

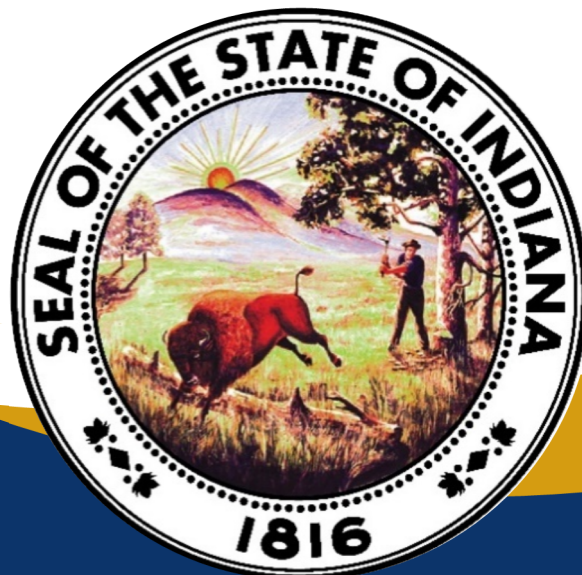
**STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769**

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

FINANCIAL STATEMENT AND
FEDERAL COMPLIANCE AUDIT REPORT
OF

HAMILTON COMMUNITY SCHOOLS
STEBEN COUNTY, INDIANA

July 1, 2022 to June 30, 2024



FILED

03/31/2025



Paul D. Joyce, CPA
State Examiner

INDIANA STATE BOARD OF ACCOUNTS

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March 31, 2025

To: The Officials of the Hamilton Community Schools
Hamilton Community Schools
Steuben County, Indiana

As authorized under Indiana Code 5-11-1, we engaged private examiners under our review to perform the audit of the Hamilton Community Schools. 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 statement referred to above 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 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 findings included in the report on pages 41 through 46. Please see the Schedule of Findings and Questioned Costs for complete details related to the findings. Management's Corrective Action Plan appears on pages 47 through 49.

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 the Hamilton Community Schools 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

HAMILTON COMMUNITY SCHOOLS
Steuben County, Indiana

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

HAMILTON COMMUNITY SCHOOLS
Steuben 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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HAMILTON COMMUNITY SCHOOLS
SCHEDULE OF OFFICIALS (Unaudited)
For the period of July 1, 2022 through June 30, 2024

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Brittany Taylor	07-01-22 to 06-30-24
Superintendent of Schools	Anthony Cassel William Reichart	07-01-22 to 11-30-23 12-01-23 to 06-30-24
President of the School Board	Jeremy Hill Scott Lucas	01-01-22 to 08-20-23 08-21-23 to 06-30-24

INDEPENDENT AUDITOR'S REPORT

Those Charged with Governance
Hamilton Community Schools
Steuben 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 Hamilton Community Schools (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 March 6, 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
March 6, 2025

HAMILTON COMMUNITY SCHOOLS
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
Education	\$ 3,125,969	\$ 2,843,044	\$ 2,188,337	\$ (637,896)	\$ 3,142,780	\$ 2,937,930	\$ 2,950,727	\$ (788,904)	\$ 2,341,079
Referendum 2020	2,166,133	1,933,965	1,670,512	121,606	2,551,192	2,266,502	1,630,801	-	3,186,893
Debt Service	78,538	268,992	276,428	-	71,102	274,282	270,971	-	74,413
Operations	2,132,003	1,989,126	1,801,793	(187,056)	2,132,280	2,138,978	1,840,714	315,000	2,745,544
Rainy Day	1,985,402	-	615,608	703,346	2,073,140	-	433,287	473,904	2,113,757
School Lunch-Cafeteria	10,342	254,739	226,781	-	38,300	216,560	247,382	-	7,478
Textbook Rental	91,825	11,235	27,321	-	75,739	54,426	50,244	-	79,921
Education License Fee	186	-	-	-	186	56	-	-	242
Fist Grants	259	1,250	150	-	1,359	250	66	-	1,543
Ginny Lothamer Memorial - M Farnham	-	3,500	-	-	3,500	25	-	-	3,525
Donations - Emotional Support Dog	-	-	-	-	-	3,500	3,500	-	-
Olive B Cole - Science Central	-	2,120	-	-	2,120	-	-	-	2,120
Animal Sciences Grant 2024	-	-	-	-	-	5,000	-	-	5,000
Staff Wellness Grant	7,778	-	7,007	-	771	5,500	3,129	-	3,142
Art Dekko Grant-Richter	370	-	-	-	370	-	-	-	370
Donations To Cafeteria	1,254	1,800	1,396	-	1,658	1,810	2,062	-	1,406
Nurse Supply Donations	-	-	-	-	-	500	-	-	500
Lilly Science Of Reading - Trine	-	-	-	-	-	1,000	-	-	1,000
Preschool	43,245	400	9,593	-	34,052	-	207	-	33,845
Early Literacy Achievement Grant 2023-20	-	-	-	-	-	23,186	23,137	-	49
Secured School Safety Grant	6,219	17,213	17,213	-	6,219	5,432	67,036	-	(55,385)
Secured School Safety Grant 18	14,461	-	-	-	14,461	-	-	-	14,461
Early Intervention Grant 21-22	441	-	1,683	-	(1,242)	-	-	-	(1,242)
Early Intervention Grant 22-23	-	1,243	1,243	-	-	-	(1,243)	-	1,243
Non-English Speaking Program 21-22	652	-	652	-	-	-	-	-	-
Non-English Speaking Program 22-23	-	3,037	2,300	-	737	-	737	-	-
School Technology	43,837	-	-	-	43,837	6,480	-	-	50,317
Career & Tech Performance Grant	5,325	330	-	-	5,655	233	-	-	5,888
Teacher Appreciation Grant 21-22	-	-	-	-	-	-	-	-	-
Teacher Appreciation Grant 22-23	-	12,964	12,964	-	-	-	-	-	-
Teacher Appreciation Grant 23-24	-	-	-	-	-	12,872	12,821	-	51
SY 20-21 Teacher Perform Grant	-	-	-	-	-	-	-	-	-

(Continued)

HAMILTON COMMUNITY SCHOOLS
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
SY 16-17 Teacher Perform Grant	\$ 68	\$ -	\$ -	\$ -	\$ 68	\$ -	\$ -	\$ -	\$ 68
High Ability 2020-2021	4,341	20,694	16,821	-	8,214	23,656	28,402	-	3,468
State Connectivity Grant	5,310	5,310	-	-	10,620	-	-	-	10,620
2020 NSLP Equipment Grant	-	-	-	-	-	-	-	-	-
Title I 2015-2016	-	-	-	-	-	-	-	-	-
Title I: School Improvement 2017	(129)	-	-	-	(129)	-	-	-	(129)
Title I 2017-2018	(12,349)	-	-	-	(12,349)	-	-	-	(12,349)
Title I 2021-2022	(25,674)	37,840	12,166	-	-	-	-	-	-
Title I 2022-2023	-	66,180	79,541	-	(13,361)	29,933	16,572	-	-
Title I 2023-2024	-	-	-	-	-	70,586	87,479	-	(16,893)
Title IV SSAE Grant	10,000	-	-	-	10,000	-	-	-	10,000
Title IV SSAE Grant 2020-2022	-	10,000	10,000	-	-	-	-	-	-
Student Support Title IV 21-23	-	10,000	10,000	-	-	-	-	-	-
Student Support Title IV 22-24	-	-	2,433	-	(2,433)	10,000	7,567	-	-
Title IV 2023-2025	-	-	-	-	-	-	4,862	-	(4,862)
Title II Part A 2020-2022	(16,681)	16,123	425	-	(983)	-	-	-	(983)
Title II Part A 2021-2023	-	20,597	20,597	-	-	4,184	4,184	-	-
Title II Part A 2022-2024	-	12,000	12,000	-	-	4,655	4,655	-	-
Title II Part A 2023-2025	-	-	-	-	-	-	3,000	-	(3,000)
Title II Part A FFY 2018-2020	(6,065)	-	-	-	(6,065)	-	-	-	(6,065)
REAP 2023-2024	-	-	-	-	-	3,806	3,806	-	-
Classified (N/T) FICA WH	-	-	-	-	-	70,245	70,245	-	-
REAP 2020-2021	(2,367)	4,113	1,746	-	-	-	-	-	-
SRSA REAP 2021-2022	(1,934)	12,535	10,601	-	-	-	-	-	-
Rural Schools-Direct	-	6,516	6,516	-	-	7,784	7,784	-	-
ESSER III	(157,883)	-	152,696	-	(310,579)	661,387	384,555	-	(33,747)
ESSER II	(10,162)	-	167,338	-	(177,500)	177,500	-	-	-
Clearing	9,540	1,280	-	-	10,820	237	-	-	11,057
Federal Taxes Withheld	29	189,811	189,811	-	29	215,914	215,914	-	29
Certified (Teaching) FICA WH	-	118,414	118,414	-	-	128,490	128,490	-	-
Certified (Teaching) Medicare WH	-	27,694	27,694	-	-	30,050	30,050	-	-

(Continued)

HAMILTON COMMUNITY SCHOOLS
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
Classified (N/T) FICA WH	\$ 32	\$ 60,980	\$ 60,980	\$ -	\$ 32	\$ -	\$ -	\$ -	\$ 32
Classified (N/T) Medicare WH	7	14,262	14,262	-	7	16,428	16,428	-	7
State Tax Withheld	3,307	86,610	86,610	-	3,307	93,510	93,510	-	3,307
County Adj Gross Income Tax WH	20	51,948	51,948	-	20	59,295	59,295	-	20
American Fidelity Annuity WH	231	4,800	4,800	-	231	4,800	4,800	-	231
Valic Annuity WH	510	110,630	110,630	-	510	126,612	126,612	-	510
Health Savings Account	875	8,010	8,010	-	875	14,200	14,200	-	875
LTD-Madison National Life WH	66	63	63	-	66	63	63	-	66
Madison National Life Ins Cowh	207	229	229	-	207	229	229	-	207
American Fidelity-Life Insurance	-	9,894	9,894	-	-	8,084	8,108	-	(24)
Madison Life Supplemental Cons	4	882	882	-	4	832	832	-	4
Texas Life Insurance WH	161	653	652	-	162	5,247	5,246	-	163
Aflac Vision & Dental Insurance WH	181	-	-	-	181	-	-	-	181
Aflac Accident Insurance WH	47	-	-	-	47	-	-	-	47
Taxable Cancer Insurance WH	-	3,116	3,135	-	(19)	2,919	2,919	-	(19)
Taxable Disability & Critical WH	-	7,313	7,359	-	(46)	6,952	6,952	-	(46)
S125 Health Premium Employee Pd	(2,383)	130,207	130,808	-	(2,984)	135,491	135,892	-	(3,385)
S125 Non-Reimbursed Medical WH	(350)	6,374	6,764	-	(740)	7,460	7,460	-	(740)
S125 Non-Taxed Cancer WH	-	11,770	11,846	-	(76)	10,034	10,034	-	(76)
S125 Accident Insurance WH	-	5,197	5,197	-	-	7,384	7,384	-	-
Medical/AFA-Hospital Indemnity	(25)	2,426	2,484	-	(83)	1,894	1,894	-	(83)
Medical/AFA-After Tax WH	-	-	-	-	-	1,310	1,310	-	-
Aflac Cancer After Tax	135	-	-	-	135	-	-	-	135
S125 Delta Dental	3	14,155	14,240	-	(82)	15,574	16,261	-	(769)
S125 Anthem Vision	-	431	434	-	(3)	448	573	-	(128)
Garnishments WH	-	-	1,064	-	(1,064)	-	414	-	(1,478)
United Way Deduction WH	-	368	368	-	-	360	360	-	-
School Lunch Clearing Account	1,661	81,017	80,944	-	1,734	87,172	88,677	-	229
Fringe Benefit Clearing	2,933	588	588	-	2,933	-	-	-	2,933
Totals	\$ 9,517,905	\$ 8,515,988	\$ 8,313,971	\$ -	\$ 9,719,922	\$ 9,999,247	\$ 9,142,596	\$ -	\$ 10,576,573

See notes to financial statement.

HAMILTON COMMUNITY SCHOOLS
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.

Temporary loans. Amounts received from a loan obtained to pay current expenses prior to the receipt of revenue from taxes levied for that purpose. These loans, sometimes designated tax anticipation warrants, must be repaid from the next semiannual distribution of local property taxes levied for such fund.

(Continued)

HAMILTON COMMUNITY SCHOOLS
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)

Interfund loans. Amounts temporarily transferred from one fund to a depleted fund for use in paying current operating expenses. Such advancement shall not be made for a period extending beyond the budget year.

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.

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.

Interfund loans. Amounts temporarily transferred from one fund to a depleted fund for use in paying current operating expenses. Such advancement shall not be made for a period extending beyond the budget year.

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.

Sale of capital assets. Amounts received when land, buildings, or equipment owned by the School Corporation are sold.

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.

(Continued)

HAMILTON COMMUNITY SCHOOLS
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)

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.

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. At June 30, 2023 and 2024, the School Corporation held certificate of deposits with a financial institution totaling \$1,040,385 and \$0, respectively.

(Continued)

HAMILTON COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
As of June 30, 2024, and for the period of
July 1, 2022 through June 30, 2024

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.

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. These deficits in the American Fidelity-Life Insurance, Taxable Cancer Insurance WH, Taxable Disability & Critical WH, S125 Health Premium Employee Paid, S125 Non-Reimbursed Medical WH, S125 Non-Taxed Cancer WH, Medical/AFA-Hospital Indemnity, S125 Delta Dental, S125 Anthem Vision, and Garnishments WH funds are the result of disbursements exceeding receipts due to under-estimating current requirements for the fund. These deficits will be repaid from future receipts.

NOTE 7 - 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.

(Continued)

HAMILTON COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
As of June 30, 2024, and for the period of
July 1, 2022 through June 30, 2024

NOTE 7 - PENSION PLANS (Continued)

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

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.

(Continued)

HAMILTON COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
As of June 30, 2024, and for the period of
July 1, 2022 through June 30, 2024

NOTE 7 - PENSION PLANS (Continued)

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.

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.

OTHER INFORMATION (Unaudited)

HAMILTON COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2023

	Education	Referendum 2020	Debt Service	Operations	Rainy Day	School Lunch- Cafeteria	Textbook Rental	Education License Fee	Fist Grants	Ginny Lothamer Memorial - M Farnham	Donations - Emotional Support Dog	Olive B Cole - Science Central	Animal Sciences Grant 2024
Cash and investments - beginning	\$ 3,125,969	\$ 2,166,133	\$ 78,538	\$ 2,132,003	\$ 1,985,402	\$ 10,342	\$ 91,825	\$ 186	\$ 259	\$ -	\$ -	\$ -	\$ -
Receipts:													
Local sources	216,906	1,933,965	268,992	1,989,126	-	81,426	201	-	1,250	3,500	-	2,120	-
Intermediate sources	64	-	-	-	-	-	-	-	-	-	-	-	-
State sources	2,626,074	-	-	-	-	-	11,034	-	-	-	-	-	-
Federal sources	-	-	-	-	-	172,685	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	628	-	-	-	-	-	-	-
Total receipts	2,843,044	1,933,965	268,992	1,989,126	-	254,739	11,235	-	1,250	3,500	-	2,120	-
Disbursements:													
Instruction	1,434,065	1,324,529	-	-	-	-	-	-	150	-	-	-	-
Support services	661,824	345,983	-	1,499,767	-	-	27,321	-	-	-	-	-	-
Noninstructional services	92,448	-	-	-	-	226,781	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	302,026	615,608	-	-	-	-	-	-	-	-
Debt services	-	-	276,428	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	2,188,337	1,670,512	276,428	1,801,793	615,608	226,781	27,321	-	150	-	-	-	-
Excess (deficiency) of receipts over disbursements	654,707	263,453	(7,436)	187,333	(615,608)	27,958	(16,086)	-	1,100	3,500	-	2,120	-
Other financing sources (uses):													
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	121,606	-	292,500	703,346	-	-	-	-	-	-	-	-
Transfers out	(637,896)	-	-	(479,556)	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	(637,896)	121,606	-	(187,056)	703,346	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	16,811	385,059	(7,436)	277	87,738	27,958	(16,086)	-	1,100	3,500	-	2,120	-
Cash and investments - ending	\$ 3,142,780	\$ 2,551,192	\$ 71,102	\$ 2,132,280	\$ 2,073,140	\$ 38,300	\$ 75,739	\$ 186	\$ 1,359	\$ 3,500	\$ -	\$ 2,120	\$ -

(Continued)

HAMILTON COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2023

	Staff Wellness Grant	Art Dekko Grant-Richter	Donations To Cafeteria	Nurse Supply Donations	Lilly Science Of Reading - Trine	Preschool	Early Literacy Achievement Grant 2023-20	Secured School Safety Grant	Secured School Safety Grant 18	Early Intervention Grant 21-22	Early Intervention Grant 22-23	Non-English Speaking Program 21-22	Non-English Speaking Program 22-23
Cash and investments - beginning	\$ 7,778	\$ 370	\$ 1,254	\$ -	\$ -	\$ 43,245	\$ -	\$ 6,219	\$ 14,461	\$ 441	\$ -	\$ 652	\$ -
Receipts:													
Local sources	-	-	1,800	-	-	400	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	17,213	-	-	1,243	-	3,037
Federal sources	-	-	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-	-	-
Total receipts	-	-	1,800	-	-	400	-	17,213	-	-	1,243	-	3,037
Disbursements:													
Instruction	-	-	-	-	-	2,826	-	-	-	1,683	1,243	(53)	-
Support services	7,007	-	-	-	-	6,767	-	17,213	-	-	-	705	2,300
Noninstructional services	-	-	1,396	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	7,007	-	1,396	-	-	9,593	-	17,213	-	1,683	1,243	652	2,300
Excess (deficiency) of receipts over disbursements	(7,007)	-	404	-	-	(9,193)	-	-	-	(1,683)	-	(652)	737
Other financing sources (uses):													
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(7,007)	-	404	-	-	(9,193)	-	-	-	(1,683)	-	(652)	737
Cash and investments - ending	\$ 771	\$ 370	\$ 1,658	\$ -	\$ -	\$ 34,052	\$ -	\$ 6,219	\$ 14,461	\$ (1,242)	\$ -	\$ -	\$ 737

(Continued)

HAMILTON COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2023

	School Technology	Career & Tech Performance Grant	Teacher Appreciation Grant 21-22	Teacher Appreciation Grant 22-23	Teacher Appreciation Grant 23-24	SY 20-21 Teacher Perform Grant	SY 16-17 Teacher Perform Grant	High Ability 2020-2021	State Connectivity Grant	2020 NSLP Equipment Grant	Title I 2015- 2016	Title I: School Improvement 2017	Title I 2017- 2018
Cash and investments - beginning	\$ 43,837	\$ 5,325	\$ -	\$ -	\$ -	\$ -	\$ 68	\$ 4,341	\$ 5,310	\$ -	\$ -	\$ (129)	\$ (12,349)
Receipts:													
Local sources	-	-	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-	-
State sources	-	330	-	12,964	-	-	-	20,694	5,310	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-	-	-
Total receipts	-	330	-	12,964	-	-	-	20,694	5,310	-	-	-	-
Disbursements:													
Instruction	-	-	-	12,964	-	-	-	16,821	-	-	-	-	-
Support services	-	-	-	-	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	12,964	-	-	-	16,821	-	-	-	-	-
Excess (deficiency) of receipts over disbursements	-	330	-	-	-	-	-	3,873	5,310	-	-	-	-
Other financing sources (uses):													
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	330	-	-	-	-	-	3,873	5,310	-	-	-	-
Cash and investments - ending	\$ 43,837	\$ 5,655	\$ -	\$ -	\$ -	\$ -	\$ 68	\$ 8,214	\$ 10,620	\$ -	\$ -	\$ (129)	\$ (12,349)

(Continued)

HAMILTON COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2023

	Title I 2021- 2022	Title I 2022- 2023	Title I 2023- 2024	Title IV SSAE Grant	Title IV SSAE Grant 2020- 2022	Student Support Title IV 21-23	Student Support Title IV 22-24	Title IV 2023- 2025	Title II Part A 2020-2022	Title II Part A 2021-2023	Title II Part A 2022-2024	Title II Part A 2023-2025	Title II Part A FFY 2018-2020
Cash and investments - beginning	\$ (25,674)	\$ -	\$ -	\$ 10,000	\$ -	\$ -	\$ -	\$ -	\$ (16,681)	\$ -	\$ -	\$ -	\$ (6,065)
Receipts:													
Local sources	-	-	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-	-	-
Federal sources	37,840	66,180	-	-	10,000	10,000	-	-	16,123	20,597	12,000	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-	-	-
Total receipts	37,840	66,180	-	-	10,000	10,000	-	-	16,123	20,597	12,000	-	-
Disbursements:													
Instruction	12,166	79,319	-	-	-	6,879	2,433	-	425	-	-	-	-
Support services	-	-	-	-	10,000	3,121	-	-	-	20,597	12,000	-	-
Noninstructional services	-	222	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	12,166	79,541	-	-	10,000	10,000	2,433	-	425	20,597	12,000	-	-
Excess (deficiency) of receipts over disbursements	25,674	(13,361)	-	-	-	-	(2,433)	-	15,698	-	-	-	-
Other financing sources (uses):													
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	25,674	(13,361)	-	-	-	-	(2,433)	-	15,698	-	-	-	-
Cash and investments - ending	\$ -	\$ (13,361)	\$ -	\$ 10,000	\$ -	\$ -	\$ (2,433)	\$ -	\$ (983)	\$ -	\$ -	\$ -	\$ (6,065)

(Continued)

HAMILTON COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2023

	REAP 2023- 2024	Classified (N/T) FICA WH	REAP 2020- 2021	SRSA REAP 2021-2022	Rural Schools- Direct	ESSER III	ESSER II	Clearing	Federal Taxes Withheld	Certified (Teaching) FICA WH	Certified (Teaching) Medicare WH	Classified (N/T) FICA WH	Classified (N/T) Medicare WH	State Tax Withheld	County Adj Gross Income Tax WH
Cash and investments - beginning	\$ -	\$ -	\$ (2,367)	\$ (1,934)	\$ -	\$ (157,883)	\$ (10,162)	\$ 9,540	\$ 29	\$ -	\$ -	\$ 32	\$ 7	\$ 3,307	\$ 20
Receipts:															
Local sources	-	-	-	-	450	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	4,113	12,535	6,066	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	1,280	189,811	118,414	27,694	60,980	14,262	86,610	51,948
Total receipts	-	-	4,113	12,535	6,516	-	-	1,280	189,811	118,414	27,694	60,980	14,262	86,610	51,948
Disbursements:															
Instruction	-	-	1,746	10,601	6,516	96,852	-	-	-	-	-	-	-	-	-
Support services	-	-	-	-	-	26,414	14,968	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	29,430	152,370	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	189,811	118,414	27,694	60,980	14,262	86,610	51,948
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	1,746	10,601	6,516	152,696	167,338	-	189,811	118,414	27,694	60,980	14,262	86,610	51,948
Excess (deficiency) of receipts over disbursements	-	-	2,367	1,934	-	(152,696)	(167,338)	1,280	-	-	-	-	-	-	-
Other financing sources (uses):															
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	2,367	1,934	-	(152,696)	(167,338)	1,280	-	-	-	-	-	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (310,579)	\$ (177,500)	\$ 10,820	\$ 29	\$ -	\$ -	\$ 32	\$ 7	\$ 3,307	\$ 20

(Continued)

HAMILTON COMMUNITY SCHOOLS
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
(USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended June 30, 2023

	American Fidelity Annuity WH	Valic Annuity WH	Health Savings Account	LTD-Madison National Life WH	Madison National Life Ins Cowh	American Fidelity-Life Insurance	Madison Life Supplemental Cons	Texas Life Insurance WH	Aflac Vision & Dental Insurance WH	Aflac Accident Insurance WH	Taxable Cancer Insurance WH	Taxable Disability & Critical WH	S125 Health Premium Employee Pd
Cash and investments - beginning	\$ 231	\$ 510	\$ 875	\$ 66	\$ 207	\$ -	\$ 4	\$ 161	\$ 181	\$ 47	\$ -	\$ -	\$ (2,383)
Receipts:													
Local sources	-	-	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	4,800	110,630	8,010	63	229	9,894	882	653	-	-	3,116	7,313	130,207
Total receipts	4,800	110,630	8,010	63	229	9,894	882	653	-	-	3,116	7,313	130,207
Disbursements:													
Instruction	-	-	-	-	-	-	-	-	-	-	-	-	-
Support services	-	-	-	-	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	4,800	110,630	8,010	63	229	9,894	882	652	-	-	3,135	7,359	130,808
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	4,800	110,630	8,010	63	229	9,894	882	652	-	-	3,135	7,359	130,808
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	-	1	-	-	(19)	(46)	(601)
Other financing sources (uses):													
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	-	-	-	-	1	-	-	(19)	(46)	(601)
Cash and investments - ending	\$ 231	\$ 510	\$ 875	\$ 66	\$ 207	\$ -	\$ 4	\$ 162	\$ 181	\$ 47	\$ (19)	\$ (46)	\$ (2,984)

(Continued)

HAMILTON COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2023

	S125 Non- Reimbursed Medical WH	S125 Non- Taxed Cancer WH	S125 Accident Insurance WH	Medical/AFA- Hospital Indemnity	Medical/AFA- After Tax WH	Aflac Cancer After Tax	S125 Delta Dental	S125 Anthem Vision	Garnishments WH	United Way Deduction WH	School Lunch Clearing Account	Fringe Benefit Clearing	Totals
Cash and investments - beginning	\$ (350)	\$ -	\$ -	\$ (25)	\$ -	\$ 135	\$ 3	\$ -	\$ -	\$ -	\$ 1,661	\$ 2,933	\$ 9,517,905
Receipts:													
Local sources	-	-	-	-	-	-	-	-	-	-	-	-	4,500,136
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-	64
State sources	-	-	-	-	-	-	-	-	-	-	-	-	2,697,899
Federal sources	-	-	-	-	-	-	-	-	-	-	-	-	368,139
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	6,374	11,770	5,197	2,426	-	-	14,155	431	-	368	81,017	588	949,750
Total receipts	6,374	11,770	5,197	2,426	-	-	14,155	431	-	368	81,017	588	8,515,988
Disbursements:													
Instruction	-	-	-	-	-	-	-	-	-	-	-	-	3,011,165
Support services	-	-	-	-	-	-	-	-	-	-	-	-	2,655,987
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-	-	320,847
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-	-	1,099,434
Debt services	-	-	-	-	-	-	-	-	-	-	-	-	276,428
Nonprogrammed charges	6,764	11,846	5,197	2,484	-	-	14,240	434	1,064	368	80,944	588	950,110
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	6,764	11,846	5,197	2,484	-	-	14,240	434	1,064	368	80,944	588	8,313,971
Excess (deficiency) of receipts over disbursements	(390)	(76)	-	(58)	-	-	(85)	(3)	(1,064)	-	73	-	202,017
Other financing sources (uses):													
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-	-	1,117,452
Transfers out	-	-	-	-	-	-	-	-	-	-	-	-	(1,117,452)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(390)	(76)	-	(58)	-	-	(85)	(3)	(1,064)	-	73	-	202,017
Cash and investments - ending	\$ (740)	\$ (76)	\$ -	\$ (83)	\$ -	\$ 135	\$ (82)	\$ (3)	\$ (1,064)	\$ -	\$ 1,734	\$ 2,933	\$ 9,719,922

HAMILTON COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2024

	Education	Referendum 2020	Debt Service	Operations	Rainy Day	School Lunch- Cafeteria	Textbook Rental	Education License Fee	Fist Grants	Ginny Lothamer Memorial - M Farnham	Donations - Emotional Support Dog	Olive B Cole - Science Central	Animal Sciences Grant 2024
Cash and investments - beginning	\$ 3,142,780	\$ 2,551,192	\$ 71,102	\$ 2,132,280	\$ 2,073,140	\$ 38,300	\$ 75,739	\$ 186	\$ 1,359	\$ 3,500	\$ -	\$ 2,120	\$ -
Receipts:													
Local sources	301,853	2,266,502	274,282	2,138,978	-	90,273	-	-	250	25	3,500	-	5,000
Intermediate sources	64	-	-	-	-	-	-	56	-	-	-	-	-
State sources	2,636,013	-	-	-	-	14,345	54,426	-	-	-	-	-	-
Federal sources	-	-	-	-	-	111,942	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-	-	-
Total receipts	2,937,930	2,266,502	274,282	2,138,978	-	216,560	54,426	56	250	25	3,500	-	5,000
Disbursements:													
Instruction	2,011,151	995,560	-	-	-	-	-	-	66	-	-	-	-
Support services	814,285	634,606	-	1,669,504	87,551	-	50,244	-	-	-	3,500	-	-
Noninstructional services	125,291	-	-	-	-	247,382	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	170,710	345,736	-	-	-	-	-	-	-	-
Debt services	-	-	270,888	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	635	83	500	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	2,950,727	1,630,801	270,971	1,840,714	433,287	247,382	50,244	-	66	-	3,500	-	-
Excess (deficiency) of receipts over disbursements	(12,797)	635,701	3,311	298,264	(433,287)	(30,822)	4,182	56	184	25	-	-	5,000
Other financing sources (uses):													
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	315,000	473,904	-	-	-	-	-	-	-	-
Transfers out	(788,904)	-	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	(788,904)	-	-	315,000	473,904	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(801,701)	635,701	3,311	613,264	40,617	(30,822)	4,182	56	184	25	-	-	5,000
Cash and investments - ending	\$ 2,341,079	\$ 3,186,893	\$ 74,413	\$ 2,745,544	\$ 2,113,757	\$ 7,478	\$ 79,921	\$ 242	\$ 1,543	\$ 3,525	\$ -	\$ 2,120	\$ 5,000

(Continued)

HAMILTON COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2024

	Staff Wellness Grant	Art Dekko Grant-Richter	Donations To Cafeteria	Nurse Supply Donations	Lilly Science Of Reading - Trine	Preschool	Early Literacy Achievement Grant 2023-20	Secured School Safety Grant	Secured School Safety Grant 18	Early Intervention Grant 21-22	Early Intervention Grant 22-23	Non-English Speaking Program 21-22	Non-English Speaking Program 22-23
Cash and investments - beginning	\$ 771	\$ 370	\$ 1,658	\$ -	\$ -	\$ 34,052	\$ -	\$ 6,219	\$ 14,461	\$ (1,242)	\$ -	\$ -	\$ 737
Receipts:													
Local sources	5,500	-	1,810	500	1,000	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	5,432	-	-	-	-	-
Federal sources	-	-	-	-	-	-	23,186	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-	-	-
Total receipts	5,500	-	1,810	500	1,000	-	23,186	5,432	-	-	-	-	-
Disbursements:													
Instruction	-	-	2,062	-	-	207	23,137	-	-	-	(1,243)	-	-
Support services	3,129	-	-	-	-	-	-	67,036	-	-	-	-	737
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	3,129	-	2,062	-	-	207	23,137	67,036	-	-	(1,243)	-	737
Excess (deficiency) of receipts over disbursements	2,371	-	(252)	500	1,000	(207)	49	(61,604)	-	-	1,243	-	(737)
Other financing sources (uses):													
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,371	-	(252)	500	1,000	(207)	49	(61,604)	-	-	1,243	-	(737)
Cash and investments - ending	\$ 3,142	\$ 370	\$ 1,406	\$ 500	\$ 1,000	\$ 33,845	\$ 49	\$ (55,385)	\$ 14,461	\$ (1,242)	\$ 1,243	\$ -	\$ -

(Continued)

HAMILTON COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2024

	School Technology	Career & Tech Performance Grant	Teacher Appreciation Grant 21-22	Teacher Appreciation Grant 22-23	Teacher Appreciation Grant 23-24	SY 20-21 Teacher Perform Grant	SY 16-17 Teacher Perform Grant	High Ability 2020-2021	State Connectivity Grant	2020 NSLP Equipment Grant	Title I 2015- 2016	Title I: School Improvement 2017	Title I 2017- 2018
Cash and investments - beginning	\$ 43,837	\$ 5,655	\$ -	\$ -	\$ -	\$ -	\$ 68	\$ 8,214	\$ 10,620	\$ -	\$ -	\$ (129)	\$ (12,349)
Receipts:													
Local sources	-	-	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-	-
State sources	6,480	233	-	-	12,872	-	-	23,656	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-	-	-
Total receipts	6,480	233	-	-	12,872	-	-	23,656	-	-	-	-	-
Disbursements:													
Instruction	-	-	-	-	11,782	-	-	28,402	-	-	-	-	-
Support services	-	-	-	-	1,039	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	-	12,821	-	-	28,402	-	-	-	-	-
Excess (deficiency) of receipts over disbursements	6,480	233	-	-	51	-	-	(4,746)	-	-	-	-	-
Other financing sources (uses):													
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	6,480	233	-	-	51	-	-	(4,746)	-	-	-	-	-
Cash and investments - ending	\$ 50,317	\$ 5,888	\$ -	\$ -	\$ 51	\$ -	\$ 68	\$ 3,468	\$ 10,620	\$ -	\$ -	\$ (129)	\$ (12,349)

(Continued)

HAMILTON COMMUNITY SCHOOLS
 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 2021- 2022	Title I 2022- 2023	Title I 2023- 2024	Title IV SSAE Grant	Title IV SSAE Grant 2020- 2022	Student Support Title IV 21-23	Student Support Title IV 22-24	Title IV 2023- 2025	Title II Part A 2020-2022	Title II Part A 2021-2023	Title II Part A 2022-2024	Title II Part A 2023-2025	Title II Part A FFY 2018-2020
Cash and investments - beginning	\$ -	\$ (13,361)	\$ -	\$ 10,000	\$ -	\$ -	\$ (2,433)	\$ -	\$ (983)	\$ -	\$ -	\$ -	\$ (6,065)
Receipts:													
Local sources	-	-	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-	-	-
Federal sources	-	29,933	70,586	-	-	-	10,000	-	-	4,184	4,655	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-	-	-
Total receipts	-	29,933	70,586	-	-	-	10,000	-	-	4,184	4,655	-	-
Disbursements:													
Instruction	-	16,572	87,479	-	-	-	7,567	4,862	-	-	-	-	-
Support services	-	-	-	-	-	-	-	-	-	4,184	4,655	3,000	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	16,572	87,479	-	-	-	7,567	4,862	-	4,184	4,655	3,000	-
Excess (deficiency) of receipts over disbursements	-	13,361	(16,893)	-	-	-	2,433	(4,862)	-	-	-	(3,000)	-
Other financing sources (uses):													
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	13,361	(16,893)	-	-	-	2,433	(4,862)	-	-	-	(3,000)	-
Cash and investments - ending	\$ -	\$ -	\$ (16,893)	\$ 10,000	\$ -	\$ -	\$ -	\$ (4,862)	\$ (983)	\$ -	\$ -	\$ (3,000)	\$ (6,065)

(Continued)

HAMILTON COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2024

	REAP 2023- 2024	Classified (N/T) FICA WH	REAP 2020- 2021	SRSA REAP 2021- 2022	Rural Schools- Direct	ESSER III	ESSER II	Clearing	Federal Taxes Withheld	Certified (Teaching) FICA WH	Certified (Teaching) Medicare WH	Classified (N/T) FICA WH	Classified (N/T) Medicare WH	State Tax Withheld	County Adj Gross Income Tax WH
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (310,579)	\$ (177,500)	\$ 10,820	\$ 29	\$ -	\$ -	\$ 32	\$ 7	\$ 3,307	\$ 20
Receipts:															
Local sources	-	-	-	-	7,784	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Federal sources	3,806	-	-	-	-	661,387	177,500	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	70,245	-	-	-	-	-	237	215,914	128,490	30,050	-	16,428	93,510	59,295
Total receipts	3,806	70,245	-	-	7,784	661,387	177,500	237	215,914	128,490	30,050	-	16,428	93,510	59,295
Disbursements:															
Instruction	3,806	-	-	-	7,784	52,228	-	-	-	-	-	-	-	-	-
Support services	-	-	-	-	-	12,277	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	320,050	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	70,245	-	-	-	-	-	-	215,914	128,490	30,050	-	16,428	93,510	59,295
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	3,806	70,245	-	-	7,784	384,555	-	-	215,914	128,490	30,050	-	16,428	93,510	59,295
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	276,832	177,500	237	-	-	-	-	-	-	-
Other financing sources (uses):															
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	-	-	276,832	177,500	237	-	-	-	-	-	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (33,747)	\$ -	\$ 11,057	\$ 29	\$ -	\$ -	\$ 32	\$ 7	\$ 3,307	\$ 20

(Continued)

HAMILTON COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2024

	American Fidelity Annuity WH	Valic Annuity WH	Health Savings Account	LTD-Madison National Life WH	Madison National Life Ins Cowh	American Fidelity-Life Insurance	Madison Life Supplemental Cons	Texas Life Insurance WH	Aflac Vision & Dental Insurance WH	Aflac Accident Insurance WH	Taxable Cancer Insurance WH	Taxable Disability & Critical WH	S125 Health Premium Employee Pd
Cash and investments - beginning	\$ 231	\$ 510	\$ 875	\$ 66	\$ 207	\$ -	\$ 4	\$ 162	\$ 181	\$ 47	\$ (19)	\$ (46)	\$ (2,984)
Receipts:													
Local sources	-	-	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	4,800	126,612	14,200	63	229	8,084	832	5,247	-	-	2,919	6,952	135,491
Total receipts	4,800	126,612	14,200	63	229	8,084	832	5,247	-	-	2,919	6,952	135,491
Disbursements:													
Instruction	-	-	-	-	-	-	-	-	-	-	-	-	-
Support services	-	-	-	-	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	4,800	126,612	14,200	63	229	8,108	832	5,246	-	-	2,919	6,952	135,892
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	4,800	126,612	14,200	63	229	8,108	832	5,246	-	-	2,919	6,952	135,892
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	(24)	-	1	-	-	-	-	(401)
Other financing sources (uses):													
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	-	-	(24)	-	1	-	-	-	-	(401)
Cash and investments - ending	\$ 231	\$ 510	\$ 875	\$ 66	\$ 207	\$ (24)	\$ 4	\$ 163	\$ 181	\$ 47	\$ (19)	\$ (46)	\$ (3,385)

(Continued)

HAMILTON COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2024

	S125 Non- Reimbursed Medical WH	S125 Non- Taxed Cancer WH	S125 Accident Insurance WH	Medical/AFA- Hospital Indemnity	Medical/AFA- After Tax WH	Aflac Cancer After Tax	S125 Delta Dental	S125 Anthem Vision	Garnishments WH	United Way Deduction WH	School Lunch Clearing Account	Fringe Benefit Clearing	Totals
Cash and investments - beginning	\$ (740)	\$ (76)	\$ -	\$ (83)	\$ -	\$ 135	\$ (82)	\$ (3)	\$ (1,064)	\$ -	\$ 1,734	\$ 2,933	\$ 9,719,922
Receipts:													
Local sources	-	-	-	-	-	-	-	-	-	-	85,874	-	5,183,131
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-	120
State sources	-	-	-	-	-	-	-	-	-	-	-	-	2,753,457
Federal sources	-	-	-	-	-	-	-	-	-	-	-	-	1,097,179
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	7,460	10,034	7,384	1,894	1,310	-	15,574	448	-	360	1,298	-	965,360
Total receipts	7,460	10,034	7,384	1,894	1,310	-	15,574	448	-	360	87,172	-	9,999,247
Disbursements:													
Instruction	-	-	-	-	-	-	-	-	-	-	-	-	3,251,422
Support services	-	-	-	-	-	-	-	-	-	-	-	-	3,355,747
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-	-	372,673
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-	-	836,496
Debt services	-	-	-	-	-	-	-	-	-	-	-	-	270,888
Nonprogrammed charges	7,460	10,034	7,384	1,894	1,310	-	16,261	573	414	360	88,677	-	1,055,370
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	7,460	10,034	7,384	1,894	1,310	-	16,261	573	414	360	88,677	-	9,142,596
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	(687)	(125)	(414)	-	(1,505)	-	856,651
Other financing sources (uses):													
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-	-	788,904
Transfers out	-	-	-	-	-	-	-	-	-	-	-	-	(788,904)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	-	-	-	(687)	(125)	(414)	-	(1,505)	-	856,651
Cash and investments - ending	\$ (740)	\$ (76)	\$ -	\$ (83)	\$ -	\$ 135	\$ (769)	\$ (128)	\$ (1,478)	\$ -	\$ 229	\$ 2,933	\$ 10,576,573

HAMILTON COMMUNITY SCHOOLS
SCHEDULE OF PAYABLES AND RECEIVABLES
June 30, 2024

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	\$ <u>572,875</u>	\$ <u>307,854</u>

HAMILTON COMMUNITY SCHOOLS
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:				
LEAF Capital Funding LLC	LED Lighting Project	\$ 42,401	1/1/2022	3/31/2025
Musco Finance LLC	Tennis Court Lights	<u>25,226</u>	6/27/2022	6/27/2027
Total governmental activities		<u>67,627</u>		
Total of annual lease payments		<u>\$ 67,627</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	General Bond	<u>\$ 1,185,000</u>	<u>\$ 240,000</u>
Totals		<u>\$ 1,185,000</u>	<u>\$ 240,000</u>

HAMILTON COMMUNITY SCHOOLS
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	\$ 297,570
Infrastructure	53,441
Buildings	6,879,303
Improvements other than buildings	1,607,284
Machinery, equipment, and vehicles	<u>1,940,040</u>
Total governmental activities	<u>10,777,638</u>
Total capital assets	<u>\$ 10,777,638</u>

HAMILTON COMMUNITY SCHOOLS
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.

HAMILTON COMMUNITY SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the period of 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					
School Breakfast Program		10.553	FY 22-23, FY 23-24	\$ 25,249	\$ 24,933	\$ 50,182
National School Lunch Program		10.555	FY 22-23, FY 23-24	145,655	99,272	244,927
Commodities		10.555	FY 22-23, FY 23-24	<u>13,538</u>	<u>13,673</u>	<u>27,211</u>
Total - Child Nutrition Cluster				<u>184,442</u>	<u>137,878</u>	<u>322,320</u>
Total - Department of Agriculture				<u>184,442</u>	<u>137,878</u>	<u>322,320</u>
<u>Department of Education</u>						
Special Education Cluster (IDEA)	Indiana Department of Education					
Special Education Grants to States						
IDEA, Part B		84.027	21611-042-PN01	987	-	987
IDEA, Part B		84.027	22611-042-PN01	3,217	1,779	4,996
COVID-19 - Supplemental Funding - IDEA, Part B		84.027X	22611-042-ARP	11,735	8,090	19,825
IDEA, Part B		84.027	23611-042-PN01	116,132	851	116,983
IDEA, Part B		84.027	24611-042-PN01	<u>-</u>	<u>121,316</u>	<u>121,316</u>
Total - Special Education Grants to States				<u>132,071</u>	<u>132,036</u>	<u>264,107</u>
Special Education Preschool Grants	Indiana Department of Education					
IDEA, Preschool		84.173	21619-042-PN01	13	-	13
IDEA, Preschool		84.173	22619-042-PN01	-	8	8
COVID-19 - Supplemental Funding - IDEA, Preschool		84.173X	22619-042-ARP	1,000	479	1,479
IDEA, Preschool		84.173	23619-042-PN01	1,974	-	1,974
IDEA, Preschool		84.173	24619-042-PN01	<u>-</u>	<u>2,095</u>	<u>2,095</u>
Total - Special Education Preschool Grants				<u>2,987</u>	<u>2,582</u>	<u>5,569</u>
Total - Special Education Cluster (IDEA)				<u>135,058</u>	<u>134,618</u>	<u>269,676</u>
Title I Grants to Local Educational Agencies	Indiana Department of Education					
Title I, Part A		84.010A	S010A210014	37,840	-	37,840
Title I, Part A		84.010A	S010A220014	66,180	29,933	96,113
Title I, Part A		84.010A	S010A230014	<u>-</u>	<u>70,586</u>	<u>70,586</u>
Total - Title I Grants to Local Educational Agencies				<u>104,020</u>	<u>100,519</u>	<u>204,539</u>

(Continued)

HAMILTON COMMUNITY SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the period of 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
Rural Education Achievement Program	Indiana Department of Education					
Rural Education		84.358	S358A203518	\$ 4,113	\$ -	\$ 4,113
Rural Education		84.358	S358A211170	12,535	-	12,535
Rural Education		84.358	S358A221119	6,066	6,983	13,049
Total - Rural Education Achievement Program				<u>22,714</u>	<u>6,983</u>	<u>29,697</u>
Supporting Effective Instruction State Grants	Indiana Department of Education					
Title II, Part A		84.367A	S367A200013	16,123	-	16,123
Title II, Part A		84.367A	S367A210013	20,597	4,184	24,781
Title II, Part A		84.367A	S367A220013	12,000	4,655	16,655
Total - Supporting Effective Instruction State Grants				<u>48,720</u>	<u>8,839</u>	<u>57,559</u>
Student Support and Academic Enrichment Program	Indiana Department of Education					
Title IV, Part A		84.424A	S424A200015	10,000	-	10,000
Title IV, Part A		84.424A	S424A210015	10,000	-	10,000
Title IV, Part A		84.424A	S424A220015	-	10,000	10,000
Total - Student Support and Academic Enrichment Program				<u>20,000</u>	<u>10,000</u>	<u>30,000</u>
COVID-19 - Education Stabilization Fund	Indiana Department of Education					
Elementary and Secondary School Emergency Relief (ESSER II) Fund		84.425D	S425D210013	-	177,500	177,500
American Rescue Plan Elementary and Secondary School Emergency Relief (ARP ESSER) Fund		84.425U	S425U210013	-	661,387	661,387
Total - COVID-19 - Education Stabilization Fund				<u>-</u>	<u>838,887</u>	<u>838,887</u>
Total - Department of Education				<u>330,512</u>	<u>1,099,846</u>	<u>1,430,358</u>
Total federal awards expended				<u>\$ 514,954</u>	<u>\$ 1,237,724</u>	<u>\$ 1,752,678</u>

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

HAMILTON COMMUNITY SCHOOLS
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 \$27,211 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

The School Corporation is a member of the Northeast Indiana Special Education Cooperative (Cooperative). As a result, some activity for the Special Education Cluster (IDEA) that is presented as federal awards expended in 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
Hamilton Community Schools
Steuben 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 Hamilton Community Schools ("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 March 6, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statement, 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 opinion on the financial statement, 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 statement 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. 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 significant deficiency.

(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

Crowe LLP

Indianapolis, Indiana
March 6, 2025

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

Those Charged with Governance
Hamilton Community Schools
Steuben County, Indiana

Report on Compliance for Major Federal Program

Qualified Opinion on Major Federal Program

We have audited the Hamilton Community Schools' (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 the School Corporation's major federal program for the period of July 1, 2022 through June 30, 2024. The School Corporation's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, except for the noncompliance described in the Basis for Qualified Opinion section of our report, the School Corporation complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on the Education Stabilization Fund for the period of July 1, 2022 through June 30, 2024.

Basis for Qualified Opinion on 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 the major federal program. Our audit does not provide a legal determination of the School Corporation's compliance with the compliance requirements referred to above.

Matter Giving Rise to Qualified Opinion on the Education Stabilization Fund

As described in the accompanying schedule of findings and questioned costs, the School Corporation did not comply with the requirements regarding ALN 84.425D and 84.425U Education Stabilization Fund as described in finding number 2024-003 for Special Tests and Provisions – Wage Rate Requirements. Compliance with such requirements is necessary, in our opinion, for the School Corporation to comply with the requirements applicable to that program.

(Continued)

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.

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 the 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.

Other Matters

Government Auditing Standards requires the auditor to perform limited procedures on the School Corporation's response to the noncompliance finding identified in our audit 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 compliance and, accordingly, we express no opinion on the response.

(Continued)

Report on Internal Control Over Compliance

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be material weaknesses.

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. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2024-002 and 2024-003 to be material weaknesses.

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 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.

Government Auditing Standards requires the auditor to perform limited procedures on the School Corporation's response to the internal control over compliance findings identified in our audit 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 compliance and, accordingly, we express no opinion on the response.

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

Indianapolis, Indiana
March 6, 2025

HAMILTON COMMUNITY SCHOOLS
 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?	_____	Yes	_____ <u>X</u> No
Significant deficiencies identified not considered to be material weaknesses?	_____ <u>X</u>	Yes	_____ None Reported
Noncompliance material to financial statement noted?	_____	Yes	_____ <u>X</u> No

Federal Awards

Internal control over major programs:			
Material weakness(es) identified?	_____ <u>X</u>	Yes	_____ 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:	Qualified		
Any audit findings disclosed that are required to be reported in accordance with 2CFR 200.516(a)?	_____ <u>X</u>	Yes	_____ No

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

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)

HAMILTON COMMUNITY SCHOOLS
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: Significant Deficiency

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)

HAMILTON COMMUNITY SCHOOLS
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) costs."

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 \$154,590 for the period July 1, 2022, through June 30, 2024:

- The Child Nutrition Cluster (10.553, 10.555) expenditures were overstated by \$175,286
- Several additional grants had individually immaterial errors that resulted in a gross overstatement of \$7,315.
- Several additional grants had individually immaterial errors that resulted in a gross understatement of \$28,011.

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 the prior period audit report.

Recommendation: We recommended that the School Corporation's management establish a formal review over the SEFA to ensure amounts reported are accurate. The School Corporation should establish a documented, secondary review to ensure the amounts reported on the SEFA agree to the supporting federal receipt fund ledger detail.

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

(Continued)

HAMILTON COMMUNITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
July 1, 2022 through June 30, 2024

Section III – Federal Award Findings and Questioned Costs

FINDING 2024-002

Information on the federal program:

Subject: Education Stabilization Fund – Internal Controls
Federal Agency: Department of Education
Federal Program: COVID-19 – Education Stabilization Fund
Assistance Listing Number: 84.425D, 84.425U
Federal Award Numbers: S425D210013, S425U210013
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Equipment and Real Property Management
Audit Findings: Material Weakness

Criteria: 2 CFR 200.313(d) states in part:

"Management requirements. Procedures for managing equipment (including replacement equipment), whether acquired in whole or in part under a Federal award, until disposition takes place will, as a minimum, meet the following requirements:

- (1) Property records must be maintained that include a description of the property, a serial number or other identification number, the source of funding for the property (including the FAIN), who holds title, the acquisition date, and cost of the property, percentage of Federal participation in the project costs for the Federal award under which the property was acquired, the location, use and condition of the property, and any ultimate disposition data including the date of disposal and sale price of the property.
- (2) A physical inventory of the property must be taken and the results reconciled with the property records at least once every two years.
- (3) A control system must be developed to ensure adequate safeguards to prevent loss, damage, or theft of the property. Any loss, damage, or theft must be investigated.
- (4) Adequate maintenance procedures must be developed to keep the property in good condition.
..."

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 Equipment and Real Property Management Requirements compliance requirements.

Cause: The School Corporation's management had not developed a system of internal controls to ensure compliance with the compliance requirements listed above.

Effect: The failure to establish an effective internal control system placed the School Corporation at risk of noncompliance with the grant agreement and the compliance requirements. A lack of segregation of duties within an internal control system could have also allowed noncompliance with the compliance requirements and allowed the misuse and mismanagement of federal funds and assets by not having proper oversight, reviews, and approvals over the activities of the programs.

Questioned Costs: There were no questioned costs identified.

(Continued)

HAMILTON COMMUNITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
July 1, 2022 through June 30, 2024

Section III – Federal Award Findings and Questioned Costs (Continued)

FINDING 2024-002 (Continued)

Context: The School Corporation expended a total of \$499,689 for HVAC replacement in the elementary school gymnasium, which was funded with ESSER II (84.425D) and ESSER III (84.425U) grant awards. It was noted these capital asset acquisitions were not reported on the capital asset listing for the School Corporation as of June 30, 2024. Management noted the project had not yet been completed as of June 30, 2024, however the costs incurred up to that date should have been reported as construction in progress on the capital asset listing.

Additionally, the School Corporation last performed a physical inventory in fall of 2021, which does not meet the federal compliance requirement to take a physical inventory at least once every two years.

Identification as a repeat finding: No.

Recommendation: We recommend the School Corporation update the capital asset listing at least annually to include all equipment and real property acquisitions, including construction in progress, and review for potential capital asset dispositions. The capital asset listing should include all required information to track capital asset acquisitions purchased with federal funding.

Additionally, we recommend the School Corporation conduct a physical inventory at least once every two years to meet the federal compliance requirement.

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

FINDING 2024-003

Information on the federal program:

Subject: Education Stabilization Fund – Special Tests and Provisions - Wage Rate Requirements
Federal Agency: Department of Education
Federal Program: COVID-19 - Education Stabilization Fund
Assistance Listing Number: 84.425D, 84.425U
Federal Award Numbers and Years (or Other Identifying Numbers): S425D210013, S425U210013
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Special Tests and Provisions - Wage Rate Requirements
Audit Findings: Material Weakness, Material Noncompliance, Qualified Opinion

Criteria: 2 CFR section 200.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

(Continued)

HAMILTON COMMUNITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
July 1, 2022 through June 30, 2024

Section III – Federal Award Findings and Questioned Costs (Continued)

FINDING 2024-003 (Continued)

29 CFR 5.5 states in part:

(1) Minimum wages.

(i) All laborers and mechanics employed or working upon the site of the work (or under the United States Housing Act of 1937 or under the Housing Act of 1949 in the construction or development of the project), will be paid unconditionally and not less often than once a week, and without subsequent deduction or rebate on any account (except such payroll deductions as are permitted by regulations issued by the Secretary of Labor under the Copeland Act (29 CFR part 3)), the full amount of wages and bona fide fringe benefits (or cash equivalents thereof) due at time of payment computed at rates not less than those contained in the wage determination of the Secretary of Labor which is attached hereto and made a part hereof, regardless of any contractual relationship which may be alleged to exist between the contractor and such laborers and mechanics...

(3)(ii)(A) The contractor shall submit weekly for each week in which any contract work is performed a copy of all payrolls to the (write in name of appropriate federal agency) if the agency is a party to the contract, but if the agency is not such a party, the contractor will submit the payrolls to the applicant, sponsor, or owner, as the case may be, for transmission to the (write in name of agency).

2 CFR 200 Appendix II states in part:

In addition to other provisions required by the Federal agency or non-Federal entity; all contracts made by the non-Federal entity under the Federal award must contain provisions covering the following, as applicable. . . .

(D) Davis-Bacon Act, as amended (40 U.S.C. 3141-3148). When required by Federal program legislation, all prime construction contracts in excess of \$2,000 awarded by non-Federal entities must include a provision for compliance with the Davis-Bacon Act (40 U.S.C. 3141-3144, and 3146-3148) as supplemented by Department of Labor regulations (29 CFR Part 5, "Labor Standards Provisions Applicable to Contracts Covering Federally Financed and Assisted Construction"). In accordance with the statute, contractors must be required to pay wages to laborers and mechanics at a rate not less than the prevailing wages specified in a wage determination made by the Secretary of Labor. In addition, contractors must be required to pay wages not less than once a week. . . ."

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 – Wage Rate Requirements compliance requirements.

Cause: The School Corporation's management had not developed a system of internal controls to ensure compliance with the compliance requirements listed above.

Effect: The failure to design and implement an effective internal control system enabled material noncompliance to go undetected. Noncompliance with the grant agreement and the Special Tests and Provisions – Wage Rate Requirements compliance requirement could result in the loss of future federal funds to the School Corporation.

Questioned Costs: There were no questioned costs identified.

(Continued)

HAMILTON COMMUNITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
July 1, 2022 through June 30, 2024

Section III – Federal Award Findings and Questioned Costs (Continued)

FINDING 2024-003 (Continued)

Context: The School Corporation had one project for HVAC replacement in the elementary school gymnasium, which was funded with ESSER II (84.425D) and ESSER III (84.425U) grant awards. The School Corporation properly included Davis-Bacon wage rate requirements in the vendor contract, however, the School Corporation did not obtain the weekly payroll reports certifications from the construction vendor to monitor compliance with Davis-Bacon wage rate requirements. Therefore, no review was performed to ensure that pay rates complied with the federal wage rate requirements. The School Corporation was subsequently able to obtain the payroll certification reports from the contractor to demonstrate compliance with the wage rate requirements. The total project cost disbursed during the audit period was \$499,689 which included materials and labor. We estimate approximately 30-40% of the project costs to be labor based on the scheduled values in the contract.

Identification as a repeat finding: No.

Recommendation: We recommend the School Corporation implement a formal process to ensure the required weekly payroll reports certifications are collected and reviewed for projects requiring labor installation and funded by federal grants subject to Davis-Bacon wage rate requirements to ensure compliance with federal regulations.

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

Hamilton Community Schools

903 SOUTH WAYNE STREET HAMILTON, IN 46742



Hamilton Elementary School
Phone: (260) 488-2101
Fax: (260) 488-3634

Office of the Superintendent
Phone: (260) 488-2513
FAX: (260) 488-2348

Hamilton Junior-Senior High School
Phone: (260) 488-2161
FAX: (260) 488-3149

CORRECTIVE ACTION PLAN OF CURRENT AUDIT FINDINGS June 30, 2024

FINDING 2024-001

Subject: Preparation of the Schedule of Expenditures of Federal Awards
Audit Findings: Significant Deficiency

Condition and Context: 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).

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 \$154,590 for the period July 1, 2022, through June 30, 2024:

- The Child Nutrition Cluster (10.553, 10.555) expenditures were overstated by \$175,286
- Several additional grants had individually immaterial errors that resulted in a gross overstatement of \$7,315.
- Several additional grants had individually immaterial errors that resulted in a gross understatement of \$28,011.

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

Contact Person Responsible for Corrective Action: Brittany Taylor
Contact Phone Number: 260-488-2513

Views of Responsible Official: We concur with the finding.

Description of Corrective Action Plan: We will ensure a more thorough review is completed by a separate person from the preparer to mitigate errors. We will compare the amounts presented to the receipts from federal sources for each grant for accuracy and completeness.

Anticipated Completion Date: 8/29/2025

FINDING 2024-002

Information on the federal program:

Subject: Education Stabilization Fund – Internal Controls
Federal Agency: Department of Education
Federal Program: COVID-19 – Education Stabilization Fund
Assistance Listing Number: 84.425D, 84.425U
Federal Award Numbers: S425D210013, S425U210013
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Equipment and Real Property Management
Audit Findings: Material Weakness

Condition and Context: 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 Equipment and Real Property Management Requirements compliance requirements.

The School Corporation expended a total of \$499,689 for HVAC replacement in the elementary school gymnasium, which was funded with ESSER II (84.425D) and ESSER III (84.425U) grant awards. It was noted these capital asset acquisitions were not reported on the capital asset listing for the School Corporation as of June 30, 2024. Management noted the project had not yet been completed as of June 30, 2024, however the costs incurred up to that date should have been reported as construction in progress on the capital asset listing.

Additionally, the School Corporation last performed a physical inventory in fall of 2021, which does not meet the federal compliance requirement to take a physical inventory at least once every two years.

Contact Person Responsible for Corrective Action: Brittany Taylor
Contact Phone Number: 260-488-2513

Views of Responsible Official: We concur with the finding.

Description of Corrective Action Plan: We are planning a physical inventory for spring/summer 2025 and will continue to repeat physical inventories every two years going forward. Additionally, we will track the project costs for all ongoing construction projects for inclusion on the capital asset listing.

Anticipated Completion Date: 8/31/2025

FINDING 2024-003

Information on the federal program:

Subject: Education Stabilization Fund – Special Tests and Provisions - Wage Rate Requirements
Federal Agency: Department of Education
Federal Program: COVID-19 - Education Stabilization Fund
Assistance Listing Number: 84.425D, 84.425U
Federal Award Numbers and Years (or Other Identifying Numbers): S425D210013, S425U210013
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Special Tests and Provisions - Wage Rate Requirements
Audit Findings: Material Weakness, Material Noncompliance, Qualified Opinion

Condition and Context: 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 – Wage Rate Requirements compliance requirements.

The School Corporation had one project for HVAC replacement in the elementary school gymnasium, which was funded with ESSER II (84.425D) and ESSER III (84.425U) grant awards. The School Corporation properly included Davis-Bacon wage rate requirements in the vendor contract, however, the School Corporation did not obtain the weekly payroll reports certifications from the construction vendor to monitor compliance with Davis-Bacon wage rate requirements. The School Corporation was subsequently able to obtain the payroll certification reports from the contractor to demonstrate compliance with the wage rate requirements. Therefore, no review was performed to ensure that pay rates complied with the federal wage rate requirements. The total project cost disbursed during the audit period was \$499,689 which included materials and labor. We estimate approximately 30-40% of the project costs to be labor based on the scheduled values in the contract.

Contact Person Responsible for Corrective Action: Brittany Taylor
Contact Phone Number: 260-488-2513

Views of Responsible Official: We concur with the finding.

Description of Corrective Action Plan: For projects requiring Davis-Bacon wage requirements be met, we will obtain weekly payroll certification reports from the contractor to ensure pay rates comply with the federal wage rate requirements.

Anticipated Completion Date: 6/30/2025

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2022-001

Information on the federal program:

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

Condition and Context: 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).

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 not reviewed prior to submission. Without a secondary review in place, material misstatements of the SEFA may not be detected or corrected.

Additionally, we noted the SEFA contained the errors related to the Assistance Listing Number and Pass-Through Entity (or Other) Identifying Number for Title I and Title II grants. Errors in non-financial information reported on the SEFA could have a material impact on the major program determination during the audit process.

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

Status: Not Resolved, see finding 2024-001. The SEFA was reviewed prior to submission in the current audit period. However, it was not reviewed in enough detail to prevent errors.

FINDING 2022-002

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

Condition and Context: 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).

The AFR entered and submitted in the Indiana Gateway for Government Units financial reporting system was the source of the Statement of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and investment Balances – Regulatory Basis (the financial statement). The AFR was not reviewed prior to submission. Without a secondary review in place, material misstatements of the financial statement may not be detected or corrected.

Minor audit adjustments were proposed, accepted by the School Corporation, and made to the financial statement to correct the issues noted above.

Status: Resolved.

FINDING 2022-003

Subject: Special Education Cluster - Earmarking
Federal Agency: Department of Education
Federal Program: Special Education Grants to States, Special Education Preschool Grants
Assistance Listings Numbers: 84.027, 84.173
Federal Award Number and Year (or Other Identifying Numbers): 19611-042-PN01, 20611-042-PN01, 21611-042-PN01
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Matching, Level of Effort, Earmarking
Audit Finding: Significant Deficiency

Condition and Context: The School Corporation is a member of the Northeast Indiana Special Education Cooperative (Cooperative). The School Corporation did not have adequate internal controls in place to ensure that the Cooperative complied with the earmarking requirements.

The School Corporation is a member of the Northeast Indiana Special Education Cooperative (Cooperative). During fiscal year 2021-2022, the Cooperative operated the special education programs and spent the federal money on behalf of all its members. As the grant agreements were between the Indiana Department of Education (IDOE) and each member school, the School Corporation was responsible for ensuring and providing oversight of the Cooperative. However, there was inadequate oversight performed by the School Corporation in order to ensure compliance with the Matching, Level of Effort, Earmarking compliance requirement.

The School Corporation did not have internal controls in place to ensure that the Cooperative complied with the earmarking requirements. The Cooperative did not have adequate procedures in place to ensure that the required level of expenditures for non-public students with disabilities was met for each member school. The Cooperative did not have effective internal controls to ensure non-public school expenditures were appropriately identified and reported.

The Non-Public Proportionate Share expenditures for 19611-042-PN01 and 20611-042-PN01 grant awards could not be verified for the individual schools to verify the minimum amount per the grant awards was expended and properly reported to IDOE as required. The School Corporation's minimum earmarking requirements for the 19611-042-PN01 and 20611-042-PN01 grant awards were \$1,095 and \$1,791, respectively.

The lack of internal controls and noncompliance were isolated to the 19611-042-PN01 and 20611-042-PN01, grant awards.

Status: Resolved