

**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

CLINTON PRAIRIE SCHOOL CORPORATION  
CLINTON COUNTY, INDIANA  
July 1, 2022 to June 30, 2024



**FILED**

03/28/2025



Paul D. Joyce, CPA  
State Examiner

# INDIANA STATE BOARD OF ACCOUNTS

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March 28, 2025

To: The Officials of the Clinton Prairie School Corporation  
Clinton Prairie School Corporation  
Clinton County, Indiana

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

We call your attention to the findings included in the report on pages 33 through 38. Please see the Schedule of Findings and Questioned Costs for complete details related to the findings. Management's Corrective Action Plan appears on pages 39 through 41.

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 Clinton Prairie School Corporation was prepared in accordance with the guidelines established by the Indiana State Board of Accounts.

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

Tammy R. White, CPA  
Deputy State Examiner

**CLINTON PRAIRIE SCHOOL CORPORATION**  
Clinton County, Indiana

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

CLINTON PRAIRIE SCHOOL COPORATION  
Clinton 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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CLINTON PRAIRIE SCHOOL COPORATION  
SCHEDULE OF OFFICIALS (Unaudited)  
For the period July 1, 2022 through June 30, 2024

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<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Heather Lawson	07-01-22 to 06-30-24
Superintendent of Schools	Scott Miller	07-01-22 to 06-30-24
President of the School Board	Bobbi Elliott Justin Brewer	01-01-22 to 12-31-23 01-01-24 to 12-31-24



## INDEPENDENT AUDITOR'S REPORT

Those Charged with Governance  
Clinton Prairie School Corporation  
Clinton 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 Clinton Prairie School Corporation (the School Corporation) as of June 30, 2024 and for the period of July 1, 2022 through June 30, 2024, and the related notes to the financial statement.

#### ***Unmodified Opinion on Regulatory Basis of Accounting***

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

#### ***Adverse Opinion on U.S. Generally Accepted Accounting Principles***

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

#### ***Basis for Opinion***

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

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

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

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(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.

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(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 March 17, 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

Indianapolis, Indiana  
March 17, 2025

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

Fund	Cash and Investments 07-01-2022	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-2023	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-2024
Education	\$ 2,541,745	\$ 8,800,271	\$ 8,158,706	\$ (1,216,237)	\$ 1,967,073	\$ 9,140,541	\$ 8,553,899	\$ (743,635)	\$ 1,810,080
Debt Service	443,261	1,572,889	1,532,002	-	484,148	1,670,714	1,532,500	-	622,362
Retirement/Sev Bond	52,785	230,048	333,125	142,205	91,913	67,631	-	(142,205)	17,339
Operations	2,672,917	2,640,253	3,508,437	1,212,939	3,017,672	3,151,093	3,612,722	704,346	3,260,389
Rainy Day	1,343,814	1,000	-	(142,205)	1,202,609	-	80	142,205	1,344,734
Retirement/Severance Bond	15,279	29,423	-	(39,289)	5,413	34,365	27,061	39,289	52,006
Construction Fund	(33,292)	272,883	217,657	(21,934)	-	433,924	424,476	-	9,448
2023 Go Bond	-	-	-	-	-	28,752	211,367	1,295,000	1,112,385
School Lunch	422,958	775,186	580,052	-	618,092	657,310	600,001	-	675,401
Curricular Materials Rental	154,935	134,233	74,216	-	214,952	184,995	194,756	-	205,191
Jacods Field Donation	136,345	840	137,265	-	(80)	-	(80)	-	-
Ffa Scholarship	-	1,190	-	-	1,190	1,634	1,600	-	1,224
Nchs Resilient Grant 20-21	10,620	-	10,620	-	-	-	(3,445)	-	3,445
Nchs Youth Suicide Prev 22-24	13,858	34,858	-	-	48,716	-	10,520	-	38,196
Wabash Valley Grant	-	24,500	11,660	-	12,840	24,500	13,782	-	23,558
Formative Assessment	6,785	15,675	18,878	-	3,582	18,050	16,643	-	4,989
Early Literacy Achievement Grant	-	-	-	-	-	5,202	5,202	-	-
Medicaid Reimbursement	3,616	3,893	6,401	-	1,108	4,699	5,807	-	-
Safety Grant 2020-21	-	-	1,144	1,144	-	26,669	26,669	-	-
Non-English 2020-21	-	6,783	6,783	-	-	-	-	-	-
Career & Technical Performance	7,330	-	2,076	-	5,254	-	2,968	-	2,286
Teacher Appreciation Grant	314	44,134	45,513	1,065	-	42,283	42,283	-	-
High Ability 2019-20	4,222	24,473	25,576	-	3,119	30,997	34,116	-	-
State Connectivity Grant	5,026	11,700	6,583	(6,275)	3,868	9,270	-	-	13,138
Whin Elearning Award	-	121,034	121,034	-	-	-	-	-	-
Employability Skills Grant 22-23	-	-	-	-	-	-	(12,000)	-	12,000
Title 1 2023 Project Year	(9,177)	70,032	76,986	7,972	(8,159)	108,442	107,979	-	(7,696)
Idea Special Ed 2020-21 (611)	(7,987)	233,278	296,433	50,815	(20,327)	344,129	323,802	-	-
Preschool 2021-22 (619)	-	7,761	9,702	-	(1,941)	13,987	12,046	-	-
Title Iv - 2019-20	-	19,550	19,550	-	-	5,000	5,000	-	-
Scholarship For Fullerten	-	-	-	-	-	210	-	-	210
Medicaid Reimbursement - Federal	17,885	10,028	20,934	-	6,979	12,390	19,369	-	-
Title li-A 2019-20	(1,454)	55,513	53,187	915	1,787	20,235	22,022	-	-
Arp-Hcy Homelss	-	5,853	5,126	-	727	2,410	9,908	-	(6,771)

(Continued)

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

Fund	Cash and Investments 07-01-2022	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-2023	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-2024
Idea Arp 611	\$ 357	\$ 20,095	\$ 11,309	\$ (12,550)	\$ (3,407)	\$ 15,087	\$ 11,680	\$ -	\$ -
Idea Arp 619	-	-	15,365	15,365	-	3,391	3,391	-	-
ESSER III	(25,593)	154,981	139,724	6,070	(4,266)	84,102	90,544	-	(10,708)
ESSER II	(6,716)	130,954	144,820	-	(20,582)	32,849	12,267	-	-
Employability Grant	-	85,500	97,500	-	(12,000)	36,000	36,000	-	(12,000)
Prepaid School Lunch Accounts	14,587	-	-	-	14,587	154	-	-	14,741
Payroll Clearing	10,630	2,060,834	2,021,469	-	49,995	2,156,314	2,156,438	-	49,871
<b>Totals</b>	<b>\$ 7,795,050</b>	<b>\$ 17,599,645</b>	<b>\$ 17,709,833</b>	<b>\$ -</b>	<b>\$ 7,684,862</b>	<b>\$ 18,367,329</b>	<b>\$ 18,111,373</b>	<b>\$ 1,295,000</b>	<b>\$ 9,235,818</b>

See notes to financial statement.

CLINTON PRAIRIE SCHOOL COPORATION  
NOTES TO FINANCIAL STATEMENT  
As of June 30, 2024, and for the period of  
July 1, 2022 through June 30, 2024

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**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.

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(Continued)

CLINTON PRAIRIE SCHOOL COPORATION  
NOTES TO FINANCIAL STATEMENT  
As of June 30, 2024, and for the period of  
July 1, 2022 through June 30, 2024

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**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.

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(Continued)

CLINTON PRAIRIE SCHOOL COPORATION  
NOTES TO FINANCIAL STATEMENT  
As of June 30, 2024, and for the period of  
July 1, 2022 through June 30, 2024

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**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. The School Corporation did not hold investments for the period under audit.

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(Continued)

CLINTON PRAIRIE SCHOOL COPORATION  
NOTES TO FINANCIAL STATEMENT  
As of June 30, 2024, and for the period of  
July 1, 2022 through June 30, 2024

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**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.

**NOTE 7 - HOLDING CORPORATIONS**

The School Corporation has entered into a series of capital leases with the Clinton Prairie Community School Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessor has been determined to be a related party of the School Corporation. Lease payments for the period July 1, 2022 through June 30, 2023 totaled \$1,532,000. Lease payments for the period July 1, 2023 through June 30, 2024 totaled \$1,532,500.

**NOTE 8 - PENSION PLANS**

**Public Employees Retirement Fund**

*Plan Description*

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

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

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(Continued)

CLINTON PRAIRIE SCHOOL COPORATION  
NOTES TO FINANCIAL STATEMENT  
As of June 30, 2024, and for the period of  
July 1, 2022 through June 30, 2024

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**NOTE 8 - PENSION PLANS** (Continued)

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

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

*Financial Report*

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

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

*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.

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(Continued)

CLINTON PRAIRIE SCHOOL COPORATION  
NOTES TO FINANCIAL STATEMENT  
As of June 30, 2024, and for the period of  
July 1, 2022 through June 30, 2024

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**NOTE 8 - PENSION PLANS** (Continued)

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

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

*Financial Report*

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

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

*Contributions*

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

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

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

**NOTE 9 - SUBSEQUENT EVENTS**

In October 2024, the School Corporation signed a new lease agreement with the Clinton Prairie Community School Building Corporation. The lease payments total \$2,450,000 with the final payment scheduled for December 31, 2032.

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**OTHER INFORMATION (Unaudited)**

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

	Education	Debt Service	Retirement/ Sev Bond	Operations	Rainy Day	Retirement/ Severance Bond	Construction Fund	School Lunch	Curricular Materials Rental	Jacods Field Donation	Ffa Scholarship	Nchs Resilient Grant 20-21	Nchs Youth Suicide Prev 22-24
Cash and investments - beginning	\$ 2,541,745	\$ 443,261	\$ 52,785	\$ 2,672,917	\$ 1,343,814	\$ 15,279	\$ (33,292)	\$ 422,958	\$ 154,935	\$ 136,345	\$ -	\$ 10,620	\$ 13,858
Receipts:													
Local sources	92,291	1,572,889	230,048	2,640,253	1,000	29,423	272,883	246,222	92,209	-	-	-	-
Intermediate sources	104	-	-	-	-	-	-	-	-	-	-	-	-
State sources	8,707,876	-	-	-	-	-	-	5,132	42,024	-	-	-	34,858
Federal sources	-	-	-	-	-	-	-	523,832	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	840	1,190	-	-
Total receipts	8,800,271	1,572,889	230,048	2,640,253	1,000	29,423	272,883	775,186	134,233	840	1,190	-	34,858
Disbursements:													
Instruction	6,637,551	-	-	-	-	-	-	-	-	-	-	-	-
Support services	1,287,012	-	-	3,419,740	-	-	-	15,752	74,216	137,265	-	10,620	-
Noninstructional services	234,143	-	-	-	-	-	-	564,300	-	-	-	-	-
Facilities acquisition and construction	-	-	-	88,697	-	-	217,657	-	-	-	-	-	-
Debt services	-	1,532,002	333,125	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	8,158,706	1,532,002	333,125	3,508,437	-	-	217,657	580,052	74,216	137,265	-	10,620	-
Excess (deficiency) of receipts over disbursements	641,565	40,887	(103,077)	(868,184)	1,000	29,423	55,226	195,134	60,017	(136,425)	1,190	(10,620)	34,858
Other financing sources (uses):													
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	58,666	-	142,205	1,222,968	-	-	-	-	-	-	-	-	-
Transfers out	(1,274,903)	-	-	(10,029)	(142,205)	(39,289)	(21,934)	-	-	-	-	-	-
Total other financing sources (uses)	(1,216,237)	-	142,205	1,212,939	(142,205)	(39,289)	(21,934)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(574,672)	40,887	39,128	344,755	(141,205)	(9,866)	33,292	195,134	60,017	(136,425)	1,190	(10,620)	34,858
Cash and investments - ending	\$ 1,967,073	\$ 484,148	\$ 91,913	\$ 3,017,672	\$ 1,202,609	\$ 5,413	\$ -	\$ 618,092	\$ 214,952	\$ (80)	\$ 1,190	\$ -	\$ 48,716

(Continued)

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

	Wabash Valley Grant	Formative Assessment	Medicaid Reimbursement	Safety Grant 2020-21	Non-English 2020-21	Career & Technical Performance	Teacher Appreciation Grant	High Ability 2019-20	State Connectivity Grant	Whin Elearning Award	Title 1 2023 Project Year	Idea Special Ed 2020-21 (611)	Preschool 2021-22 (619)
Cash and investments - beginning	\$ -	\$ 6,785	\$ 3,616	\$ -	\$ -	\$ 7,330	\$ 314	\$ 4,222	\$ 5,026	\$ -	\$ (9,177)	\$ (7,987)	\$ -
Receipts:													
Local sources	-	-	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-	-
State sources	24,500	15,675	3,893	-	6,783	-	44,134	24,473	11,700	121,034	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-	70,032	233,278	7,761
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-	-	-
Total receipts	24,500	15,675	3,893	-	6,783	-	44,134	24,473	11,700	121,034	70,032	233,278	7,761
Disbursements:													
Instruction	8,660	-	-	-	6,783	2,076	45,513	25,576	-	-	76,986	296,433	9,702
Support services	3,000	18,878	6,401	1,144	-	-	-	-	6,583	121,034	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	11,660	18,878	6,401	1,144	6,783	2,076	45,513	25,576	6,583	121,034	76,986	296,433	9,702
Excess (deficiency) of receipts over disbursements	12,840	(3,203)	(2,508)	(1,144)	-	(2,076)	(1,379)	(1,103)	5,117	-	(6,954)	(63,155)	(1,941)
Other financing sources (uses):													
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	1,144	-	-	1,065	3,364	-	-	9,079	50,815	-
Transfers out	-	-	-	-	-	-	-	(3,364)	(6,275)	-	(1,107)	-	-
Total other financing sources (uses)	-	-	-	1,144	-	-	1,065	-	(6,275)	-	7,972	50,815	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	12,840	(3,203)	(2,508)	-	-	(2,076)	(314)	(1,103)	(1,158)	-	1,018	(12,340)	(1,941)
Cash and investments - ending	\$ 12,840	\$ 3,582	\$ 1,108	\$ -	\$ -	\$ 5,254	\$ -	\$ 3,119	\$ 3,868	\$ -	\$ (8,159)	\$ (20,327)	\$ (1,941)

(Continued)

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

	Title Iv - 2019-20	Medicaid Reimbursement - Federal	Title li-A 2019- 20	Arp-Hcy Homelss	Idea Arp 611	Idea Arp 619	ESSER III	ESSER II	Employability Grant	Prepaid School Lunch Accounts	Payroll Clearing	Totals
Cash and investments - beginning	\$ -	\$ 17,885	\$ (1,454)	\$ -	\$ 357	\$ -	\$ (25,593)	\$ (6,716)	\$ -	\$ 14,587	\$ 10,630	\$ 7,795,050
Receipts:												
Local sources	-	-	-	-	-	-	-	-	-	-	-	5,177,218
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	104
State sources	-	-	-	-	-	-	-	-	85,500	-	-	9,127,582
Federal sources	19,550	10,028	55,513	5,853	20,095	-	154,981	130,954	-	-	-	1,231,877
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	2,060,834	2,062,864
Total receipts	19,550	10,028	55,513	5,853	20,095	-	154,981	130,954	85,500	-	2,060,834	17,599,645
Disbursements:												
Instruction	-	(4,312)	-	5,126	11,309	15,365	122,649	140,544	96,000	-	-	7,495,961
Support services	19,550	25,246	53,187	-	-	-	17,075	4,276	1,500	-	-	5,222,479
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-	798,443
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-	306,354
Debt services	-	-	-	-	-	-	-	-	-	-	-	1,865,127
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	2,021,469	2,021,469
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	19,550	20,934	53,187	5,126	11,309	15,365	139,724	144,820	97,500	-	2,021,469	17,709,833
Excess (deficiency) of receipts over disbursements	-	(10,906)	2,326	727	8,786	(15,365)	15,257	(13,866)	(12,000)	-	39,365	(110,188)
Other financing sources (uses):												
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	1,786	-	-	15,365	6,070	-	-	-	-	1,512,527
Transfers out	-	-	(871)	-	(12,550)	-	-	-	-	-	-	(1,512,527)
Total other financing sources (uses)	-	-	915	-	(12,550)	15,365	6,070	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(10,906)	3,241	727	(3,764)	-	21,327	(13,866)	(12,000)	-	39,365	(110,188)
Cash and investments - ending	\$ -	\$ 6,979	\$ 1,787	\$ 727	\$ (3,407)	\$ -	\$ (4,266)	\$ (20,582)	\$ (12,000)	\$ 14,587	\$ 49,995	\$ 7,684,862

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

	Education	Debt Service	Retirement/ Sev Bond	Operations	Rainy Day	Retirement/ Severance Bond	Construction Fund	2023 Go Bond	School Lunch	Curricular Materials Rental	Jacods Field Donation	Ffa Scholarship
Cash and investments - beginning	\$ 1,967,073	\$ 484,148	\$ 91,913	\$ 3,017,672	\$ 1,202,609	\$ 5,413	\$ -	\$ -	\$ 618,092	\$ 214,952	\$ (80)	\$ 1,190
Receipts:												
Local sources	84,410	1,670,714	67,631	3,151,093	-	34,365	433,924	-	237,740	6,213	-	-
Intermediate sources	104	-	-	-	-	-	-	-	-	-	-	-
State sources	9,053,537	-	-	-	-	-	-	-	5,682	178,782	-	-
Federal sources	-	-	-	-	-	-	-	-	413,888	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	2,490	-	-	-	-	-	-	28,752	-	-	-	1,634
Total receipts	9,140,541	1,670,714	67,631	3,151,093	-	34,365	433,924	28,752	657,310	184,995	-	1,634
Disbursements:												
Instruction	6,866,053	-	-	-	-	-	-	-	-	-	-	-
Support services	1,413,967	-	-	3,475,378	80	-	-	-	7,295	194,756	(80)	-
Noninstructional services	273,879	-	-	-	-	-	-	-	592,706	-	-	-
Facilities acquisition and construction	-	-	-	137,344	-	-	424,476	211,367	-	-	-	-
Debt services	-	1,532,500	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	27,061	-	-	-	-	-	1,600
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	8,553,899	1,532,500	-	3,612,722	80	27,061	424,476	211,367	600,001	194,756	(80)	1,600
Excess (deficiency) of receipts over disbursements	586,642	138,214	67,631	(461,629)	(80)	7,304	9,448	(182,615)	57,309	(9,761)	80	34
Other financing sources (uses):												
Proceeds of long-term debt	-	-	-	-	-	-	-	1,295,000	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	780,263	-	-	1,484,609	142,205	39,289	-	-	-	-	-	-
Transfers out	(1,523,898)	-	(142,205)	(780,263)	-	-	-	-	-	-	-	-
Total other financing sources (uses)	(743,635)	-	(142,205)	704,346	142,205	39,289	-	1,295,000	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(156,993)	138,214	(74,574)	242,717	142,125	46,593	9,448	1,112,385	57,309	(9,761)	80	34
Cash and investments - ending	\$ 1,810,080	\$ 622,362	\$ 17,339	\$ 3,260,389	\$ 1,344,734	\$ 52,006	\$ 9,448	\$ 1,112,385	\$ 675,401	\$ 205,191	\$ -	\$ 1,224

(Continued)

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

	Nchs Resilient Grant 20-21	Nchs Youth Suicide Prev 22- 24	Wabash Valley Grant	Formative Assessment	Early Literacy Achievement Grant	Medicaid Reimbursement	Safety Grant 2020-21	Non-English 2020- 21	Career & Technical Performance	Teacher Appreciation Grant
Cash and investments - beginning	\$ -	\$ 48,716	\$ 12,840	\$ 3,582	\$ -	\$ 1,108	\$ -	\$ -	\$ 5,254	\$ -
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	24,500	18,050	5,202	4,699	-	-	-	-
Federal sources	-	-	-	-	-	-	26,669	-	-	42,283
Temporary loans	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-
Total receipts	-	-	24,500	18,050	5,202	4,699	26,669	-	-	42,283
Disbursements:										
Instruction	-	-	13,782	-	5,202	3,666	-	-	2,968	42,283
Support services	(3,445)	10,520	-	16,643	-	2,141	26,669	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-
Total disbursements	(3,445)	10,520	13,782	16,643	5,202	5,807	26,669	-	2,968	42,283
Excess (deficiency) of receipts over disbursements	3,445	(10,520)	10,718	1,407	-	(1,108)	-	-	(2,968)	-
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	3,445	(10,520)	10,718	1,407	-	(1,108)	-	-	(2,968)	-
Cash and investments - ending	\$ 3,445	\$ 38,196	\$ 23,558	\$ 4,989	\$ -	\$ -	\$ -	\$ -	\$ 2,286	\$ -

(Continued)

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

	High Ability 2019-20	State Connectivity Grant	Whin Elearning Award	Employability Skills Grant 22-23	Title 1 2023 Project Year	Idea Special Ed 2020-21 (611)	Preschool 2021-22 (619)	Title Iv - 2019-20	Scholarship For Fullerten	Medicaid Reimbursement - Federal
Cash and investments - beginning	\$ 3,119	\$ 3,868	\$ -	\$ -	\$ (8,159)	\$ (20,327)	\$ (1,941)	\$ -	\$ -	\$ 6,979
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	30,997	9,270	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	108,442	344,129	13,987	5,000	-	12,390
Temporary loans	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	210	-
Total receipts	30,997	9,270	-	-	108,442	344,129	13,987	5,000	210	12,390
Disbursements:										
Instruction	34,116	-	-	(12,000)	105,171	323,802	12,046	-	-	9,665
Support services	-	-	-	-	2,808	-	-	5,000	-	9,704
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-
Total disbursements	34,116	-	-	(12,000)	107,979	323,802	12,046	5,000	-	19,369
Excess (deficiency) of receipts over disbursements	(3,119)	9,270	-	12,000	463	20,327	1,941	-	210	(6,979)
Other financing sources (uses):										
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	6,418	-	-	-	-
Transfers out	-	-	-	-	-	(6,418)	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(3,119)	9,270	-	12,000	463	20,327	1,941	-	210	(6,979)
Cash and investments - ending	\$ -	\$ 13,138	\$ -	\$ 12,000	\$ (7,696)	\$ -	\$ -	\$ -	\$ 210	\$ -

(Continued)

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

	Title li-A 2019-20	Arp-Hcy Homelss	Idea Arp 611	Idea Arp 619	ESSER III	ESSER II	Employability Grant	Prepaid School Lunch Accounts	Payroll Clearing	Totals
Cash and investments - beginning	\$ 1,787	\$ 727	\$ (3,407)	\$ -	\$ (4,266)	\$ (20,582)	\$ (12,000)	\$ 14,587	\$ 49,995	\$ 7,684,862
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	5,686,090
Intermediate sources	-	-	-	-	-	-	-	-	-	104
State sources	-	-	-	-	-	-	36,000	-	-	9,366,719
Federal sources	20,235	2,410	15,087	3,391	84,102	32,849	-	-	-	1,124,862
Temporary loans	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	154	2,156,314	2,189,554
Total receipts	20,235	2,410	15,087	3,391	84,102	32,849	36,000	154	2,156,314	18,367,329
Disbursements:										
Instruction	-	9,908	11,680	3,391	62,186	7,161	36,000	-	-	7,537,080
Support services	22,022	-	-	-	28,358	5,106	-	-	-	5,216,922
Noninstructional services	-	-	-	-	-	-	-	-	-	866,585
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	773,187
Debt services	-	-	-	-	-	-	-	-	-	1,532,500
Nonprogrammed charges	-	-	-	-	-	-	-	-	2,156,438	2,185,099
Interfund loans	-	-	-	-	-	-	-	-	-	-
Total disbursements	22,022	9,908	11,680	3,391	90,544	12,267	36,000	-	2,156,438	18,111,373
Excess (deficiency) of receipts over disbursements	(1,787)	(7,498)	3,407	-	(6,442)	20,582	-	154	(124)	255,956
Other financing sources (uses):										
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	1,295,000
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	2,452,784
Transfers out	-	-	-	-	-	-	-	-	-	(2,452,784)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	1,295,000
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,787)	(7,498)	3,407	-	(6,442)	20,582	-	154	(124)	1,550,956
Cash and investments - ending	\$ -	\$ (6,771)	\$ -	\$ -	\$ (10,708)	\$ -	\$ (12,000)	\$ 14,741	\$ 49,871	\$ 9,235,818

CLINTON PRAIRIE SCHOOL CORPORATION  
SCHEDULE OF PAYABLES AND RECEIVABLES  
June 30, 2024

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<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	\$ 144,538	\$ 37,175

CLINTON PRAIRIE SCHOOL CORPORATION  
SCHEDULE OF LEASES AND DEBT  
June 30, 2024

<u>Lessor</u>	<u>Purpose</u>	<u>Annual Lease Payment</u>	<u>Lease Beginning Date</u>	<u>Lease Ending Date</u>
Governmental activities:				
Clinton Prairie Community School Building Corporation	Lease Rental 2024	\$ 355,000	4/3/2024	12/31/2034
Clinton Prairie Community School Building Corporation	Lease Rental - 2018 -Lighting & Roof	1,131,000	6/30/2019	12/31/2024
Clinton Prairie Community School Building Corporation	Lease Rental - 2020 - Science & Elem	397,300	7/15/2021	1/15/2030
Clinton Prairie Community School Building Corporation	Lease Rental 2023 GO BOND	<u>335,000</u>	12/21/2023	1/15/2029
Total governmental activities		<u>2,218,300</u>		
Total of annual lease payments		\$ 2,218,300		

<u>Type</u>	<u>Description of Debt</u>	<u>Ending Principal Balance</u>	<u>Principal Due Within One Year</u>
Governmental activities:			
General Obligation Bonds	2023 GO Bond	<u>\$ 1,325,000</u>	<u>\$ 335,000</u>
Totals		<u>\$ 1,325,000</u>	<u>\$ 335,000</u>

CLINTON PRAIRIE SCHOOL CORPORATION  
SCHEDULE OF CAPITAL ASSETS  
June 30, 2024

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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:	
Infrastructure	\$ 1,552,897
Buildings	69,300,767
Improvements other than buildings	125,234
Machinery, equipment, and vehicles	2,477,599
Construction in progress	726,134
Books and other	<u>6,369,851</u>
Total governmental activities	<u>80,552,482</u>
Total capital assets	<u>\$ 80,552,482</u>

CLINTON-PRAIRIE SCHOOL COPORATION  
STATE REPORTING INFORMATION  
July 1, 2022 - June 30, 2024

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*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.

CLINTON PRAIRIE SCHOOL CORPORATION  
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	FY2023, FY2024	\$ 62,101	\$ 57,412	\$ 119,513
National School Lunch Program		10.555	FY2023, FY2024	463,707	361,184	824,891
Commodities		10.555	FY2023, FY2024	30,926	39,054	69,980
Total - Child Nutrition Cluster				<u>556,734</u>	<u>457,650</u>	<u>1,014,384</u>
Total - Department of Agriculture				<u>556,734</u>	<u>457,650</u>	<u>1,014,384</u>
<u>Department of Education</u>						
Special Education Cluster(IDEA)						
Special Education Grants to States	Indiana Department of Education					
COVID-19 - Supplemental Funding - IDEA, Part B		84.027X	22611-095-ARP	19,780	15,403	35,183
IDEA, Part B		84.027	22611-095-PN01	7,987	-	7,987
IDEA, Part B		84.027	23611-095-PN01	215,807	64,047	279,854
IDEA, Part B		84.027	24611-095-PN01	-	289,565	289,565
Total - Special Education Grants to States				<u>243,574</u>	<u>369,015</u>	<u>612,589</u>
Special Education Preschool Grants	Indiana Department of Education					
IDEA, Preschool		84.173	23619-095-PN01	3,881	15,083	18,964
Total - Special Education Preschool Grants				<u>3,881</u>	<u>15,083</u>	<u>18,964</u>
Total - Special Education Cluster(IDEA)				<u>247,455</u>	<u>384,098</u>	<u>631,553</u>
Title I Grants to Local Educational Agencies	Indiana Department of Education					
Title I, Part A		84.010A	S010A210014	17,382	-	17,382
Title I, Part A		84.010A	S010A220014	55,558	39,098	94,656
Title I, Part A		84.010A	S010A230014	-	69,344	69,344
Total - Title I Grants to Local Educational Agencies				<u>72,940</u>	<u>108,442</u>	<u>181,382</u>
Supporting Effective Instruction State Grants	Indiana Department of Education					
Title II, Part A		84.367A	S367A200013	14,709	1,130	15,839
Title II, Part A		84.367A	S367A210013	18,066	-	18,066
Title II, Part A		84.367A	S367A220013	19,830	-	19,830
Title II, Part A		84.367A	S367A230013	-	19,105	19,105
Total - Supporting Effective Instruction State Grants				<u>52,605</u>	<u>20,235</u>	<u>72,840</u>

(Continued)

CLINTON PRAIRIE SCHOOL CORPORATION  
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
Student Support and Academic Enrichment Program	Indiana Department of Education					
Title IV, Part A		84.424	S424A210015	\$ 9,550	\$ -	\$ 9,550
Title IV, Part A		84.424	S424A220015	10,000	-	10,000
Title IV, Part A		84.424	S424A230015	-	5,000	5,000
Total - Student Support and Academic Enrichment Program				<u>19,550</u>	<u>5,000</u>	<u>24,550</u>
COVID-19 - Education Stabilization Fund	Indiana Department of Education					
Elementary and Secondary School Emergency Relief (ESSER II) Fund		84.425D	S425D210013	130,954	32,849	163,803
American Rescue Plan Elementary and Secondary School Elementary and Secondary School Emergency Relief (ESSER III) Fund		84.425U	S425U210013	240,481	120,102	360,583
American Rescue Plan Elementary and Secondary School Emergency Relief (ARP HCY II) Homeless Children and Youth Grant		84.425W	S425W210015	<u>5,853</u>	<u>2,410</u>	<u>8,263</u>
Total - COVID-19 - Education Stabilization Fund				<u>377,288</u>	<u>155,361</u>	<u>532,649</u>
Total - Department of Education				<u>769,838</u>	<u>673,136</u>	<u>1,442,974</u>
<u>Department of Health and Human Services</u>						
Medicaid Cluster						
Medical Assistance Program	Family and Social Services Administration					
Medicaid		93.778	FY2023, FY2024	<u>10,028</u>	<u>12,390</u>	<u>22,418</u>
Total - Department of Health and Human Services				<u>10,028</u>	<u>12,390</u>	<u>22,418</u>
Total federal awards expended				<u>\$ 1,336,600</u>	<u>\$ 1,143,176</u>	<u>\$ 2,479,776</u>

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

CLINTON PRAIRIE SCHOOL COPORATION  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the period of July 1, 2022 through June 30, 2024

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**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 \$69,980 are valued based on the USDA's donated commodity price list. These are shown as part of the National School Lunch Program (10.555).

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

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

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

Those Charged with Governance  
Clinton Prairie School Corporation  
Clinton 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 Clinton Prairie School Corporation ("School Corporation"), which comprise the statement of receipts, disbursements, other financing sources (uses), and cash and investment balances of the School Corporation as of June 30, 2024 and for the period July 1, 2022 through June 30, 2024 and the related notes to the financial statement, which collectively comprise the School Corporation's financial statement, and have issued our report thereon dated March 17, 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. We did identify certain deficiencies in internal control, described in the accompanying *Schedule of Findings and Questioned Costs* as items 2024-001 and 2024-002, that we consider to be material weaknesses.

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(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 Findings

Government Auditing Standards requires the auditor to perform limited procedures on the School Corporation's response to the findings identified in our audit and described in the accompanying Schedule of Findings and Questioned Costs. The School Corporation's responses were not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the responses.

## Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

  
Crowe LLP

Indianapolis, Indiana  
March 17, 2025

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

Those Charged with Governance  
Clinton Prairie School Corporation  
Clinton County, Indiana

**Report on Compliance for Major Federal Program**

***Opinion on Major Federal Program***

We have audited the Clinton Prairie School Corporation's (School Corporation) compliance with the types of compliance requirements identified as subject to audit in the OMB Compliance Supplement that could have a direct and material effect on 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, the School Corporation complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major federal program for the period of July 1, 2022 through June 30, 2024.

***Basis for 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.

***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.

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(Continued)

### ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the School Corporation's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the School Corporation's compliance with the requirements of each major federal program as a whole.

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the School Corporation's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of the School Corporation's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the School Corporation's internal control over compliance. Accordingly, no such opinion is expressed.

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

### **Report on Internal Control Over Compliance**

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 2024-003 and 2024-004 to be material weaknesses.

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(Continued)

*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 responses 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 responses were not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

*Crowe LLP*  
Crowe LLP

Indianapolis, Indiana  
March 17, 2025

CLINTON PRAIRIE SCHOOL COPORATION  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 July 1, 2022 through June 30, 2024

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**Section I – Summary of Auditor’s Results**

***Financial Statement***

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

Internal control over financial reporting:

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

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

Internal control over major programs:

Material weakness(es) identified?	<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: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2CFR 200.516(a)?	<u>  X  </u>	Yes	_____	No
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Identification of major programs:

<u>Assistance Listing Number</u>	<u>Name of Federal Program or Cluster</u>
10.553, 10.555	Child Nutrition Cluster

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

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

CLINTON PRAIRIE SCHOOL COPORATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
July 1, 2022 through June 30, 2024

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**Section II – Financial Statement Findings**

**FINDING 2024-001**

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

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

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

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

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

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

2 CFR 200.508 states in part:

"The auditee must: . . .

(b) Prepare appropriate financial statements, ..."

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

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

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(Continued)

CLINTON PRAIRIE SCHOOL COPORATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
July 1, 2022 through June 30, 2024

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**Section II – Financial Statement Findings** (Continued)

**FINDING 2024-001** (Continued)

**Context:** 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 reviewed prior to submission. However, it was not reviewed in enough detail to prevent the following errors in the financial statement:

1) For the period of July 1, 2022 to June 30, 2023, receipt amounts were understated by \$2,060,834 and the disbursement amounts were understated by \$2,021,464 resulting in an understatement of cash of \$39,370. Additionally, the beginning July 1, 2022 balance was understated by \$10,630 resulting in a net impact on the ending June 30, 2024 cash balance of an understatement of \$50,000.

Audit adjustments were proposed, accepted by the School Corporation, and made to the financial statement to correct the errors noted above.

The errors noted related to improperly excluding the activity from the payroll clearing fund on the AFR.

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

**Identification as a repeat finding, if applicable:** This is a repeat finding from the immediately prior audit. The prior finding number was 2022-002.

**Recommendation:** We recommended that the School Corporation's management establish a formal review over the AFR financial statement submission to ensure amounts reported are accurate and agree to underlying fund ledgers. The School Corporation should establish a documented, secondary review to ensure the amounts reported on the financial statement agree to the supporting fund ledger detail.

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

**FINDING 2024-002**

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

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

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

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(Continued)

CLINTON PRAIRIE SCHOOL COPORATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
July 1, 2022 through June 30, 2024

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**Section II – Financial Statement Findings** (Continued)

**FINDING 2024-002** (Continued)

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.

(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.

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(Continued)

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

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**Section II – Financial Statement Findings** (Continued)

**FINDING 2024-002** (Continued)

(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 net overstatement on the SEFA of \$118,180 for the period July 1, 2022, through June 30, 2024:

- The Child Nutrition Cluster (10.553, 10.555) expenditures were overstated by \$10,815
- The WIC Special Supplemental Nutrition Program for Women, Infants, and Children expenditures were overstated by \$80,322
- The Special Education Cluster (84.027, 84.027X, 84.173) expenditures were overstated by \$31,045
- The Title I Grants to Local Educational Agencies (84.010A) expenditures were understated by \$2,907
- The Supporting Effective Instruction State Grants (84.367A) expenditures were overstated by \$2,469
- The Student Support and Academic Enrichment Program (84.424) expenditures were overstated by \$163,803
- The COVID-19 - Education Stabilization Fund (84.425D, 84.425U, 84.425W) expenditures were understated by \$172,066
- The Medicaid Cluster (93.778) expenditures were overstated by \$4,699

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:** This is a repeat finding from the immediately prior audit. The prior finding number was 2022-001.

**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.

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(Continued)

CLINTON PRAIRIE SCHOOL COPORATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
July 1, 2022 through June 30, 2024

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**Section III – Federal Award Findings an Questioned Costs**

**FINDING 2024-003**

**Information on the federal program:**

Subject: Child Nutrition Cluster - Internal Controls  
Federal Agency: Department of Agriculture  
Federal Program: School Breakfast Program, National School Lunch Program  
Assistance Listing Number: 10.553, 10.555  
Federal Award Numbers and Years (or Other Identifying Numbers): FY2023, FY2024  
Pass-Through Entity: Indiana Department of Education  
Compliance Requirement: Activities Allowed or Unallowed, Allowable Costs/Cost Principles  
Audit Finding: Material Weakness

**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). . . ."

**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 eligibility compliance requirement.

**Cause:** The School Corporation's management had not developed a system of internal controls to ensure compliance with the Activities Allowed or Unallowed, Allowable Costs/Cost Principles requirements.

**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.

**Context:** We noted there was no review of all 35 timecards selected for testing in a sample of 40 payroll transactions. The other 5 sample payroll transactions for salaried employees were tested without error.

**Identification as a repeat finding, if applicable:** No.

**Recommendation:** We recommended that the School Corporation's management ensure all timecards are formally reviewed and the School Corporation maintain the supporting documentation.

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

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(Continued)

CLINTON PRAIRIE SCHOOL COPORATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
July 1, 2022 through June 30, 2024

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

**FINDING 2024-004**

**Information on the federal program:**

Subject: Child Nutrition Cluster - Internal Controls  
Federal Agency: Department of Agriculture  
Federal Program: School Breakfast Program, National School Lunch Program  
Assistance Listing Number: 10.553, 10.555  
Federal Award Numbers and Years (or Other Identifying Numbers): FY2023, FY2024  
Pass-Through Entity: Indiana Department of Education  
Compliance Requirement: Eligibility  
Audit Finding: Material Weakness

**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). . . ."

**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 eligibility compliance requirement.

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

**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.

**Context:** During sample testing of 60 students for eligibility, we noted 7 instances where there was no documented review by someone other than the individual making the eligibility determination. The lack of review was isolated to paper applications.

**Identification as a repeat finding, if applicable:** No.

**Recommendation:** We recommended that the School Corporation's management establish a system of internal controls related to the grant agreement and eligibility compliance requirements.

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

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CORRECTIVE ACTION PLAN OF CURRENT AUDIT FINDINGS  
June 30, 2024

**Finding 2024-001** – Preparation of the Annual Financial Report

**Context:** 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 reviewed prior to submission. However, it was not reviewed in enough detail to prevent the following errors in the financial statement:

1) For the period of July 1, 2022 to June 30, 2023, receipt amounts were understated by \$2,060,834 and the disbursement amounts were understated by \$2,021,469 resulting in an understatement of cash of \$39,370. Additionally, the beginning July 1, 2022 balance was understated by \$10,630 resulting in a net impact on the ending June 30, 2024 cash balance of an understatement of \$49,995.

Audit adjustments were proposed, accepted by the School Corporation, and made to the financial statement to correct the errors noted above.

The errors noted related to improperly excluding the activity from the payroll clearing fund on the AFR.

Contact Person Responsible for Corrective Action:

Contact Phone Number:

- Linda Burkhalter
- 765-659-1339, ext 113

Views of Responsible Official: We concur with the finding.

Description of Corrective Action Plan:

- I will double check the amounts to make sure they are entered correctly.

Anticipated Completion Date:

- FY25 AFR

## **FINDING 2024-002**

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

**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 net overstatement on the SEFA of \$118,180 for the period July 1, 2022, through June 30, 2024:

- The Child Nutrition Cluster (10.553, 10.555) expenditures were overstated by \$10,815
- The WIC Special Supplemental Nutrition Program for Women, Infants, and Children expenditures were overstated by \$80,322
- The Special Education Cluster (84.027, 84.027X, 84.173) expenditures were overstated by \$31,045
- The Title I Grants to Local Educational Agencies (84.010A) expenditures were understated by \$2,907
- The Supporting Effective Instruction State Grants (84.367A) expenditures were overstated by \$2,469
- The Student Support and Academic Enrichment Program (84.424) expenditures were overstated by \$163,803
- The COVID-19 - Education Stabilization Fund (84.425D, 84.425U, 84.425W) expenditures were understated by \$172,066
- The Medicaid Cluster (93.778) expenditures were overstated by \$4,699

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:

Contact Phone Number:

- Linda Burkhalter, 765-659-1339, ext 113

Views of Responsible Official: We concur with the finding.

Description of Corrective Action Plan:

- I will double check numbers after they are entered.

Anticipated Completion Date:

- FY25 AFR

## **FINDING 2024-003**

### **Information on the federal program:**

Subject: Child Nutrition Cluster - Internal Controls

Federal Agency: Department of Agriculture

Federal Program: School Breakfast Program, National School Lunch Program

Assistance Listing Number: 10.553, 10.555

Federal Award Numbers and Years (or Other Identifying Numbers): FY2023, FY2024

Pass-Through Entity: Indiana Department of Education

Compliance Requirement: Activities Allowed or Unallowed, Allowable Costs/Cost Principles

Audit Finding: Material Weakness

**Context:** Crowe noted there was no review of all 35 timecards selected for testing in a sample of 40 payroll transactions. The other 5 sample payroll transactions for salaried employees were tested without error.

Contact Person Responsible for Corrective Action:

Contact Phone Number:

- Linda Burkhalter, 765-659-1339, ext 113

Views of Responsible Official: We concur with the finding.

Description of Corrective Action Plan:

- We will have dual control on all timesheets.

Anticipated Completion Date:

- 3/17/2025

## **FINDING 2024-004**

### **Information on the federal program:**

Subject: Child Nutrition Cluster - Internal Controls

Federal Agency: Department of Agriculture

Federal Program: School Breakfast Program, National School Lunch Program

Assistance Listing Number: 10.553, 10.555

Federal Award Numbers and Years (or Other Identifying Numbers): FY2023, FY2024

Pass-Through Entity: Indiana Department of Education

Compliance Requirement: Eligibility

Audit Finding: Material Weakness

Contact Person Responsible for Corrective Action:

Contact Phone Number:

- Jill Pollard, 765-654-4473, ext 401

Views of Responsible Official: We concur with the finding.

Description of Corrective Action Plan:

- There will be dual control on all applications

Anticipated Completion Date:

- 12/31/2025

## SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

### **FINDING 2022-001**

Subject: Preparation of the Schedule of Expenditures of Federal Awards

Audit Findings: Material Weakness

**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 gross overstatement on the SEFA of \$308,728, the gross understatement of \$5,539, and the net overstatement of the total federal awards expended on the SEFA by \$303,189 for the period July 1, 2020, through June 30, 2022:

- The Child Nutrition Cluster (10.553, 10.555) expenditures were overstated by \$301,717
- Title I Part A Cluster (84.010) expenditures were overstated by \$3,331
- Title II Part A Supporting Effective Instruction Cluster (84.367) expenditures were overstated by \$3,680
- Medicaid Cluster (93.778) expenditures were understated by \$5,539
- \$248,448 in the Education Stabilization Fund (84.425) expenditures were improperly labeled as Student Support and Academic Enrichment Program (84.424) expenditures.

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 2024-002. The finding was not resolved due to the lack of detailed review of the SEFA. To resolve the finding, the School Corporation will double check numbers after they are entered to ensure they are accurate.

### **FINDING 2022-002**

#### **Information on the federal program:**

Su Subject: Preparation of the Annual Financial Report

Audit Findings: Material Weakness

**Context:** 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 reviewed prior to submission. However, it was not reviewed in enough detail to prevent the following errors in the financial statement:

1. For the period of July 1, 2020 to June 30, 2021, the School Corporation improperly excluded the Prepaid Payroll Clearing and Prepaid School Lunch funds which understated receipt and disbursement amounts by \$1,783,375 and \$1,780,393 respectively. The beginning July 1, 2020 balance of \$63,426 as improperly excluded as well. The ending cash as of June 30, 2021 in the Prepaid Payroll Clearing Fund and Prepaid School Lunch funds was \$66,408.
2. For the period of July 1, 2021 to June 30, 2022, the School Corporation improperly excluded the Prepaid Payroll Clearing and Prepaid School Lunch funds which understated receipt and disbursement amounts by \$1,903,643 and \$1,944,834 respectively. The ending cash as of June 30, 2022 in the Prepaid Payroll Clearing Fund and Prepaid School Lunch funds was \$25,217.

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

*Status:* Not resolved, see finding 2024-001. The finding was not resolved due to the lack of detailed review of the SEFA. To resolve the finding, the School Corporation will double check numbers after they are entered to ensure they are accurate.

### **Finding 2022-003**

#### **Information on the federal program:**

Subject: Child Nutrition Cluster – Internal Controls  
Federal Agency: Department of Agriculture  
Federal Program: School Breakfast Program, National School Lunch Program  
Assistance Listing Number: 10.553, 10.555  
Pass-Through Entity: Indiana Department of Education  
Compliance Requirement: Procurement and Suspension and Debarment  
Audit Finding: Material Weakness

**Context:** There were two small purchase method procurements selected for sample testing for the audit period. For the two small purchase method procurements selected for sample testing, we noted that the School Corporation did not obtain three quotes from separate vendors. One procurement was a small purchase method procurement for dairy purchases totaling \$17,110 in fiscal year 2021 and \$26,580 in fiscal year 2022. The other procurement was a small purchase method procurement for food purchases totaling \$12,738 in fiscal year 2021 and \$23,055 in fiscal year 2022. Additionally, the School Corporation did not perform a suspension and debarment check on the vendor sampled that was over \$25,000 in fiscal year 2022.

*Status:* Resolved.

### **Finding 2022-004**

#### **Information on the federal program:**

Subject: Education Stabilization Fund (ESSER) – Internal Controls  
Federal Agency: Department of Education  
Federal Program: COVID-19 – Education Stabilization Fund  
Assistance Listing Number: 84.425D, 84.425U  
Pass-Through Entity: Indiana Department of Education  
Compliance Requirement: Reporting  
Audit Finding: Material Weakness

**Context:** The School Corporation was required to submit two Annual Data Reports to the Indiana Department of Education (IDOE) to meet federal reporting requirements for ESSER and GEER grant awards. The first report was for the period of March 13, 2020 to September 30, 2020 and was due by January 21, 2021. The second report was for the period of October 1, 2020 to June 30, 2021 and was due by May 13, 2022. We noted the amounts reported as expended, \$10,000 for ESSER I and \$0 for ESSER II, on the second report did not agree to the amounts expended per the underlying expenditure records, \$92,920 for ESSER I and \$18,169 for ESSER II, of the School Corporation.

Additionally, we noted the for both reports that were submitted, there was no documented review by someone other than the preparer of the report to ensure the information submitted was complete and accurate.

*Status:* Not resolved. The finding was not resolved due to the lack of detailed review of the reports submitted. To resolve the finding, the School Corporation will double check numbers after they are entered to ensure they are accurate.

## **Finding 2022-005**

### **Information on the federal program:**

Subject: Medicaid – Eligibility, Other Matters  
Federal Agency: US Department of Health and Human Services  
Federal Program: Medicaid  
Assistance Listing Number: 93.778  
Pass-Through Entity: Indiana Department of Education  
Compliance Requirement: Eligibility  
Audit Findings: Material Weakness, Noncompliance

**Context:** The School Corporation participates in a Special Education Co-op. In 2015, the Co-op provided an avenue, through a third-party company, for the member school districts to obtain reimbursement for Medicaid services. It was discovered in 2021 that the annual parental disclosure statements had not been completed for Medicaid eligibility compliance. Due to this oversight, each member school had to void transactions through the third-party company and pay back the amount of these transactions for the period August 9, 2015 through April 23, 2021.

The School Corporation's amount owed was \$69,312 for the period identified during 2015-2021. The School Corporation completed a Voluntary Self-Disclosure of Provider of Overpayments Packet through the Indiana Family & Social Services Administration's Office of Medicaid Policy and Planning Office to reimburse the amounts owed. The amount related to this period July 1, 2020 through June 30, 2022 was indeterminable. The School Corporation remitted the amount owed in July 2021.

*Status:* Resolved.