



Management
Prince Georges County Public Schools
Upper Marlboro, Maryland

In planning and performing our audit of the financial statements of Prince Georges County Public Schools (the School System), as of and for the year ended June 30, 2020, in accordance with auditing standards generally accepted in the United States of America, we considered the School System's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School System's internal control. Accordingly, we do not express an opinion on the effectiveness of the School System's internal control.

However, during our audit we became aware of deficiencies in internal control other than significant deficiencies and material weaknesses and other matters that are opportunities to strengthen your internal control and improve the efficiency of your operations. Our comments and suggestions regarding those matters are summarized below. We previously provided a written communication dated September 30, 2020, on the School System's internal control. This letter does not affect our report on the financial statements dated September 30, 2020, nor our internal control communication dated September 30, 2020.

Adopt Quantitative Measures for Determining Inventory Obsolescence

During our testing for inventory balances of the School System, we noted several items that were included in the detail where supporting documentation could not be provided. The School System does not currently have a procedure for recording or determining inventory obsolescence. We recommend management create an inventory obsolescence reserve and include procedures that include an analysis of inventory turnover, stale inventory, and unused items. Additionally, the reserve should be integrated with the actual inventory.

Information Technology and General Computer Controls

We noted several observations during our IT Controls Assessment that we believe would enhance and strengthen the overall control environment related to information technology. General computer controls that the School System may consider implementing include the following:

- Consider obtaining an external risk assessment
- Perform external and internal penetration tests to identify vulnerabilities and attack vectors

We will review the status of these comments during our next audit engagement. We have already discussed many of these comments and suggestions with various entity personnel, and we will be pleased to discuss them in further detail at your convenience, to perform any additional study of these matters, or to assist you in implementing the recommendations.

This communication is intended solely for the information and use of management, and others within the School System, and is not intended to be, and should not be, used by anyone other than these specified parties.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Baltimore, Maryland
September 30, 2020