

Northwood Technical College District

Federal and State Single Audit Report

Year Ended June 30, 2023



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Northwood Technical College District

Federal and State Single Audit Reports

Year Ended June 30, 2023

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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*

District Board
Northwood Technical College District
Rice Lake, Wisconsin

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 the business-type activities, the discretely presented component unit, and the aggregate remaining fund information of Northwood Technical College District (the "District"), as of and for the year ended June 30, 2023 and 2022, 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 13, 2023. The financial statements of the Northwood Technical College Foundation, Inc. (the "Foundation"), a discretely presented component unit, were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or instances of noncompliance associated with the Foundation.

Report on 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) as a basis for designing 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 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. *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.

Report on Internal Control Over Financial Reporting (Continued)

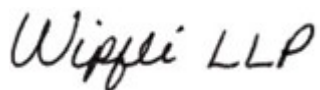
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

Report on 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 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 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.

A handwritten signature in black ink that reads "Wipfli LLP". The signature is written in a cursive, flowing style.

Wipfli LLP

December 13, 2023
Eau Claire, Wisconsin

Independent Auditor's Report on Compliance for Each Major Federal and State Program and on Internal Control Over Compliance Required by the Uniform Guidance and the State Single Audit Guidelines

District Board
Northwood Technical College District
Rice Lake, Wisconsin

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited Northwood Technical College District's (the "District") compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* and the *State Single Audit Guidelines* that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2023. The District's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Northwood Technical College 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 and state programs for the year ended June 30, 2023.

Basis for Opinion on Each Major Federal and State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Governmental 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) and the *State Single Audit Guidelines*, issued by the Wisconsin Department of Administration. 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 Northwood Technical College District 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 and state program. Our audit does not provide a legal determination of the District'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 District's federal and state 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 District'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 GAAS, *Government Auditing Standards*, the *State Single Audit Guidelines*, 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 District's compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the *State Single Audit Guidelines*, 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 District'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 District'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 and the *State Single Audit Guidelines*, but not for the purpose of expressing an opinion on the effectiveness of the District'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 or state 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 or state 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 or state 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 and the *State Single Audit Guidelines*. Accordingly, this report is not suitable for any other purpose.

Report on Schedules of Expenditures of Federal and State Awards Required by the Uniform Guidance and State Single Audit Guidelines

We have audited the financial statements of the business-type activities, the discretely presented component unit, and the aggregate remaining fund information of the District as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise The District's basic financial statements. We issued our report thereon dated December 13, 2023, which contained unmodified opinions on those basic financial statements. The financial statements of the Foundation were not audited in accordance with *Government Auditing Standards*. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedules of expenditures of federal and state awards are presented for purposes of additional analysis as required by the Uniform Guidance and the *State Single Audit Guidelines* and are 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 or 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 schedules of expenditures of federal and state awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

Wipfli LLP

Wipfli LLP

December 13 2023
Eau Claire, Wisconsin

Northwood Technical College District

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2023

Administering Agency Award Description Pass-Through Agency	Federal AL Number	Pass-Through Agency Number	Program or Award Amount	Revenues		Total Expenditures	Passed- Through to Subrecipients
				Federal	Match		
<u>U.S. Department of Education</u>							
Direct:							
Student Financial Assistance Cluster:							
Federal Supplemental Education Opportunity Grant Grants	84.007						
July 1, 2022 - June 30, 2023		P007A224567	\$ 129,158	\$ 263,400	\$ -	\$ 263,400	\$ -
Administration							
July 1, 2022 - June 30, 2023		P007A224567	-	13,170	-	13,170	-
Total 84.007			129,158	276,570	-	276,570	-
Federal Work-Study Program Grants	84.033						
July 1, 2022 - June 30, 2023		P033A224567	-	24,678	8,226	32,904	-
Administration							
July 1, 2022 - June 30, 2023		P033A224567	-	1,645	-	1,645	-
Total 84.033			-	26,323	8,226	34,549	-
Federal Pell Grant Program Grants	84.063						
July 1, 2021 - June 30, 2022		P063P213476	-	(3,146)	-	(3,146)	-
July 1, 2022 - June 30, 2023		P063P223476	3,645,481	3,643,436	-	3,643,436	-
Administration							
July 1, 2021 - June 30, 2022		P063Q213476	-	230	-	230	-
July 1, 2022 - June 30, 2023		P063Q223476	-	5,210	-	5,210	-
Total 84.063			3,645,481	3,645,730	-	3,645,730	-
Federal Direct Student Loans	84.268						
July 1, 2021 - June 30, 2022		P268K213476	-	126,808	-	126,808	-
July 1, 2022 - June 30, 2023		P268K223476	4,012,337	3,596,463	-	3,596,463	-
Total 84.268			4,012,337	3,723,271	-	3,723,271	-
Total Student Financial Assistance Cluster			7,786,976	7,671,894	8,226	7,680,120	-

Northwood Technical College District

Schedule of Expenditures of Federal Awards (Continued)

Year Ended June 30, 2023

Administering Agency Award Description Pass-Through Agency	Federal AL Number	Pass-Through Agency Number	Program or Award Amount	Revenues		Total Expenditures	Passed- Through to Subrecipients
				Federal	Match		
U.S. Department of Education (Continued)							
Direct:							
Education Stabilization Fund:							
COVID-19 CARES ACT - Higher Education Emergency Relief Fund - Student Aid Portion	84.425E						
July 1, 2021 - June 30, 2022			\$ -	\$ 750	\$ -	\$ 750	\$ -
July 1, 2022 - June 30, 2023		P425E232257	4,677,411	3,789	-	3,789	-
COVID-19 CARES ACT - Higher Education Emergency Relief Fund - Strengthening Institutions Program Portion	84.425M						
September 27, 2021 - June 30, 2022			-	13,974	-	13,974	-
July 1, 2022 - June 30, 2023		P425M210063	268,223	5,441	-	5,441	-
Total 84.425			4,945,634	23,954	-	23,954	-
Wisconsin Technical College System							
Adult Education - Basic Grants to States Comprehensive - Adult Basic Education	84.002						
July 1, 2022 - June 30, 2023		17-131-146-123	168,201	168,201	174,369	342,570	-
Special Focus - Corrections to Careers							
July 1, 2022 - June 30, 2023		17-134-146-113	20,000	20,000	30,000	50,000	-
Total 84.002			188,201	188,201	204,369	392,570	-
Career and Technical Education - Basic Grants to States Student Success	84.048A						
July 1, 2022 - June 30, 2023		17-141-150-233	329,598	329,598	421,616	751,214	-
Strengthening Programs							
July 1, 2022 - June 30, 2023		17-142-150-253	87,893	84,714	-	84,714	-
Capacity Building for Equity & Inclusion							
July 1, 2022 - June 30, 2023		17-143-150-223	38,819	35,655	2,681	38,336	-
Nontraditional Occupations							
July 1, 2022 - June 30, 2023		17-145-150-263	21,973	21,973	1,043	23,016	-
Career Prep							
July 1, 2022 - June 30, 2023		17-166-150-213	54,491	53,178	651	53,829	-
Total 84.048			532,774	525,118	425,991	951,109	-
Total U.S. Department of Education			13,453,585	8,409,167	638,586	9,047,753	-

Northwood Technical College District

Schedule of Expenditures of Federal Awards (Continued)

Year Ended June 30, 2023

Administering Agency Award Description Pass-Through Agency	Federal AL Number	Pass-Through Agency Number	Program or Award Amount	Revenues		Total Expenditures	Passed- Through to Subrecipients
				Federal	Match		
<u>U.S. Department of Labor</u>							
<u>Wisconsin Technical College System</u>							
Apprenticeship USA Grants	17.285						
Youth Apprenticeship							
October 1, 2022 - June 30, 2023		17-153-155-262	\$ 23,740	\$ 10,001	\$ -	\$ 10,001	\$ -
Total U.S. Department of Labor			23,740	10,001	-	10,001	-
<u>U.S. Department of Treasury</u>							
<u>Wisconsin Technical College System</u>							
Coronavirus State and Local Fiscal Recovery Funds	21.027						
Part-Time Criminal Justice Law Enforcement 720 Academy							
August 1, 2022 - June 30, 2023		17-196-138-243	156,250	23,855	-	23,855	-
<u>Wisconsin Department of Workforce Development</u>							
Coronavirus State and Local Fiscal Recovery Funds	21.027						
Workforce Innovation Grant: Restoring Employment through Support, Training							
Outreach, Recruitment & Education (RESTORE)							
July 1, 2022 - June 30, 2023		SLFRP0135	1,284,972	1,008,648	16,257	1,024,905	-
Workforce Innovation Grant: Housing Opportunity & Mobile Education							
Solutions (HOMES) 2.0 Project							
July 1, 2022 - June 30, 2023		SLFRP0135	9,823,075	2,479,028	(195,346)	2,283,682	-
Total U.S. Department of Treasury			11,264,297	3,511,531	(179,089)	3,332,442	-
<u>U.S. Department of Veterans Affairs</u>							
<u>Wisconsin Department of Veterans Affairs</u>							
Survivors and Dependents Educational Assistance	64.117						
July 1, 2022 - June 30, 2023		N/A	-	1,888	-	1,888	-
Total U.S. Department of Veterans Affairs			-	1,888	-	1,888	-

Northwood Technical College District

Schedule of Expenditures of Federal Awards (Continued)

Year Ended June 30, 2023

Administering Agency Award Description Pass-Through Agency	Federal AL Number	Pass-Through Agency Number	Program or Award Amount	Revenues		Total Expenditures	Passed- Through to Subrecipients
				Federal	Match		
<u>U.S. Department of Homeland Security</u>							
<u>Wisconsin Technical College System</u>							
Assistance to Firefighters Grant December 1, 2022 - June 30, 2023	97.044	17-197-153-113	\$ 28,630	\$ 24,897	\$ 3,733	\$ 28,630	\$ -
Total U.S. Department of Homeland Security			28,630	24,897	3,733	28,630	-
Total Federal Awards			\$ 24,770,252	\$ 11,957,484	\$ 463,230	\$ 12,420,714	\$ -

Northwood Technical College District

Schedule of Expenditures of State Awards

Year Ended June 30, 2023

Administering Agency Award Description Pass-Through Agency	State I.D. Number	Pass-Through Agency Number	Program or Award Amount	Revenues		Total Expenditures	Passed- Through to Subrecipients
				State	Match		
Wisconsin Higher Education Aids Board							
Higher Education Grant July 1, 2022 - June 30, 2023	235.102	N/A	\$ 2,042,203	\$ 996,441	\$ -	\$ 996,441	\$ -
Remission of Fees for Veterans & Dependents July 1, 2022 - June 30, 2023	235.105	N/A	61,635	61,635	-	61,635	-
Minority Undergraduate Retention Grant July 1, 2022 - June 30, 2023	235.107	N/A	2,655	2,655	-	2,655	-
Talent Incentive Program July 1, 2022 - June 30, 2023	235.114	N/A	86,039	64,220	-	64,220	-
Nursing Student Loan July 1, 2022 - June 30, 2023	235.117	N/A	9,000	9,000	-	9,000	-
Technical Excellence Scholarship July 1, 2022 - June 30, 2023	235.119	N/A	36,003	36,003	35,435	71,438	-
Indian Student Assistance Grant July 1, 2022 - June 30, 2023	235.132	N/A	14,300	9,900	-	9,900	-
Total Wisconsin Higher Education Aids Board			2,251,835	1,179,854	35,435	1,215,289	-
Wisconsin Technical College System							
Emergency Assistance Grants July 1, 2022 - June 30, 2023	292.104	17-167-104-113	21,084	21,084	1,421	22,505	-
State Aids for Wisconsin Technical College System	292.105						
General State Aids		N/A	1,595,400	1,595,400	-	1,595,400	-
Outcomes Based Aid		N/A	1,390,226	1,390,226	-	1,390,226	-
Total 292.105			2,985,626	2,985,626	-	2,985,626	-

Northwood Technical College District

Schedule of Expenditures of State Awards (Continued)

Year Ended June 30, 2023

Administering Agency Award Description Pass-Through Agency	State I.D. Number	Pass-Through Agency Number	Program or Award Amount	Revenues		Total Expenditures	Passed- Through to Subrecipients
				State	Match		
<u>Wisconsin Technical College System (Continued)</u>							
Grants to District Boards	292.124						
Electrical Construction Apprenticeship July 1, 2022 - June 30, 2023		17-151-124-113	\$ 30,000	\$ 29,940	\$ -	\$ 29,940	\$ -
Broadband Service Technician Apprenticeship July 1, 2022 - June 30, 2023		17-152-124-113	9,700	9,692	1,806	11,498	-
Industrial Manufacturing Technician Apprenticeship July 1, 2022 - June 30, 2023		17-154-124-113	6,204	4,877	-	4,877	-
Machine Tool Operator-CNC July 1, 2022 - June 30, 2023		17-174-124-123	162,170	150,998	40,172	191,170	-
Automated Packaging Expansion (SACA) July 1, 2022 - June 30, 2023		17-176-124-133	295,458	179,524	-	179,524	-
Welding Expansion Flexible Delivery July 1, 2022 - June 30, 2023		17-177-124-133	491,723	190,656	-	190,656	-
ADN Part Time Cohort for Success July 1, 2022 - June 30, 2023		17-180-124-132	158,173	62,776	(1)	62,775	-
Professional Growth July 1, 2022 - June 30, 2023		17-182-124-153	51,409	51,406	72,834	124,240	-
Developing Markets: Associate Degrees of Arts & Science July 1, 2022 - June 30, 2023		17-184-124-142	200,000	103,530	479	104,009	-
Expanded Student Support Services for Success July 1, 2022 - June 30, 2023		17-192-124-163	172,761	168,442	56,145	224,587	-

Northwood Technical College District

Schedule of Expenditures of State Awards (Continued)

Year Ended June 30, 2023

Administering Agency Award Description Pass-Through Agency	State I.D. Number	Pass-Through Agency Number	Program or Award Amount	Revenues		Total Expenditures	Passed- Through to Subrecipients
				State	Match		
<u>Wisconsin Technical College System (Continued)</u>							
Grants to District Boards (Continued)	292.124						
AAC&U Conference Leadership Grant January 1, 2023 - June 30, 2023		17-194-124-183	\$ 3,000	\$ 2,851	\$ -	\$ 2,851	\$ -
Teaching the Skills that Matter Leadership Grant October 1, 2022 - June 30, 2023		17-195-124-193	10,000	4,828	-	4,828	-
Northwood Tech Enrollment Leadership Grant July 1, 2022 - June 30, 2023		17-198-124-193	200,000	133,642	1,453	135,095	-
Program-to-Program Articulation Grant July 1, 2022 - June 30, 2023		17-199-124-183	150,000	44,462	-	44,462	-
<u>Passed Through Chippewa Valley Technical College</u>							
AMN_NW Gold Collar Career & Collaborative Efforts in Manufacturing October 1, 2022 - June 30, 2023		01-287-124-183	5,000	4,003	-	4,003	-
Total 292.124			1,945,598	1,141,627	172,888	1,314,515	-
Fire Fighter Training 2% July 1, 2022 - June 30, 2023	292.137	N/A	-	43,054	-	43,054	-
Property Tax Relief Aid July 1, 2022 - June 30, 2023	292.162	N/A	29,862,258	29,862,258	-	29,862,258	-
Total Wisconsin Technical College System			34,814,566	34,053,649	174,309	34,227,958	-

Northwood Technical College District

Schedule of Expenditures of State Awards (Continued)

Year Ended June 30, 2023

Administering Agency Award Description Pass-Through Agency	State I.D. Number	Pass-Through Agency Number	Program or Award Amount	Revenues		Total Expenditures	Passed- Through to Subrecipients
				State	Match		
<u>Wisconsin Department of Natural Resources</u>							
Payments in Lieu of Taxes July 1, 2022 - June 30, 2023	370.503	N/A	\$ -	\$ 26,201	\$ -	\$ 26,201	\$ -
<u>Wisconsin Department of Revenue</u>							
State Aid - Personal Property Tax July 1, 2022 - June 30, 2023	835.103	N/A	-	48,036	-	48,036	-
Aid in Lieu of Computer Taxes July 1, 2022 - June 30, 2023	835.109	N/A	-	13,474	-	13,474	-
Total Wisconsin Department of Revenue			-	61,510	-	61,510	-
<u>Wisconsin Department of Transportation</u>							
Motorcycle Safety June 1, 2022 - December 15, 2022	20.395(4)(aq)		45,420	11,419	33,563	44,982	-
March 1, 2023 - June 30, 2023		60425	59,188	11,377	22,518	33,895	-
Total Wisconsin Department of Transportation			104,608	22,796	56,081	78,877	-
<u>Wisconsin Department of Health Services (DHS)</u>							
Allied Health Professionals Grant July 1, 2022 - June 30, 2023		820207-00	25,000	2,013	104	2,117	-
Total State Awards			\$ 37,196,009	\$ 35,346,023	\$ 265,929	\$ 35,611,952	\$ -

Northwood Technical College District

Notes to the Schedules of Expenditures of Federal and State Awards

Year Ended June 30, 2023

Note 1 **Basis of Presentation**

The accompanying schedules of expenditures of federal and state awards include the federal and state award activity of the District under programs of the federal and state government for the year ended June 30, 2023. The information in these schedules 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* and *State Single Audit Guidelines*, issued by the Wisconsin Department of Administration. Because the schedules present 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.

Note 2 **Summary of Significant Accounting Policies**

Expenditures reported on the schedules are reported on the accrual basis of accounting. Such expenditures 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. Negative amounts shown on the schedules represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. The District has not elected to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

Northwood Technical College District

Notes to the Schedules of Expenditures of Federal and State Awards

Year Ended June 30, 2023

Note 3 Reconciliation

Federal:

Revenues per statement of revenues, expenses and changes in net position:

Federal grants	\$	11,933,530
Nonoperating revenues - CARES Act funding		23,954

Federal revenue per schedule of expenditures of federal awards \$ 11,957,484

State:

Revenues per statement of revenues, expenses and changes in net position:

Nonoperating revenues - State nonoperating appropriations	\$	32,997,230
Operating revenues - State Grants		1,187,520
Fire Fighter Training 2%		43,054
Higher Education Aids Board assistance (excludes ID#235.105)		1,118,219

State revenue per schedule of expenditures of state awards \$ 35,346,023

Northwood Technical College District

Schedule of Findings and Questioned Costs

Year Ended June 30, 2023

Section I – Summary of 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)?	None reported
Noncompliance material to the financial statements?	No

Federal Awards

Internal control over major programs:	
Material weakness(es) identified?	No
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 2 CFR 200.516(a)?	No

Identification of major federal programs:

Assistance Listing Number	Name of Federal Program or Cluster
21.027	Coronavirus State and Local Fiscal Recovery Fund

Northwood Technical College District

Schedule of Findings and Questioned Costs

Year Ended June 30, 2023

Section I – Summary of Auditor's Results (Continued)

Dollar threshold used to distinguish between Type A and Type B Programs \$750,000

Auditee qualified as a low-risk auditee? Yes

State Awards

Internal control over financial reporting:

Material weakness(es) identified? No

Significant deficiency(ies) identified not considered to be material weakness(es)? None reported

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 the *State Single Audit Guidelines*? No

Identification of major state programs:

State I.D. Number	Name of State Program
235.102	Wisconsin Grant
235.114	Talent Incentive Program
292.105	State Aids for Wisconsin Technical College System
292.162	Property Tax Relief Aid

Dollar threshold used to distinguish between Type A and Type B Programs \$250,000

Northwood Technical College District

Schedule of Findings and Questioned Costs

Year Ended June 30, 2023

Section II – Financial Statement Findings

There were no findings required to be reported in accordance with *Generally Accepted Government Auditing Standards*.

Section III – Federal and State Findings and Questioned Costs

None.

Northwood Technical College District

Schedule of Findings and Questioned Costs

Year Ended June 30, 2023

Section IV – Other Issues

Does the auditor's report or the notes to the financial statements include disclosure with regard to substantial doubt as to the auditee's ability to continue as a going concern? No

Does the audit report show audit issues (i.e., material noncompliance, nonmaterial noncompliance, questioned costs, material weakness, significant deficiency, management letter comment, excess revenue, or excess reserve) related to grants/contracts with funding agencies that require audits to be in accordance with the *State Single Audit Guidelines*:

Wisconsin Department of Health Services	No
Wisconsin Department of Natural Resources	No
Wisconsin Department of Revenue	No
Wisconsin Department of Transportation	No
Wisconsin Department of Veterans Affairs	No
Wisconsin Department of Workforce Development	No
Wisconsin Higher Education Aids Board	No
Wisconsin Technical College System	No

Was a Management Letter or other document conveying audit comments issued as a result of this audit? Yes

Name and signature of partner


Rob Ganschow, CPA, CFE

Date of report

December 13, 2023

Northwood Technical College District

Schedule of Prior Year's Findings and Questioned Costs

Year Ended June 30, 2022

Section II - Financial Statement Findings

There were no findings required to be reported in accordance with Generally Accepted Government Auditing Standards

Section III - Federal and State Findings and Questioned Costs

None.