30/2014		31,423	
	Priority & Focus 13/14 - Jefferson	G1352	28342	7/1/2013	9/30/2014		20,749	
	Priority & Focus Improvement	G1278	25659	8/1/2012	9/30/2013		386	
	Title 1 - Central	G1248	25325	7/1/2012	9/30/2014		1,310,488	
	Title 1 - Central	G1321	28205	7/1/2013	9/30/2014		6,630,089	
	Title 1 - School Budgets	G1247	25325	7/1/2012	9/30/2014		78,722	
	Title 1 - School Budgets	G1320	28205	7/1/2013	9/30/2014		4,328,939	
	Title 1D	G1249	25187	7/1/2012	9/30/2013		6,514	
	Title 1D	G1322	28273	7/1/2013	9/30/2014		62,475	
	Title 1 - Priority/Focus	G1391	28205	7/1/2013	9/30/2014	Pass-Through	103,259	
						Pass-Through	13,068,539	
				Total Pass-Through from Title I, Part A Cluster			13,068,539	
84.011	<b>Migrant Education - State Grant Program</b>							
	Title IC - Migrant Education	G1250	25386	7/1/2012	9/30/2013		2,949	
	Title IC - Migrant Education	G1323	29966	7/1/2013	9/30/2014		124,174	
	Title IC - Migrant Summer	G1252	27291	4/15/2013	9/30/2013		29,042	
	Title IC - Migrant Summer	G1325	31065	4/15/2014	9/30/2014		8,845	
	Title IC - Migrant Education - Preschool	G1251	25405	7/1/2012	9/30/2013	Pass-Through	3,356	
						Pass-Through	168,366	
84.013	<b>Title I State Agency Program for Neglected and Delinquent Children and Youth</b>							
	Portland DART Schools	G1207	Contract 9147	7/1/2012	6/30/2013		113	
	Portland DART Schools	G1345	29645	7/1/2013	6/30/2014	Pass-Through	247,063	
						Pass-Through	247,176	



**School District No. 1J, Multnomah County, Oregon**  
**Schedule of Expenditures of Federal Awards**  
**for the Year Ended June 30, 2014**



CFDA #	Grant Description	Fund/ Grant	Pass-Through Grantor's No.	Grant		Direct or Pass-Through	Expenditures	Agency Total
				Begin Date	End Date			
84.060A	<b>Indian Education - Grants to Local Educational Agencies</b>							
	Indian Education	G1259	S060A120938	7/1/2012	7/30/2013		18,329	
	Indian Education	G1332	S060A130938	7/1/2013	6/30/2014	Direct	159,844	
							<u>178,173</u>	
84.196	<b>Education for Homeless Children and Youth</b>							
	McKinney-Vento Homeless Education	G1269	28801	7/1/2013	9/30/2014	Pass-Through	58,909	
84.330	<b>Advanced Placement Program (Advanced Placement Test Fee; Advanced Placement Incentive Program Grants)</b>							
	Advanced Placement Fee Payment Program	G0972	Agreement	7/1/2009	6/30/2014	Pass-Through	77,360	
84.360A	<b>High School Graduation Initiative</b>							
	School Dropout Prevention Program	G1116	S360A100137	10/1/2010	9/30/2015	Direct	1,422,739	
84.365	<b>English Language Acquisition Grants</b>							
	Title III - Language Instruction	G1187	23004	7/1/2011	9/30/2013		192,203	
	Title III - Language Instruction	G1254	25156	7/1/2012	9/30/2014		456,806	
	Title III - Language Instruction	G1327	30042	7/1/2013	9/30/2014	Pass-Through	515,955	
							<u>1,164,964</u>	
84.367	<b>Improving Teacher Quality State Grants</b>							
	Title IIA - Teacher Quality	G1253	25556	7/1/2012	9/30/2014		314,354	
	Title IIA - Teacher Quality	G1326	28726	7/1/2013	9/30/2014		1,886,790	
	Title IIA - Private School Allocation	G1310	28726	7/1/2013	9/30/2014	Pass-Through	116,279	
							<u>2,317,423</u>	

**School District No. 1J, Multnomah County, Oregon**  
**Schedule of Expenditures of Federal Awards**  
**for the Year Ended June 30, 2014**



CFDA #	Grant Description	Fund/ Grant	Pass-Through Grantor's No.	Grant		Direct or Pass-Through	Expenditures	Agency Total
				Begin Date	End Date			
<b>School Improvement Grants Cluster</b>								
<b>School Improvement Grants</b>								
84.377	School Improvement - Roosevelt	G1271	24905	6/1/2012	9/30/2014		155,157	
	School Improvement - Madison	G1274	24911	6/1/2012	9/30/2013		57,217	
	School Improvement - King	G1275	24910	6/1/2012	9/30/2013		144,443	
	Priority & Focus Improvement - Ockley Green	G1288	27176	8/1/2012	9/30/2013		(12,789) <sup>2</sup>	
	Priority & Focus Improvement - Rosa Parks	G1290	27177	8/1/2012	9/30/2013		13,533	
	Priority & Focus Improvement - Woodlawn	G1295	27178	8/1/2012	9/30/2013		12,844	
	Priority & Focus Improvement	G1300	25659	8/1/2012	9/30/2013		169	
	School Improvement - Madison	G1348	28057	7/1/2013	9/30/2015		1,009,805	
	School Improvement - King	G1349	28056	7/1/2013	9/30/2015		432,485	
	Priority & Focus Improvement - Woodlawn	G1459	31397	5/9/2014	9/30/2015		133	
						Pass-Through	1,812,997	
Total Pass-Through from School Improvement Grants Cluster							1,812,997	
<b>Twenty-First Century Community Learning Centers (CLCs)</b>								
84.287	21st Century CLCs - Cohort 2	G1197	23404	7/1/2011	9/30/2013		17,819	
	21st Century CLCs - Cohort 2	G1263	25044	7/1/2012	6/30/2014		90,770	
	21st Century CLCs - Cohort 1	G1264	25029	7/1/2012	6/30/2013		4,007	
	21st Century CLCs - STEM Opportunity Initiative	G1301	27199	2/5/2013	12/31/2013		6,733	
	21st Century CLCs - EL Opportunity Initiative - Cohort 2	G1302	27224	2/5/2013	12/31/2013		6,733	
	21st Century CLCs - EL Opportunity Initiative - Cohort 1	G1303	27223	2/5/2013	12/31/2013		46	
	21st Century CLCs - Cohort 2	G1335	28287	7/1/2013	6/30/2014		236,990	
	21st Century CLCs - Cohort 1	G1336	28310	7/1/2013	9/30/2015		123,960	
						Pass-Through	487,058	

**School District No. 1J, Multnomah County, Oregon**  
**Schedule of Expenditures of Federal Awards**  
**for the Year Ended June 30, 2014**



CFDA #	Grant Description	Fund/ Grant	Pass-Through Grantor's No.	Grant		Direct or Pass-Through	Expenditures	Agency Total
				Begin Date	End Date			
<b>Office of English Language Acquisition</b>								
<i>Foreign Language Assistance</i>								
84-293A	Pathways to Proficiency in Russian	G0988	T293A100191	7/1/2010	6/30/2013		3,840	
84-293B	Foreign Language Assistance Project	G0938	T293B090123	9/1/2009	8/31/2013		14,082	
						Direct	<u>17,922</u>	
<b>Office of Innovation and Improvement</b>								
<i>Voluntary Public School Choice</i>								
84-361A	Voluntary Public School Choice	G0882	U361A070010	10/1/2007	9/30/2013	Direct	159,806	
<b>Office of Postsecondary Education</b>								
<i>Gaining Early Awareness and Readiness for Undergraduate Programs (GEAR UP)</i>								
84-334A	College Ahead Program- GEAR UP	G1188	P334A110243	9/26/2011	9/25/2018	Direct	1,197,494	
							<b>2,976,134</b>	
							<b>30,935,250</b>	
							<b>115,000</b>	
							<b>40,000</b>	
							<b>19,954</b>	
							<b>2,996</b>	

**DEPARTMENT OF EDUCATION Total**

**34,089,334**

**School District No. 1J, Multnomah County, Oregon**  
**Schedule of Expenditures of Federal Awards**  
**for the Year Ended June 30, 2014**



CFDA #	Grant Description	Fund/ Grant	Pass-Through Grantor's No.	Grant		Direct or Pass-Through	Expenditures	Agency Total
				Begin Date	End Date			
<b>DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>								
<b>Administration For Children And Families</b>								
<b>CCDF Cluster</b>								
93.575	<i>Child Care and Development Block Grant</i>							
	Teen Parent (Federal - Oregon Employment Department)	G1377	ODE No. 14-034, IGA 60136	7/1/2013	6/30/2014	Pass-Through	67,886	
Total Pass-Through Programs Child Care and Development Fund Cluster							67,886	
93.600	<b>Head Start</b>							
	Head Start	G1201	10CH0004/37	11/1/2011	10/31/2012		13,878	
	Head Start	G1266	10CH0004/38	11/1/2012	10/31/2013		245,833	
	Head Start	G1338	10CH0193/01	11/1/2013	10/31/2014		3,415,088	
Direct							3,674,799	
93.708	<b>Head Start, Recovery Act</b>							
	Kindergarten Assessment Project	G1311	27549	6/1/2013	8/31/2013	Pass-Through	1,500	
93.658	<b>Foster Care - Title IV-E, Recovery Act</b>							
	Foster Care Transportation	G1234	IGA 58988	9/1/2011	8/31/2016	Pass-Through	73,062	
<b>Centers for Medicare and Medicaid Services</b>								
<b>Medicaid Cluster</b>								
<b>Medical Assistance Program</b>								
93.778	Regional Durable Medical Equipment	S0027	Medicaid Revenue	7/1/2013	6/30/2014		3,588	
	Third Party Medical - Dedicated Healthcare	S0085	Medicaid Revenue	7/1/2013	6/30/2014		30,311	
	Third Party Medical - Early Childhood	S0268	Medicaid Revenue	7/1/2013	6/30/2014		1,506	
	Third Party Medical - Pioneer	S0278	Medicaid Revenue	7/1/2013	6/30/2014		3,000	
	Third Party Medical - Speech Pathology	S0279	Medicaid Revenue	7/1/2013	6/30/2014		31,826	
Total Pass-Through Programs from Medicaid Cluster							70,231	

**School District No. 1J, Multnomah County, Oregon**  
**Schedule of Expenditures of Federal Awards**  
**for the Year Ended June 30, 2014**



CFDA #	Grant Description	Fund/ Grant	Pass-Through Grantor's No.	Grant		Direct or Pass-Through	Expenditures	Agency Total
				Begin Date	End Date			
93.767	<i>Children's Health Insurance Program</i> Oregon Healthy Kids	G1174	135489/IGAR58340	5/15/2011	6/30/2013	Pass-Through	(44) <sup>2</sup>	
93.243	<i>Substance Abuse And Mental Health Services Administration</i> <i>Substance Abuse And Mental Health Services - Projects of Regional and National Significance</i> Proactive Classroom Management	G1149	5U79SM060302-02	9/30/2010	9/29/2015	Direct	106,069	
							Total Direct Programs 3,780,868 Total Pass-Through Programs from OR Department of Education Child Care Division 67,886 Total Pass-Through Programs from Oregon Department of Human Services 73,018 Total Pass-Through Programs from Oregon Department of Education 71,731	3,993,503
<b>DEPARTMENT OF HEALTH AND HUMAN SERVICES Total</b>								<b>51,619,177</b>
<b>GRAND TOTAL</b>								<b>51,619,177</b>

This schedule is prepared on the modified accrual basis of accounting.

<sup>1</sup> Donated food is valued at estimated fair value. Donated food was allocated between 10.553, 10.555 and 10.558.

<sup>2</sup> Refunds/credits due to final reporting issues.



**SCHOOL DISTRICT NO. 1J, MULTNOMAH COUNTY, OREGON**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**YEAR ENDED JUNE 30, 2014**

**SECTION I - SUMMARY OF INDEPENDENT AUDITOR'S RESULTS**

**Financial Statements:**

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified not considered to be material weakness(es)?	No
Noncompliance material to financial statements noted?	None reported

**Federal Awards:**

Internal control over major programs:	
Material weakness(es) identified?	None reported
Significant deficiency(ies) identified not considered to be material weakness(es)?	No
Type of auditor's report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Section 510 (a) of <i>Circular A-133</i> ?	No

Identification of major programs:

<b>CFDA NUMBER(S)</b>	<b>NAME OF FEDERAL PROGRAM OR CLUSTER</b>
12.550	The Language Flagship Grant to Institutions of Higher Education
84.010	Title I , Part A
84.060	Indian Education - Grants to Local Educational Agencies
84.365	English Language Acquisition Grants
93.600	Head Start

**SCHOOL DISTRICT NO. 1J, MULTNOMAH COUNTY, OREGON**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)**  
**YEAR ENDED JUNE 30, 2014**

**SECTION I - SUMMARY OF INDEPENDENT AUDITOR'S RESULTS (Continued)**

Dollar threshold used to distinguish between type A and B programs:	\$ 1,548,575
Auditee qualified as low-risk auditee?	No

**SECTION II – FINANCIAL STATEMENT FINDINGS**

None Reported

**SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

None Reported.





**SCHOOL DISTRICT NO. 1J, MULTNOMAH COUNTY, OREGON**

**SCHEDULE OF PRIOR AUDIT FINDINGS**

**YEAR ENDED JUNE 30, 2014**

**Finding 2013-01**

Condition: The District has not properly designed and implemented a process for all purchasing card transactions resulting in the transactions not being subjected to a proper control environment (reviewed and approved at the appropriate level).

Corrective Action: Corrective action has been completed.

**Finding 2013-02**

Condition: The District has not properly designed and implemented a process for approving all purchasing card transactions resulting in the transactions not being consistently subjected to a proper control environment (reviewed and approved at the appropriate level).

Corrective Action: Corrective action has been completed.

**Finding 2013-03**

Condition: The District has not properly designed and implemented a process for approving all purchasing card transactions resulting in the transactions not being consistently subjected to a proper control environment (reviewed and approved at the appropriate level).

Corrective Action: Corrective action has been completed.

**Finding 2013-04**

Condition: The District should have a system of internal controls over purchasing card transactions such that noncompliance or misstatement of accounting records would be prevented or detected and corrected by management or employees in the normal course of their duties.

Corrective Action: Corrective action has been completed.

## **Portland Public Schools Nondiscrimination Statement**

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Portland Public Schools recognizes the diversity and worth of all individuals and groups and their roles in society. It is the policy of the Portland Public School Board that there will be no discrimination or harassment of individuals or groups on the grounds of age, color, creed, disability, marital status, national origin, race, religion, sex or sexual orientation in any educational programs, activities or employment.

Board of Education Policy 1.80.020-P

### **Contact Information for Civil Rights Matters**

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District Title VI and Title IX:

Greg Wolleck

Phone: 503-916-3963

District 504:

Tammy Jackson

Phone: 503-916-2000 x71004

American Disabilities Act:

Human Resources Department

Phone: 503-916-3544

### **2012-13 Single Audit Act and OMB Circular A-133 Preparation**

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Chief Financial Officer

Senior Director of Accounting and Payroll

Neil Sullivan, RSBO, CGFM (Retired)

Sharie Lewis, CPA

#### **Grant Accounting**

Sr. Manager of Grant Accounting

Sr. Financial Analyst

Grant Accountant III

Grant Accountant III

Grant Accountant III

David Shick, CPA

Christie Christie

Chris Roe

Sheri Lee

Ruby Beecham

