

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

FEDERAL COMPLIANCE AUDIT REPORT

OF

ELKHART COMMUNITY SCHOOLS

ELKHART COUNTY, INDIANA

July 1, 2021 to June 30, 2023



**FILED**

03/25/2024



## TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials .....	2
Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statement Performed in Accordance with <i>Government Auditing Standards</i> .....	3-4
Independent Auditor's Report on Compliance for Each Major Federal Program; Report on Internal Control over Compliance; and Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance .....	5-7
Schedule of Expenditures of Federal Awards and Accompanying Notes:	
Schedule of Expenditures of Federal Awards .....	10-13
Notes to Schedule of Expenditures of Federal Awards.....	14
Schedule of Findings and Questioned Costs.....	15
Auditee-Prepared Document:	
Summary Schedule of Prior Audit Findings.....	18-19
Other Reports.....	20

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Kevin E. Scott Zachary E. Quiett	07-01-21 to 01-08-24 01-09-24 to 06-30-24
Superintendent of Schools	Dr. Steven W. Thalheimer (Vacant) Mark T. Mow (interim) Dr. Larry A. Huff	07-01-21 to 06-30-23 07-01-23 to 07-16-23 07-17-23 to 02-29-24 03-01-24 to 06-30-24
President of the School Board	Roscoe L. Enfield, Jr. Dacey S. Davis Troy Scott	07-01-21 to 12-31-21 01-01-22 to 12-31-23 01-01-24 to 06-30-24



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

TO: THE OFFICIALS OF THE ELKHART COMMUNITY SCHOOLS, ELKHART COUNTY, INDIANA

We have audited, in accordance with 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 Elkhart Community Schools (School Corporation), for the period of July 1, 2021 to June 30, 2023, 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 19, 2024, wherein we noted the School Corporation followed accounting practices the Indiana State Board of Accounts prescribes rather than accounting principles generally accepted in the United States of America.

***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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the School Corporation's financial statement will not be prevented, or detected and corrected, on a timely basis. A significant deficiency is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

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

***Report on Compliance and Other Matters***

As part of obtaining reasonable assurance about whether the School Corporation's financial statement is free of 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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

***Purpose of This Report***

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School Corporation'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 School Corporation's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Beth Kelley, CPA, CFE  
Deputy State Examiner

March 19, 2024



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE

TO: THE OFFICIALS OF THE ELKHART COMMUNITY SCHOOLS, ELKHART COUNTY, INDIANA

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited the Elkhart Community Schools' (School Corporation) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the period of July 1, 2021 to June 30, 2023. The School Corporation's major federal programs are identified in the *Summary of Auditor's Results* section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the School Corporation complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the period of July 1, 2021 to June 30, 2023.

**Basis for Opinion on Each Major Federal Program**

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the *Auditor's Responsibilities for the Audit of Compliance* section of our report.

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

***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the School Corporation's federal programs.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE  
(Continued)

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

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

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

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

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

**Report on Internal Control over Compliance**

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

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE  
(Continued)

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

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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

**Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance**

We have audited the financial statement of the School Corporation, as of and for the period of July 1, 2021 to June 30, 2023, and the related notes to the financial statement. We issued our report thereon dated March 19, 2024, which contained a dual opinion on the financial statement. An adverse opinion was issued regarding the presentation in accordance with accounting principles generally accepted in the United States of America, and an unmodified opinion was issued regarding the presentation in accordance with the regulatory basis of accounting. Our audit was performed for the purpose of forming an opinion on the financial statement as a whole. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 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 itself, 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.



Beth Kelley, CPA, CFE  
Deputy State Examiner

March 19, 2024

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## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND ACCOMPANYING NOTES

The Schedule of Expenditures of Federal Awards and accompanying notes presented were approved by management of the School Corporation. The schedule and notes are presented as intended by the School Corporation.

ELKHART COMMUNITY SCHOOLS  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 For the Years Ended June 30, 2022 and 2023

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Assistance Listings Number	Pass-Through Entity (or Other) Identifying Number	Passed Through to Subrecipient 06-30-22	Total Federal Awards Expended 06-30-22	Passed Through to Subrecipient 06-30-23	Total Federal Awards Expended 06-30-23
<u>Department of Agriculture</u>							
Child Nutrition Cluster							
School Breakfast Program	Indiana Department of Education	10.553					
			FY2022	\$ -	\$ 1,601,383	\$ -	\$ -
			FY2023	-	-	-	1,614,735
Total - School Breakfast Program				-	1,601,383	-	1,614,735
National School Lunch Program							
	Indiana Department of Education	10.555					
			FY2022	-	4,964,258	-	-
			FY2023	-	-	-	5,034,808
			FY2022	-	24,126	-	-
			FY2023	-	-	-	41,025
Supply Chain Assistance Funds			FY2023	-	-	-	518,175
SNP Emergency Funds			FY2022	-	619,782	-	-
Commodities			FY2022 / FY2023	-	778,713	-	553,480
Total - National School Lunch Program				-	6,386,879	-	6,147,488
Summer Food Service Program for Children							
	Indiana Department of Education	10.559					
			FY2022	-	285,657	-	-
			FY2023	-	-	-	114,853
Total - Summer Food Service Program for Children				-	285,657	-	114,853
Fresh Fruit and Vegetable Program							
	Indiana Department of Education	10.582					
			FY2022	-	157,011	-	-
			FY2023	-	-	-	392,554
Total - Fresh Fruit and Vegetable Program				-	157,011	-	392,554
Total - Child Nutrition Cluster							
				-	8,430,930	-	8,269,630
Child and Adult Care Food Program							
	Indiana Department of Education	10.558					
			FY2022	-	132,818	-	-
CACFP Emergency Funds			FY2023	-	-	-	146,880
			FY2022	-	15,806	-	-
Total - Child and Adult Care Food Program				-	148,624	-	146,880
Pandemic EBT Administrative Costs							
	Indiana Department of Education	10.649					
			FY2022	-	5,814	-	-
			FY2023	-	-	-	5,950
Total - Pandemic EBT Administrative Costs				-	5,814	-	5,950
Total - Department of Agriculture							
				-	8,585,368	-	8,422,460
<u>Federal Communications Commission</u>							
COVID-19 - Emergency Connectivity Fund Program	Direct Grant	32.009					
			ECF202205291	-	937,430	-	568,920
Total - COVID-19 - Emergency Connectivity Fund Program				-	937,430	-	568,920
Total - Federal Communications Commission							
				-	937,430	-	568,920

ELKHART COMMUNITY SCHOOLS  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 For the Years Ended June 30, 2022 and 2023

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Assistance Listings Number	Pass-Through Entity (or Other) Identifying Number	Passed Through to Subrecipient 06-30-22	Total Federal Awards Expended 06-30-22	Passed Through to Subrecipient 06-30-23	Total Federal Awards Expended 06-30-23
<b>Department of Education</b>							
Special Education Cluster (IDEA) Special Education Grants to States	Indiana Department of Education	84.027	20611-013-PN01 21611-013-PN01 21611-013-CEIS 22611-013-PN01 23611-013-PN01	- - - - -	197,641 2,345,577 211,284 487,762 -	- - - - -	- - - 2,744,328 1,758,060
Subtotal - Special Education Grants to States				-	3,242,264	-	4,502,388
COVID-19 - Special Education Grants to States (7911) ARP IDEA 611	Indiana Department of Education	84.027X	22611-013-ARP	-	-	-	317,521
Subtotal - COVID-19 - Special Education Grants to States				-	-	-	317,521
Total - Special Education Grants to States				-	3,242,264	-	4,819,909
Special Education Preschool Grants	Indiana Department of Education	84.173	19619-013-PN01 20619-013-PN01 21619-013-PN01 22619-013-PN01 23619-013-PN01	- - - - -	46,208 4,341 32,774 95,060 -	- - - - -	- - - 24,720 122,559
Total - Special Education Preschool Grants				-	178,383	-	147,279
Total - Special Education Cluster (IDEA)				-	3,420,647	-	4,967,188
Adult Education - Basic Grants to States	Indiana Department of Education	84.002	V002A200014 V002A210014 V002A220014	- - -	261,213 34,902 -	- - -	44,810 238,698 370,883
Total - Adult Education - Basic Grants to States				-	296,115	-	654,391
Title I Grants to Local Educational Agencies	Indiana Department of Education	84.010	S010A180014 S010A190014 S010A200014 S010A210014 S010A220014	- - - - -	2,172 285,864 2,277,482 1,549,836 -	- - - - -	- - 696,028 902,147 1,933,137
Total - Title I Grants to Local Educational Agencies				-	4,115,354	-	3,531,312
Career and Technical Education - Basic Grants to States	Indiana Department of Education	84.048	V048A200014 V048A210014 V048A220014	- - -	237,161 493,614 -	- - -	- 248,708 567,388
Total - Career and Technical Education - Basic Grants to States				-	730,775	-	816,096

ELKHART COMMUNITY SCHOOLS  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 For the Years Ended June 30, 2022 and 2023

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Assistance Listings Number	Pass-Through Entity (or Other) Identifying Number	Passed Through to Subrecipient 06-30-22	Total Federal Awards Expended 06-30-22	Passed Through to Subrecipient 06-30-23	Total Federal Awards Expended 06-30-23
Innovative Approaches to Literacy; Promise Neighborhoods; Full-Service Community Schools; and Congressionally Directed Spending for Elementary and Secondary Education Community Projects	Direct Grant	84.215	S215J220038	-	-	-	80,979
(5840) ECOLE: Elkhart Community Opportunities for Learning Engagement							
Twenty First Century Community Learning Centers	Indiana Department of Education	84.287	S287C190014	-	270,557	-	-
			S287C210014	-	106,050	-	-
Total - Twenty First Century Community Learning Centers				-	376,607	-	-
English Language Acquisition State Grants	Indiana Department of Education	84.365	S365A190014	-	45,431	-	16,780
			S365A200014	-	151,412	-	103,075
			S365A210014	-	35,476	-	106,988
			S365A220014	-	-	-	10,257
Total - English Language Acquisition State Grants				-	232,319	-	237,100
Supporting Effective Instruction State Grants	Indiana Department of Education	84.367	S367A180013	-	66,267	-	-
			S367A190013	-	135,009	-	5,105
			S367A20013-20A	-	381,515	-	28,973
			S367A210013	-	331,236	-	187,489
			S367A220013	-	-	-	355,419
Total - Supporting Effective Instruction State Grants				-	914,027	-	576,986
School Improvement Grants (4113) Title I SIG FY21	Indiana Department of Education	84.377	S377A160015	-	403,301	-	-
Student Support and Academic Enrichment Program	Indiana Department of Education	84.424	S424A190015	-	85,414	-	5,590
			S424A200015	-	187,188	-	28,013
			S424A210015	-	20,636	-	200,887
			S424A220015	-	-	-	70,220
Total - Student Support and Academic Enrichment Program				-	293,238	-	304,710
COVID-19 - Education Stabilization Fund	Indiana Department of Education	84.425	S425C200018	-	118,590	-	-
		84.425C	S425D200013	-	1,963,554	-	161,095
		84.425D	S425D210013	-	2,754,944	-	8,234,633
Elementary and Secondary School Emergency Relief Fund		84.425U	S425U210013	-	21,110	-	-
		84.425U	S425U200013	-	6,923,941	-	6,808,375
Total - COVID-19 - Education Stabilization Fund				-	11,782,139	-	15,204,103
Total - Department of Education				-	22,564,522	-	26,372,865

ELKHART COMMUNITY SCHOOLS  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 For the Years Ended June 30, 2022 and 2023

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Assistance Listings Number	Pass-Through Entity (or Other) Identifying Number	Passed Through to Subrecipient 06-30-22	Total Federal Awards Expended 06-30-22	Passed Through to Subrecipient 06-30-23	Total Federal Awards Expended 06-30-23
<u>Department of Health and Human Services</u>							
Substance Abuse and Mental Health Services Projects of Regional and National Significance	Indiana Department of Education	93.243	1H79SM085313-01 5H79SM085313-02	- -	33,003 -	- -	565,704 309,551
Total - Substance Abuse and Mental Health Services Projects of Regional and National Significance				-	33,003	-	875,255
<u>Medicaid Cluster</u>							
Medical Assistance Program	Indiana Family and Social Services Administration	93.778	FY2022 FY2023	- -	264,278 -	- -	- 448,393
Medical Assistance Program	Indiana Department of Education	93.778	FY2022 FY2023	- -	110,783 -	- -	- 98,238
Total - Medical Assistance Program				-	375,061	-	546,631
Total - Medicaid Cluster				-	375,061	-	546,631
Total - Department of Health and Human Services				-	408,064	-	1,421,886
<u>Department of Homeland Security</u>							
COVID-19 - Disaster Grants - Public Assistance (Presidentially Declared Disasters) (0160) Operating Referendum Fund	Indiana Department of Homeland Security	97.036	FY2003	-	-	-	482,902
Total - COVID-19 - Disaster Grants - Public Assistance (Presidentially Declared Disasters)				-	-	-	482,902
Total - Department of Homeland Security				-	-	-	482,902
Total federal awards expended				\$ -	\$ 32,495,384	\$ -	\$ 37,269,033

The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

ELKHART COMMUNITY SCHOOLS  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

**Note 1. Summary of Significant Accounting Policies**

*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 years ended June 30, 2022 and 2023. 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, as applicable, either the cost principles in OMB Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments*, or the cost principles contained in the 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 allowed under the Uniform Guidance.

ELKHART COMMUNITY SCHOOLS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

**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 weaknesses identified?	no
Significant deficiencies identified?	none reported
Noncompliance material to financial statement noted?	no

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	no
Significant deficiencies identified?	none reported
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	no

Identification of Major Programs and type of auditor's report issued on compliance for each:

Assistance Listings Number	Name of Federal Program or Cluster	Opinion Issued
84.010	Special Education Cluster (IDEA)	Unmodified
84.425	Title I Grants to Local Educational Agencies	Unmodified
	COVID-19 - Education Stabilization Fund	Unmodified

Dollar threshold used to distinguish between Type A and Type B programs: \$2,092,933

Auditee qualified as low-risk auditee? no

**Section II - Financial Statement Findings**

No matters are reportable.

**Section III - Federal Award Findings and Questioned Costs**

No matters are reportable.

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AUDITEE-PREPARED DOCUMENT

The subsequent document was provided by management of the School Corporation. The document is presented as intended by the School Corporation.



**BUSINESS OFFICE**

PHONE: 574-262-5563



**ELKHART COMMUNITY SCHOOLS**

J.C. RICE EDUCATIONAL SERVICES CENTER  
2720 CALIFORNIA ROAD • ELKHART, IN 46514  
PHONE: 574-262-5500

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

*FINDING 2021-001*

Fiscal year in which the finding initially occurred: FY 2020

Current Audit Period: July 1, 2021 to June 30, 2023

Finding Subject: Compliance Requirements-Financial Transactions and Reporting; Internal control deficiencies resulted in gaps of proper oversight processes.

Summary of Finding: During the audit period, school lunch collections were not receipted timely, in every instance, by the Food Service Director's designee.

Status of Audit Finding: Fully Corrected and the original corrective action was implemented

Response Comments: N/A



**BUSINESS OFFICE**

PHONE: 574-262-5563



**ELKHART COMMUNITY SCHOOLS**

J.C. RICE EDUCATIONAL SERVICES CENTER  
2720 CALIFORNIA ROAD • ELKHART, IN 46514  
PHONE: 574-262-5500

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

*FINDING 2021-002*

Fiscal year in which the finding initially occurred: FY 2020

Current Audit Period: July 1, 2021 to June 30, 2023

Finding Subject: Allowable Costs/Cost Principles, Internal control deficiencies resulted in gaps of proper oversight processes.

Summary of Finding: During the audit period, sufficient oversight and internal controls were deficient in specific aspects of grant programming, which prevented comprehensive program compliance.

Status of Audit Finding: Fully Corrected and the original corrective action was implemented

Response Comments:

Payroll Distribution Reports and other monthly expenditure reports are compiled and shared with Grant Administrators on a monthly basis. After the Grant Administrator has approved the payroll and expenditure reports, the grant reimbursement requests are completed and sent for signature by the Grant Administrator. This process was implemented in the Fall Semester of 2022.

## OTHER REPORTS

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/>.