

GRANITE SCHOOL DISTRICT

COMPLIANCE REPORTS

Year Ended June 30, 2022

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GRANITE SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2022

Grantor / Pass-through Grantor / Program Title	CFDA Number	Pass-Through Grantor Identifying Number	District's Program Number	Beginning Receivable (Unearned)	Received	Expended	Ending Receivable (Unearned)
U.S. DEPARTMENT OF AGRICULTURE:							
Passed through Utah State Board of Education:							
<i>Child Nutrition Cluster:</i>							
School Breakfast Program	10.553	SBP	8001	\$ -	\$ 5,993,291	\$ 5,993,291	\$ -
National School Lunch Program	10.555	NSLF/NSLP/ASSP/ SCA/EOCC/EOCS	8001	873,023	25,115,149	24,549,635	307,509
National School Lunch Program (Commodities)	10.555	none	8001	-	2,072,992	2,072,992	-
Fresh Fruit and Vegetable Program	10.582	FFVP	8002	-	395,325	395,325	-
Total Child Nutrition Cluster				873,023	33,576,757	33,011,243	307,509
Child and Adult Care Food Program	10.558	CIL/CAM	8076	19	32,737	32,718	-
Passed through Salt Lake County, Utah:							
<i>Forest Service Schools and Roads Cluster:</i>							
School and Roads - Grants to States	10.665	none	9999	-	9,859	9,859	-
Total U.S. Department of Agriculture				873,042	33,619,353	33,053,820	307,509
U.S. DEPARTMENT OF THE TREASURY:							
Passed through the Utah State Board of Education:							
COVID-19 Coronavirus Relief Fund	21.019	PUZ	7290	-	958,238	159,929	(798,309)
FEDERAL COMMUNICATIONS COMMISSION:							
Passed through the Universal Service Fund:							
Emergency Connectivity Fund Program	32.009	142827	7293	-	-	2,749,152	2,749,152
INSTITUTE OF MUSEUM AND LIBRARY SERVICES:							
Passed through the Utah State Library Division:							
Native American and Native Hawaiian Library Services	45.310	Various	7290/7720	-	4,944	4,900	(44)
U.S. DEPARTMENT OF EDUCATION:							
Passed through Utah State Board of Education:							
<i>Special Education Cluster (IDEA):</i>							
COVID-19 Special Education Grants to States	84.027	ARPI	7555	-	-	85,347	85,347
Special Education Grants to States	84.027	FTFL/STAC	7551	5,779,171	13,525,265	13,305,699	5,559,605
Special Education Preschool Grants	84.173	PRE	7550	132,427	438,371	305,944	-
Total Special Education Cluster (IDEA)				5,911,598	13,963,636	13,696,990	5,644,952

(Continued)

The accompanying notes are an integral part of these financial statements.

GRANITE SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2022

Grantor / Pass-through Grantor / Program Title	CFDA Number	Pass-Through Grantor Identifying Number	District's Program Number	Beginning Receivable (Unearned)	Received	Expended	Ending Receivable (Unearned)
U.S. DEPARTMENT OF EDUCATION (Continued):							
Education Stabilization Fund (ESF):							
COVID-19 Governor's Emergency Education Relief Fund	84.425C	GEER	7220	\$ 3,167,292	\$ 3,238,428	\$ 475,392	\$ 404,256
COVID-19 Elementary and Secondary School Emergency Relief Fund	84.425D	ESSR/ESSV	var	6,800,913	22,577,964	27,241,746	11,464,695
COVID-19 American Rescue Plan - Emergency and Secondary School Emergency Relief	84.425U	ARPF	7225	-	1,905,114	6,134,123	4,229,009
Total Education Stabilization Fund				9,968,205	27,721,506	33,851,261	16,097,960
Direct Programs:							
Indian Education Grants to Local Educational Agencies	84.060	S060A180264	7322	47,799	134,722	117,184	30,261
School Safety National Activities	84.184	S184G140139	7390	44,035	44,035	-	-
Passed through Utah State Board of Education:							
Adult Education - Basic Grants to States	84.002	ADEB/ADEL/ADPI	var	94,515	292,993	239,114	40,636
Title I Grants to Local Educational Agencies	84.010	T1FT/T1SF	var	13,134,341	23,426,576	17,050,659	6,758,424
Migrant Education - State Grant Program	84.011	MGFT	7886	385	646	261	-
Title I State Agency Program for Neglected and Delinquent Children and Youth	84.013	NDT	7842/7844	14,989	41,851	44,539	17,677
Career and Technical Education - Basic Grants to States	84.048	FLEA/LDSP/SPCT	6943/6947	383,000	1,530,793	1,623,374	475,581
Education for Homeless Children and Youth	84.196	MVFT	7951	200	20,817	27,772	7,155
Special Education - State Personnel Development	84.323	SIGF	7558	-	19,537	36,846	17,309
English Language Acquisition State Grants	84.365	ELFT/IMM	var	383,883	991,343	1,057,996	450,536
Supporting Effective Instruction State Grant	84.367	2FT	var	553,108	1,933,623	2,060,568	680,053
School Improvement Grants	84.377	SIFT	7803	459,612	511,983	52,371	-
Student Support and Academic Enrichment Program	84.424	4AFT	7905	97,537	1,277,041	1,558,901	379,397
Passed through the University of Missouri:							
Education Innovation and Research	84.411	C00051949-4	7710	24,710	24,710	-	-
Passed through Utah State University:							
Gaining Early Awareness and Readiness for Undergraduate Programs	84.334	Various	var	778,843	1,528,646	1,412,306	662,503
Total U.S. Department of Education				31,896,760	73,464,458	72,830,142	31,262,444
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:							
Passed through Utah Department of Health and Human Services:							
Medicaid Cluster:							
Medical Assistance Program	93.778	Medicaid	1224/1296	55,991	4,133,220	4,077,229	-
Passed through Utah Department of Workforce Services:							
CCDF Cluster:							
Child Care and Development Block Grant	93.575	20DWS0078.1	7730	-	2,531,015	2,531,015	-
Refugee and Entrant Assistance State/Replacement Designee	93.566	19DWS0090	7634	33,874	96,160	86,736	24,450
Direct Programs:							
Demonstration Grants for Domestic Victims of Human Trafficking	93.327	90TV0046-01-00	7391	38,873	256,562	295,655	77,966

(Continued)

The accompanying notes are an integral part of these financial statements.

GRANITE SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2022

Grantor / Pass-through Grantor / Program Title	CFDA Number	Pass-Through Grantor Identifying Number	District's Program Number	Beginning Receivable (Unearned)	Received	Expended	Ending Receivable (Unearned)
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (Continued):							
Passed through Utah Department of Health:							
Cooperative Agreement for Emergency Response: Public Health Crisis Response							
Administered Programs	93.354	NU9OTP922163	7294	-	11,684	24,299	12,615
Passed through Salt Lake County, Utah:							
Block Grants for Prevention and Treatment of Substance Abuse	93.959	none	7703	(9,028)	50,000	21,911	(37,117)
Total U.S. Department of Health and Human Services				119,710	7,078,641	7,036,845	77,914
TOTAL FEDERAL AWARDS				<u>\$ 32,889,512</u>	<u>\$ 115,125,634</u>	<u>\$ 115,834,788</u>	<u>\$ 33,598,666</u>

The accompanying notes are an integral part of these financial statements.

GRANITE SCHOOL DISTRICT

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

NOTE A – BASIS FOR PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Granite School District (the District) under programs of the federal government for the year ended June 30, 2022. The information in the Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Requirements for Federal Awards* (the Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in financial position, or cash flows of the District.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting as described in Note 1 to the District's basic financial statements. 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.

Donated food commodities are recorded at acquisition value in the District's *school lunch fund* as an inventory asset and federal revenue when received totaling \$2,072,992 for the year ended June 30, 2022. Donated food commodity inventories are recorded as expenditures in the *school lunch fund* when they are consumed by the schools; for purposes of the Schedule, donated food commodities are also recorded as expenditures when received.

The District has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

NOTE C – SUBRECIPIENTS OF FEDERAL AWARDS

The District did not pay any federal funds to subrecipients during the year ended June 30, 2022.



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 Education
Granite School District

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 Granite School District (the District), as of and for the year ended June 30, 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 November 29, 2022.

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 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 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.

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.

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.

Squire & Company, PC

Orem, Utah

November 29, 2022



Independent Auditor's 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 the Uniform Guidance

Board of Education
Granite School District

Report on Compliance for Each Major Federal Program

Opinion on Each Major Program

We have audited Granite School District (the District)'s compliance with the types of compliance requirements described in the OMB Compliance Supplement that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2022. The District's 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 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, 2022.

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 (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Award* (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 District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe 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 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 programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether the noncompliance with 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*, 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 one 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 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 federal program as a whole.

In performing an audit in accordance with GAAS, *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 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, 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, significant audit findings, and certain internal control-related matters 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 governmental activities, each major fund, and the aggregate remaining fund information of Granite School District as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated November 29, 2022, which contained unmodified opinions on those basic financial statements. Our audit was conducted for the purpose of forming opinions 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 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 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.

Squire & Company, PC

Orem, Utah
November 29, 2022

GRANITE SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2022

No matters were noted in the prior year audit.

GRANITE SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2022

SECTION I – SUMMARY OF AUDITOR’S RESULTS

Financial Statements

Type of auditor’s report issued:	Unmodified
Internal control over financial reporting:	
Material weakness identified	No
Significant deficiency identified	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major federal programs:	
Material weakness identified	No
Significant deficiency identified	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 Uniform Guidance 2 CFR 200.516(a):	No

Identification of Major Federal Programs

Name of Federal Program (CFDA Number)

Title I Grants to Local Educational Agencies (84.010)
Education Stabilization Fund:
 Governor’s Emergency Education Relief Fund (84.425C)
 Elementary and Secondary School Emergency Relief Fund (84.425D)
 American Rescue Plan – Emergency and Secondary School Emergency Relief (84.425U)
Medicaid Cluster:
 Medical Assistance Program (93.778)

Dollar threshold used to distinguish between type A and type B programs:	\$3,000,000
Auditee qualified as low-risk auditee?	Yes

SECTION II – FINANCIAL STATEMENT FINDINGS

No matters were reported.

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No matters were reported.



Independent Auditor's Report on Compliance
and Report on Internal Control over Compliance
Required by the *State Compliance Audit Guide*

Board of Education
Granite School District

Report on Compliance

Opinion on Compliance

We have audited Granite School District's (the District) compliance with the following applicable state compliance requirements described in the *State Compliance Audit Guide*, issued by the Office of the Utah State Auditor, for the year ended June 30, 2022:

Budgetary Compliance
Fund Balance
Fraud Risk Assessment
Cash Management
Utah Retirement Systems
Public Treasurer's Bond
Internal Control Systems
Public Education Programs

In our opinion, Granite School District complied, in all material respects, with the state compliance requirements referred to above for the year ended June 30, 2022.

Basis for Opinion on Compliance

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 *State Compliance Audit Guide*, issued by the Office of the Utah State Auditor. Our responsibilities under those standards and the *State Compliance Audit Guide* 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 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. 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 state compliance requirements referred to above.

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*, and the *State Compliance Audit Guide* 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 the *State Compliance Audit Guide* as a whole

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the *State Compliance Audit Guide*, 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 *State Compliance Audit Guide*, 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.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the *State Compliance Audit Guide* and which are described below. Our opinion on compliance is not modified with respect to these matters.

Budgetary compliance – Title 53G-7-307 requires that expenditures not exceed budgeted amounts at the fund level for school districts. For the year ended June 30, 2022, expenditures exceeded budgeted amounts by \$237,888 in the *Granite Education Foundation fund*. We recommend the District review and amend its budgets when the District incurs expenditures in excess of budgeted amounts.

Views of responsible officials – This is the result of a budgetary oversight in the District's implementation of new lease accounting standards as required by GASB Statement No. 87 – *Leases*. in 2022. As a result of this implementation, an expenditure (buildings and improvements) and an associated other financing source (lease proceeds) were recorded in the *Granite Education Foundation Fund* to record the Foundation's lease of warehouse space, both in the amount of \$328,931. While these transactions have no overall impact on the net change in fund balances, the final budget was not adjusted to account for them. We will ensure that all transactions required by lease accounting standards are taken into account when compiling future year budgets.

The District's response to the noncompliance findings identified in our audit is described above. The District's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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 state compliance requirement 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 state compliance requirement 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 state compliance requirement 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 State Compliance Audit Guide. Accordingly, this report is not suitable for any other purpose.

Squire & Company, PC

Orem, Utah
November 29, 2022