

**STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769**

**Paul D. Joyce, CPA
State Examiner**

FINANCIAL STATEMENT AND
FEDERAL COMPLIANCE AUDIT REPORT

OF

RANDOLPH SOUTHERN SCHOOL CORPORATION

RANDOLPH COUNTY, INDIANA

July 1, 2022 to June 30, 2024



FILED

03/04/2025



Paul D. Joyce, CPA
State Examiner

INDIANA STATE BOARD OF ACCOUNTS

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March 4, 2025

To: The Officials of the Randolph Southern School Corporation
Randolph Southern School Corporation
Randolph County, Indiana

As authorized under Indiana Code 5-11-1, we engaged private examiners under our review to perform the audit of Randolph Southern School Corporation. We have reviewed the audit report opined upon by Crowe LLP, Independent Public Accountants, for the period July 1, 2022 to June 30, 2024. Per the *Independent Auditor's Report*, the financial statements referred to above present fairly, in all material respects, the cash and investment balances of the School Corporation as of June 30, 2024, and its cash receipts, cash disbursements, and other financing sources (uses) for the period of July 1, 2022 to June 30, 2024 in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

We call your attention to the finding included in the report on pages 39 and 40. Please see the Schedule of Findings and Questioned Costs for complete details related to the finding. Management's Corrective Action Plan appears on page 42.

In our opinion, Crowe LLP prepared the audit report in accordance with the guidelines established by the Indiana State Board of Accounts.

In addition to the report presented herein, a supplemental report of Randolph Southern School Corporation was prepared in accordance with the guidelines established by the Indiana State Board of Accounts.

The report is filed with this letter in our office as a matter of public record.

Tammy R. White, CPA
Deputy State Examiner

RANDOLPH SOUTHERN SCHOOL CORPORATION
Randolph County, Indiana

FINANCIAL STATEMENT
As of June 30, 2024, and for the
period of July 1, 2022 through June 30, 2024

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RANDOLPH SOUTHERN SCHOOL CORPORATION
SCHEDULE OF OFFICIALS (Unaudited)
For the period July 1, 2022 through June 30, 2024

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Melissa Kosisko	07-01-22 to 06-30-24
Superintendent of Schools	Donnie Bowsman	07-01-22 to 06-30-24
President of the School Board	Don Pruitt	01-01-22 to 12-31-22
	Eric Retter	01-01-23 to 12-31-23
	Patricia Tillson	01-01-24 to 12-31-24



INDEPENDENT AUDITOR'S REPORT

Those Charged with Governance
Randolph Southern School Corporation
Randolph County, Indiana

Report on the Audit of the Financial Statement

Opinions

We have audited the accompanying statement of receipts, disbursements, other financing sources (uses) and cash and investment balances of the Randolph Southern School Corporation (the School Corporation) as of June 30, 2024 and for the period of July 1, 2022 through June 30, 2024, and the related notes to the financial statement.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement presents fairly, in all material respects, the cash and investment balances of the School Corporation as of June 30, 2024, and its cash receipts, cash disbursements, and other financing sources (uses) for the period of July 1, 2022 through June 30, 2024 in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles section of our report, the financial statement referred to above does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the School Corporation as of June 30, 2024, or changes in net position for the period of July 1, 2022 through June 30, 2024.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of the School Corporation and to meet our other ethical responsibilities, in accordance with the 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 audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As discussed in Note 1 to the financial statement, the School Corporation prepares its financial statement on the prescribed basis of accounting that demonstrates compliance with the reporting requirements established by the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6), which is a basis of accounting other than accounting principles generally accepted in the United States of America.

(Continued)

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.

Responsibilities of Management for the Financial Statement

Management is responsible for the preparation and fair presentation of the financial statement in accordance with the financial reporting provisions of the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6) as described in Note 1, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. 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 and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement 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. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statement.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statement, 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 amounts and disclosures in the financial statement.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School Corporation's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statement.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the School Corporation's ability to continue as a going concern for a reasonable period of time.

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.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statement that collectively comprise the School Corporation's financial statement. The accompanying Schedule of Expenditures of Federal Awards as required by Title 2 *U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* is presented for purposes of additional analysis and is not a required part of the financial statement.

(Continued)

The Schedule of Expenditures of Federal Awards is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement 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 financial statement as a whole.

Other Information

Management is responsible for the other information included with the financial statement. The other information comprises the Schedule of Officials, Other Information Schedules, and State Reporting Information, marked as unaudited on the table of contents, but does not include the financial statement and our auditor's report thereon. Our opinion on the financial statement does not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the financial statement, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statement, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 11, 2025, our consideration of the School Corporation's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School Corporation's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School Corporation's internal control over financial reporting and compliance.

Crowe LLP

Crowe LLP

Indianapolis, Indiana
February 11, 2025

RANDOLPH SOUTHERN SCHOOL CORPORATION
STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES),
AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
As of June 30, 2024 and for the period of July 1, 2022 through June 30, 2024

<u>Fund</u>	<u>Cash and Investments 07-01-2022</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Other Financing Sources (Uses)</u>	<u>Cash and Investments 06-30-2023</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Other Financing Sources (Uses)</u>	<u>Cash and Investments 06-30-2024</u>
Education	\$ 602,819	\$ 3,710,939	\$ 3,213,135	\$ (555,022)	\$ 545,601	\$ 4,097,751	\$ 3,629,006	\$ (580,720)	\$ 433,626
Debt Service	177,824	634,492	665,239	-	147,077	646,247	638,168	-	155,156
Operations	628,596	1,328,588	1,945,259	580,912	592,837	1,384,146	1,736,985	515,720	755,718
Local Rainy Day	990,716	-	55,300	-	935,416	-	4,025	65,000	996,391
Stadium	-	-	53,700	650,000	596,300	-	593,725	-	2,575
School Lunch	79,195	401,662	374,003	(25,890)	80,964	349,802	392,710	-	38,056
Curricular Materials Rental	-	-	-	-	-	74,677	74,677	-	-
Levy Excess	148	-	-	-	148	-	-	-	148
Wind Farm	391,968	182,919	217,093	-	357,794	209,050	424,421	-	142,423
Educational License Plates	6	38	30	-	14	38	31	-	21
Early Intervention Grant	165	-	-	-	165	-	-	-	165
Ella Wilson Scholarship	2,983	-	1,000	-	1,983	-	1,000	-	983
Helen Thorn Scholarship	50,004	-	1,000	-	49,004	-	1,000	-	48,004
Formative Assessment	-	5,940	-	-	5,940	6,286	5,733	-	6,493
Early Literacy Achievement Grant	-	-	-	-	-	10,453	10,384	-	69
Drug Free Community	2,212	1,357	1,515	-	2,054	916	2,479	-	491
Secured School Safety Grant	(8,974)	38,731	25,755	-	4,002	27,290	17,207	-	14,085
Nesp 22-23	-	2,902	2,902	-	-	-	-	-	-
Cte Performance Additional 2018 Allocati	-	55	-	-	55	41	-	-	96
Tag	-	17,634	17,634	-	-	17,662	17,623	-	39
High Ability Students	5,092	21,390	23,144	-	3,338	26,511	29,901	-	(52)
State Connectivity Grant	8,981	3,420	6,732	-	5,669	3,420	3,255	-	5,834
Title I 20-21	1,295	-	1,295	-	-	-	-	-	-
Title I 21-22	(9,620)	50,133	40,513	-	-	-	-	-	-
Title I 22-23	-	74,539	92,915	-	(18,376)	43,688	25,312	-	-
Title I 23-24	-	-	-	-	-	75,921	84,224	-	(8,303)
Special Education 20-21	252	-	252	-	-	-	-	-	-
Special Education 21-22	(34,136)	53,168	19,032	-	-	-	-	-	-
Special Education 22-23	-	69,634	95,599	-	(25,965)	72,234	46,269	-	-

(Continued)

RANDOLPH SOUTHERN SCHOOL CORPORATION
STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES),
AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
As of June 30, 2024 and for the period of July 1, 2022 through June 30, 2024

<u>Fund</u>	<u>Cash and Investments 07-01-2022</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Other Financing Sources (Uses)</u>	<u>Cash and Investments 06-30-2023</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Other Financing Sources (Uses)</u>	<u>Cash and Investments 06-30-2024</u>
Special Education 23-24	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 89,362	\$ 122,320	\$ -	\$ (32,958)
Title Iv 20-21	459	-	459	-	-	-	-	-	-
Title Iv 21-22	(12,035)	9,934	(2,101)	-	-	-	-	-	-
Title Iv 22-23	-	-	20,912	-	(20,912)	10,164	1,833	12,581	-
Title Iv 23-24	-	-	-	-	-	7,453	12,917	-	(5,464)
Title li Part A Ffy 2019	-	15,581	3,000	-	12,581	3,000	3,000	(12,581)	-
Title li Part A Ffy 2020	-	-	-	-	-	3,938	7,876	-	(3,938)
Reap 20-21	1,026	-	1,026	-	-	-	-	-	-
Reap 21-22	5,291	11,368	16,659	-	-	-	-	-	-
Reap 22-23	-	21,915	30,193	-	(8,278)	18,252	9,974	-	-
Reap 23-24	-	-	-	-	-	25,570	27,761	-	(2,191)
Elementary And Secondary School Emergenc	(5,907)	971,175	965,294	-	(26)	26	-	-	-
Esser li	(38,676)	272,082	233,406	-	-	-	-	-	-
Prepaid School Lunch Accounts	1,399	59,779	57,711	-	3,467	78,045	76,830	-	4,682
Direct Deposit	1,661	-	1,661	-	-	-	-	-	-
Federal Tax	504	207,167	207,671	-	-	224,982	224,982	-	-
Social Security	-	141,360	141,360	-	-	158,954	158,954	-	-
State Tax	-	101,377	101,377	-	-	109,267	109,267	-	-
County Tax	-	69,956	69,956	-	-	81,307	81,307	-	-
Inprs-Perf	320	30,415	30,735	-	-	35,501	35,501	-	-
Group Insurance	1,806	105,029	106,835	-	-	116,629	115,803	-	826
Uhc Corp Health Premium	65,697	516,145	527,668	-	54,174	478,936	529,681	-	3,429
Uhc Corp Dental & Vision Premium	622	6,550	6,656	-	516	5,713	6,226	-	3
Health Savings Account	42	13,905	14,495	-	(548)	11,307	10,759	-	-
Social Security - Nt	344	101,362	101,706	-	-	107,803	107,803	-	-
Term Life	9	271	280	-	-	331	331	-	-
Supplemental Life/Madison	6	4,259	4,265	-	-	3,721	3,721	-	-
Garnish	-	146	146	-	-	1,664	1,664	-	-
Child Support	-	9,518	9,518	-	-	8,272	8,272	-	-

(Continued)

RANDOLPH SOUTHERN SCHOOL CORPORATION
STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES),
AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
As of June 30, 2024 and for the period of July 1, 2022 through June 30, 2024

Fund	Cash and Investments 07-01-2022	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-2023	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-2024
Vision Insurance	\$ 14	\$ 1,866	\$ 1,873	\$ -	\$ 7	\$ 1,413	\$ 1,411	\$ -	\$ 9
Dental Insurance	-	-	-	-	-	1,113	1,212	-	(99)
Texas Life	(9)	8,957	8,782	-	166	11,516	11,449	-	233
Valic Annuity	4	68,574	68,566	-	12	50,659	50,659	-	12
Health 125	642	4,560	5,128	-	74	4,299	3,032	-	1,341
Ltd	-	53	8	-	45	58	103	-	-
Af Critical Care	(26)	2,234	2,208	-	-	1,968	1,947	-	21
American Fid. Accident	50	4,865	4,819	-	96	5,681	5,634	-	143
American Fidelity Ins.	91	17,753	17,629	-	215	18,122	17,520	-	817
Af/Short Term Disability	47	3,426	3,434	-	39	4,151	4,151	-	39
American Fidelity Medical	25	2,906	2,905	-	26	2,414	2,414	-	26
1008 Student Learning Recovery Grant	(12,146)	22,511	10,365	-	-	15,000	7,000	-	8,000
Textbook Rmb. Transfer	-	20,247	20,247	-	-	97,677	50	-	97,627
Technology	-	88,270	95,989	-	(7,719)	2,970	3,930	-	(8,679)
Other	(194)	644	450	-	-	1,111	1,111	-	-
Misc/Gifts/Bequest	739	3,300	1,491	-	2,548	3,661	1,190	-	5,019
Totals	\$ 2,901,331	\$ 9,517,001	\$ 9,747,829	\$ 650,000	\$ 3,320,503	\$ 8,848,143	\$ 9,507,730	\$ -	\$ 2,660,916

See notes to financial statement.

RANDOLPH SOUTHERN SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
As of June 30, 2024, and for the period of
July 1, 2022 through June 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity: School Corporation, as used herein, shall include, but is not limited to, the following: school townships, school towns, school cities, consolidated school corporations, joint schools, metropolitan school districts, township school districts, county schools, united schools, school districts, cooperatives, educational service centers, community schools, community school corporations, and charter schools.

The School Corporation was established under the laws of the State of Indiana. The School Corporation operates under a Board of School Trustees form of government and provides educational services.

The accompanying financial statement presents the financial information for the School Corporation.

Basis of Accounting: The financial statement is reported on a regulatory basis of accounting prescribed by the Indiana State Board of Accounts in accordance with state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The basis of accounting involves the reporting of only cash and investments and the changes therein resulting from cash inflows (receipts) and cash outflows (disbursements) reported in the period in which they occurred. The basis of accounting also requires presentation of certain information as Other Information.

The regulatory basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP), in that receipts are recognized when received in cash, rather than when earned, and disbursements are recognized when paid, rather than when a liability is incurred. The regulatory basis also allows for all investments to be stated at cost, while GAAP requires fair value for qualifying investments.

Cash and Investments: Investments are stated at cost. Any changes in fair value of the investments are reported as receipts in the year of the sale of the investment.

Receipts: Receipts are presented in the aggregate on the face of the financial statement. The aggregate receipts include the following sources:

Local sources. Amounts received from taxes, revenue from local governmental units other than school corporations, transfer tuition, transportation fees, investment income, food services, School Corporation activities, revenue from community service activities, and other revenue from local sources.

Intermediate sources. Amounts received as distributions from the County for fees collected for or on behalf of the School Corporation including, but not limited to, the following: educational license plate fees, congressional interest, riverboat distributions, and other similar fees.

State sources. Amounts received as distributions from the State of Indiana that are to be used by the School Corporation for various purposes, including, but not limited to, the following: unrestricted grants, restricted grants, revenue in lieu of taxes, and revenue for or on behalf of the School Corporation.

Federal sources. Amounts received as distributions from the federal government that are to be used by the School Corporation for various purposes, including, but not limited to, the following: unrestricted grants, restricted grants, revenue in lieu of taxes, and revenue for or on behalf of the School Corporation.

Other receipts. Amounts received from various sources, including, but not limited to, the following: return of petty cash, return of cash change, insurance claims for losses, sale of securities, and other receipts not listed in another category above.

(Continued)

RANDOLPH SOUTHERN SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
As of June 30, 2024, and for the period of
July 1, 2022 through June 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Disbursements: Disbursements are presented in the aggregate on the face of the financial statement. The aggregate disbursements include the following uses:

Instruction. Amounts disbursed for regular programs, special programs, adult and continuing education programs, summer school programs, enrichment programs, remediation, and payments to other governmental units.

Support services. Amounts disbursed for support services related to students, instruction, general administration, school administration, outflows for central services, operation and maintenance of plant services, and student transportation.

Noninstructional services. Amounts disbursed for food service operations and community service operations.

Facilities acquisition and construction. Amounts disbursed for the acquisition, development, construction, and improvement of new and existing facilities.

Debt services. Amounts disbursed for fixed obligations resulting from financial transactions previously entered into by the School Corporation, including: all expenditures for the reduction of the principal and interest of the School Corporation's general obligation indebtedness.

Nonprogrammed charges. Amounts disbursed for donations to foundations, securities purchased, indirect costs, scholarships, and self-insurance payments.

Other Financing Sources and Uses: Other financing sources and uses are presented in the aggregate on the face of the financial statement. The aggregate other financing sources and uses include the following:

Proceeds of long-term debt. Amounts received in relation to the issuance of bonds or other long-term debt issues.

Transfers in. Amounts received by one fund as a result of transferring money from another fund. The transfers are used for cash flow purposes as provided by various statutory provisions.

Transfers out. Amounts paid by one fund to another fund. The transfers are used for cash flow purposes as provided by various statutory provisions.

Fund Accounting: Separate funds are established, maintained, and reported by the School Corporation. Each fund is used to account for amounts received from and used for specific sources and uses as determined by various regulations. Restrictions on some funds are set by statute while other funds are internally restricted by the School Corporation. The amounts accounted for in a specific fund may only be available for use for certain, legally restricted purposes. Additionally, some funds are used to account for assets held by the School Corporation in a trustee capacity as an agent of individuals, private organizations, other funds, or other governmental units and, therefore, the funds cannot be used for any expenditures of the School Corporation itself.

(Continued)

RANDOLPH SOUTHERN SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
As of June 30, 2024, and for the period of
July 1, 2022 through June 30, 2024

NOTE 2 - BUDGETS

The operating budget is initially prepared and approved at the local level. The fiscal officer of the School Corporation submits a proposed operating budget to the governing board for the following calendar year. The budget is advertised as required by law. Prior to adopting the budget, the governing board conducts public hearings and obtains taxpayer comments. Prior to November 1, the governing board approves the budget for the next year. The budget for funds for which property taxes are levied or highway use taxes are received is subject to final approval by the Indiana Department of Local Government Finance.

NOTE 3 - PROPERTY TAXES

Property taxes levied are collected by the County Treasurer and are scheduled to be distributed to the School Corporation in June and December; however, situations can arise which would delay the distributions. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by December 31 of the year preceding the budget year or January 15 of the budget year if the School Corporation is issuing debt after December 1 or intends on filing a shortfall appeal. These rates were based upon the assessed valuations adjusted for various tax credits from the preceding year's lien date of January 1. Taxable property is assessed at 100 percent of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which normally become delinquent if not paid by May 10 and November 10, respectively.

NOTE 4 - DEPOSITS AND INVESTMENTS

Deposits, made in accordance with state statute (IC 5-13), with financial institutions in the State of Indiana, at year end, should be entirely insured by the Federal Depository Insurance Corporation or by the Indiana Public Deposit Insurance Fund. This includes any deposit accounts issued or offered by a qualifying financial institution.

State statutes authorize the School Corporation to invest in securities including, but not limited to, the following: federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

The School Corporation held cash deposits with financial institutions that maintained FDIC and PDIF coverages, as applicable. The School Corporation did not hold investments for the period under audit.

NOTE 5 - RISK MANAGEMENT

The School Corporation may be exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; job-related illnesses or injuries to employees; medical benefits to employees, retirees, and dependents; and natural disasters. These risks can be mitigated through the purchase of insurance, establishment of a self-insurance fund, and/or participation in a risk pool. The purchase of insurance transfers the risk to an independent third-party. The establishment of a self-insurance fund allows the School Corporation to set aside money for claim settlements. The self-insurance fund would be included in the financial statement. The purpose of participation in a risk pool is to provide a medium for the funding and administration of the risks.

The School Corporation has purchased insurance to address the risks described above.

(Continued)

RANDOLPH SOUTHERN SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
As of June 30, 2024, and for the period of
July 1, 2022 through June 30, 2024

NOTE 6 - CASH BALANCE DEFICITS

The financial statement contains some funds with deficits in cash. This is a result of certain funds being set up for reimbursable grants, but for which reimbursement was not yet received by June 30, 2023, and 2024. The deficits in the Health Saving Account fund, the Dental Insurance fund and the Technology fund are the result of disbursements exceeding receipts due to under-estimating current requirements for the fund. This deficit will be repaid from future receipts.

NOTE 7 - HOLDING CORPORATION

The School Corporation has entered into a capital lease with the Randolph Southern School Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessor has been determined to be a related party of the School Corporation. Lease payments for the period July 1, 2022 through June 30, 2023 totaled \$302,000. Lease payments for the period July 1, 2023 through June 30, 2024 totaled \$296,000.

NOTE 8 - PENSION PLANS

Public Employees' Retirement Fund

Plan Description

The Indiana Public Employees' Retirement Fund Defined Benefit Plan (PERF DB) is a cost sharing multiple-employer defined benefit plan and provides retirement, disability, and survivor benefits to plan members. PERF DB is administered through the Indiana Public Retirement System (INPRS) Board in accordance with state statutes (IC 5-10.2 and IC 5-10.3) and administrative code (35 IAC 1.2), which govern most requirements of the system and give the School Corporation authority to contribute to the plan.

The Public Employees' Hybrid Plan (PERF Hybrid) consists of two components: PERF DB, the employer-funded monthly defined benefit component, and the Public Employees' Hybrid Members Defined Contribution Account, the defined contribution component.

The Retirement Savings Plan for Public Employees (My Choice) is a multiple-employer defined contribution plan. It is administered through the INPRS Board in accordance with state statutes (IC 5-10.2 and IC 5-10.3) and administrative code (35 IAC 1.2), which govern most requirements of the system and give the School Corporation authority to contribute to the plan.

New employees hired have a one-time election to join either the PERF Hybrid or the My Choice.

Financial Report

INPRS issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for its participants. That report may be obtained by contacting:

Indiana Public Retirement System
One North Capitol, Suite 001
Indianapolis, IN 46204
Ph. (844) 464-6777

(Continued)

RANDOLPH SOUTHERN SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
As of June 30, 2024, and for the period of
July 1, 2022 through June 30, 2024

NOTE 8 - PENSION PLANS (Continued)

Contributions

Members' contributions are set by state statute at 3 percent of compensation for both the defined contribution component of PERF Hybrid and My Choice. The employer may elect to make the contribution on behalf of the member of the defined contribution component of PERF Hybrid and My Choice members may receive additional employer contribution in lieu of the PERF DB. Contributions to the PERF DB are determined by INPRS Board based on actuarial valuation.

Teachers' Retirement Fund

Plan Descriptions

The Indiana Teachers' Hybrid Plan (TRF Hybrid) consists of two components: Indiana Teachers' Pre-1996 Defined Benefit Account (Teachers' Pre-1996 DB) or Indiana Teachers' 1996 Defined Benefit Account (Teachers' 1996 DB) the monthly employer-funded defined benefit components, along with the Indiana Teachers' Defined Contribution Account (TRF DC), the defined contribution component. Generally, members hired before 1996 participate in the Teachers' Pre-1996 DB and members hired after 1995 participate in the Teachers' 1996 DB.

The Teachers' 1996 DB is a cost-sharing multiple-employer defined benefit pension plan and provides retirement, disability, and survivor benefits to plan members. All legally qualified and regularly employed licensed teachers serving in State of Indiana public schools are eligible to participate in the Teachers' 1996 DB.

The Teachers' Pre-1996 DB is a pay-as-you-go, cost-sharing multiple-employer defined benefit pension plan and provides retirement, disability, and survivor benefits to plan members. Membership in the Teachers' Pre-1996 DB is closed to new entrants.

The TRF DC is a multiple-employer defined contribution plan providing supplemental retirement benefits to Teachers' 1996 DB and Teachers' Pre-1996 DB members.

The Retirement Savings Plan for Public Teachers (My Choice) is a multiple-employer defined contribution plan. New employees hired after June 30, 2019, have a one-time election to join either the TRF Hybrid plan that is not closed to new entrants or the My Choice plan.

All these plans are administered through the Indiana Public Retirement System (INPRS) Board in accordance with state statutes (IC 5-10.2, IC 5-10.3, and IC 5-10.4) and administrative code (35 IAC 14), which govern most requirements of the system and give the School Corporation authority to contribute to the plan when applicable.

(Continued)

RANDOLPH SOUTHERN SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
As of June 30, 2024, and for the period of
July 1, 2022 through June 30, 2024

NOTE 8 - PENSION PLANS (Continued)

Financial Report

INPRS issues a publicly available financial report that includes financial statements and required supplementary information for the TRF plan as a whole and for its participants. That report may be obtained by contacting:

Indiana Public Retirement System
One North Capitol, Suite 001
Indianapolis, IN 46204
Ph. (844) 464-6777

Contributions

The School Corporation contributes the employer's share to Teachers' 1996 DB for certified employees employed under a federally funded program and all the certified employees hired after July 1, 1995. The School Corporation currently receives partial funding, through the school funding formula, from the State of Indiana for this contribution. These contributions are determined by the INPRS Board based on actuarial valuation. The employer's share of contributions for certified personnel who are not employed under a federally funded program and were hired before July 1, 1995 (Teachers' Pre-1996 DB) is an obligation of, and is paid by, the State of Indiana.

Contributions for the defined contribution component of TRF Hybrid are determined by statute and the INPRS Board at 3 percent of covered payroll. The employer may choose to make these contributions on behalf of the member. Under certain limitations, voluntary contributions up to 10 percent can be made solely by the member.

My Choice plan is funded with employer contributions and member contributions. The employer contributions must equal the contribution rate for monthly employer-funded defined benefit components of TRF Hybrid. The amount deposited into the employer contribution subaccount for the member is the normal cost of participation. The variable rate contribution can be no less than 3 percent. Member contributions are determined by statute and the Board at 3 percent of covered payroll. The employer must make these contributions on behalf of the member. Under certain limitations, voluntary contributions up to 10 percent can be made solely by the member.

NOTE 9 - SUBSEQUENT EVENTS

In October 2024, the School Corporation issued the 2024 GO Bond-Chiller in the amount of \$590,000 to fund the renovation of and improvements to school facilities, including HVAC improvements. The first principal payment of \$130,000 is due in July 2025.

OTHER INFORMATION (Unaudited)

RANDOLPH SOUTHERN SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2023

	Education	Debt Service	Operations	Local Rainy Day	Stadium	School Lunch	Levy Excess	Wind Farm	Educational License Plates	Early Intervention Grant	Ella Wilson Scholarship	Helen Thorn Scholarship
Cash and investments - beginning	\$ 602,819	\$ 177,824	\$ 628,596	\$ 990,716	\$ -	\$ 79,195	\$ 148	\$ 391,968	\$ 6	\$ 165	\$ 2,983	\$ 50,004
Receipts:												
Local sources	38,948	634,492	1,314,152	-	-	60,989	-	182,919	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	38	-	-	-
State sources	3,671,743	-	-	-	-	2,445	-	-	-	-	-	-
Federal sources	-	-	-	-	-	298,342	-	-	-	-	-	-
Other receipts	248	-	14,436	-	-	39,886	-	-	-	-	-	-
Total receipts	3,710,939	634,492	1,328,588	-	-	401,662	-	182,919	38	-	-	-
Disbursements:												
Instruction	2,361,488	-	-	-	-	-	-	-	-	-	-	-
Support services	776,190	-	1,737,439	-	-	6,581	-	-	-	-	-	-
Noninstructional services	75,457	-	-	-	-	342,063	-	-	-	-	-	-
Facilities acquisition and construction	-	-	207,820	55,300	53,700	25,359	-	217,093	-	-	-	-
Debt services	-	665,239	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	30	-	1,000	1,000
Total disbursements	3,213,135	665,239	1,945,259	55,300	53,700	374,003	-	217,093	30	-	1,000	1,000
Excess (deficiency) of receipts over disbursements	497,804	(30,747)	(616,671)	(55,300)	(53,700)	27,659	-	(34,174)	8	-	(1,000)	(1,000)
Other financing sources (uses):												
Proceeds of long-term debt	-	-	-	-	650,000	-	-	-	-	-	-	-
Transfers in	-	-	580,912	-	-	-	-	-	-	-	-	-
Transfers out	(555,022)	-	-	-	-	(25,890)	-	-	-	-	-	-
Total other financing sources (uses)	(555,022)	-	580,912	-	650,000	(25,890)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(57,218)	(30,747)	(35,759)	(55,300)	596,300	1,769	-	(34,174)	8	-	(1,000)	(1,000)
Cash and investments - ending	\$ 545,601	\$ 147,077	\$ 592,837	\$ 935,416	\$ 596,300	\$ 80,964	\$ 148	\$ 357,794	\$ 14	\$ 165	\$ 1,983	\$ 49,004

(Continued)

RANDOLPH SOUTHERN SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2023

	Formative Assessment	Drug Free Community	Secured School Safety Grant	Nesp 22-23	Cte Performance Additional 2018 Allocati	Tag	High Ability Students	State Connectivity Grant	Title I 20-21	Title I 21-22	Title I 22-23
Cash and investments - beginning	\$ -	\$ 2,212	\$ (8,974)	\$ -	\$ -	\$ -	\$ 5,092	\$ 8,981	\$ 1,295	\$ (9,620)	\$ -
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	5,940	1,357	38,731	2,902	55	17,634	21,390	3,420	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	50,133	74,539
Other receipts	-	-	-	-	-	-	-	-	-	-	-
Total receipts	5,940	1,357	38,731	2,902	55	17,634	21,390	3,420	-	50,133	74,539
Disbursements:											
Instruction	-	-	-	2,902	-	17,634	23,144	-	-	17,212	26,072
Support services	-	1,515	25,755	-	-	-	-	6,732	1,295	23,301	66,843
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	1,515	25,755	2,902	-	17,634	23,144	6,732	1,295	40,513	92,915
Excess (deficiency) of receipts over disbursements	5,940	(158)	12,976	-	55	-	(1,754)	(3,312)	(1,295)	9,620	(18,376)
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	5,940	(158)	12,976	-	55	-	(1,754)	(3,312)	(1,295)	9,620	(18,376)
Cash and investments - ending	\$ 5,940	\$ 2,054	\$ 4,002	\$ -	\$ 55	\$ -	\$ 3,338	\$ 5,669	\$ -	\$ -	\$ (18,376)

(Continued)

RANDOLPH SOUTHERN SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2023

	Special Education 20- 21	Special Education 21- 22	Special Education 22- 23	Title Iv 20-21	Title Iv 21-22	Title Iv 22-23	Title li Part A Ffy 2019	Reap 20-21	Reap 21-22	Reap 22-23	Elementary And Secondary School Emergenc
Cash and investments - beginning	\$ 252	\$ (34,136)	\$ -	\$ 459	\$ (12,035)	\$ -	\$ -	\$ 1,026	\$ 5,291	\$ -	\$ (5,907)
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-
Federal sources	-	53,168	69,634	-	9,934	-	15,581	-	11,368	21,915	971,175
Other receipts	-	-	-	-	-	-	-	-	-	-	-
Total receipts	-	53,168	69,634	-	9,934	-	15,581	-	11,368	21,915	971,175
Disbursements:											
Instruction	252	19,032	95,599	459	(2,101)	20,912	3,000	1,026	16,659	30,193	-
Support services	-	-	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	965,294
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	252	19,032	95,599	459	(2,101)	20,912	3,000	1,026	16,659	30,193	965,294
Excess (deficiency) of receipts over disbursements	(252)	34,136	(25,965)	(459)	12,035	(20,912)	12,581	(1,026)	(5,291)	(8,278)	5,881
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(252)	34,136	(25,965)	(459)	12,035	(20,912)	12,581	(1,026)	(5,291)	(8,278)	5,881
Cash and investments - ending	\$ -	\$ -	\$ (25,965)	\$ -	\$ -	\$ (20,912)	\$ 12,581	\$ -	\$ -	\$ (8,278)	\$ (26)

(Continued)

RANDOLPH SOUTHERN SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2023

	Esser II	Prepaid School Lunch Accounts	Direct Deposit	Federal Tax	Social Security	State Tax	County Tax	Inprs-Perf	Group Insurance	Uhc Corp Health Premium	Uhc Corp Dental & Vision Premium
Cash and investments - beginning	\$ (38,676)	\$ 1,399	\$ 1,661	\$ 504	\$ -	\$ -	\$ -	\$ 320	\$ 1,806	\$ 65,697	\$ 622
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-
Federal sources	272,082	-	-	-	-	-	-	-	-	-	-
Other receipts	-	59,779	-	207,167	141,360	101,377	69,956	30,415	105,029	516,145	6,550
Total receipts	272,082	59,779	-	207,167	141,360	101,377	69,956	30,415	105,029	516,145	6,550
Disbursements:											
Instruction	135,276	-	-	-	-	-	-	-	-	-	-
Support services	49,201	-	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	48,929	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	57,711	1,661	207,671	141,360	101,377	69,956	30,735	106,835	527,668	6,656
Total disbursements	233,406	57,711	1,661	207,671	141,360	101,377	69,956	30,735	106,835	527,668	6,656
Excess (deficiency) of receipts over disbursements	38,676	2,068	(1,661)	(504)	-	-	-	(320)	(1,806)	(11,523)	(106)
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	38,676	2,068	(1,661)	(504)	-	-	-	(320)	(1,806)	(11,523)	(106)
Cash and investments - ending	\$ -	\$ 3,467	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 54,174	\$ 516

(Continued)

RANDOLPH SOUTHERN SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2023

	Health Savings Account	Social Security - Nt	Term Life	Supplemental Life/Madison	Garnish	Child Support	Vision Insurance	Texas Life	Valic Annuity	Health 125	Ltd
Cash and investments - beginning	\$ 42	\$ 344	\$ 9	\$ 6	\$ -	\$ -	\$ 14	\$ (9)	\$ 4	\$ 642	\$ -
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-	-
Other receipts	13,905	101,362	271	4,259	146	9,518	1,866	8,957	68,574	4,560	53
Total receipts	13,905	101,362	271	4,259	146	9,518	1,866	8,957	68,574	4,560	53
Disbursements:											
Instruction	-	-	-	-	-	-	-	-	-	-	-
Support services	-	-	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	14,495	101,706	280	4,265	146	9,518	1,873	8,782	68,566	5,128	8
Total disbursements	14,495	101,706	280	4,265	146	9,518	1,873	8,782	68,566	5,128	8
Excess (deficiency) of receipts over disbursements	(590)	(344)	(9)	(6)	-	-	(7)	175	8	(568)	45
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(590)	(344)	(9)	(6)	-	-	(7)	175	8	(568)	45
Cash and investments - ending	\$ (548)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7	\$ 166	\$ 12	\$ 74	\$ 45

(Continued)

RANDOLPH SOUTHERN SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2023

	Af Critical Care	American Fid. Accident	American Fidelity Ins.	Af/Short Term Disability	American Fidelity Medical	1008 Student Learning Recovery Grant	Textbook Rmb. Transfer	Technology	Other	Misc/Gifts/Be quest	Totals
Cash and investments - beginning	\$ (26)	\$ 50	\$ 91	\$ 47	\$ 25	\$ (12,146)	\$ -	\$ -	\$ (194)	\$ 739	\$ 2,901,331
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	2,231,500
Intermediate sources	-	-	-	-	-	-	-	-	-	-	38
State sources	-	-	-	-	-	-	-	-	-	-	3,765,617
Federal sources	-	-	-	-	-	-	-	-	-	-	1,847,871
Other receipts	2,234	4,865	17,753	3,426	2,906	22,511	20,247	88,270	644	3,300	1,671,975
Total receipts	2,234	4,865	17,753	3,426	2,906	22,511	20,247	88,270	644	3,300	9,517,001
Disbursements:											
Instruction	-	-	-	-	-	2,000	-	-	-	-	2,770,759
Support services	-	-	-	-	-	8,365	-	-	-	-	2,703,217
Noninstructional services	-	-	-	-	-	-	-	-	-	-	417,520
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	1,573,495
Debt services	-	-	-	-	-	-	-	-	-	-	665,239
Nonprogrammed charges	2,208	4,819	17,629	3,434	2,905	-	20,247	95,989	450	1,491	1,617,599
Total disbursements	2,208	4,819	17,629	3,434	2,905	10,365	20,247	95,989	450	1,491	9,747,829
Excess (deficiency) of receipts over disbursements	26	46	124	(8)	1	12,146	-	(7,719)	194	1,809	(230,828)
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	650,000
Transfers in	-	-	-	-	-	-	-	-	-	-	580,912
Transfers out	-	-	-	-	-	-	-	-	-	-	(580,912)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	650,000
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	26	46	124	(8)	1	12,146	-	(7,719)	194	1,809	419,172
Cash and investments - ending	\$ -	\$ 96	\$ 215	\$ 39	\$ 26	\$ -	\$ -	\$ (7,719)	\$ -	\$ 2,548	\$ 3,320,503

RANDOLPH SOUTHERN SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2024

	Education	Debt Service	Operations	Local Rainy Day	Stadium	School Lunch	Curricular Materials Rental	Levy Excess	Wind Farm	Educational License Plates	Early Intervention Grant
Cash and investments - beginning	\$ 545,601	\$ 147,077	\$ 592,837	\$ 935,416	\$ 596,300	\$ 80,964	\$ -	\$ 148	\$ 357,794	\$ 14	\$ 165
Receipts:											
Local sources	46,406	646,247	1,366,049	-	-	76,156	-	-	209,050	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	38	-
State sources	3,925,173	-	-	-	-	2,071	74,677	-	-	-	-
Federal sources	-	-	-	-	-	271,575	-	-	-	-	-
Other receipts	126,172	-	18,097	-	-	-	-	-	-	-	-
Total receipts	4,097,751	646,247	1,384,146	-	-	349,802	74,677	-	209,050	38	-
Disbursements:											
Instruction	2,612,274	-	-	-	-	-	74,677	-	-	-	-
Support services	929,217	-	1,554,553	-	-	9,563	-	-	-	-	-
Noninstructional services	87,515	-	-	-	-	375,259	-	-	-	-	-
Facilities acquisition and construction	-	-	182,432	4,025	593,725	7,888	-	-	424,421	-	-
Debt services	-	638,168	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	31	-
Total disbursements	3,629,006	638,168	1,736,985	4,025	593,725	392,710	74,677	-	424,421	31	-
Excess (deficiency) of receipts over disbursements	468,745	8,079	(352,839)	(4,025)	(593,725)	(42,908)	-	-	(215,371)	7	-
Other financing sources (uses):											
Transfers in	-	-	580,720	65,000	-	-	-	-	-	-	-
Transfers out	(580,720)	-	(65,000)	-	-	-	-	-	-	-	-
Total other financing sources (uses)	(580,720)	-	515,720	65,000	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(111,975)	8,079	162,881	60,975	(593,725)	(42,908)	-	-	(215,371)	7	-
Cash and investments - ending	\$ 433,626	\$ 155,156	\$ 755,718	\$ 996,391	\$ 2,575	\$ 38,056	\$ -	\$ 148	\$ 142,423	\$ 21	\$ 165

(Continued)

RANDOLPH SOUTHERN SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2024

	Ella Wilson Scholarship	Helen Thorn Scholarship	Formative Assessment	Early Literacy Achievement Grant	Drug Free Community	Secured School Safety Grant	Cte Performance Additional 2018 Allocati	Tag	High Ability Students	State Connectivity Grant	Title I 22-23
Cash and investments - beginning	\$ 1,983	\$ 49,004	\$ 5,940	\$ -	\$ 2,054	\$ 4,002	\$ 55	\$ -	\$ 3,338	\$ 5,669	\$ (18,376)
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	6,286	10,453	916	27,290	41	17,662	26,511	3,420	-
Federal sources	-	-	-	-	-	-	-	-	-	-	43,688
Other receipts	-	-	-	-	-	-	-	-	-	-	-
Total receipts	-	-	6,286	10,453	916	27,290	41	17,662	26,511	3,420	43,688
Disbursements:											
Instruction	-	-	5,733	10,384	-	-	-	17,623	29,901	-	7,665
Support services	-	-	-	-	2,479	17,207	-	-	-	3,255	17,647
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	1,000	1,000	-	-	-	-	-	-	-	-	-
Total disbursements	1,000	1,000	5,733	10,384	2,479	17,207	-	17,623	29,901	3,255	25,312
Excess (deficiency) of receipts over disbursements	(1,000)	(1,000)	553	69	(1,563)	10,083	41	39	(3,390)	165	18,376
Other financing sources (uses):											
Transfers in	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,000)	(1,000)	553	69	(1,563)	10,083	41	39	(3,390)	165	18,376
Cash and investments - ending	\$ 983	\$ 48,004	\$ 6,493	\$ 69	\$ 491	\$ 14,085	\$ 96	\$ 39	\$ (52)	\$ 5,834	\$ -

(Continued)

RANDOLPH SOUTHERN SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2024

	Title I 23-24	Special Education 22-23	Special Education 23-24	Title Iv 22-23	Title Iv 23-24	Title Ii Part A Ffy 2019	Title Ii Part A Ffy 2020	Reap 22-23	Reap 23-24	Elementary And Secondary School Emergenc	Prepaid School Lunch Accounts
Cash and investments - beginning	\$ -	\$ (25,965)	\$ -	\$ (20,912)	\$ -	\$ 12,581	\$ -	\$ (8,278)	\$ -	\$ (26)	\$ 3,467
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	78,045
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-
Federal sources	75,921	72,234	89,362	10,164	7,453	3,000	3,938	18,252	25,570	26	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-
Total receipts	75,921	72,234	89,362	10,164	7,453	3,000	3,938	18,252	25,570	26	78,045
Disbursements:											
Instruction	23,097	46,269	122,320	1,833	12,917	3,000	7,876	9,974	27,761	-	-
Support services	61,127	-	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	76,830
Total disbursements	84,224	46,269	122,320	1,833	12,917	3,000	7,876	9,974	27,761	-	76,830
Excess (deficiency) of receipts over disbursements	(8,303)	25,965	(32,958)	8,331	(5,464)	-	(3,938)	8,278	(2,191)	26	1,215
Other financing sources (uses):											
Transfers in	-	-	-	12,581	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	(12,581)	-	-	-	-	-
Total other financing sources (uses)	-	-	-	12,581	-	(12,581)	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(8,303)	25,965	(32,958)	20,912	(5,464)	(12,581)	(3,938)	8,278	(2,191)	26	1,215
Cash and investments - ending	\$ (8,303)	\$ -	\$ (32,958)	\$ -	\$ (5,464)	\$ -	\$ (3,938)	\$ -	\$ (2,191)	\$ -	\$ 4,682

(Continued)

RANDOLPH SOUTHERN SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2024

	Federal Tax	Social Security	State Tax	County Tax	Inprs-Perf	Group Insurance	Uhc Corp Health Premium	Uhc Corp Dental & Vision Premium	Health Savings Account	Social Security - Nt	Term Life
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 54,174	\$ 516	\$ (548)	\$ -	\$ -
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-	-
Other receipts	224,982	158,954	109,267	81,307	35,501	116,629	478,936	5,713	11,307	107,803	331
Total receipts	224,982	158,954	109,267	81,307	35,501	116,629	478,936	5,713	11,307	107,803	331
Disbursements:											
Instruction	-	-	-	-	-	-	-	-	-	-	-
Support services	-	-	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	224,982	158,954	109,267	81,307	35,501	115,803	529,681	6,226	10,759	107,803	331
Total disbursements	224,982	158,954	109,267	81,307	35,501	115,803	529,681	6,226	10,759	107,803	331
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	826	(50,745)	(513)	548	-	-
Other financing sources (uses):											
Transfers in	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	-	-	826	(50,745)	(513)	548	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 826	\$ 3,429	\$ 3	\$ -	\$ -	\$ -

(Continued)

RANDOLPH SOUTHERN SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2024

	Supplemental Life/Madison	Garnish	Child Support	Vision Insurance	Dental Insurance	Texas Life	Valic Annuity	Health 125	Ltd	Af Critical Care
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 7	\$ -	\$ 166	\$ 12	\$ 74	\$ 45	\$ -
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other receipts	3,721	1,664	8,272	1,413	1,113	11,516	50,659	4,299	58	1,968
Total receipts	3,721	1,664	8,272	1,413	1,113	11,516	50,659	4,299	58	1,968
Disbursements:										
Instruction	-	-	-	-	-	-	-	-	-	-
Support services	-	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	3,721	1,664	8,272	1,411	1,212	11,449	50,659	3,032	103	1,947
Total disbursements	3,721	1,664	8,272	1,411	1,212	11,449	50,659	3,032	103	1,947
Excess (deficiency) of receipts over disbursements	-	-	-	2	(99)	67	-	1,267	(45)	21
Other financing sources (uses):										
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	2	(99)	67	-	1,267	(45)	21
Cash and investments - ending	\$ -	\$ -	\$ -	\$ 9	\$ (99)	\$ 233	\$ 12	\$ 1,341	\$ -	\$ 21

(Continued)

RANDOLPH SOUTHERN SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2024

	American Fid. Accident	American Fidelity Ins.	Af/Short Term Disability	American Fidelity Medical	1008 Student Learning Recovery Grant	Textbook Rmb. Transfer	Technology	Other	Misc/Gifts/ Bequest	Totals
Cash and investments - beginning	\$ 96	\$ 215	\$ 39	\$ 26	\$ -	\$ -	\$ (7,719)	\$ -	\$ 2,548	\$ 3,320,503
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	2,421,953
Intermediate sources	-	-	-	-	-	-	-	-	-	38
State sources	-	-	-	-	-	-	-	-	-	4,094,500
Federal sources	-	-	-	-	-	-	-	-	-	621,183
Other receipts	5,681	18,122	4,151	2,414	15,000	97,677	2,970	1,111	3,661	1,710,469
Total receipts	5,681	18,122	4,151	2,414	15,000	97,677	2,970	1,111	3,661	8,848,143
Disbursements:										
Instruction	-	-	-	-	7,000	-	-	-	-	3,020,304
Support services	-	-	-	-	-	-	-	-	-	2,595,048
Noninstructional services	-	-	-	-	-	-	-	-	-	462,774
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	1,212,491
Debt services	-	-	-	-	-	-	-	-	-	638,168
Nonprogrammed charges	5,634	17,520	4,151	2,414	-	50	3,930	1,111	1,190	1,578,945
Total disbursements	5,634	17,520	4,151	2,414	7,000	50	3,930	1,111	1,190	9,507,730
Excess (deficiency) of receipts over disbursements	47	602	-	-	8,000	97,627	(960)	-	2,471	(659,587)
Other financing sources (uses):										
Transfers in	-	-	-	-	-	-	-	-	-	658,301
Transfers out	-	-	-	-	-	-	-	-	-	(658,301)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	47	602	-	-	8,000	97,627	(960)	-	2,471	(659,587)
Cash and investments - ending	\$ 143	\$ 817	\$ 39	\$ 26	\$ 8,000	\$ 97,627	\$ (8,679)	\$ -	\$ 5,019	\$ 2,660,916

RANDOLPH SOUTHERN SCHOOL CORPORATION
SCHEDULE OF PAYABLES AND RECEIVABLES
June 30, 2024

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	\$ <u>93,676</u>	\$ <u>44,538</u>

RANDOLPH SOUTHERN SCHOOL CORPORATION
SCHEDULE OF LEASES AND DEBT
June 30, 2024

<u>Lessor</u>	<u>Purpose</u>	<u>Annual Lease Payment</u>	<u>Lease Beginning Date</u>	<u>Lease Ending Date</u>
Governmental activities:				
Randolph Southern Building Corp	2019 Lease Rental Bond - Renovation	\$ 302,000	7/15/2020	1/15/2027
Crossroads	Bus Lease	14,620	6/15/2023	12/15/2027
Wells Fargo	High School Office & Elementary Office Copiers	8,640	9/1/2022	11/30/2027
Wells Fargo	CENTRAL OFFICE COPIER	<u>2,316</u>	7/1/2023	6/30/2028
Total governmental activities		<u>327,576</u>		
Total of annual lease payments		<u>\$ 327,576</u>		

<u>Description of Debt</u>		<u>Ending Principal Balance</u>	<u>Principal Due Within One Year</u>
<u>Type</u>	<u>Purpose</u>		
Governmental activities:			
General Obligation Bonds	RSHS Restroom Reno/Track Pavilion/ Intercom/Annex Floor	<u>170,000</u>	<u>170,000</u>
Total governmental activities		<u>170,000</u>	<u>170,000</u>
Totals		<u>\$ 170,000</u>	<u>\$ 170,000</u>

RANDOLPH SOUTHERN SCHOOL CORPORATION
SCHEDULE OF CAPITAL ASSETS
June 30, 2024

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed or donated assets are reported at estimated fair value at the time received.

	<u>Ending Balance</u>
Governmental activities:	
Land	\$ 348,700
Buildings	56,053,135
Improvements other than buildings	752,223
Machinery, equipment, and vehicles	4,550,712
Construction in progress	<u>460,268</u>
Total governmental activities	<u>62,165,038</u>
Total capital assets	<u>\$ 62,165,038</u>

RANDOLPH SOUTHERN SCHOOL CORPORATION
STATE REPORTING INFORMATION
July 1, 2022 - June 30, 2024

Financial Statement and Accompanying Notes:

The financial statement and accompanying notes were approved by management of the School Corporation. The financial statement and notes are presented as intended by the School Corporation.

In addition to this report, other reports may have been issued for the School Corporation. All reports can be found on the Indiana State Board of Accounts' website: <http://www.in.gov/sboa/>.

Indiana Department of Education Reporting:

The School Corporation's Financial Reports can be found on the Indiana Department of Education website: <http://www.doe.in.gov/finance/school-financial-reports>. This website is maintained by the Indiana Department of Education. More current financial information is available from the School Corporation Treasurer's office. Additionally, some financial information of the School Corporation can be found on the Indiana Gateway for Government Units website: <https://gateway.ifionline.org/>.

Differences may be noted between the financial information presented in the financial statement contained in this report and the financial information presented in the School Corporation's Financial Reports referenced above. These differences, if any, are due to adjustments made to the financial information during the course of the audit. This is a common occurrence in any financial statement audit. The financial information presented in this report is audited information, and the accuracy of such information can be determined by reading the opinion given in the Independent Auditor's Report.

The other information on the IDOE website and on the Indiana Gateway for Government Units presented was approved by management of the School Corporation. It is presented as intended by the School Corporation.

RANDOLPH SOUTHERN SCHOOL CORPORATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the period July 1, 2022 through June 30, 2024

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Assistance Listing Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-23	Total Federal Awards Expended 06-30-24	Total Federal Awards Expended 07-01-22 to 06-30-24
<u>Department of Agriculture</u>						
Child Nutrition Cluster	Indiana Department of Education					
National School Lunch Program		10.555	FY2023, FY2024	\$ 338,226	\$ 265,156	\$ 603,382
Commodities		10.555	FY2023, FY2024	<u>20,074</u>	<u>24,792</u>	<u>44,866</u>
Total - Child Nutrition Cluster				<u>358,300</u>	<u>289,948</u>	<u>648,248</u>
Total - Department of Agriculture				<u>358,300</u>	<u>289,948</u>	<u>648,248</u>
<u>Department of Education</u>						
Special Education Cluster(IDEA)						
Special Education Grants to States	Indiana Department of Education					
Special Ed-Part B		84.027	22611-062-PN01	53,168	-	53,168
Special Ed-Part B		84.027X	22611-062-ARP	8,551	-	8,551
Special Ed-Part B		84.027	23611-062-PN01	85,402	72,234	157,636
Special Ed-Part B		84.027	24611-062-PN01	<u>-</u>	<u>115,178</u>	<u>115,178</u>
Total - Special Education Grants to States				<u>147,121</u>	<u>187,412</u>	<u>334,533</u>
Special Education Preschool Grants						
Special Ed-Preschool		84.173	23619-062-PN01	<u>8,823</u>	<u>7,762</u>	<u>16,585</u>
Total - Special Education Preschool Grants				<u>8,823</u>	<u>7,762</u>	<u>16,585</u>
Total - Special Education Cluster (IDEA)				<u>155,944</u>	<u>195,174</u>	<u>351,118</u>
Title I Grants to Local Educational Agencies	Indiana Department of Education					
Title I, Part A		84.010	S010A220014	124,672	43,687	168,359
Title I, Part A		84.010	S010A230014	<u>-</u>	<u>75,921</u>	<u>75,921</u>
Total - Title I Grants to Local Educational Agencies				<u>124,672</u>	<u>119,608</u>	<u>244,280</u>
Rural Education	Direct Award					
Rural Educational Achievement Program		84.358	S358A190439	11,368	25,570	36,938
Rural Educational Achievement Program		84.358	S358A221127	<u>21,915</u>	<u>18,252</u>	<u>40,167</u>
Total - Rural Education				<u>33,283</u>	<u>43,822</u>	<u>77,105</u>

(Continued)

RANDOLPH SOUTHERN SCHOOL CORPORATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the period July 1, 2022 through June 30, 2024

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Assistance Listing Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-23	Total Federal Awards Expended 06-30-24	Total Federal Awards Expended 07-01-22 to 06-30-24
Supporting Effective Instruction State Grants	Indiana Department of Education					
Title II, Part A		84.367A	S367A210013	\$ -	\$ 3,000	\$ 3,000
Title II, Part A		84.367A	S367A220013	15,581	3,938	19,519
Total - Supporting Effective Instruction State Grants				<u>15,581</u>	<u>6,938</u>	<u>22,519</u>
Student Support and Academic Enrichment Program	Indiana Department of Education					
Title IV, Part A		84.424	S424A210015	9,934	-	9,934
Title IV, Part A		84.424	S424A220015	-	10,164	10,164
Title IV, Part A		84.424	S424A230015	-	7,453	7,453
Total - Student Support and Academic Enrichment Program				<u>9,934</u>	<u>17,617</u>	<u>27,551</u>
COVID-19 - Education Stabilization Fund	Indiana Department of Education					
Elementary and Secondary School Emergency Relief (ESSER II) Fund		84.425D	S425D200013	272,081	-	272,081
Elementary and Secondary School Emergency Relief (ESSER III) Fund		84.425U	S425U200013	971,172	-	971,172
Total - Education Stabilization Fund				<u>1,243,253</u>	<u>-</u>	<u>1,243,253</u>
Total - Department of Education				<u>1,582,667</u>	<u>383,159</u>	<u>1,965,826</u>
Total federal awards expended				<u>\$ 1,940,967</u>	<u>\$ 673,107</u>	<u>\$ 2,614,074</u>

See accompanying notes to the schedule of expenditure of federal awards.

RANDOLPH SOUTHERN SCHOOL CORPORATION
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the period of July 1, 2022 through June 30, 2024

NOTE 1 - BASIS OF PRESENTATION

A. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (SEFA) includes the federal grant activity of the School Corporation under programs of the federal government for the period of July 1, 2022 through June 30, 2024. The information in the SEFA 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* (Uniform Guidance). Because the SEFA presents only a select portion of the operations of the School Corporation, it is not intended to and does not present the financial position of the School Corporation.

The Uniform Guidance requires an annual audit of nonfederal entities expending a total amount of federal awards equal to or in excess of \$750,000 in any fiscal year unless by constitution or statute a less frequent audit is required. In accordance with Indiana Code (IC 5-11-1-25), audits of school corporations shall be conducted biennially. Such audits shall include both years within the biennial period.

B. Other Significant Accounting Policies

Expenditures reported on the SEFA are reported on the cash basis of accounting. Such expenditures are recognized following the cost principles contained in Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement. When federal grants are received on a reimbursement basis, the federal awards are considered expended when the reimbursement is received.

NOTE 2 - INDIRECT COST RATE

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

NOTE 3 - OTHER INFORMATION

The School Corporation did not have any subrecipient activity for the period of July 1, 2022 through June 30, 2024.

NOTE 4 - NON-CASH PROGRAMS (COMMODITIES)

Commodities donated to the School Corporation by the U.S. Department of Agriculture (USDA) of \$44,866 are valued based on the USDA's donated commodity price list. These are shown as part of the National School Lunch Program (10.555).

NOTE 5 - SPECIAL EDUCATION COOPERATIVE (ALN: 84.027, 84.027X, 84.173, 84.173X)

The School Corporation is a member of the Greater Randolph Interlocal Cooperative (Cooperative), which operates the special education program for the School Corporation. As a result, some activity for the Special Education Cluster (IDEA) that is presented on the SEFA is not presented as receipts and disbursements in the financial statement for the School Corporation. This activity is reported on the financial statement of the Cooperative.

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER
MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENT PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Those Charged with Governance
Randolph Southern School Corporation
Randolph County, Indiana

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 statement of the Randolph Southern School Corporation ("School Corporation"), which comprise the statement of receipts, disbursements, other financing sources (uses), and cash and investment balances of the School Corporation as of June 30, 2024 and for the period July 1, 2022 through June 30, 2024 and the related notes to the financial statement, which collectively comprise the School Corporation's financial statement, and have issued our report thereon dated February 11, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the School Corporation'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 School Corporation's internal control. Accordingly, we do not express an opinion on the effectiveness of the School Corporation'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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify a certain deficiency in internal control, described in the accompanying *schedule of findings and questioned costs* as item 2024-001 that we consider to be a material weakness.

(Continued)

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School Corporation's financial statement is 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 statement. 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*.

School Corporation's Response to Finding

Government Auditing Standards requires the auditor to perform limited procedures on the School Corporation's response to the finding identified in our audit and described in the accompanying *schedule of findings and questioned costs*. The School Corporation's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

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


Crowe LLP

Indianapolis, Indiana
February 11, 2025

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR
EACH MAJOR FEDERAL PROGRAM; REPORT ON
INTERNAL CONTROL OVER COMPLIANCE

Those Charged with Governance
Randolph Southern School Corporation
Randolph County, Indiana

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Randolph Southern School Corporation's ("School Corporation") compliance with the types of compliance requirements identified as subject to audit in the OMB Compliance Supplement that could have a direct and material effect on each of the School Corporation's major federal programs for the period of July 1, 2022 through June 30, 2024. The School Corporation's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the School Corporation complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the period of July 1, 2022 through June 30, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (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 Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

(Continued)

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 School Corporation'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 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 School Corporation's compliance with the requirements of each major 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 School Corporation'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 School Corporation'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 School Corporation's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

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

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

(Continued)

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.

Crowe LLP

Crowe LLP

Indianapolis, Indiana
February 11, 2025

RANDOLPH SOUTHERN SCHOOL CORPORATION
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 July 1, 2022 through June 30, 2024

Section I – Summary of Auditor’s Results

Financial Statement

Type of auditor’s report issued: Adverse as to GAAP, Unmodified
as to regulatory basis

Internal control over financial reporting:

Material weakness(es) identified?	<u> X </u>	Yes	_____	No
Significant deficiencies identified not considered to be material weaknesses?	_____	Yes	<u> X </u>	None Reported

Noncompliance material to financial statement noted?	_____	Yes	<u> X </u>	No
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Federal Awards

Internal control over major programs:

Material weakness(es) identified?	_____	Yes	<u> X </u>	No
Significant deficiencies identified not considered to be material weaknesses?	_____	Yes	<u> X </u>	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 2CFR 200.516(a)?	_____	Yes	<u> X </u>	No
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Identification of major programs:

<u>Assistance Listing Number</u>	<u>Name of Federal Program or Cluster</u>
84.425D, 84.425U	COVID-19 - Education Stabilization Fund
10.555	Child Nutrition Cluster

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

Auditee qualified as low-risk auditee?	_____	Yes	<u> X </u>	No
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(Continued)

RANDOLPH SOUTHERN SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
July 1, 2022 through June 30, 2024

Section II – Financial Statement Findings

FINDING 2024-001

Subject: Preparation of the Schedule of Expenditures of Federal Awards
Audit Findings: Material Weakness

Criteria: The Indiana State Board of Accounts (SBOA) is required under Indiana Code 5-11-1-27(e) to define the acceptable minimum level of internal control standards. To provide clarifying guidance, the State Examiner compiled the standards contained in the manual, *Uniform Internal Control Standards for Indiana Political Subdivisions*. All political subdivisions subject to audit by SBOA are expected to adhere to these standards. The standards include adequate control activities. According to this manual:

"Control activities are the actions and tools established through policies and procedures that help to detect, prevent, or reduce the identified risks that interfere with the achievement of objectives. Detection activities are designed to identify unfavorable events in a timely manner whereas prevention activities are designed to deter the occurrence of an unfavorable event. Examples of these activities include reconciliations, authorizations, approval processes, performance reviews, and verification processes.

An integral part of the control activity component is segregation of duties. . . . There is an expectation of segregation of duties. If compensating controls are necessary, documentation should exist to identify both the areas where segregation of duties are not feasible or practical and the compensating controls implemented to mitigate the risk. . . .

The Green Book identifies a list of control activity categories that are meant only to illustrate the range and variety of control activities; the list is by no means all inclusive, but is reproduce here for reference purposes:

- Accurate and timely recording of transactions. . . ."

2 CFR 200.508 states in part:

"The auditee must: . . .

(b) Prepare appropriate financial statements, including the schedule of expenditures of Federal Awards in accordance with § 200.510 Financial statements. . . ."

2 CFR 200.510(b) states:

"*Schedule of expenditures of Federal awards*. The auditee must also prepare a schedule of expenditures of Federal awards for the period covered by the auditee's financial statements which must include the total Federal awards expended as determined in accordance with § 200.502 Basis for determining Federal awards expended. While not required, the auditee may choose to provide information requested by Federal awarding agencies and pass-through entities to make the schedule easier to use. For example, when a Federal program has multiple Federal award years, the auditee may list the amount of Federal awards expended for each Federal award year separately. At a minimum, the schedule must:

(1) List individual Federal programs by Federal agency. For a cluster of programs, provide the cluster name, list individual Federal programs within a cluster of programs, and provide the applicable Federal agency name. For R&D, total Federal awards expended must be shown either by individual Federal award or by Federal agency and major subdivision within the Federal agency. For example, the National Institutes of Health is a major subdivision in the Department of Health and Human Services.

(2) For Federal awards received as a subrecipient, the name of the pass-through entity and identifying number assigned by the pass-through entity must be included.

(Continued)

RANDOLPH SOUTHERN SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
July 1, 2022 through June 30, 2024

Section II – Financial Statement Findings (Continued)

FINDING 2024-001 (Continued)

(3) Provide total Federal awards expended for each individual Federal program and the assistance listing number (ALN) or other identifying number when the ALN information is not available. For a cluster of programs also provide the total for the cluster.

(4) Include the total amount provided to subrecipients from each Federal program.

(5) For loan or loan guarantee programs described in § 200.502 Basis for determining Federal awards expended, paragraph (b), identify in the notes to the schedule the balances outstanding at the end of the audit period. This is in addition to including the total Federal awards expended for loan or loan guarantee programs in the schedule.

(6) Include notes that describe that significant accounting policies used in preparing the schedule and note whether or not the auditee elected to use the 10% de minimis cost rate as covered in §200.414 Indirect (F&A) cost.

Condition: The School Corporation did not have a proper system of internal control in place to prevent, or detect and correct, errors on the Schedule of Expenditures of Federal Awards (SEFA).

Cause: Management had not established a system of internal control that would have ensured proper reporting of the SEFA.

Context: The federal grant information entered and submitted in the Indiana Gateway for Government Units financial reporting system was the source of the SEFA. The SEFA was reviewed prior to submission. However, it was not reviewed in enough detail to prevent the following errors that resulted in the overstatement on the SEFA of \$174,863 for the period July 1, 2022, through June 30, 2024:

- The Special Education Cluster expenditures were understated by \$ 58,958
- The Child Nutrition Cluster expenditures were overstated by \$103,213
- The Title II, Part A expenditures were understated by \$3,938
- The Title IV, Part A expenditures were overstated by \$12,582
- The High Ability Program expenditures were overstated by \$55,946. This is not a federal award.
- The Indiana Secured School Safety Grant expenditures were overstated by \$66,018. This is not a federal award.

Audit adjustments were proposed, accepted by the School Corporation, and made to the SEFA to correct the issues noted above.

Effect: Without a proper system of internal control in place that operated effectively, material misstatements of the SEFA remained undetected. The SEFA contained the errors identified in the Context section.

Identification as a repeat finding, if applicable: Yes. See Finding 2022-001 in prior year report.

Recommendation: We recommend that the School Corporation's management establish a detailed, formal review process over the SEFA to ensure financial and non-financial data reported on the SEFA are accurate and complete. Management should ensure the SEFA agrees to underlying receipt detail for financial data and grant agreements/documents for non-financial data reported on the SEFA.

Views of Responsible Officials and Planned Corrective Actions: Management agrees with the finding and has prepared a corrective action plan.

(Continued)

RANDOLPH SOUTHERN SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
July 1, 2022 through June 30, 2024

Section III – Federal Award Findings and Questioned Costs

None noted.

CORRECTIVE ACTION PLAN OF CURRENT AUDIT FINDINGS

February 20, 2025

Finding 2024-001

Subject: Preparation of the Schedule of Expenditures of Federal Awards
Audit Findings: Material Weakness

Condition: The School Corporation did not have a proper system of internal control in place to prevent, or detect and correct, errors on the Schedule of Expenditures of Federal Awards (SEFA).

Context: The federal grant information entered and submitted in the Indiana Gateway for Government Units financial reporting system was the source of the SEFA. The SEFA was reviewed prior to submission. However, it was not reviewed in enough detail to prevent the following errors that resulted in the overstatement on the SEFA of \$174,863 for the period July 1, 2022, through June 30, 2024:

- The Special Education Cluster expenditures were understated by \$ 58,958
- The Child Nutrition Cluster expenditures were overstated by \$103,213
- The Title II, Part A expenditures were understated by \$3,938
- The Title IV, Part A expenditures were overstated by \$12,582
- The High Ability Program expenditures were overstated by \$55,946. This is not a federal award.
- The Indiana Secured School Safety Grant expenditures were overstated by \$66,018. This is not a federal award.

Views of Responsible Official:

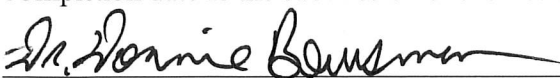
Management agrees with the finding and will take the following corrective action.

Description of Corrective Action Plan:

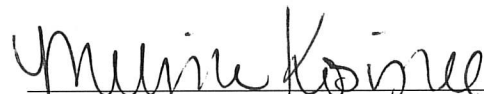
The School Corporation will re-examine the manner in which data is sourced and ensure the data from the financial database is accurate when being input into the Schedule of Expenditures for Federal Awards (SEFA). The School Corporation will establish a formal review of the SEFA amounts for accuracy and that those amounts agree to the supporting federal receipts fund ledger detail. The State or Local Grants (High Ability & School Safety) were inadvertently added to the SEFA report. This error will not occur again. In reporting SEFA, the Treasurer has always input the actual receipts and expenditures obtained from the Komputrol software. This manner of data entry and reporting has never been questioned prior to this audit period. In the future, the Treasurer will contact the Indiana Office of School Finance and Indiana State Board of Accounts to obtain guidelines for entry.

Responsible Party and Timeline for Completion:

The Superintendent and the Treasurer will be responsible for implementing the corrective action. The anticipated completion date is the submission of the fiscal year 2025 SEFA.



Dr. Donnie Bowsman, Superintendent



Mrs. Melissa Kosisko, Treasurer



Melissa Kosisko
Treasurer

Dr. Donnie Bowsman
Superintendent

Cindee Cowen
Deputy Treasurer

Amanda Bragg
Administrative
Assistant

SCHOOL CORPORATION STRIVES FOR EDUCATIONAL EXCELLENCE

RANDOLPH SOUTHERN SCHOOL CORPORATION

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2022-001

Subject: Preparation of the Schedule of Expenditures of Federal Awards Audit Findings:
Material Weakness

Condition: The School Corporation did not have a proper system of internal control in place to prevent, or detect and correct, errors on the Schedule of Expenditures of Federal Awards (SEFA).

Cause: Management had not established an effective system of internal control that would have ensured proper reporting of the SEFA, including segregation of duties for preparation, review and approval of the SEFA reporting.

Status: Not Resolved see finding 2024-001.

FINDING 2022-002

Subject: Preparation of the Annual Financial Report Audit Findings: Material Weakness

Condition: The School Corporation did not have a proper system of internal control in place to prevent, or detect and correct, errors on the Annual Financial Report (AFR).

Status: Resolved

FINDING 2022-003

Subject: Child Nutrition Cluster- Allowable Activities, Allowable Costs/Cost Principles Federal Agency:
Department of Agriculture

Federal Programs: School Lunch Program Assistance Listing Number: 10.555

Federal Award Number(s) and Year(s)(or Other Identifying Numbers): Pass-Through Entity: Indiana
Department of Education

Compliance Requirements: Allowable Activities, Allowable Costs/Cost Principles Audit Finding:
Material Weakness, Qualified Opinion

Condition: An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the Allowable Activities and Allowable Costs/Cost Principles compliance requirements.

The School Corporation did not have a documented internal control over payroll claims allocation reports in place relating to the Allowable Activities and Allowable Costs/Cost Principles compliance requirements. The School Corporation did not have internal controls over indirect costs that would ensure they were properly paid.

Context: The School Corporation was approved for an indirect cost rate for fiscal years 2019-2020 and 2020-2021 in order to allocate indirect costs to the School Corporation's Cafeteria fund. However, the School Corporation did not charge these indirect costs in the appropriate time frame. On June 30, 2022 the School Corporation applied the indirect costs retroactively for the child nutrition cluster fiscal year's 2019-2020 and 2020-2021 in the amounts of approximately \$33,150 and \$41,350, respectively from the Cafeteria Fund to the Operations Fund. For after the fact transfers, the School Corporation is required to enter into an inter-fund loan agreement and to document the Operation fund support of the School Lunch fund.

The School Corporation did not have a documented internal control over payroll claims in place relating to the Allowable Activities and Allowable Costs compliance requirements. There was no documented, formal review over the supporting payroll distribution report to support the amount charged and allocated for each employee. The lack of internal controls was a systemic issue throughout the audit period.

Status: Resolved

Finding 2022-004

Subject: Child Nutrition Cluster – Procurement and Suspension and Debarment Federal Agency: Department of Agriculture

Federal Programs: National School Lunch Program Assistance Listing Number: 10.555

Federal Award Numbers and Years (or Other Identifying Numbers): FY 20-21, FY 21-22 Pass-Through

Entity: Indiana Department of Education

Compliance Requirements: Procurement and Suspension and Debarment Audit Findings: Material Weakness

Condition: An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the Allowable Activities and Allowable Costs/Cost Principles compliance requirements.

The School Corporation did not have a documented internal control over payroll claims allocation reports in place relating to the Allowable Activities and Allowable Costs/Cost Principles compliance requirements. The School Corporation did not have internal controls over indirect costs that would ensure they were properly paid.

Context: The School Corporation did not provide audit evidence that it verified that vendors which were paid \$25,000 or more per school year were not excluded or disqualified from participation in federal award

Status: Resolved

FINDING 2022-005

Subject: Child Nutrition Cluster – Reporting

Federal Agency: Department of Agriculture

Federal Programs: National School Lunch Program

Assistance Listing Number: 10.555

Federal Award Numbers and Years (or Other Identifying Numbers): FY 20-21, FY 21-22

Pass-Through Entity: Indiana Department of Education

Compliance Requirements: Reporting

Audit Findings: Material Weakness

Condition: An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the Child Nutrition Cluster - Reporting compliance requirements

Context: There was no documented control in place over the preparation/submission of monthly CNC reimbursement claims. The Food Service Director prepares the monthly reimbursement claims, however, there was no documentation that the reimbursement claims had been reviewed anyone other than the preparer. This was a systemic issue through the audit period

Status: Resolved

FINDING 2022-006

Subject: Child Nutrition Cluster - School Food Accounts

Federal Agency: Department of Agriculture

Federal Programs: National School Lunch Program

Assistance Listing Number: 10.555

Federal Award Numbers and Years (or Other Identifying Numbers): FY 20-21, FY 21-22

Pass-Through Entity: Indiana Department of Education

Compliance Requirement(s): Special Tests and Provisions -School Food Accounts

Audit Finding: Material Weakness

Condition: An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the Special Tests and Provisions School Food Accounts compliance requirement

Context: There was no documented secondary, formal review over the receipting of monies received/deposited from the IDOE for monthly Child Nutrition Cluster reimbursement claims to make sure the receipts are properly posted to the school lunch food.

Status: Resolved

Finding 2022-007

Subject: COVID-19 – Education Stabilization Fund – Allowable Activities, Allowable Costs/Costs Principles
Federal Agency: Department of Education
Federal Program: Education Stabilization Fund
Assistance Listing Number: 84.425D, 84.425U
Federal Award Numbers and Years (or Other Identifying Numbers): S425D200013, S425U200013, S425D200013
Pass-Through Entity: Indiana Department of Education
Compliance Requirements: Allowable Activities, Allowable Costs/Costs Principles
Audit Finding: Material Weakness

Condition: An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the Allowable Activities, Allowable Costs/Costs Principles compliance requirement

Context: The School Corporation did not have a documented internal control over payroll claims in place relating to the Allowable Activities and Allowable Costs compliance requirements. There was no documented, formal review over the supporting payroll distribution report to support the amount charged and allocated for each employee to the ESSER funds. The lack of internal controls was a systemic issue throughout the audit period.

Status: Resolved

Finding 2022-008

Subject: COVID -19 - Education Stabilization Fund – Reporting
Federal Agency: Department of Education
Federal Program: Education Stabilization Fund
Assistance Listing Number: 84.425D, 84.425U
Federal Award Numbers and Years (or Other Identifying Numbers): S425D200013, S425U200013, S425D200013
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Reporting
Audit Finding: Significant Deficiency

Condition: An effective internal control system was not in place at the School Corporation to ensure compliance with requirements related to the grant agreement and the Reporting compliance requirement.

Context: The School Corporation was required to submit two Annual Data Reports to the Indiana Department of Education (IDOE) to meet federal reporting requirements for ESSER and GEER grant awards. The first report was for the period of March 13, 2020 to September 30, 2020 and was due by January 21, 2021. The second report was for the period of October 1, 2020 to June 30, 2021 and was due by May 13, 2022. We noted the for both reports that were submitted, there was no documented review by someone other than the preparer of the report to ensure the information submitted was complete and accurate. Management stated that there was a review of the report submissions, however it was not documented in writing.

Status: Resolved