



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

81893A

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
ROOM E418
INDIANAPOLIS, INDIANA 46204-2765

Telephone: (317) 232-2513
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

June 4, 2024

Board of Directors
Metropolitan School District of Wayne Township
Marion County, Indiana

We have received the audit report of Metropolitan School District of Wayne Township, which was opined upon by Baker Tilly US, LLP, Independent Public Accountants, for the period July 1, 2022 to June 30, 2023. Per the *Independent Auditor's Report*, the financial statements present fairly the financial condition of Metropolitan School District of Wayne Township as of June 30, 2023, and the results of its operations for the period then ended, on the basis of accounting described in the report.

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

A handwritten signature in cursive script that reads "Tammy R. White".

Tammy R. White, CPA
Deputy State Examiner

Metropolitan School District of Wayne Township

Annual Financial Report

June 30, 2023

Metropolitan School District of Wayne Township, IN

Table of Contents
Year Ended June 30, 2023

	<u>Page</u>
Independent Auditors' Report	i
Required Supplementary Information - Management's Discussion and Analysis	iv
Basic Financial Statements	
Government-Wide Financial Statements:	
Statement of Net Position	1
Statement of Activities	3
Fund Financial Statements:	
Balance Sheet - Governmental Funds and Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	4
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	5
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	6
Statement of Net Position - Proprietary Fund	7
Statement of Revenues, Expenses and Changes in Fund Net Position - Proprietary Fund	8
Statement of Cash Flows - Proprietary Fund	9
Statement of Fiduciary Net Position - Fiduciary Funds	10
Statement of Changes in Fiduciary Net Position - Fiduciary Funds	11
Index to Notes to Financial Statements	12
Notes to Financial Statements	13
Required Supplementary Information	
Budgetary Comparison Schedule - Education Fund	53
Budgetary Comparison Schedule - Operations Fund	54
Budgetary Comparison Schedule - Non-GAAP Basis - Referendum - 2019 Budget/GAAP Reconciliation	55
Schedule of the School's Proportionate Share of the Net Pension Liability Public Employees' Retirement Fund	56
Schedule of School Contributions - Public Employees' Retirement Fund	57
Schedule of the School's Proportionate Share of the Net Pension Liability Teacher's Retirement Fund	58
Schedule of School Contributions - Teacher's Retirement Fund	59
Schedule of Changes in Net OPEB Liability	60
Schedule of Net OPEB Liability	61
Schedule of Employer Contributions - OPEB	62
Schedule of Employers Share of Nonemployer Contributing Entity Contributions Pre-96 Teacher's Retirement Fund	63
Notes to Required Supplementary Information	64
	65

Metropolitan School District of Wayne Township, IN

Table of Contents
Year Ended June 30, 2023

	<u>Page</u>
Supplementary Information	
Nonmajor Governmental Funds:	
Combining Balance Sheet - Nonmajor Governmental Funds	69
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	70
Nonmajor Special Revenue Funds:	
Combining Balance Sheet - Nonmajor Special Revenue Funds	71
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds	77
Nonmajor Debt Service Funds:	
Combining Balance Sheet - Nonmajor Debt Service Fund	84
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Debt Service Funds	85
Nonmajor Capital Projects Funds:	
Combining Balance Sheet - Nonmajor Capital Projects Funds	86
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Capital Projects Funds	87

Independent Auditors' Report

To the Audit Committee and Board of Education of
Metropolitan School District of Wayne Township

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Metropolitan School District of Wayne Township (the School Corporation), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the School Corporation's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the School Corporation as of June 30, 2023 and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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 (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements 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 opinions.

Emphasis of Matter

As discussed in Note 1, the School Corporation adopted the provisions of GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, effective July 1, 2022. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America; and for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether 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 twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. 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 statements.

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 statements, 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 statements.
- 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 statements.
- 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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the required supplementary information as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School Corporation's basic financial statements. The supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. 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 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated April 26, 2024 on 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 solely 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.

Baker Tilly US, LLP

Indianapolis, Indiana
April 26, 2024

MANAGEMENT'S DISCUSSION AND ANALYSIS

Metropolitan School District of Wayne Township, IN

Management's Discussion and Analysis
June 30, 2023

As management of Metropolitan School District of Wayne Township, IN, (the School), we offer readers of the School's financial statements this narrative overview and analysis of the financial activities of the School for the fiscal year ended June 30, 2023. We encourage readers to consider information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages IV-XIII of this report. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

Financial Highlights

- The assets and deferred outflows of resources, \$517,727 and \$39,320, respectively of the School exceeded its liabilities and deferred inflows of, \$413,781 and \$11,998, respectively at the close of the most recent fiscal year by \$131,268 (net position).
- The School's total net position increased by \$27,496 as compared to the prior year.
- At the close of the current fiscal year, the School's governmental funds reported combined ending fund balances of \$170,712, an increase of \$7,456 in comparison to the prior year.
- At the end of the current fiscal year, the fund balance for the Operations Fund was \$28,449 which represented 114.99% of total Operations Fund expenditures (\$24,739), excluding transfers out.
- The School's total amount of bonds increased by \$29,158 during the current fiscal year. The net change was a result of \$54,760 in new debt, reduced by \$20,970 of principal payments on existing bonds and \$6,875 of refunded debt.
- Non debt Long-Term Obligations increased \$25,389.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the basic financial statements. The basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the School's finances, in a manner similar to private-sector business.

The statement of net position presents information on all the School's assets, deferred outflows of resources, liabilities and deferred inflows of resources with the difference between the assets plus deferred outflows and liabilities plus deferred inflows reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the School is improving or deteriorating.

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in the future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the School that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the School include instruction, support services, community services, facilities acquisition and construction.

Metropolitan School District of Wayne Township, IN

Management's Discussion and Analysis

June 30, 2023

The government-wide financial statements can be found on pages 1-3 of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The School, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All the funds of the School can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental Funds - Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The School maintains several individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the Education Fund, Operations Fund, Referendum 2019 Fund, Debt Service Fund, 2022 First Mortgage Fund and Construction Fund, which are considered to be major funds. Data for the remaining School governmental funds are combined into a single, aggregated presentation. Individual fund data for nonmajor governmental funds is provided in the form of combining statements elsewhere in the report. The School adopts an annual appropriated budget for its education fund, operations fund, certain special revenue funds and debt service funds. Budgetary comparison schedules have been provided for the major special revenue funds in the required supplementary information.

The governmental fund financial statements can be found on pages 4-6 of this report.

Proprietary Funds - The School maintains two types of proprietary funds for internal services. Internal service funds are an accounting device used to accumulate and allocate costs internally among the School's various functions. The School uses the internal service fund to account for medical and liability insurance. Because these services benefit the governmental-type functions, they have been included within the governmental activities on the Statement of Net Position and in the government-wide financial statements.

The basic proprietary fund financial statements can be found on pages 7-9 of this report.

Fiduciary Funds - Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those are not available to support the School's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 10-11 of this report.

Notes to the Financial Statements - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 13-51 of this report.

Metropolitan School District of Wayne Township, IN

Management's Discussion and Analysis
June 30, 2023

Other Information - In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the School's budgets for its major funds as well as a reconciliation between the budget schedules and fund financial statements. Since the School budgets on a calendar year basis and reports on fiscal year ending June 30th basis, there is a timing exception. In addition, the School's funding progress for its obligation to provide pension and other post-employment benefits to certain employees is included as supplementary information. Required supplementary information can be found on pages 52-67 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information on budgets. Combining and individual fund statements and schedules can be found pages on 68-86 of this report.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of government's financial position. In the case of the School, assets exceeded liabilities by \$131,268 at the close of the most recent fiscal year.

The largest portion, \$81,236 (61.89%), represents resources that are subject to external restrictions on how they may be used. An additional \$25,989 (19.80%), of the School's net position reflects the investment in capital assets (e.g., land, buildings, machinery, equipment and infrastructure); less any related debt used to acquire those assets that is still outstanding. The School uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the School's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The following table reflects the condensed statement of net position:

	Governmental Activities	
	2023	2022
Current and other assets	\$ 233,370	\$ 236,781
Capital assets	<u>284,357</u>	<u>234,043</u>
Total assets	517,727	470,824
Deferred outflow of resources	<u>39,320</u>	<u>31,900</u>
Long-term liabilities	382,850	328,107
Other liabilities	<u>30,931</u>	<u>29,372</u>
Total liabilities	<u>413,781</u>	<u>357,479</u>
Deferred inflow of resources	<u>11,998</u>	<u>41,473</u>
Net investment in capital assets	25,989	(8,050)
Restricted net position	81,236	95,680
Unrestricted net position	<u>24,043</u>	<u>16,142</u>
Total net position	<u>\$ 131,268</u>	<u>\$ 103,772</u>

The remaining balance of unrestricted net position, may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the School can report a positive balance in net position. The same situation held true for the prior fiscal year.

Metropolitan School District of Wayne Township, IN

Management's Discussion and Analysis
June 30, 2023

Governmental Activities

The following table provides a comparative summary of changes in net position.

	Governmental Activities	
	2023	2022
Revenues		
Program revenues:		
Charges for services	\$ 13,878	\$ 12,574
Operating grants and contributions	63,564	72,140
General revenues:		
Property taxes	59,849	64,138
Other taxes	4,617	4,863
State aid	128,255	124,467
Other	10,833	5,116
Total revenues	<u>280,996</u>	<u>283,298</u>
Expenses:		
Instruction	127,413	119,071
Support services	74,397	71,231
Community services	17,896	15,679
Facilities acquisition	-	23,688
Nonprogrammed charges	24,539	17,208
Interest expense	9,255	7,227
Total expenses	<u>253,500</u>	<u>254,104</u>
Change in net position	27,496	29,194
Net Position, Beginning	<u>103,772</u>	<u>74,578</u>
Net Position at June 30	<u>\$ 131,268</u>	<u>\$ 103,772</u>

The School's net position from governmental activities, including the statement of net position increased by \$27,496 or 26.50% in 2023, over the net position of 2022. Notable changes in governmental activities revenues and expenses in 2023 compared to 2022 include the following:

- Program revenues (charge for services) increased in comparison of prior year by \$1,304 due an increase in the amount received for the Sanders Grant (\$750); Vocational Education (\$160) and receipts for self insurance funds (\$300).
- Program revenues (operating grants and contributions) decreased by \$8,576, due to a decrease of \$1,412 for technology grants.
- Other revenues increased by \$5,717 in comparison to prior year. This was mostly due to \$3,663 increase in investment revenue.
- Community services expenses increased by \$2,217 in comparison with the prior year due an increase in amounts received for the child nutrition program.
- Facilities acquisition and construction expenses decreased by \$23,686 in comparison with the prior year due to a larger percentage of costs being capitalized in FY23.
- Nonprogrammed charges expenses increased by \$7,331 in comparison with the prior year due a difference in the posting of the Pre 96 TRF entry

Metropolitan School District of Wayne Township, IN

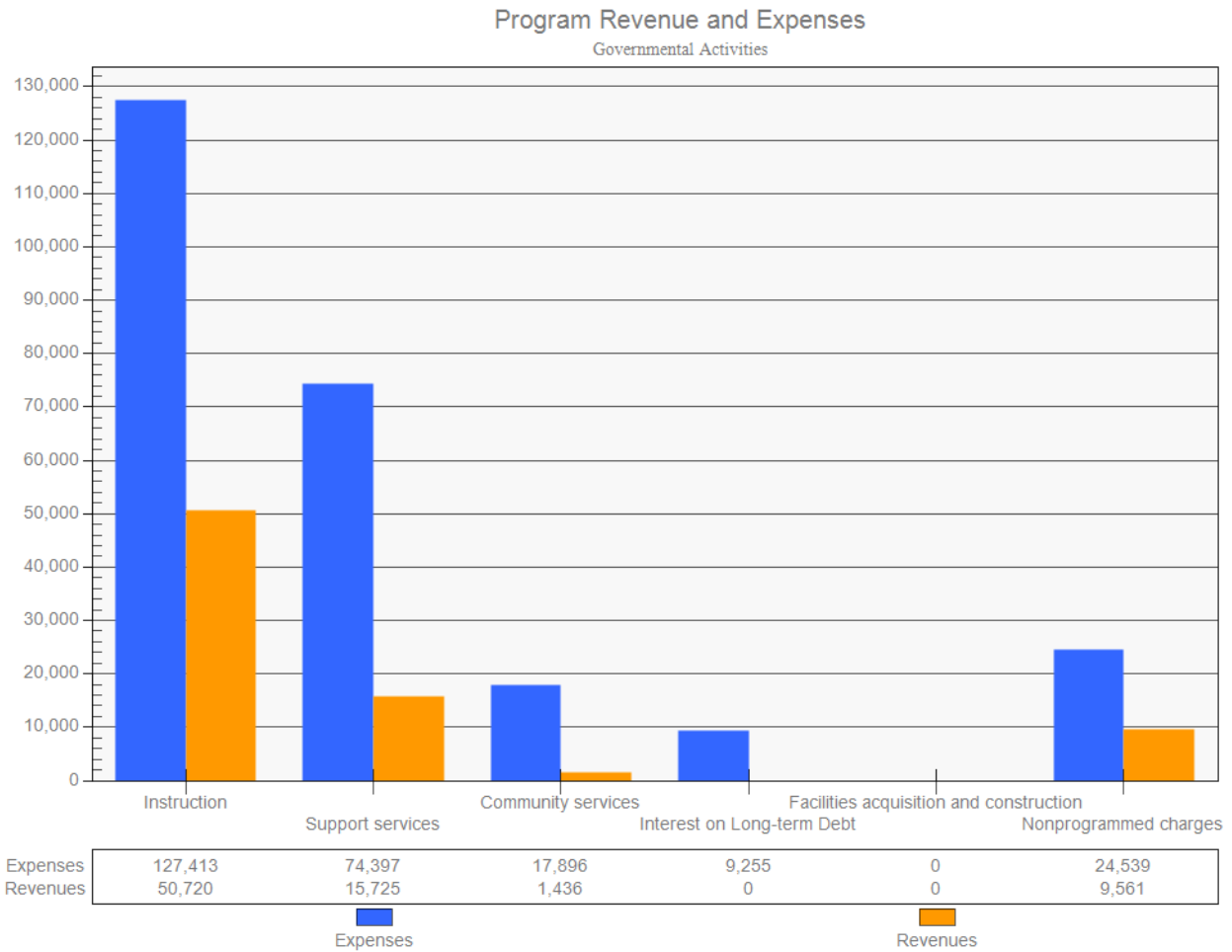
Management's Discussion and Analysis
June 30, 2023

The School's overall cash and cash equivalents plus investments of \$79,351 and \$113,336, respectively remained very strong in the current economic environment. The School's property tax rate for 2023 decreased to \$1.9430 from \$2.2888 for 2022, per \$100 of assessed value.

Program Revenue and Expenses - Governmental Activities

State aid, as in prior years, was the School's major source of revenue supporting its activities. Other sources of revenue consisted primarily of property taxes. The following table displays program revenues as compared to program expenses. Deficits in programs are made up by general revenues.

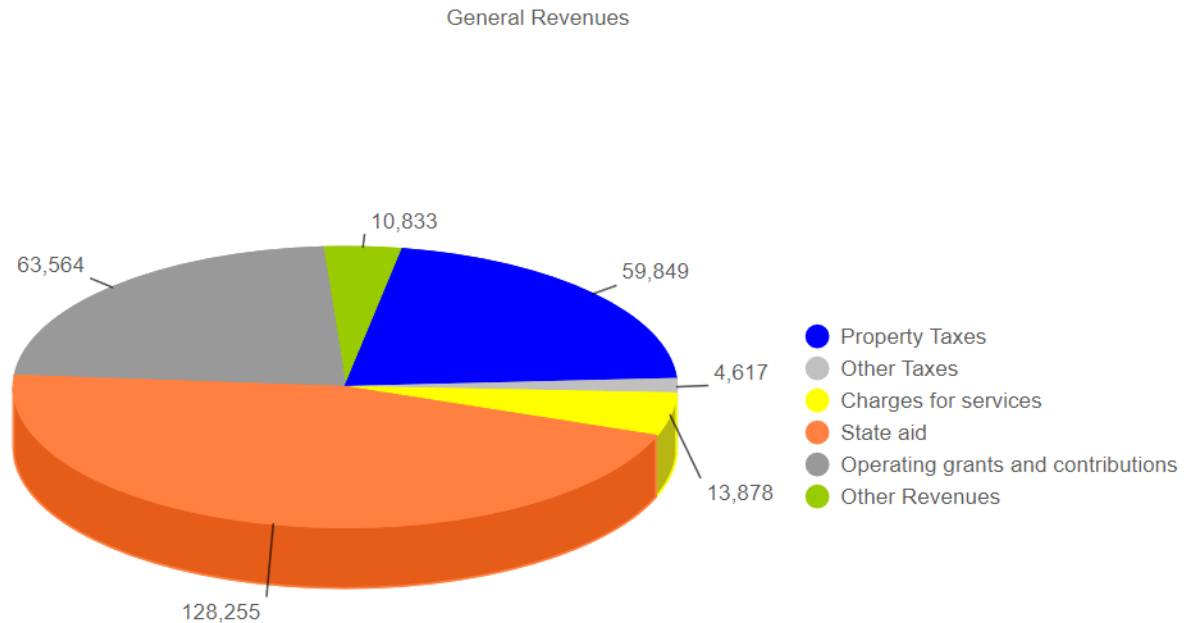
The following displays the Expenses and Program Revenues of the School's governmental activities.



Metropolitan School District of Wayne Township, IN

Management's Discussion and Analysis
June 30, 2023

The following displays the General Revenues by source for the School's governmental activities. General revenues are used to help offset funding shortfalls related to governmental functions detailed in the preceding graph:



Financial Analysis of the Government's Funds

As noted earlier, the School uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the School's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful to assess the School's financial requirements. Unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

Fund balances are the differences between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources in a governmental fund. The nonspendable fund balance includes amounts that are not in spendable form or amounts that are required to be maintained intact. Restricted fund balance includes amounts that can be spent only for the specific purposes stipulated by external providers, such as grant providers or bondholders, as well as amounts that are restricted constitutionally or through legislation. Committed fund balance includes amounts that can be used only for the specific purposes that are determined by a formal action of the government's highest level of decision-making authority. Assigned fund balance applies to amounts that are intended for specific purposes as expressed by governing body or authorized official and applies to remaining resources in any governmental fund other than the general fund. Unassigned fund balances include all amounts not contained in other classifications for the general fund and deficit fund balances in any other governmental fund.

Metropolitan School District of Wayne Township, IN

Management's Discussion and Analysis

June 30, 2023

As of the end of the current fiscal year, the School's governmental funds reported combined ending fund balances of \$170,712 an increase of \$7,456 in comparison with the prior year. The fund balance has restricted fund balance of \$170,928, committed fund balance of \$2,838 and unassigned fund balance of (\$3,055) (See page 20).

The Operations Fund is the chief operating fund of the School. At the end of the current fiscal year the total fund balance totaled \$28,449. As a measure of the Operations Fund's liquidity, it may be useful to compare total fund balance to total expenditures of \$24,739 excluding transfers. Total fund balance represents 115.00% of total Operations Fund expenditures.

The fund balance of the School's Operations Fund had an increase of \$13,468 during the current fiscal year. Key factors in this increase are as follows:

- Expenditures exceeded revenues by \$11,099 excluding other financing sources and uses.
- Other financing sources increased by \$6,040 during the current fiscal year.
- Revenues increased by \$1,794 and expenditures decreased by \$500 from 2022 to 2023.
- Significant revenue changes include a decrease in property taxes of \$800; and increase in interest income of \$1,499 and an increase in miscellaneous revenue of \$967, in 2023.
- Major expenditure changes include an decrease in support services expenses of \$1,483.

The Education Fund is a major fund for the current fiscal year. The fund balance for this major fund is \$10,818. The major source of revenue was state aid received from the state. Significant expenditures include instruction of \$92,708, support services of \$20,006 and nonprogrammed charges of \$62,667.

The Referendum - 2019 Fund is a major fund for the current fiscal year. The fund balance for this major fund is \$11,244. The major source of revenues are property taxes. Significant expenditures include instruction and support services expenses of \$7,792 and \$1,856, respectively.

The Debt Service Fund is a major fund for the current fiscal year. The fund balance for this major fund is \$4,003 The major source of revenue is property taxes. Significant expenditures include debt payments and transfers out of \$1,124 and \$39,541 respectively.

The 2022 First Mortgage Fund is a major fund for the current fiscal year. The fund balance for this major fund is \$702. The major source of revenues are transfers in from other funds. The expenditures are mainly for capital outlay.

The Construction Fund is a major fund for the current fiscal year. The fund balance for this major fund is \$70,763 The major source of revenues was from the issuance of bonds. Significant expenditures were mainly transfers out to other funds.

General Fund Budgetary Highlights

The School Board submits a budget to allow for the continues operation of daily activities. There were several assumptions used at the time of budget development, but when the actual budget information becomes available in January from the Department of Local Government Finance, the School adjusts the budget accordingly. The budget is prepared on a calendar year basis.

Capital Asset and Debt Administration

Capital assets. The School's investment in capital assets for its governmental activities as of June 30, 2023, amounts to \$284,357 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment.

Metropolitan School District of Wayne Township, IN

Management's Discussion and Analysis
June 30, 2023

Major capital asset events during the current fiscal year included the following:

- The School had construction in progress additions totaling \$57,639 during fiscal year 2023. Some of the larger categories of expenses related to the construction in progress were as follows:
 - \$18,979 MSD of Wayne Township Phase 2
 - \$2,031 for Ben Davis High school grounds building;
 - \$5,563 for McClelland, Westlake and Robey Building additions;

The following table displays the School's capital assets.

	Governmental Funds	
	2023	2022
Land	\$ 98	\$ 98
Construction in progress	68,479	20,157
Buildings	433,374	423,820
Improvements	24,066	24,066
Machinery and equipment	47,737	43,136
Subscription Assets	1,977	-
Leased Assets	<u>175</u>	<u>175</u>
Total capital assets	575,906	511,452
Accumulated depreciation/amortization	<u>(291,549)</u>	<u>(277,408)</u>
Net capital assets	<u><u>\$ 284,357</u></u>	<u><u>\$ 234,044</u></u>

Long-term obligations. At the end of the current fiscal year, the School had outstanding total long-term debt related liabilities (net of unamortized premiums and discounts and current portion) of \$360,807. Of this amount \$323,742 comprises general obligation debt payable in more than one year.

Metropolitan School District of Wayne Township, IN

Management's Discussion and Analysis

June 30, 2023

The remainder of the School's long-term obligations consist of \$3,625 of loans payable, \$292 of installment contracts payable, \$4 of compensated absences and \$33,714 of net pension liability. The following table reflects the School's long-term obligations:

	Governmental Activities	
	2023	2022
General obligation bonds	\$ 344,517	\$ 315,359
Subtotal	<u>344,517</u>	<u>315,359</u>
Compensated absences	4	22
Installment contract payable	292	479
Loans payable	3,625	4,643
SBITA Payable	699	-
Net pension liability	<u>33,714</u>	<u>7,605</u>
Subtotal	<u>38,334</u>	<u>12,749</u>
Less current portion	<u>(22,044)</u>	<u>(21,967)</u>
Total long-term obligations	<u>\$ 360,807</u>	<u>\$ 306,141</u>

The School's total long-term obligations increased by \$54,666 during the current fiscal year. Debt increased during the year due to scheduled principal payments on all outstanding bonds, loans and installment contracts, an \$54,760 bond issuance and an increase in net pension liability of \$26,109 are the result of updated actuarial studies.

The School maintains an "A" general obligation bond rating and an "A" bond rating for bonds with a local income tax pledge from Standard & Poor's. Moody's Investor Service has given the School an "A" general obligation bond rating and an "Aa1" bond rating for bonds with a local income tax pledge. All ratings indicate high quality and strong capacity to pay the School's bonds.

Additional information of the School's long-term debt can be found on pages 27-31 in the Notes to the Financial Statements of this report.

Economic Factors and Next Year's Budget and Rates

- The 2023 tax rates for the School decreased from the 2022 value of \$2.2888 to \$1.9430 per \$100 in assessed value. Overall, the School's assessed value increased by about 20.1% from 2022 to 2023.
- Property tax and the Basic Tuition Support is the School's largest source of revenue. These funds are used for education expenses as well as operating expenses. The School received \$128,255 for the Basic Grant.
- State-wide property tax caps (based upon a percent of gross AV by property class) became effective in 2009, yet they had a minimal impact on the School's revenues received. For the 2022 budget year, the expected loss to the School due to the caps is \$18,639. Expenditure restraints have been used to offset this loss.

Metropolitan School District of Wayne Township, IN

Management's Discussion and Analysis
June 30, 2023

Request for Information

This financial report is designed to provide a general overview of the School's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to MSD Wayne Township, Steve Samuel CFO, 1220 South High School Road, Indianapolis, IN 46241.

BASIC FINANCIAL STATEMENTS

Metropolitan School District of Wayne Township, IN

Statement of Net Position

June 30, 2023

	<u>Primary Government Governmental Activities</u>
Assets and Deferred Outflows of Resources	
Assets	
Cash and cash equivalents	\$ 59,768,733
Investments	113,335,590
Receivables (net):	
Taxes	27,717,034
Intergovernmental	6,354,733
Accounts	91,269
Leases	924,183
Prepays	2,001,640
Restricted assets:	
Cash and investments	19,582,698
Net OPEB asset	3,594,568
Capital assets:	
Land and construction in progress	68,577,122
Other capital assets, net of depreciation	<u>215,779,760</u>
Total assets	<u>517,727,330</u>
Deferred Outflows of Resources	
Loss on refunding	1,708,086
Pension related amounts	35,939,185
OPEB related amounts	<u>1,672,953</u>
Total deferred outflows of resources	<u>39,320,224</u>

See notes to financial statements

Metropolitan School District of Wayne Township, IN

Statement of Net Position

June 30, 2023

	<u>Primary Government Governmental Activities</u>
Liabilities, Deferred Inflows of Resources and Net Position	
Liabilities	
Accounts payable	\$ 15,939,216
Accrued wages and payroll withholdings	5,308,638
Interest payable	8,463,639
Claims payable	1,220,114
Long-term liabilities due within one year:	
Bonds payable	20,775,000
Loans payable	798,028
SBITA payable	272,697
Compensated absences	3,888
Installment contract payable	192,906
Long-term liabilities due in more than one year:	
Bonds payable (net of discounts/premiums)	323,742,354
Loans payable	2,826,515
SBITA payable	426,054
Installment contract payable	98,776
Net pension liability	<u>33,713,807</u>
Total liabilities	<u>413,781,632</u>
Deferred Inflows of Resources	
Deferred amount on refunding	168,985
Leases	924,183
Pension related amounts	<u>10,905,203</u>
Total deferred inflows of resources	<u>11,998,371</u>
Net Position	
Net investment in capital assets	25,989,108
Restricted for:	
Instruction	12,373,308
Support services	50,144,971
Community services	1,222
Debt service	15,121,760
Retirement benefits	3,594,568
Unrestricted	<u>24,042,614</u>
Total net position	<u>\$ 131,267,551</u>

See notes to financial statements

Metropolitan School District of Wayne Township, IN

Statement of Activities
 Year Ended June 30, 2023

Functions/Programs	Expenses	Program Revenues		Net (Expenses) Revenues and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Primary Governmental Activities
Governmental Activities				
Instruction	\$ 127,413,060	\$ 9,660,550	\$ 41,059,556	\$ (76,692,954)
Support services	74,396,763	1,507,328	14,218,093	(58,671,342)
Community services	17,896,439	1,041,304	394,406	(16,460,729)
Interest on long term debt	9,255,290	-	-	(9,255,290)
Nonprogrammed charges	<u>24,539,340</u>	<u>1,668,673</u>	<u>7,892,412</u>	<u>(14,978,255)</u>
Total governmental activities	<u>\$ 253,500,892</u>	<u>\$ 13,877,855</u>	<u>\$ 63,564,467</u>	<u>(176,058,570)</u>
Total primary government	<u>\$ 253,500,892</u>	<u>\$ 13,877,855</u>	<u>\$ 63,564,467</u>	<u>(176,058,570)</u>
General Revenues				
Property taxes				59,848,630
Other taxes				4,616,523
Unrestricted state aid				128,254,551
Investment income				3,959,516
Miscellaneous				<u>6,874,511</u>
Total general revenues				<u>203,553,731</u>
Change in net position				27,495,161
Net Position, Beginning				<u>103,772,390</u>
Net Position, Ending				<u>\$ 131,267,551</u>

See notes to financial statements

Metropolitan School District of Wayne Township, IN

Balance Sheet
 Governmental Funds
 June 30, 2023

	Education	Operations	Referendum -	Debt Service	2022 First	Construction	Nonmajor	Total
	Fund	Fund	2019 Fund	Fund	Mortgage	Funds	Funds	Governmental
Assets								
Cash and cash equivalents	\$ 2,766,296	\$ 11,501,197	\$ 3,593,677	\$ 4,002,701	\$ 5,459,926	\$ 1,686,693	\$ 19,474,675	\$ 48,485,165
Receivables:								
Taxes	-	2,569,923	6,699,436	18,447,675	-	-	-	27,717,034
Leases	-	-	-	-	-	-	924,183	924,183
Intergovernmental	6,277	-	-	-	-	-	6,348,456	6,354,733
Accounts	509	14,750	-	-	-	-	53,858	69,117
Prepaid items	-	1,541,411	-	-	9,105	-	451,124	2,001,640
Investments	6,115,261	19,258,020	7,944,299	-	-	69,076,473	10,941,537	113,335,590
Due from other funds	5,664,240	-	-	-	-	-	-	5,664,240
Restricted cash	-	-	-	-	-	-	22,095,512	22,095,512
Total assets	<u>14,552,583</u>	<u>34,885,301</u>	<u>18,237,412</u>	<u>22,450,376</u>	<u>5,469,031</u>	<u>70,763,166</u>	<u>60,289,345</u>	<u>226,647,214</u>
Liabilities, Deferred Inflows of Resources and Fund Balances								
Liabilities								
Accounts payable	151,521	3,485,160	12,361	-	4,766,826	-	6,461,120	14,876,988
Accrued wages and payroll withholding	3,578,890	381,421	281,282	-	-	-	1,065,596	5,307,189
Compensated absences	3,888	-	-	-	-	-	-	3,888
Due to other funds	-	-	-	-	-	-	5,664,240	5,664,240
Total liabilities	<u>3,734,299</u>	<u>3,866,581</u>	<u>293,643</u>	<u>-</u>	<u>4,766,826</u>	<u>-</u>	<u>13,190,956</u>	<u>25,852,305</u>
Deferred Inflows of Resources								
Leases	-	-	-	-	-	-	924,183	924,183
Unavailable revenues	-	2,569,923	6,699,436	18,447,675	-	-	1,442,034	29,159,068
Total deferred inflows of resources	<u>-</u>	<u>2,569,923</u>	<u>6,699,436</u>	<u>18,447,675</u>	<u>-</u>	<u>-</u>	<u>2,366,217</u>	<u>30,083,251</u>
Fund Balances								
Restricted	10,818,284	28,448,797	11,244,333	4,002,701	702,205	70,763,166	44,948,336	170,927,822
Committed	-	-	-	-	-	-	2,838,355	2,838,355
Unassigned (deficit)	-	-	-	-	-	-	(3,054,519)	(3,054,519)
Total fund balances	<u>10,818,284</u>	<u>28,448,797</u>	<u>11,244,333</u>	<u>4,002,701</u>	<u>702,205</u>	<u>70,763,166</u>	<u>44,732,172</u>	<u>170,711,658</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 14,552,583</u>	<u>\$ 34,885,301</u>	<u>\$ 18,237,412</u>	<u>\$ 22,450,376</u>	<u>\$ 5,469,031</u>	<u>\$ 70,763,166</u>	<u>\$ 60,289,345</u>	
Amounts reported for governmental activities in the statement of net position are different because:								
Capital assets used in governmental funds are not financial resources and, therefore, are not reported in the fund statements. See Note 3.								284,356,882
Internal service funds are used by management to charge the costs of certain services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Position								6,509,115
Some receivables that are not currently available are reported as revenue when collected or currently available in the fund financial statements but are recognized as revenue when earned in the government-wide statements.								29,159,068
Unavailable revenue								29,159,068
Some assets, are not received in the current period, and therefore, are not reported in the fund financial statements								3,594,568
Net OPEB asset								3,594,568
Deferred outflows and deferred inflows of resources related to pensions and deferred refundings do not relate to current financial resources and are not reported in the governmental funds.								35,939,185
Deferred outflows, pensions								1,672,953
Deferred outflows, OPEB								1,708,086
Deferred outflow, loss on refunding								(10,905,203)
Deferred inflows, pensions								(168,985)
Deferred inflows, loss on refunding								
Some liabilities, including long-term debt, are not due and payable in the current period and, therefore, are not reported in the fund financial statements. See Note 3								(33,713,807)
Net pension liability								(8,463,639)
Interest payable								(3,624,543)
Loans payable								(698,751)
SBITA payable								(291,682)
Installment contracts payable								(344,517,354)
Bonds payable, net of discount/premium								
Net Position of Governmental Activities								<u>\$ 131,267,551</u>

See notes to financial statements

Metropolitan School District of Wayne Township, IN

Statement of Revenues, Expenditures and Changes in Fund Balances -

Governmental Funds

Year Ended June 30, 2023

	Education Fund	Operations Fund	Referendum - 2019 Fund	Debt Service Fund	2022 First Mortgage	Construction Funds	Nonmajor Governmental Funds	Total Governmental Funds
Revenues								
Property taxes	\$ -	\$ 6,033,357	\$ 14,129,176	\$ 35,653,550	\$ -	\$ -	\$ 5,508,805	\$ 61,324,888
Other taxes	-	1,378,462	775,439	2,127,037	-	-	335,585	4,616,523
State aid	128,254,551	-	-	-	-	-	-	128,254,551
Charges for services	160,295	320,537	-	-	-	-	11,728,350	12,209,182
Intergovernmental	494,477	-	-	-	-	-	53,735,544	54,230,021
On-behalf contributions	62,666,566	-	-	-	-	-	-	62,666,566
Other:								
Interest on investments	19,142	1,840,672	5,930	-	190,478	1,812,302	90,992	3,959,516
Miscellaneous	96,436	4,066,994	-	-	-	-	4,549,463	8,712,893
Total revenues	<u>191,691,467</u>	<u>13,640,022</u>	<u>14,910,545</u>	<u>37,780,587</u>	<u>190,478</u>	<u>1,812,302</u>	<u>75,948,739</u>	<u>335,974,140</u>
Expenditures								
Current:								
Instruction	92,707,862	-	7,792,245	-	-	-	29,040,348	129,540,455
Support services	20,005,765	23,385,740	1,856,276	-	263,296	-	28,949,592	74,460,669
Community services	1,691,608	38,717	3,113	-	-	-	16,228,084	17,961,522
Facilities acquisition and construction	-	42,518	-	-	2,346,718	-	1,666,217	4,055,453
Nonprogrammed charges	62,666,566	-	-	1	-	1,000	5,713,043	68,380,610
Debt service:								
Principal paid on debt	-	186,875	-	1,018,028	-	-	20,970,000	22,174,903
Issuance costs	-	-	-	-	-	378,765	108,108	486,873
Principal paid on SBITA	-	294,379	-	-	-	-	891,518	1,185,897
Interest on debt	-	16,683	-	106,344	-	-	9,099,159	9,222,186
Capital outlay	-	774,559	-	-	37,237,026	-	18,175,337	56,186,922
Total expenditures	<u>177,071,801</u>	<u>24,739,471</u>	<u>9,651,634</u>	<u>1,124,373</u>	<u>39,847,040</u>	<u>379,765</u>	<u>130,841,406</u>	<u>383,655,490</u>
Excess (deficiency) of revenues over (under) expenditures	<u>14,619,666</u>	<u>(11,099,449)</u>	<u>5,258,911</u>	<u>36,656,214</u>	<u>(39,656,562)</u>	<u>1,432,537</u>	<u>(54,892,667)</u>	<u>(47,681,350)</u>
Other Financing Sources (Uses)								
Debt proceeds	-	-	-	-	-	44,170,000	4,590,000	48,760,000
SBITA proceeds	-	766,595	-	-	-	-	922,579	1,689,174
Premium on long-term debt	-	-	-	-	-	4,712,015	1,082,256	5,794,271
Refunding debt	-	-	-	-	-	-	6,000,000	6,000,000
Payments on refunded debt	-	-	-	-	-	-	(7,106,007)	(7,106,007)
Transfers in	882,730	24,586,336	-	-	40,869,450	11,238	51,464,732	117,814,486
Transfers out	(19,151,828)	(785,910)	-	(39,540,846)	-	(58,227,844)	(108,058)	(117,814,486)
Total other financing sources (uses)	<u>(18,269,098)</u>	<u>24,567,021</u>	<u>-</u>	<u>(39,540,846)</u>	<u>40,869,450</u>	<u>(9,334,591)</u>	<u>56,845,502</u>	<u>55,137,438</u>
Net change in fund balances	(3,649,432)	13,467,572	5,258,911	(2,884,632)	1,212,888	(7,902,054)	1,952,835	7,456,088
Fund Balances (Deficit), Beginning	<u>14,467,716</u>	<u>14,981,225</u>	<u>5,985,422</u>	<u>6,887,333</u>	<u>(510,683)</u>	<u>78,665,220</u>	<u>42,779,337</u>	<u>163,255,570</u>
Fund Balances, Ending	<u>\$ 10,818,284</u>	<u>\$ 28,448,797</u>	<u>\$ 11,244,333</u>	<u>\$ 4,002,701</u>	<u>\$ 702,205</u>	<u>\$ 70,763,166</u>	<u>\$ 44,732,172</u>	<u>\$ 170,711,658</u>

See notes to financial statements

Metropolitan School District of Wayne Township, IN

Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
Year Ended June 30, 2023

Net Change in Fund Balances, Total Governmental Funds \$ 7,456,088

Amounts reported for governmental activities in the statement of activities
are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of net position the cost of these assets is capitalized and they are depreciated over their estimated useful lives and reported as depreciation expense in the statement of activities.

Some items reported as operating expenses in the fund financial statements are capitalized in the government-wide financial statements	64,454,259
Depreciation/amortization is reported in the government-wide statements	(14,140,576)

Receivables not currently available are reported as revenue when collected or currently available in the fund financial statements but are recognized as revenue when earned in the government-wide financial statements.

Unavailable revenue	(34,224)
---------------------	----------

Debt issued provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

Bonds issued	(54,760,000)
Premium on debt issued	(5,794,271)
Principal paid/refunded	29,049,903
Principal on SBITA	1,185,897
SBITA proceeds	(1,884,648)

Changes in net pension liability and net OPEB asset are reported in the government wide statement of activities.

Net OPEB asset	(44,920)
Net Pension asset	(9,790,090)
Net Pension liability	(26,108,734)

Some expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.

Deferred outflows of resources related to pensions	7,998,902
Deferred outflows for OPEB related amounts	(394,590)
Deferred outflows for loss on refunding	(184,169)
Accrued interest on debt	(3,169,433)
Amortization of bond discount/premium	3,550,781
Prepaid expenses	(445,463)
Deferred gain on refunding	(168,985)
Deferred inflows of resources related to pensions	29,629,827

Internal Service Funds are used by management to change the costs of certain activities to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities.

	<u>1,089,607</u>
--	------------------

Change in Net Position of Governmental Activities \$ 27,495,161

Metropolitan School District of Wayne Township, IN

Statement of Net Position

Proprietary Funds

June 30, 2023

	<u>Self-Insurance</u>	<u>Internal Service</u>	<u>Total</u>
Assets			
Current Assets			
Cash and cash equivalents	\$ 8,564,335	\$ 206,419	\$ 8,770,754
Accounts receivable	<u>-</u>	<u>22,152</u>	<u>22,152</u>
Total current assets	<u>8,564,335</u>	<u>228,571</u>	<u>8,792,906</u>
Liabilities and Net Position			
Liabilities			
Accounts payable	953,891	108,337	1,062,228
Accrued wages and payroll withholding	-	1,449	1,449
Claims payable	<u>1,220,114</u>	<u>-</u>	<u>1,220,114</u>
Total current liabilities	<u>2,174,005</u>	<u>109,786</u>	<u>2,283,791</u>
Net Position			
Unrestricted	<u>6,390,330</u>	<u>118,785</u>	<u>6,509,115</u>
Total net position	<u>\$ 6,390,330</u>	<u>\$ 118,785</u>	<u>\$ 6,509,115</u>

See notes to financial statements

Metropolitan School District of Wayne Township, IN

Statement of Revenues, Expenses and Changes in Net Position

Proprietary Funds

Year Ended June 30, 2023

	<u>Self-Insurance</u>	<u>Internal Service</u>	<u>Total</u>
Operating Revenues			
Charges for services	\$ -	\$ 1,680,171	\$ 1,680,171
Other	<u>15,479,989</u>	<u>9,180</u>	<u>15,489,169</u>
Total operating revenues	<u>15,479,989</u>	<u>1,689,351</u>	<u>17,169,340</u>
Operating Expenses			
Employers pension and benefit	13,081,889	-	13,081,889
Community services	-	1,794,720	1,794,720
Facilities acquisition and construction	25,326	-	25,326
Other support services	<u>1,154,054</u>	<u>23,744</u>	<u>1,177,798</u>
Total operating expenses	<u>14,261,269</u>	<u>1,818,464</u>	<u>16,079,733</u>
Change in net position	1,218,720	(129,113)	1,089,607
Net Position, Beginning	<u>5,171,610</u>	<u>247,898</u>	<u>5,419,508</u>
Net Position, Ending	<u>\$ 6,390,330</u>	<u>\$ 118,785</u>	<u>\$ 6,509,115</u>

See notes to financial statements

Metropolitan School District of Wayne Township, IN

Statement of Cash Flows

Proprietary Funds

Year Ended June 30, 2023

	<u>Self Insurance</u>	<u>Internal Service</u>	<u>Total</u>
Cash Flows From Operating Activities			
Receipts from interfund services provided	\$ 15,479,989	\$ 1,727,116	\$ 17,207,105
Payments for interfund services used	<u>(13,344,379)</u>	<u>(1,723,594)</u>	<u>(15,067,973)</u>
Net cash flows from operating activities	<u>2,135,610</u>	<u>3,522</u>	<u>2,139,132</u>
Cash and Cash Equivalents, Beginning	<u>6,428,725</u>	<u>202,897</u>	<u>6,631,622</u>
Cash and Cash Equivalents, Ending	<u>\$ 8,564,335</u>	<u>\$ 206,419</u>	<u>\$ 8,770,754</u>
Reconciliation of Operating Income to Net Cash Flows From Operating Activities			
Operating income (loss)	\$ 1,218,720	\$ (129,113)	\$ 1,089,607
Adjustments to reconcile operating income to net cash flows from operating activities:			
Changes in assets, deferred outflows, liabilities and deferred inflows:			
Accounts receivable	-	37,765	37,765
Accounts payable	874,186	108,337	982,523
Accrued wages	-	(13,467)	(13,467)
Claims payable	<u>42,704</u>	<u>-</u>	<u>42,704</u>
Net cash flows from operating activities	<u>\$ 2,135,610</u>	<u>\$ 3,522</u>	<u>\$ 2,139,132</u>

See notes to financial statements

Metropolitan School District of Wayne Township, IN

Statement of Fiduciary Net Position

Fiduciary Funds

June 30, 2023

	OPEB Trust Fund	Custodial Funds
Assets		
Cash and investments	\$ 494,613	\$ 289,209
Receivables:		
Interest	26,434	-
Investments at fair value:		
Fixed income securities	3,087,362	-
Domestic and foreign equities	5,314,835	-
Mutual Funds	3,964	-
	<u>8,406,161</u>	<u>-</u>
Total investments		
	<u>8,927,208</u>	<u>289,209</u>
Total assets		
Net Position		
Restricted for OPEB	8,927,208	-
Restricted for Other	<u>-</u>	<u>289,209</u>
Total net position	<u>\$ 8,927,208</u>	<u>\$ 289,209</u>

See notes to financial statements

Metropolitan School District of Wayne Township, IN

Statement of Changes in Fiduciary Net Position

Fiduciary Funds

Year Ended June 30, 2023

	OPEB Trust Fund	Custodial Funds
Additions		
Member contributions	\$ -	\$ 278,246
Investment income (loss):		
Net increase (decrease) in fair value of investments	(12,136)	-
Interest and dividends	199,555	-
Investment expense, other than from securities lending	(1,738)	-
Securities lending income	(2,294)	-
Securities lending expense	<u>528,287</u>	<u>-</u>
Net investment income	<u>711,674</u>	<u>-</u>
Total additions	<u>711,674</u>	<u>278,246</u>
Deductions		
Benefit payments	1,168,475	-
Administrative expense	51,290	-
Other	<u>4,117</u>	<u>217,540</u>
Total deductions	<u>1,223,882</u>	<u>217,540</u>
Net increase (decrease) in fiduciary net position	(512,208)	60,706
Net Position, Beginning	<u>9,439,416</u>	<u>228,503</u>
Net Position, Ending	<u>\$ 8,927,208</u>	<u>\$ 289,209</u>

See notes to financial statements

Metropolitan School District of Wayne Township, IN

Index to Notes to Financial Statements

June 30, 2023

	<u>Page</u>
1. Summary of Significant Accounting Policies	13
Reporting Entity	13
Government-Wide and Fund Financial Statements	14
Measurement Focus, Basis of Accounting and Financial Statement Presentation	16
Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position	17
Deposits and Investments	17
Receivables	17
Prepaid Items	18
Capital Assets	18
Deferred Outflows of Resources	18
Compensated Absences	19
Leases	19
Long-Term Obligations	19
Deferred Inflows of Resources	19
Equity Classifications	19
Postemployment Benefits Other Than Pensions (OPEB)	20
Pensions	21
2. Stewardship, Compliance and Accountability	21
Deficit Balances	21
3. Detailed Notes on All Funds	22
Deposits and Investments	22
Receivables	25
Capital Assets	25
Interfund Receivables/Payables and Transfers	26
Long-Term Obligations	27
Net Position/Fund Balances	31
4. Other Information	32
Employees' Retirement System	32
Risk Management and Self-Insurance	47
Commitments and Contingencies	47
Other Postemployment Benefits	48
Subsequent Event	52
Effect of New Accounting Standards on Current-Period Financial Statements	52

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

1. Summary of Significant Accounting Policies

The Metropolitan School District of Wayne Township, IN (Primary Government) was established under the laws of the State of Indiana. The Primary Government operates under a Board of School Trustees form of government and provides education services.

The accounting policies of the Metropolitan School District of Wayne Township, IN, Indiana conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The accepted standard-setting body for establishing governmental accounting and financial reporting principles is the Governmental Accounting Standards Board (GASB).

Reporting Entity

This report includes all of the funds of the School Corporation. The reporting entity for the School Corporation consists of the Primary Government and its component units. Component units are legally separate organizations for which the Primary Government is financially accountable or other organizations for which the nature and significance of their relationship with the Primary Government are such that their exclusion would cause the reporting entity's financial statements to be misleading. The Primary Government is financially accountable if: (1) it appoints a voting majority of the organization's governing body and it is able to impose its will on that organization, (2) it appoints a voting majority of the organization's governing body and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the Primary Government, (3) the organization is fiscally dependent on and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the Primary Government. Certain legally separate, tax exempt organizations should also be reported as a component unit if all of the following criteria are met: (1) the economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the Primary Government, its component units, or its constituents; (2) the Primary Government or its component units, is entitled to, or has the ability to access, a majority of the economic resources received or held by the separate organization; and (3) the economic resources received or held by an individual organization that the Primary Government, or its component units, is entitled to, or has the ability to otherwise access, are significant to the Primary Government.

Component units are reported using one of three methods, discrete presentation, blended or fiduciary. Generally, component units should be discretely presented in a separate column in the financial statements. A component unit should be reported as part of the Primary Government using the blending method if it meets any one of the following criteria: (1) the Primary Government and the component unit have substantively the same governing body and a financial benefit or burden relationship exists, (2) the Primary Government and the component unit have substantively the same governing body and management of the Primary Government has operational responsibility for the component unit, (3) the component unit serves or benefits, exclusively or almost exclusively, the Primary Government rather than its citizens or (4) the total debt of the component unit will be paid entirely or almost entirely from resources of the Primary Government.

Blended Component Unit

The Wayne Township Building Corporation is a blended component unit of the School Corporation. The Wayne Township Building Corporation was created for the purpose of financing School buildings and improvements. Although it is legally separate from the Primary Government, the Building Corporation is reported as if it were a part of the Primary Government because it provided services entirely or almost entirely to the Primary Government. To exclude the financial statements of this component unit would render the School's financial statements incomplete or misleading. The Building Corporation is included as a debt service fund (to account for the retirement of debt). The Building Corporation does not issue separate financial statements.

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

Government-Wide and Fund Financial Statements

In May 2020, the GASB issued Statement No. 96, *Subscription Based Information Technology Arrangements*. This Statement establishes accounting and financial reporting requirements related to subscription based information technology arrangements (SBITAs) for government end users. This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right to use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. This standard was implemented June 30, 2023.

Government-Wide Financial Statements

The statement of net position and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. Governmental activities generally are financed through taxes, intergovernmental revenues and other nonexchange revenues. Likewise, the Primary Government is reported separately from certain legally separate component units for which the Primary Government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Direct expenses are clearly identifiable with a specific function or segment. Program revenues include: 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not included among program revenues are reported as general revenues. Internally dedicated resources are reported as general revenues rather than as program revenues.

Fund Financial Statements

Financial statements of the School Corporation are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balance, revenues and expenditures/expenses.

Funds are organized as major funds or nonmajor funds within the governmental and proprietary statements. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the School Corporation or meets the following criteria:

- a. Total assets/deferred outflows of resources, liabilities/deferred inflows of resources, revenues or expenditures/expenses of that individual governmental fund are at least 10% of the corresponding total for all funds of that category or type and
- b. The same element of the individual governmental fund that met the 10% test is at least 5% of the corresponding total for all governmental funds combined.
- c. In addition, any other governmental fund that the School Corporation believes is particularly important to financial statement users may be reported as a major fund.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

The School Corporation reports the following major governmental funds:

Education Fund

Education Fund is accounts for all financial resources of the general government related to education of students.

Operations Fund

Operations Fund is accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Referendum - 2019 Fund

Referendum - 2019 Fund is accounts for financial resources accumulated due to the referendum passed in 2019 and the uses of those resources.

Debt Service Fund

Debt Service Fund is accounts for all financial resources related to the debt of the general government

2022 First Mortgage Fund

2022 First Mortgage is accounts for various construction projects, building improvements and repairs and capital purchases.

Construction Funds

Construction Funds are accounts for payments made for the construction and maintenance of school corporation buildings.

The School Corporation reports the following nonmajor governmental fund types:

Special Revenue Funds

Special Revenue Fund is used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes (other than debt service or capital projects).

Debt Service Funds

Debt Service Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditure for the payment of general long-term debt principal, interest and related costs.

Capital Projects Funds

Capital Projects Funds are used to account for and report financial resources that are restricted, committed or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

In addition, the School Corporation reports the following fund types:

Internal Service Funds

Internal Service Funds are used to account for and report the financing of goods or services provided by one department or agency to other departments or agencies of the School Corporation, or to other governmental units, on a cost-reimbursement basis.

OPEB Trust Fund

OPEB Trust Fund is used to account for and report resources that that have been placed in trust to cover OPEB Benefits.

Custodial Fund

Custodial Fund is used to account for and report assets controlled by the School Corporation and the assets are utilized for the School Corporation's flex spending account.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

Government-Wide Financial Statements

The government-wide statement of net position and statement of activities are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Property taxes are recognized as revenues in the year for which they are levied. Taxes receivable for the following year are recorded as receivables and deferred inflows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met. Special assessments are recorded as revenue when earned. Unbilled receivables are recorded as revenues when services are provided.

Fund Financial Statements

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the School Corporation considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on long-term debt, claims, judgments, compensated absences and pension expenditures, which are recorded as a fund liability when expected to be paid with expendable available financial resources.

Property taxes are recognized as revenues in the year when services financed by the levy are being provided.

Intergovernmental aids and grants are recognized as revenues in the period the School Corporation is entitled to the resources and the amounts are available. Amounts owed to the School Corporation which are not available are recorded as receivables and unavailable revenues. Amounts received before eligibility requirements (excluding time requirements) are met are recorded as liabilities. Amounts received in advance of meeting time requirements are recorded as deferred inflows.

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

Fund Financial Statements (cont.)

Revenues susceptible to accrual include property taxes, miscellaneous taxes, local charges for services and interest. Other general revenues such as fines and forfeitures, recreation fees and miscellaneous revenues are recognized when received in cash or when measurable and available under the criteria described above.

Proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as described previously in this note.

All Financial Statements

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities and deferred inflows of resources and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position

Deposits and Investments

For purposes of the statement of cash flows, the School Corporation considers all highly liquid investments with an initial maturity of three months or less when acquired to be cash equivalents.

The School Corporation's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

Nonparticipating certificates of deposit, demand deposits and similar nonparticipating negotiable instruments that are not reported as cash and cash equivalents are reported as investments at fair value.

See Note 3 for further information.

Receivables

Property taxes levied are collected by the County Treasurer and are distributed to the Primary Government in June and in December. 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 of filing a shortfall appeal. These rates were based upon the preceding year's January 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100% 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 that become delinquent if not paid by May 10 and November 10, respectively. All property taxes collected by the County Treasurer and available for distribution were distributed to the Primary Government prior to December 31 of the year collected. Delinquent property taxes outstanding at year end for governmental funds are recorded as a receivable with an offset to deferred inflows of resources – unavailable revenue since the amounts are not considered available.

The total certified levy for MSD Wayne Township School Corporation for June 30, 2023 was \$80,301,989; however, circuit breaker credits reduced the assessed levy by \$18,638,791, bringing the total estimated collections from property taxes down to \$61,663,198

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

Receivables (cont.)

During the course of operations, transactions occur between individual funds that may result in amounts owed between funds. Short-term interfund loans are reported as "due to and from other funds." Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the statement of net position.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased."

Capital Assets

Government-Wide Statements

Capital assets, which include land, buildings, machinery, vehicles, equipment (including right to use lease assets), and improvements other than buildings are reported in the government-wide financial statements. Capital assets are defined by the school corporation as assets with an initial cost of more than \$10,000. All capital assets are valued at historical cost or estimated historical cost if actual amounts are unavailable. Donated capital assets are recorded at their estimated acquisition value at the date of donation.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net position. Depreciation is provided over the assets' estimated useful lives using the straight-line method. The range of estimated useful lives by type of asset is as follows:

Land	NA	Years
Buildings	15-40	Years
Machinery, vehicles and equipment	5-20	Years
Improvements other than buildings	5-30	Years

Lease and SBITA right-to-use assets are typically amortized over the lease/agreement term.

For depreciated assets, the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Deferred Outflows of Resources

A deferred outflow of resources represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until that future time. The School Corporation is reporting deferred outflows of resources for pension and OPEB related amounts, and a deferred loss on refunding.

A deferred charge on refunding arises from the refunding of debt. The difference between the cost of the securities placed in trust for future payments of the refunded debt and the net carrying value of that debt is deferred and amortized as a component of interest expense over the shorter of the term of the refunding issue or the original term of the refunded debt. The unamortized amount is reported as a deferred outflow of resources in the government-wide financial statements.

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

Compensated Absences

Upon separation of service, employees are not paid sick, personal or vacation days, except in the instance where they are paid a portion of unused sick time as severance pay. Employees with 10 years of service, and have applied for PERF benefits would receive severance pay for their unused sick time.

Payments for vacation and sick leave will be made at rates in effect when the benefits are used. Accumulated vacation and sick leave liabilities at June 30, 2023, are determined on the basis of current salary rates and include salary related payments.

Leases

The School Corporation is a lessor because it leases capital assets to other entities. As a lessor, the School Corporation reports a lease receivable and corresponding deferred inflow of resources in both the fund financial statements and government-wide financial statements. The School Corporation continues to report and depreciate the capital assets being leased as capital assets of the Primary Government.

Long-Term Obligations

All long-term obligations to be repaid from governmental resources are reported as liabilities in the government-wide statements. The long-term obligations consist primarily of bonds, leases and loans payable, as well as the net pension liability.

Long-term obligations for governmental funds are not reported as liabilities in the fund financial statements. The face value of debts (plus any premiums) are reported as other financing sources and payments of principal and interest are reported as expenditures. The accounting in proprietary funds is the same as it is in the government-wide statements.

Deferred Inflows of Resources

A deferred inflow of resources represents an acquisition of net position/fund balance that applies to a future period and therefore will not be recognized as an inflow of resources (revenue) until that future time. One of the deferred inflows reported, arises only under the modified accrual basis of accounting, which qualifies for reporting in this category. Accordingly, the item, unavailable revenue and leases, are reported only in the governmental funds balance sheet. The school corporation is also reporting deferred inflows for pension and leases related amounts on the government-wide schedule.

Equity Classifications

Government-Wide Statements

Equity is classified as net position and displayed in three components:

- a. **Net Investment in Capital Assets** - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances (excluding unspent debt proceeds) of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets.
- b. **Restricted Net Position** - Consists of net position with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors or laws or regulations of other governments or 2) law through constitutional provisions or enabling legislation.

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements

June 30, 2023

- c. **Unrestricted Net Position** - All other net positions that do not meet the definitions of "restricted" or "net investment in capital assets."

When both restricted and unrestricted resources are available for use, it is the School Corporation's policy to use restricted resources first, then unrestricted resources as they are needed.

Fund Statements

Governmental fund balances are displayed as follows:

- a. **Restricted** - Consists of fund balances with constraints placed on their use either by:
1) external groups such as creditors, grantors, contributors or laws or regulations of other governments or 2) law through constitutional provisions or enabling legislation.
- b. **Committed** - Includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority. Fund balance amounts are committed through a formal action (resolution) of the School Corporation Board. This formal action must occur prior to the end of the reporting period, but the amount of the commitment, which will be subject to the constraints, may be determined in the subsequent period. Any changes to the constraints imposed require the same formal action of the School Corporation Board that originally created the commitment.
- c. **Unassigned** - Includes residual positive fund balance within the general fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed or assigned for those purposes.

The School Corporation considers restricted amounts to be spent first when both restricted and unrestricted fund balance is available unless there are legal documents / contracts that prohibit doing this, such as in grant agreements requiring dollar for dollar spending. Additionally, the School Corporation would first use committed, and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

See Note 3 for further information.

Fiduciary fund net position is classified as restricted for OPEB and other activities on the statement of fiduciary net position.

Postemployment Benefits Other Than Pensions (OPEB)

For purposes of measuring the net OPEB asset, deferred outflows of resources related to OPEB and deferred inflows of resources related to OPEB and OPEB expense have been determined on the same basis as they are reported by the School Corporation OPEB Plan. For this purpose, the School Corporation OPEB Plan recognizes benefit payments when due and payable in accordance with the benefit terms.

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements

June 30, 2023

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions expense, information about the fiduciary net position of the Indiana Public Employees' Retirement Fund, the Teachers' Retirement Fund (TRF) and the Pre-96 TRF Fund (the Plans) and additions to and deductions from the plans' fiduciary net position have been determined on the same basis as they are reported by the plans. For this purpose, plan contributions are recognized as of employer payroll paid dates and benefit payments and refunds are recognized when due and payable in accordance with benefit terms.

2. Stewardship, Compliance and Accountability

Deficit Balances

Generally accepted accounting principles require disclosure of individual funds that have deficit balances at year-end.

As of June 30, 2023, the following individual funds held a deficit balance:

<u>Fund</u>	<u>Amount</u>	<u>Reason</u>
Sanders COOP Funds	\$ 668,987	Liability due to advances from other funds and other payables
Federal Program Funds	1,004,388	Reimbursable grants
21-22 Refugee School	2,607	Reimbursable grants
21-23 ARP - Idea	8,189	Reimbursable grants
22-24 ARP-HCY	67,586	Reimbursable grants
23-24 EI-ARPA Grant	11,313	Reimbursable grants
ESSER UCAN - UNIDY	1,637	Reimburseable amounts
2021 First Mortgage	449,876	Reimburseable amounts
2020-2024 ARPA	839,936	Reimbursable grants

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

3. Detailed Notes on All Funds

Deposits and Investments

The School Corporation's deposits and investments at year-end were comprised of the following:

	<u>Carrying Value</u>	<u>Statement Balances</u>	<u>Associated Risks</u>
Checking accounts	\$ 73,402,576	\$ 77,710,145	Custodial credit risk
Money market accounts	19,555,864	19,555,864	Custodial credit risk
Certificates of deposit (negotiable)	23,100,000	23,100,000	Credit risk, custodial credit risk, concentration of credit risk, interest rate risk
Mutual funds, bond funds	540,856	540,856	Credit risk, interest rate risk
Corporate bonds	1,186,586	1,186,586	Credit risk, custodial credit risk, concentration of credit risk, interest rate risk
Equity securities	5,318,798	5,318,798	Custodial credit risk, concentration of credit risk
U.S. agencies, implicitly guaranteed	1,708,972	1,708,972	Credit risk, custodial credit risk, concentration of credit risk, interest rate risk
U.S. Treasuries	76,794,558	76,794,558	Custodial credit risk, interest rate risk
State & Local Bonds	<u>268,794</u>	<u>268,794</u>	Credit risk, custodial credit risk, concentration of credit risk, interest rate risk
Total deposits and investments	<u>\$ 201,877,004</u>	<u>\$ 206,184,573</u>	
Reconciliation to financial statements			
Per statement of net position:			
Unrestricted cash and investments	\$ 173,104,323		
Restricted cash and investments	19,582,698		
Per statement of net position, fiduciary funds:			
Custodial fund	289,209		
OPEB trust fund	<u>8,900,774</u>		
Total deposits and investments	<u>\$ 201,877,004</u>		

Indiana Code 5-13-8-1 allows a political subdivision of the State of Indiana to deposit public funds in a financial institution only if the financial institution is a depository eligible to receive state funds and has a principal office or branch that qualifies to receive public funds of the political subdivision. The bank balances were insured by the Federal Deposit Insurance Corporation or the Indiana Public Deposit Insurance Fund, which cover all public funds held in approved depositories.

The School Corporation categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

The valuation methods for recurring fair value measurements are as follows:

Investment Type	June 30, 2023			Total
	Level 1	Level 2	Level 3	
Certificate of deposit (negotiable)	\$ 23,100,000	\$ -	\$ -	\$ 23,100,000
Corporate bonds	-	1,186,586	-	1,186,586
U.S. agencies, implicitly guaranteed	-	1,708,972	-	1,708,972
U.S. treasuries	-	76,794,558	-	76,794,558
Equity securities/stocks	5,318,798	-	-	5,318,798
Mutual funds, bond funds	-	540,856	-	540,856
State & local bonds	-	268,794	-	268,794
Total	<u>\$ 28,418,798</u>	<u>\$ 80,499,766</u>	<u>\$ -</u>	<u>\$ 108,918,564</u>

Custodial Credit Risk

Deposits

Custodial credit risk is the risk that in the event of a financial institution failure, the School Corporation's deposits may not be returned to the School Corporation.

The School Corporation's deposit policy for custodial credit risk is to comply with Indiana Code 5-13-8-1.

The School Corporation has deposits in the Hoosier Trust Fund. The Hoosier Fund was established in October 2006 pursuant to Indiana Code 36-1-7, the Interlocal Cooperation Act and commenced operations April 1, 2009 and is governed by a Board of Representatives made up representatives from each Participant. HoosierFund provides a voluntary investment pool for political subdivisions or other legislatively created quasi-governmental entities or bodies corporate and politic (collectively, Participants). HoosierFund invests Participants' funds in a legal, prudent and suitable fashion, maintained safety of principal, allowing daily liquidity, providing competitive interest rates and delivering a high level of service. HoosierFund's portfolio follows the investment criteria set forth in Indiana Code 5-13-9.

As of June 30, 2023, \$51,547,487 of the School Corporation's total bank balances were exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ 51,547,487
--------------------------------	---------------

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The School's investment policy for credit risk is to stay in compliance with Indiana Code.

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

As of June 30, 2023, the School Corporation's investments were rated as follows:

<u>S & P Rating</u>	<u>Certificates of Deposit</u>	<u>Corporate Bonds</u>	<u>State & Local Bonds</u>	<u>US Agencies</u>
AAA	\$ -	\$ -	\$ 81,426	\$ -
AA+	-	101,118	-	1,708,972
AA	-	136,141	-	-
AA-	-	44,501	-	-
A+	-	77,638	72,096	-
A	-	149,136	57,841	-
A-	-	294,192	-	-
BBB+	-	273,868	-	-
BBB	-	109,992	-	-
Unrated	<u>23,100,000</u>	<u>-</u>	<u>57,431</u>	<u>-</u>
Total	<u>\$ 23,100,000</u>	<u>\$ 1,186,586</u>	<u>\$ 268,794</u>	<u>\$ 1,708,972</u>

The School Corporation has funds invested in the Hoosier Trust Investment Pool, which has a Standard & Poor's credit rating of AAA.

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The School Corporation does not have a policy associated with concentration of credit risk.

At June 30, 2023, the School Corporation had no investments exposed to concentration of credit risk.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment.

The school must follow state statute and limit the stated final maturities of the investments to no more than five years. The School does not have a formal investment policy for interest rate risk for investments but has elected to follow Indiana State Statutes.

<u>Investment Type</u>	<u>Fair Value</u>	<u>Maturity (In Years)</u>		
		<u>Less than 1 Year</u>	<u>1-5 Years</u>	<u>More Than 5 Years</u>
US agencies	\$ 1,708,972	\$ 596,329	\$ 1,051,483	\$ 61,160
US treasuries	76,794,558	62,284,063	14,158,462	352,033
Corporate bonds	1,186,586	162,962	615,097	408,527
State & Local Bonds	<u>268,794</u>	<u>-</u>	<u>173,652</u>	<u>95,142</u>
Total	<u>\$ 79,958,910</u>	<u>\$ 63,043,354</u>	<u>\$ 15,998,694</u>	<u>\$ 916,862</u>

See Note 1 for further information on deposit and investment policies.

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

Receivables

All of the receivables on the balance sheet are expected to be collected within one year.

Governmental funds report *unavailable revenue* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. At the end of the current fiscal year, the various components of *unavailable revenue* reported in the governmental funds were as follows:

	<u>Unavailable</u>
Taxes receivable	\$ 27,717,034
Intergovernmental Receivables	<u>1,442,034</u>
Total unavailable revenue for governmental funds	<u>\$ 29,159,068</u>

Capital Assets

Capital asset activity for the year ended June 30, 2023, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Governmental Activities				
Capital assets not being depreciated:				
Land	\$ 97,700	\$ -	\$ -	\$ 97,700
Construction in progress	<u>20,157,164</u>	<u>57,639,459</u>	<u>9,317,201</u>	<u>68,479,422</u>
Total capital assets not being depreciated	<u>20,254,864</u>	<u>57,639,459</u>	<u>9,317,201</u>	<u>68,577,122</u>
Capital assets being depreciated:				
Buildings	423,819,651	9,554,147	-	433,373,798
Improvements other than buildings	24,065,774	-	-	24,065,774
Machinery and equipment	43,135,675	4,601,153	-	47,736,828
Leased assets	175,499	-	-	175,499
Subscription assets	<u>-</u>	<u>1,976,701</u>	<u>-</u>	<u>1,976,701</u>
Total capital assets being depreciated	<u>491,196,599</u>	<u>16,132,001</u>	<u>-</u>	<u>507,328,600</u>
Total capital assets	<u>511,451,463</u>	<u>73,771,460</u>	<u>9,317,201</u>	<u>575,905,722</u>
Less accumulated depreciation/amortization for:				
Buildings	(222,802,129)	(10,801,960)	-	(233,604,089)
Improvements other than buildings	(19,441,125)	(865,145)	-	(20,306,270)
Machinery and equipment	(35,121,135)	(1,762,077)	-	(36,883,212)
Leased assets	(43,875)	(43,875)	-	(87,750)
Subscription assets	<u>-</u>	<u>(667,519)</u>	<u>-</u>	<u>(667,519)</u>
Total accumulated depreciation/amortization	<u>(277,408,264)</u>	<u>(14,140,576)</u>	<u>-</u>	<u>(291,548,840)</u>
Net capital assets being Depreciated/Amortized	<u>213,788,335</u>	<u>1,991,425</u>	<u>-</u>	<u>215,779,760</u>
Total governmental activities capital assets, net of accumulated Depreciation/Amortization	<u>\$ 234,043,199</u>	<u>\$ 59,630,884</u>	<u>\$ 9,317,201</u>	<u>\$ 284,356,882</u>

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

Depreciation expense was charged to functions as follows:

Governmental Activities	
Nonprogrammed charges	\$ 14,140,576
Total governmental activities depreciation expense	<u>\$ 14,140,576</u>

Interfund Receivables/Payables and Transfers

Interfund Receivables/Payables

The following is a schedule of interfund receivables and payables including any overdrafts on pooled cash and investment accounts:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Education Fund	Nonmajor governmental funds	\$ 5,664,240
Total, fund financial statements		5,664,240
Less government-wide eliminations		<u>(5,664,240)</u>
Total internal balances, government-wide statement of net position		<u>\$ -</u>

All amounts are due within one year.

The principal purpose of these interfunds is to cover negative cash balances at year end.

Transfers

The following is a schedule of interfund transfers:

<u>Fund Transferred To</u>	<u>Fund Transferred From</u>	<u>Amount</u>	<u>Principal Purpose</u>
Education	Nonmajor governmental funds	\$ 96,820	To support operations
Operations	Education	19,151,828	To support operations
Construction	Nonmajor governmental funds	11,238	Construction cost support
2022 First mortgage	Construction	40,869,450	Construction cost support
Nonmajor governmental funds	Debt Service	34,106,338	Debt service support
Nonmajor governmental funds	Construction	17,358,394	Construction cost support
Education	Operations	785,910	To support operations
Operations	Debt service	<u>5,434,508</u>	Debt service support
Total, fund financial statements		117,814,486	
Less government-wide eliminations		<u>(117,814,486)</u>	
Total transfers, government-wide statement of activities		<u>\$ -</u>	

Generally, transfers are used to: (1) move revenues from the fund that collects them to the fund that the budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

Long-Term Liabilities

Long-term liabilities activity for the year ended June 30, 2023, was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
Governmental Activities					
Bonds and notes payable:					
General obligation debt	\$ 291,615,000	\$ 54,760,000	\$ 27,845,000	\$ 318,530,000	\$ 20,775,000
Loans payable, direct borrowing	4,642,571	-	1,018,028	3,624,543	798,028
Premium on bond debt	23,743,864	5,794,271	3,550,781	25,987,354	-
Subtotal	<u>320,001,435</u>	<u>60,554,271</u>	<u>32,413,809</u>	<u>348,141,897</u>	<u>21,573,028</u>
Other liabilities:					
Compensated absences	22,101	3,888	22,101	3,888	3,888
Installment contract payable	478,557	-	186,875	291,682	192,906
Net pension liability	7,605,073	35,563,662	9,454,928	33,713,807	-
SBITA Payable	-	1,884,648	1,185,897	698,751	272,697
Total other liabilities	<u>8,105,731</u>	<u>37,452,198</u>	<u>10,849,801</u>	<u>34,708,128</u>	<u>469,491</u>
Total governmental activities long-term liabilities	<u>\$ 328,107,166</u>	<u>\$ 98,006,469</u>	<u>\$ 43,263,610</u>	<u>\$ 382,850,025</u>	<u>\$ 22,042,519</u>

General Obligation Debt

All general obligation notes and bonds payable are backed by the full faith and credit of the School Corporation. Notes and bonds in the governmental funds will be retired by future property tax levies accumulated by the debt service fund.

Governmental Activities

<u>General Obligation Debt</u>	<u>Date of Issue</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Indebtedness</u>	<u>Balance as of June 30, 2023</u>
Ad valorem property tax first mortgage refunding and improvement bonds, series 2014	04/15/04	01/15/34	2 to 5%	\$ 80,110,000	\$ 40,175,000
Ad valorem property tax first mortgage refunding bonds, series 2015	03/08/15	01/15/31	3 to 4	19,055,000	10,750,000
Ad valorem property tax first mortgage bonds, series 2016	06/21/16	01/15/36	3.5 to 4	6,805,000	6,805,000
Ad valorem property tax first mortgage refunding and improvement bonds, series 2017	10/17/17	01/15/37	2 to 5	98,170,000	79,840,000
First mortgage bonds, series 2020	04/23/20	01/15/36	2.15	20,225,000	18,500,000
Ad valorem property tax first mortgage bonds, series 2019	04/16/19	01/15/32	4 to 5	7,835,000	7,835,000
Ad valorem property tax first mortgage bonds, series 2021	03/31/21	01/15/37	3 to 4	22,300,000	18,730,000
General Obligation bonds series 2022	11/09/22	01/15/24	5	4,590,000	4,590,000
Ad valorem property tax first mortgage bonds, series 2022	04/08/22	01/15/42	4 to 5	81,135,000	81,135,000
Ad valorem property tax first mortgage bonds series 2023	04/11/23	01/15/43	5	44,170,000	44,170,000
Ad valorem property tax first mortgage refunding bonds, series 2023	04/06/23	01/15/33	5	6,000,000	6,000,000
Total governmental activities, general obligation debt					<u>\$ 318,530,000</u>

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

Debt service requirements to maturity are as follows:

<u>Years</u>	Governmental Activities General Obligation Debt	
	<u>Principal</u>	<u>Interest</u>
2024	\$ 20,775,000	\$ 14,031,991
2025	19,250,000	14,505,488
2026	17,550,000	12,035,225
2027	18,340,000	11,233,010
2028	20,175,000	10,356,204
2029-2033	102,900,000	36,922,769
2034-2038	72,605,000	18,084,361
2039-2043	46,935,000	5,234,650
Total	<u>\$ 318,530,000</u>	<u>\$ 122,403,698</u>

Loans Payable

Loans Payable at June 30, 2023 consist of the following:

Governmental Activities					
<u>Loan Payable</u>	<u>Date of Issue</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Indebtedness</u>	<u>Balance June 30, 2023</u>
Solar farm	09/12/18	01/15/29	3%	\$ 4,940,000	\$ 2,780,000
Common school loan B0203	03/09/21	07/01/24	1	1,689,085	844,543
Total governmental activities loans payable					<u>\$ 3,624,543</u>

Debt service requirements to maturity are as follows:

<u>School Years Ending June 30,</u>	Governmental Activities Loans Payable	
	<u>Principal</u>	<u>Interest</u>
2024	\$ 798,028	\$ 48,738
2025	761,515	74,158
2026	495,000	58,275
2027	505,000	43,050
2028	525,000	28,050
2029	540,000	12,150
Total	<u>\$ 3,624,543</u>	<u>\$ 264,421</u>

Installment Contract Payable

The School Corporation obtained a loan for school buses.

The Contract Payable as of June 30, 2023 consists of:

Governmental Activities					
<u>Installment Contract Payable</u>	<u>Date of Issue</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Indebtedness</u>	<u>Balance June 30, 2023</u>
2019 School Bus Lease	06/10/19	09/15/24	3.2%	\$ 927,562	\$ 291,682
Total governmental activities installment contracts					<u>\$ 291,682</u>

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements

June 30, 2023

Debt service requirements to maturity are as follows:

<u>Years</u>	Governmental Activities Installment Contracts	
	<u>Principal</u>	<u>Interest</u>
2024	\$ 192,906	\$ 7,808
2025	98,776	1,581
Total	<u>\$ 291,682</u>	<u>\$ 9,389</u>

Current Refunding

On April 6, 2023, the School Corporation issued \$6,000,000 in ad valorem property tax First Mortgage bonds with an average coupon rate of 5.00% to refund \$6,875,000 of outstanding bonds with an average coupon rate of 4.00%. The net proceeds along with existing funds of the School Corporation were used to prepay the outstanding debt.

The cash flow requirements on the refunded debt prior to the current refunding was \$9,229,300 from January 15, 2023 through January 15, 2033. The cash flow requirements on the Advolorem Property Tax First Mortgage Refunding Bonds, Series 2023 refunding bonds are \$8,530,958 from March 31, 2023 through January 15, 2037. The current refunding resulted in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$698,342.

Lease Disclosures

Lessee - Lease Assets

	<u>Beginning Balance</u>	<u>Adjustments*</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Governmental Activities					
Lease assets being amortized:					
Equipment, leased	\$ 175,499	\$ -	\$ -	\$ -	\$ 175,499
Total lease assets being amortized	<u>175,499</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>175,499</u>
Less accumulated amortization for lease assets:					
Equipment, leased	(43,875)	-	(43,875)	-	(87,750)
Total accumulated amortization	<u>(43,875)</u>	<u>-</u>	<u>(43,875)</u>	<u>-</u>	<u>(87,750)</u>
Total governmental activities lease assets, net of accumulated amortization	<u>\$ 131,624</u>	<u>\$ -</u>	<u>\$ (43,875)</u>	<u>\$ -</u>	<u>\$ 87,749</u>

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

Lessor - Lease Receivables

Governmental Activities

<u>Lease Receivables Description</u>	<u>Date of Inception</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Receivable Balance June 30, 2023</u>
Vertical Bridge Development, LLC	8/1/2019	7/31/2069	8.00%	\$ 924,183
Total governmental activities				<u>\$ 924,183</u>

The School Corporation recognized \$13,887 of lease revenue during the fiscal year.

The School Corporation recognized \$1,153 of interest revenue during the fiscal year.

Subscription Disclosures

Subscription Assets

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Governmental Activities				
Subscription assets being amortized:				
Machinery and equipment	\$ -	\$ 1,976,701	\$ -	\$ 1,976,701
Total subscription assets being amortized	-	1,976,701	-	1,976,701
Less accumulated amortization for subscription assets:				
Machinery and equipment	-	(667,519)	-	(667,519)
Total accumulated amortization	-	667,519	-	(667,519)
Total governmental activities subscription assets, net of accumulated amortization	<u>\$ -</u>	<u>\$ 1,309,182</u>	<u>\$ -</u>	<u>\$ 1,309,182</u>

Subscription Liabilities

Governmental Activities

<u>Subscription Liabilities</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
Panorama	\$ -	\$ 178,216	\$ -	\$ 178,216	\$ 58,426
Canvas	-	188,121	75,751	112,370	53,259
Finalsite	-	306,297	77,036	229,261	41,408
CDW	-	178,904	-	178,904	119,604
Navance Powerschool	-	181,286	181,286	-	-
Signal Vine	-	14,188	14,188	-	-
Powerschool	-	571,504	571,504	-	-
Integrity Solutions	-	39,000	39,000	-	-
Navigate 360	-	23,870	23,870	-	-
Newsela	-	91,967	91,967	-	-
Skyward	-	111,295	111,295	-	-
Total	<u>\$ -</u>	<u>\$ 1,884,648</u>	<u>\$ 1,185,897</u>	<u>\$ 698,751</u>	<u>\$ 272,697</u>

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements

June 30, 2023

Future minimum subscription payments are as follows:

<u>Years</u>	<u>Principal</u>	<u>Interest</u>
2024	\$ 272,697	\$ 41,634
2025	220,336	26,786
2026	107,123	10,492
2027	48,072	5,028
2028	50,523	2,577
Total	<u>\$ 698,751</u>	<u>\$ 86,517</u>

Net Position/Fund Balances

Net position reported on the government wide statement of net position at June 30, 2023, includes the following:

Governmental Activities

Net investment in capital assets:

Land and construction in progress	\$ 68,577,122
Other capital assets, net of accumulated depreciation	215,779,760
Less long-term debt outstanding, including unamortized bond premiums	(349,132,330)
Plus unspent bond proceeds	89,225,455
Plus deferred charge on refunding	<u>1,539,101</u>

Total net investment in capital assets \$ 25,989,108

Governmental Funds

Governmental fund balances reported on the fund financial statements at June 30, 2023, include the following:

	<u>Education Fund</u>	<u>Operations Fund</u>	<u>Referendum - 2019</u>	<u>Debt Service</u>	<u>2022 First Mortgage</u>	<u>Construction Funds</u>	<u>Nonmajor Funds</u>	<u>Total Governmental Funds</u>
Fund Balances								
Restricted for:								
Instruction	\$ 10,818,284	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,158,029	\$ 14,976,313
Support services	-	28,448,797	11,244,333	-	-	-	13,154,261	52,847,391
Debt service	-	-	-	4,002,701	-	-	19,582,699	23,585,400
Building acquisition	-	-	-	-	702,205	70,763,166	8,052,125	79,517,496
Community services	-	-	-	-	-	-	1,222	1,222
Subtotal	<u>10,818,284</u>	<u>28,448,797</u>	<u>11,244,333</u>	<u>4,002,701</u>	<u>702,205</u>	<u>70,763,166</u>	<u>44,948,336</u>	<u>170,927,822</u>
Committed to:								
Instruction	-	-	-	-	-	-	1,807,078	1,807,078
Support services	-	-	-	-	-	-	84,272	84,272
Community services	-	-	-	-	-	-	687,105	687,105
Other	-	-	-	-	-	-	259,900	259,900
Subtotal	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,838,355</u>	<u>2,838,355</u>
Unassigned (deficit):	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,054,519)</u>	<u>(3,054,519)</u>
Total fund balances (deficit)	<u>\$ 10,818,284</u>	<u>\$ 28,448,797</u>	<u>\$ 11,244,333</u>	<u>\$ 4,002,701</u>	<u>\$ 702,205</u>	<u>\$ 70,763,166</u>	<u>\$ 44,732,172</u>	<u>\$ 170,711,658</u>

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

4. Other Information

Employees' Retirement System

The School Corporation participates in the Public Employees' Retirement Fund (PERF) and Teacher's Retirement Fund (TRF). The information for these funds are summarized below:

	<u>Net Pension Liability(Asset)</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
PERF	\$ 19,737,311	\$ 10,885,366	\$ 977,742
TRF	<u>13,976,496</u>	<u>25,053,819</u>	<u>9,927,461</u>
Total	<u>\$ 33,713,807</u>	<u>\$ 35,939,185</u>	<u>\$ 10,905,203</u>

Public Employees' Retirement Fund

Plan Description. The School Corporation participates in the Public Employees' Retirement Fund, a cost-sharing multiple-employer defined benefit plan effective July 1, 2013 based on 35 IAC 21-1-1, 35 IAC 21-1-2 and amended IC 5-10.2-2-11(b). PERF was established to provide retirement, disability, and survivor benefits to full-time employees of the State of Indiana not covered by another plan, those political subdivisions that elect to participate in the retirement plan, and certain INPRS employees. Political subdivisions mean a county, city, town, township, political body corporate, public school corporation, public library, public utility of a county, city, town, township and any department of, or associated with, a county, city, town or township, which department receives revenue independently of, or in addition to, funds obtained from taxation. There are two (2) tiers to the PERF Plan. The first is the Public Employees' Defined Benefit Plan (PERF Hybrid Plan) and the second is the My Choice Retirement Savings Plan for Public Employees (My Choice). Details of the PERF Hybrid Plan are described below.

PERF Hybrid Plan Description. The PERF Hybrid Plan was established by the Indiana Legislature in 1945 and is governed by the INPRS Board of Trustees in accordance with Indiana Code (IC) 5-10.2, IC 5-10.3, and IC 5-10.5. There are two (2) aspects to the PERF Hybrid Plan defined benefit structure. The first portion is the monthly defined benefit pension that is funded by the employer. The second portion of the PERF Hybrid Plan benefit structure is the Public Employees' Hybrid Members Defined Contribution Account (DC Account), formerly known as the Annuity Savings Account (ASA), which that supplements the defined benefit at retirement.

Contributions. Members are required to contribute 3% of their annual covered salary to their defined contribution account. The Primary Government is required to contribute at an actuarially determined rate; the current rate for fiscal year 2022 is 11.20% of annual covered payroll. The rate for 2023 is also 11.20%. The contribution requirements of plan members and the Primary Government are established and may be amended by the INPRS Board of Trustees. The actuarial amount, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Contributions to the PERF plan from the School Corporation were \$4,014,551 for the fiscal year ended June 30, 2022, the measurement date.

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements

June 30, 2023

Retirement Benefits. The PERF Hybrid Plan retirement benefit consists of the sum of a defined pension benefit provided by employer contributions plus the amount credited to the member's DC Account. Pension benefits vest after 10 years of creditable service. The vesting period is eight (8) years for certain elected officials. Members are immediately vested in their annuity savings account. At retirement, a member may choose to receive a lump sum payment of the amount credited to the member's annuity savings account, receive the amount as an annuity or leave the contributions invested with INPRS. Vested PERF members leaving a covered position, who wait 30 days after termination, may withdraw their DC account and will not forfeit creditable service or a full retirement benefit. However, if a member is eligible for a full retirement at the time of the withdrawal request, he/she will have to begin drawing his/her pension benefit in order to withdraw the DC Account. A nonvested member who terminates employment prior to retirement may withdraw his/her DC Account after 30 days, but by doing so, forfeits his/her creditable service. A member who returns to covered service and works no less than six (6) months in a covered position may reclaim his/her forfeited creditable service.

A member who has reached age 65 and has at least 10 years of creditable service is eligible for normal retirement and, as such, is entitled to 100% of the pension benefit component. This annual pension benefit is equal to 1.1% times the average annual compensation times the number of years of creditable service. The average annual compensation in this calculation uses the highest 20 calendar quarters of salary in a covered position. All 20 calendar quarters do not need to be continuous, but they must be in groups of four (4) consecutive calendar quarters. The same calendar quarter may not be included in two (2) different groups. For PERF members who serve as an elected official, the highest one (1) year (total of four (4) consecutive quarters) of annual compensation is used. Member contributions paid by the employer on behalf of the member and severance pay up to \$2,000 are included as part of the member's annual compensation.

A member who has reached age 60 and has at least 15 years of creditable service is eligible for normal retirement and, as such, is entitled to 100% of the pension benefit. A member who is at least 55 years old and whose age plus number of years of creditable service is at least 85 is entitled to 100% of the benefits as described above.

A member who has reached at least age 50 and has at least 15 years of creditable service is eligible for early retirement with a reduced pension. A member retiring early receives a percentage of the normal annual pension benefit. The percentage of the pension benefit at retirement remains the same for the member's lifetime. For age 59, the early retirement percentage of the normal annual pension benefit is 89%. This amount is reduced five (5) percentage points per year (e.g., age 58 is 84%) to age 50 being 44%.

The monthly pension benefits for members in pay status may be increased periodically as cost of living adjustments (COLA). Such increases are not guaranteed by statute and have historically been provided on an "ad hoc" basis and can only be granted by the Indiana General Assembly.

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements

June 30, 2023

Disability and Survivor Benefits. The PERF Hybrid Plan also provides disability and survivor benefits. A member who has at least five (5) years of creditable service and becomes disabled while in active service, on FMLA leave, receiving workers' compensation benefits or receiving employer-provided disability insurance benefits may retire for the duration of the disability, if the member has qualified for social security disability benefits and has furnished proof of the qualification. The disability benefit is calculated the same as that for a normal retirement without reduction for early retirement. The minimum benefit is \$180 per month, or the actuarial equivalent. Upon the death in service of a member with 15 or more years of creditable service as of January 1, 2007, a survivor benefit may be paid to the surviving spouse to whom the member had been married for two (2) or more years, or surviving dependent children under the age of 18. This payment is equal to the benefit which would have been payable to a beneficiary if the member had retired at age 50 or at death, whichever is later, under an effective election of the joint and survivor option available for retirement benefits. A surviving spouse or surviving dependent children are also entitled to a survivor benefit upon the death in service after January 1, 2007, of a member who was at least 65 years of age and had at least 10 but not more than 14 years of creditable service.

Retirement Benefits – My Choice. Members are required to participate in My Choice. The My Choice DC Account consists of the member's contributions, set by statute at three (3)% of compensation as defined by IC 5-10.2-3-2 for PERF, plus the interest/earnings or losses credited to the member's account. The employer may elect to make the contributions on behalf of the member. The School has elected to make the contributions on behalf of the member. In addition, under certain conditions, members may elect to make additional voluntary contributions of up to 10% of their compensation into their DC Account. A member's contributions and interest credits belong to the member and do not belong to the State or political subdivision.

Rate of Return. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested. For the fiscal year ended June 30, 2022 the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense for Public Employee's Retirement Fund was -6.96%.

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

Net Pension Liability

At June 30, 2022, the measurement date, the School Corporation reported a Liability of \$19,737,311 for its proportionate share of the net pension Liability. The School Corporation's proportion of the total was measured on the ratio of the wages reported by employers relative to the collective wages of the plan. This basis of allocation measures the proportionate relationship of an employer to all employers and is consistent with the manner in which contributions to the pension plan are determined. The plan does not have a special funding situation, as there is not a nonemployer contributing entity legally responsible for making contributions that are used to provide pension benefits to members of the pension plan. At June 30, 2023, the School Corporation's proportion was 0.62582% a increase of 0.04590% from the June 30, 2022 proportion of 0.57992%. The net pension liability as of June 30, 2023 is calculated as set forth in the following table:

	PERF Plan Total
Net pension liability, beginning June 30, 2022	\$ 7,605,073
Differences between expected and actual experience	242,280
Net difference between projected and actual investment	12,310,286
Change of assumptions	(288,267)
Changes in proportion and differences between employer contributions and proportionate share of contributions	1,004,804
Pension expense	2,877,686
Contributions	<u>(4,014,551)</u>
Net pension liability, June 30, 2023	<u>\$ 19,737,311</u>

Deferred Outflows of Resources and Deferred Inflows of Resources. At June 30, 2023, the School Corporation reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 425,608	\$ 75,064
Changes in assumptions	2,673,320	844,428
Net differences between projected and actual earnings on pension plan investments	2,435,793	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	1,074,752	58,250
Employer contributions subsequent to the measurement date	<u>4,275,893</u>	<u>-</u>
Total	<u>\$ 10,885,366</u>	<u>\$ 977,742</u>

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

\$4,275,893 reported as deferred outflows related to pension resulting from the Employer's contributions subsequent to the measurement date will be recognized in the school corporation's financial statement as a reduction of the net pension liability (asset) in the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

<u>Years Ending June 30,</u>	<u>Deferred Outflows of Resources and Deferred Inflows of Resources (Net)</u>
2024	\$ 1,265,919
2025	1,913,481
2026	(124,267)
2027	2,576,598

Pension Expense. The School Corporation recognized pension expense for the following proportionate share of pension expense:

<u>Pension Expense</u>	
Proportionate share of plan pension expense	\$ 2,523,679
Net amortization of deferred amounts from changes in proportion and differences between employer contributions and proportionate share of contributions	<u>354,007</u>
Total	<u>\$ 2,877,686</u>

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

Key Methods and Assumptions

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuations are presented below:

Valuation Date	
Assets	June 30, 2022
Liabilities	June 30, 2021 - Member census data as of June 30, 2021 was used in the valuation and adjusted where appropriate to reflect changes between June 30, 2021 and June 30, 2022 Standard actuarial roll forward techniques were then used to project the total pension liability computed as of June 30, 2021 to June 30, 2022 measurement date.
Actuarial Cost Method	Entry Age Normal (Level percent of payroll)
Experience Study Date	Period of 4 years ended June 30, 2019
Investment Rate of Return	6.25%, net of investment expense, including inflation
Cost of Living Increases	Beginning January 1, 2024 - 0.40% Beginning January 1, 2034 - 0.50% Beginning January 1, 2039 - 0.60%
Salary increases, including inflation	2.65% - 8.65%
Inflation	2.00%
Mortality:	
Healthy	Pub-2010 Public Retirement Plans Mortality Tables with a fully generational projection of mortality improvements using SOA Scale MP-2019.
Disabled	Pub-2010 Public Retirement Plans Mortality Tables with a fully generational projection of mortality improvements using SOA Scale MP-2019.
Funding policy location	www.in.gov/inprs/files/INPRS_Funding_Policy.pdf

Change in Assumptions

There were no changes in assumptions during the fiscal year.

Changes in Actuarial Methods

There were no changes to the actuarial methods during the fiscal year.

Plan Amendments

There were no changes in plan provisions during the fiscal year.

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

Long-Term Return Expectation

The long-term return expectation has been determined by using a building-block approach and assumes a time horizon, as defined by INPRS Investment Policy Statement. A forecasted rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been established and the long-term expected nominal rate of return has been determined by calculating a weighted average of the expected real return premiums for each asset class, adding the projected inflation rate and adding the expected return from rebalancing uncorrelated asset classes.

Global Asset Class	Long-Term Expected Rate of Return (Geometric Basis)	Target Asset Allocation
Public Equity	3.6%	20.0%
Private Markets	7.7	15.0
Fixed Income, Ex Inflation-Linked	1.4	20.0
Fixed Income, Inflation-Linked	(0.3)	15.0
Commodities	0.9	10.0
Real Estate	3.7	10.0
Absolute Return	2.1	5.0
Risk Parity	3.8	20.0
Leverage Offset	(1.7)	N/A

Discount Rate

The discount rate used to measure the total pension liability was 6.25% as of June 30, 2022 and is equal to the long-term expected return on plan investments.

Sensitivity of the School Corporation's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate. The following presents the School Corporation's proportionate share of the net pension Liability calculated using the discount rate of 6.25%, as well as what the School Corporation's proportionate share of the net pension Liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.25%) or 1-percentage-point higher (7.25%) than the current rate:

	1% Decrease to Discount Rate (5.25%)	Current Discount Rate (6.25%)	1% Increase to Discount Rate (7.25%)
School Corporation's proportionate share of the net pension Liability	\$33,343,544	\$19,737,311	\$8,388,723

Pension Plan Fiduciary Net Position. Detailed information about the pension plan's fiduciary net position is available in the separately issued INPRS Comprehensive Annual Financial Report and Actuarial Valuations. These reports can be found at:

https://www.in.gov/inprs/files/2022ActuarialReport_PERF.pdf
https://www.in.gov/inprs/files/INPRSConsolidatedAR_FY22.pdf

Teacher's Retirement Plan

Plan Description. Teacher's Retirement Plan (TRF) is a cost-sharing, multiple-employer defined benefit fund providing retirement, disability and survivor benefits. Membership in TRF is required for all legally qualified and regularly employed licensed teachers who serve in the public schools of Indiana, teachers employed by the state at state institutions and certain INPRS personnel. Faculty members and professional employees at Ball State University and Vincennes University have the option of selecting membership in the Fund or an alternate University plan not administered by INPRS. Membership in TRF is optional for teachers employed by charter schools, employees and officials of the Indiana State Board of Education who were Indiana licensed teachers before their employment with the Board and teachers employed by special management teams as defined under IC 20-31. Administration of the fund is generally in accordance with IC 5-10.2, IC 5-10.4, 35 IAC 14 and other Indiana pension law. TRF is a component of the Teachers' Hybrid Plan.

Retirement Benefits - Defined-Benefit Pension. The TRF Plan retirement benefit consists of the sum of the defined pension benefit provided by the employer contributions plus the amount credited to the member's annuity savings account.

Pension benefits vest after 10 years of creditable service. Members are immediately vested in their annuity savings account. At retirement, a member may choose to receive a lump sum payment of the amount credited to the member's annuity savings account, receive the amount as an annuity or leave the contributions invested with INPRS. Vested TRF members leaving a covered position, who wait 30 days after termination, may withdraw their annuity savings account and will not forfeit creditable service or a full retirement benefit. However, if a member is eligible for a full retirement at the time of the withdrawal request, he/she will have to begin drawing his/her pension benefit in order to withdraw the annuity savings account. A nonvested member who terminates employment prior to retirement may withdraw his/her annuity savings account after 30 days, but by doing so, forfeits his/her creditable service. A member who returns to covered service and works no less than six (6) months in a covered position may reclaim his/her forfeited creditable service.

A member who has reached age 65 and has at least 10 years of creditable service is eligible for normal retirement and, as such, is entitled to 100% of the pension benefit component. This annual pension benefit is equal to 1.1% times the average annual compensation times the number of years or creditable service. The average annual compensation in this calculation uses the highest 20 calendar quarters of salary in a covered position. All 20 calendar quarters do not need to be continuous, but they must be in groups of four (4) consecutive calendar quarters. The same calendar quarter may not be included in two (2) difference groups. Member contributions paid by the employer on behalf of the member and severance pay up to \$2,000 are included as part of the member's annual compensation.

A member who has reached age 60 and has at least 15 years of creditable service is eligible for early retirement and, as such, is entitled to 100% of the pension benefit. A member who is at least 55 years old and whose age plus number of years of creditable services is at least 85 is entitled to 100% of the benefits described above.

A member who has reached at least age 50 and has at least 15 years of creditable service is eligible for early retirement with a reduced pension. A member retiring early receives a percentage of the normal annual pension benefit. The percentage of the pension benefit at retirement remains the same for the member's lifetime. For age 59, the early retirement percentage of the normal annual pension benefit is 89%. This amount is reduced five (5) percentage points per year (e.g., age 58 is 84%) to age 50 being 44%.

The monthly pension benefits for members in pay status may be increased periodically as cost of living adjustments (COLA). Such increases are not guaranteed by statute and have historically been provided on an "ad hoc" basis and can only be granted by the Indiana General Assembly.

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements

June 30, 2023

Retirement Benefits - Disability and Survivor Benefits. The TRF Plan also provides disability and survivor benefits. A member who has at least five (5) years of creditable service and becomes disabled while in active service, on FMLA leave, receiving workers' compensation benefits or receiving employer-provided disability insurance benefits may retire for the duration of the disability, if the member has qualified for social security disability benefits and has furnished proof of the qualification. TRF classroom disability may be available for those who do not qualify for social security disability guidelines. The disability benefit is calculated the same as that for a normal retirement without reduction for early retirement. The minimum benefit is \$180 per month, or the actuarial equivalent.

Upon the death in service of a member with 15 or more years of creditable service as of January 1, 2007, a survivor benefit may be paid to the surviving spouse to whom the member had been married for two (2) or more years, or surviving dependent children under the age of 18. This payment is equal to the benefit which would have been payable to a beneficiary if the member had retired at age 50 or at death, whichever is later, under an effective election of the joint and survivor option available for retirement benefits. A surviving spouse or surviving dependent children are also entitled to a survivor benefit upon the death in service after January 1, 2007, of a member who was at least 65 years of age and had at least 10 but not more than 14 years of creditable service.

Contributions. Members are required to contribute 3% of their annual covered salary. The School Corporation is required to contribute at an actuarially determined rate; the rate for fiscal year 2023 was 6.00% and the rate for fiscal year 2022 was 5.50% of annual covered payroll. The contribution requirements of plan members and the Primary Government are established and may be amended by the INPRS Board of Trustees. The actuarial amount, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

The School Corporation contributes the employer's share to TRF 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. 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, is considered to be an obligation of, and is paid by, the State of Indiana. Contributions to the TRF plan from the School Corporation were \$4,502,261 for the year ended June 30, 2022, measurement date.

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

Pension Liability, Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions and pension expense, information about the fiduciary net position of the Indiana Public Retirement System (INPRS) and additions to/deductions from INPRS's fiduciary net position have been determined on the same basis as they are reported by INPRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. At June 30, 2023, the School reported a liability of \$13,976,496 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2022 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The School's proportion of the net pension liability was based on the School's reported wages as a proportion of total collective reported wages for all employers. At June 30, 2023, the School's proportion was 2.12263%, a increase of .03871% from June 30, 2022 proportion of 2.08392%. The net pension liability as of June 30, 2023 is calculated as set forth in the following table:

	<u>TRF Plan Total</u>
Net pension liability, beginning June 30, 2022	\$ (9,790,090)
Differences between expected and actual experience	1,867,940
Net difference between projected and actual investment	21,840,887
Change of assumptions	(649,849)
Changes in proportion and differences between employer contributions and proportionate share of contributions	339,864
Pension expense	4,870,005
Contributions	<u>(4,502,261)</u>
Net pension asset, June 30, 2023	<u>\$ 13,976,496</u>

For the year ended June 30, 2023, the School Corporation recognized pension expense of \$4,870,005 for the TRF Fund. A breakdown of the pension expense is shown below:

<u>Pension Expense</u>	
Proportionate share of plan pension expense	\$ 5,165,738
Net amortization of deferred amounts from changes in proportion and differences between employer contributions and proportionate share of contributions	<u>(295,733)</u>
Total	<u>\$ 4,870,005</u>

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

At June 30, 2023, the School reported deferred inflows of resources and deferred outflows of resources related to pensions from the following services:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 4,306,459	\$ 2,846,212
Changes in assumptions	11,600,334	4,820,432
Net differences between projected and actual earnings on pension plan investments	4,440,963	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	261,947	2,260,817
Employer contributions subsequent to the measurement date	<u>4,444,116</u>	<u>-</u>
Total	<u>\$ 25,053,819</u>	<u>\$ 9,927,461</u>

\$4,444,116 reported as deferred outflows related to pension resulting from the Employer's contributions subsequent to the measurement date will be recognized in the school corporation's financial statements as a reduction of the net pension liability (asset) in the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Years Ending June 30,	Deferred Outflows of Resources and Deferred Inflows of Resources (Net)
2024	\$ 854,298
2025	999,988
2026	(90,027)
2027	4,953,137
2028	601,661
Thereafter	3,363,185

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

Actuarial Assumptions

Inflation:	2.00%
Salary increases, including inflation:	2.75% - 12.00%, based on years of service
Cost of Living Increases:	Beginning January 1, 2024 - 0.40%
	Beginning January 1, 2034 - 0.50%
	Beginning January 1, 2039 - 0.60%
Mortality:	Pub-2010 Public Retirement Plans Mortality Tables with a fully generational project of mortality improvements using SOA Scale MP-2019.

The actuarial assumptions used in the June 30, 2022 valuation of the Teachers' 1996 Defined Benefit Account were adopted by the INPRS Board in April 2022. The majority of the actuarial assumptions and methods are based on plan experience from July 1, 2014 through June 30, 2019 and were first used in the June 30, 2020 valuation. The INPRS Board adopted a funding policy in April 2014, and the policy was last updated in June 2022.

Changes in Assumption

There were no changes in assumptions in the current fiscal year.

Changes in Actuarial Methods

There were no changes to the actuarial methods during the fiscal year.

Changes in Plan Provisions

There were no changes in plan provisions in the current fiscal year.

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

Long-Term Return Expectation

For the measurement date of June 30, 2022, the long-term return expectation has been determined by using a building-block approach and assumes a time horizon, as defined by INPRS Investment Policy Statement. A forecasted rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been established and the long-term expected nominal rate of return has been determined by calculating a weighted average of the expected real return premiums for each asset class, adding the projected inflation rate and adding the expected return from rebalancing uncorrelated asset classes.

<u>Global Asset Class</u>	<u>Long-Term Expected Rate of Return (Geometric Basis)</u>	<u>Target Asset Allocation</u>
Public Equity	3.6%	20.0%
Private Markets	7.7	15.0
Fixed Income, Ex Inflation-Linked	1.4	20.0
Fixed Income, Inflation-Linked	(0.3)	15.0
Commodities	0.9	10.0
Real Estate	3.7	10.0
Absolute Return	2.1	5.0
Risk Parity	3.8	20.0
Leverage Offset	(1.7)	N/A

Discount rate

The discount rate used to measure the total pension liability was 6.25% as of the measurement date of June 30, 2022 and is equal to the long-term expected return on plan investments.

Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the School's Proportionate Share of the Net Pension Asset to Changes in the Discount Rate. The following presents the School's proportional share of the net pension asset calculated using the discount rate of 6.25%, as well as what the School's proportionate share of the net pension asset would be if it were calculated using a discount rate that is 1-percentage-point lower (5.25%) or 1-percentage-point higher (7.25%) than the current rate:

	<u>1% Decrease to Discount Rate (5.25%)</u>	<u>Current Discount Rate (6.25%)</u>	<u>1% Increase to Discount Rate (7.25%)</u>
School Corporation's proportionate share of the net pension (asset) Liability	\$44,494,786	\$13,976,496	\$(10,665,959)

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

INPRS issues publicly available financial information that includes financial statements and required supplementary information for the PERF and TRF plans that can be found at:

http://www.in.gov/inprs/files/INPRSConsolidatedAR_FY22.pdf

Teachers' Pre-96 Retirement Fund

Plan Description. The School Corporation participates in the Teachers' Pre-1996 Defined Benefit Account, a pay-as-you-go, cost-sharing, multiple-employer defined benefit fund providing retirement, disability and survivor benefits for teachers, administrators and certain INPRS employees. Administration of the account is generally in accordance with IC 5-10.2, IC 5-10.4 and 35 IAC 14. TRF Pre-'96 DB is the employer-funded defined benefit component of the Teachers' Hybrid Plan, and the Teachers' Hybrid Members Defined Contribution Account is with the other component.

The state of Indiana assumes 100% of the net pension liability for the plan. The net pension liability associated with MSD Wayne School Corporation is \$129,312,658.

Retirement Benefits - Defined Benefit Pension. Pension benefits vest after 10 years of creditable service. Members are immediately vested in their annuity savings account. At retirement, a member may choose to receive a lump sum payment of the amount credited to the member's annuity savings account, receive the amount as an annuity or leave the contributions invested with INPRS. Vested Pre-96 TRF members leaving a covered position, who wait 30 days after termination, may withdraw their annuity savings account and will not forfeit creditable service or a full retirement benefit. However, if a member is eligible for a full retirement at the time of the withdrawal request, he/she will have to begin drawing his/her pension benefit in order to withdraw the annuity savings account. A nonvested member who terminates employment prior to retirement may withdraw his/her annuity savings account after 30 days, but by doing so, forfeits his/her creditable service. A member who returns to covered service and works no less than six (6) months in a covered position may reclaim his/her forfeited creditable service.

A member who has reached age 65 and has at least 10 years of creditable service is eligible for normal retirement and, as such, is entitled to 100% of the pension benefit component. This annual pension benefit is equal to 1.1% times the average annual compensation times the number of years or creditable service. The average annual compensation in this calculation uses the highest 20 calendar quarters of salary in a covered position. All 20 calendar quarters do not need to be continuous, but they must be in groups of four (4) consecutive calendar quarters. The same calendar quarter may not be included in two (2) difference groups. Member contributions paid by the employer on behalf of the member and severance pay up to \$2,000 are included as part of the member's annual compensation.

A member who has reached age 60 and has at least 15 years of creditable service is eligible for early retirement and, as such, is entitled to 100% of the pension benefit. A member who is at least 55 years old and whose age plus number of years of creditable services is at least 85 is entitled to 100% of the benefits described above.

A member who has reached at least age 50 and has at least 15 years of creditable service is eligible for early retirement with a reduced pension. A member retiring early receives a percentage of the normal annual pension benefit. The percentage of the pension benefit at retirement remains the same for the member's lifetime. For age 59, the early retirement percentage of the normal annual pension benefit is 89%. This amount is reduced five (5) percentage points per year (e.g., age 58 is 84%) to age 50 being 44%.

The monthly pension benefits for members in pay status may be increased periodically as cost of living adjustments (COLA). Such increases are not guaranteed by statute and have historically been provided on an "ad hoc" basis and can only be granted by the Indiana General Assembly.

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements

June 30, 2023

Retirement Benefits - Disability and Survivor Benefits. The Pre-96 TRF Plan also provides disability and survivor benefits. A member who has at least five (5) years of creditable service and becomes disabled while in active service, on FMLA leave, receiving workers' compensation benefits or receiving employer-provided disability insurance benefits may retire for the duration of the disability, if the member has qualified for social security disability benefits and has furnished proof of the qualification. Pre-96 TRF classroom disability may be available for those who do not qualify for social security disability guidelines. The disability benefit is calculated the same as that for a normal retirement without reduction for early retirement. The minimum benefit is \$180 per month or the actuarial equivalent.

Upon the death in service of a member with 15 or more years of creditable service as of January 1, 2007, a survivor benefit may be paid to the surviving spouse to whom the member had been married for two (2) or more years or surviving dependent children under the age of 18. This payment is equal to the benefit which would have been payable to a beneficiary if the member had retired at age 50 or at death, whichever is later, under an effective election of the joint and survivor option available for retirement benefits. A surviving spouse or surviving dependent children are also entitled to a survivor benefit upon the death in service after January 1, 2007, of a member who was at least 65 years of age and had at least 10 but not more than 14 years of creditable service.

Contributions. The Pre-96 TRF Plan is funded 100% from the State of Indiana through reimbursement of grants.

Pension Liabilities, Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions and pension expense, information about the fiduciary net position of the Indiana Public Retirement System (INPRS) and additions to/deductions from INPRS's fiduciary net position have been determined on the same basis as they are reported by INPRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. At June 30, 2023, the net pension liability is assumed by the State of Indiana and the School does not report any liability for the pension liability.

For the year ended June 30, 2022, the School recognized on behalf revenues and expenses of \$62,666,566 for the Pre-96 TRF Fund. No amounts were recognized for deferred outflows of resources and deferred inflows of resources.

For the year ended June 30, 2022, the School recognized \$22,410,871 of nonemployer contributing entity contributions and expenditures in the Education Fund.

Actuarial Assumptions. The total pension liability in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation:	2.25%
Salary increases, including inflation:	2.75%-12.00% based on years of service
Cost of Living Increases:	Beginning January 1, 2024 - 0.40%
	Beginning January 1, 2034 - 0.50%
	Beginning January 1, 2039 - 0.60%
Mortality:	Pub-2010 Public Retirement Plans Mortality Tables with a fully generational project of mortality improvements using SOA Scale MP-2019.

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

The actuarial assumptions used in the June 30, 2022 valuation of the Teachers' 1996 Defined Benefit Account were adopted by the INPRS Board in April 2022. The majority of the actuarial assumptions and methods are based on plan experience from July 1, 2014 through June 30, 2019 and were first used in the June 30, 2020 valuation. The INPRS Board adopted a funding policy in April 2014, and the policy was last updated in June 2022.

Discount Rate

The discount rate used to measure the total pension liability was 6.25%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that contributions from units will be made at contractually required rates, actuarially determined.

Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Risk Management and Self-Insurance

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 purpose of participation in a risk pool is to provide a medium for the funding and administration of the risks. Self insurance is being provided for health, prescription and dental benefits. Commercial insurance is being provided for workers compensation and general liability.

Claims Liability

	<u>Current Year</u>	<u>Prior Year</u>
Unpaid claims, beginning	\$ 1,177,410	\$ 1,229,563
Current year claims and changes in estimates	9,148,804	9,136,122
Claim payments	<u>9,106,100</u>	<u>9,188,275</u>
Unpaid claims, ending	<u>\$ 1,220,114</u>	<u>\$ 1,177,410</u>

Commitments and Contingencies

Claims and judgments are recorded as liabilities if all the conditions of Governmental Accounting Standards Board pronouncements are met. The liability and expenditure for claims and judgments are only reported in governmental funds if it has matured. Claims and judgments are recorded in the government-wide statements and proprietary funds as expenses when the related liabilities are incurred.

From time to time, the School Corporation is party to various pending claims and legal proceedings. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of management and the School Corporation attorney that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the School Corporation's financial position or results of operations.

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

The School Corporation has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursements to the grantor agency for expenditures disallowed under terms of the grants. Management believes such disallowances, if any, would be immaterial.

The School Corporation has active construction projects as of June 30, 2023. Work that has been completed on these projects but not yet paid for (including contract retainages) is reflected as accounts payable and expenditures.

Other Postemployment Benefits

General Information About the OPEB Plan

Plan Description. The School Corporation's single employer defined benefit OPEB plan provides OPEB medical and prescription drug OPEB benefits until Medicare eligibility once they attain the age of 50 with 15 years of service.

Management Employees. Management employees contracted prior to July 1, 2004 who retire on/after age 55 with 15 years of service are eligible to receive free retiree health benefits (medical and prescription drug) until Medicare eligibility. Those who retire prior to age 55 are required to pay the full cost of coverage. Management employees who are contracted on/after July 1, 2004 are allowed to enroll in the District's group health plans at retirement by paying the full cost of coverage.

Teachers. Teachers who were hired prior to June 2, 2003 and had 15 years of service as of this date, who retire on/after age 55 with 10 years of service receive the following Board subsidy:

- Single - lesser of (a) 99% of premium or (b) \$273.37 per month
- Member / Spouse - lesser of (a) 95% of premium or (b) \$716.18 per month

Teachers who retire prior to age 55 with 10 years of service are required to pay the full cost of coverage. Teachers who were hired on/after June 2, 2003 or had less than 15 years of service as of this date are allowed to enroll in the District's group health plans at retirement by paying the full cost of coverage.

Support Staff. Support Staff employees are allowed to enroll in the District's group health plans at retirement by paying the full cost of coverage.

The school corporation also offers longevity packages for management, teachers and support staff at different rates and amounts based on hire date and years of service.

Lastly, the school corporation offers severance packages to management and teachers, based on years of service and hire date.

MSD of Wayne Township has two separate Trusts to fund the retiree benefits:

- VEBA Trust for funding retiree health benefits for Management and Teachers.
- 457 Trust for funding longevity and severance benefits for Management and Teachers.

A lump sum contribution was made at the inception of the Trust and there have not been any funding contributions made by the School Corporation into either Trusts since then. Benefits are being paid from both Trusts.

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

Employees Covered by Benefit Terms. At June 30, 2023, the following employees were covered by the benefit terms:

Retiree participants	37
Active participants	<u>1,809</u>
Total participants	<u><u>1,846</u></u>

Net OPEB Asset

The School Corporation's net OPEB asset of \$3,594,568 was measured as of June 30, 2023, and was determined by an actuarial valuation as of June 30, 2022 that was rolled forward to June 30, 2023.

Actuarial Assumptions and Other Inputs. The total OPEB asset in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.50% per year
Salary increases	Payroll growth is based on TRF actuarial valuation as of 6-30-21. Percentage increases range from 2.5% to 12.5% based on years of service
Healthcare cost trend rates	7.0% in 2023, trending down to 4.5% in 2029 and later
Retirees' share of benefit-related costs	Retiree contributions are assumed to increase according to health care trends

The discount rate of 6% was based on a building block method in which expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. The best estimates of arithmetic real rates of return for each major asset class included in the OPEB Plan's target asset allocation as of June 30, 2023 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>L/T Expected Real ROR</u>
Equities	60 %	7.92 %
Fixed Income	35 %	3.50 %
Cash & Equivalents	<u>5 %</u>	<u>0.50 %</u>
Total	<u><u>100 %</u></u>	<u><u>6.00 %</u></u>

The final equivalent single discount rate used for this year's valuation is 6.00%. The Trust is fully funded and expected to be able to pay all future benefit payments with no additional contributions.

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

Mortality Assumptions

- Management and Support Staff: SOA Pub-2010 General Headcount Weighted Mortality Table fully.
- Generational using Scale MP-2019.
- Teachers: SOA Pub-2010 Teachers Headcount Weighted Mortality Table fully generational using Scale MP-2019.
- Surviving Spouses: SOA Pub-2010 Contingent Survivor Headcount Weighted Mortality Table fully generational using Scale MP-2019.

No experience study was conducted for the actuarial valuation.

Changes in the Net OPEB Liability (Asset)

	<u>Total OPEB Liability (Asset) (a)</u>	<u>Plan Fiduciary Net Position (b)</u>	<u>Net OPEB Liability (Asset) (a)-(b)</u>
Balances at June 30, 2022	\$ 5,799,928	\$ 9,439,416	\$ (3,639,488)
Changes for the year:			
Service cost	164,710		164,710
Interest	323,335		312,035
Net investment income	-	707,556	(707,556)
Differences between expected and actual experience	213,141		213,141
Trust administrative expenses	-	(51,290)	51,290
Benefit payments	<u>(1,168,475)</u>	<u>(1,168,475)</u>	<u>-</u>
Net changes	<u>(467,289)</u>	<u>(512,209)</u>	<u>44,920</u>
Balances at June 30, 2023	<u>\$ 5,332,639</u>	<u>\$ 8,927,207</u>	<u>\$ (3,594,568)</u>

Sensitivity of the Net OPEB Liability (Asset) to Changes in the Discount Rate. The following presents the net OPEB liability (asset) of the School Corporation, as well as what the School Corporation's net OPEB liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (5.00%) or 1-percentage-point higher (7.00%) than the current discount rate:

	<u>1% Decrease (5.00%)</u>	<u>Discount Rate (6.00%)</u>	<u>1% Increase (7.00%)</u>
Net OPEB liability (asset)	\$ (3,119,822)	\$ (3,594,568)	\$ 4,019,465

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

Sensitivity of the Net OPEB Liability (Asset) to Changes in the Healthcare Cost Trend Rates. The following presents the net OPEB liability (asset) of the School Corporation, as well as what the School Corporation's net OPEB liability (asset) would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (6.0% decreasing to 3.5%) or 1-percentage-point higher (8.0% decreasing to 5.5%) than the current healthcare cost trend rates:

	<u>1% Decrease (6.0 % Decreasing to 3.5%)</u>	<u>Healthcare Cost Trend Rates (7.0% Decreasing to 4.5%)</u>	<u>1% Increase (8.0% Decreasing to 5.5%)</u>
Net OPEB liability (asset)	\$ (4,098,468)	\$ (3,594,568)	\$ (3,011,406)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2023, the School Corporation recognized OPEB expense of \$439,510. At June 30, 2023, the School Corporation reported the following deferred outflows or inflows of resources related to OPEB.

	<u>Deferred Outflows of Resources</u>
Differences between expected and actual experience	\$ 1,170,836
Net difference between projected and actual earnings in OPEB plan investments	378,106
Changes of assumptions or other inputs	<u>124,011</u>
Total	<u>\$ 1,672,953</u>

The balances as of June 30, 2023 of the deferred outflows of resources will be recognized in OPEB expense in the future fiscal years as noted below:

<u>Years Ending June 30</u>	<u>Deferred Outflows of Resources and Deferred Inflows of Resources (Net)</u>
2024	\$ 430,481
2025	416,820
2026	641,574
2027	148,557
2028	35,527

Metropolitan School District of Wayne Township, IN

Notes to Financial Statements
June 30, 2023

Subsequent Event

Bond Issuance

The School Corporation issued general obligation bonds in the amount of \$5,830,000 on October 18, 2023. The proceeds of the bond will be used for the costs of the 2023 Equity, Efficiency, and Improvement Projects, include the renovation of and improvements to school facilities throughout the school corporation.

The School Corporation issued general obligation bonds in the amount of \$2,500,000 on October 18, 2023. The proceeds will be used for the renovation of and improvements to school facilities throughout the School Corporation, include site improvements and the purchase of buses, vehicles, equipment and technology.

Effect of New Accounting Standards on Future Period Financial Statements

The Governmental Accounting Standards Board (GASB) has approved the following:

- Statement No. 100, *Accounting Changes and Error Corrections - an amendment of GASB*
- Statement No. 101, *Compensated Absences*
- Statement No. 102, *Certain Risk Disclosures*

When they become effective, application of these standards may restate portions of these financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

Metropolitan School District of Wayne Township, IN

Budgetary Comparison Schedule - Non-GAAP Basis

Education Fund

Year Ended December 31, 2022

	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 130,496,485	\$ 130,892,675	\$ 126,137,292	\$ (4,755,383)
Miscellaneous	2,155,000	1,703,865	1,433,168	(270,697)
Total revenues	132,651,485	132,596,540	127,570,460	(5,026,080)
Expenditures				
General government:				
Instruction				
Personal services	85,227,151	83,839,786	83,776,435	63,351
Supplies	1,284,121	1,248,692	1,079,267	169,425
Other services and charges	8,752,386	9,667,250	5,090,186	4,577,064
Support services				
Personal services	18,840,320	18,960,887	18,082,829	878,058
Supplies	246,749	681,489	606,223	75,266
Other services and charges	219,300	288,879	128,570	160,309
Community services				
Personal services	1,183,471	1,596,156	1,596,156	-
Total expenditures	115,753,498	116,283,139	110,359,666	5,923,473
Excess (deficiency) of revenues over (under) expenditures	16,897,987	16,313,401	17,210,794	897,393
Other Financing Sources (Uses)				
Transfers in	-	-	100,880	100,880
Transfers out	(19,602,735)	(19,602,735)	(18,920,594)	682,141
Total other financing sources (uses)	(19,602,735)	(19,602,735)	(18,819,714)	783,021
Net changes in fund balances	(2,704,748)	(3,289,334)	(1,608,920)	1,680,414
Fund Balance, Beginning	40,035,486	40,035,486	40,035,486	-
Fund Balance, Ending	\$ 37,330,738	\$ 36,746,152	\$ 38,426,566	\$ 1,680,414

See notes to required supplementary information

Metropolitan School District of Wayne Township, IN

Budgetary Comparison Schedule - Non-GAAP Basis

Operations Fund

Year Ended December 31, 2022

	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property tax	\$ 22,405,600	\$ 6,659,800	\$ 6,646,026	\$ (13,774)
Intergovernmental	2,922,858	2,922,858	3,244,657	321,799
Interest	150,000	150,000	775,061	625,061
Miscellaneous	230,000	266,319	916,330	650,011
Total revenues	25,708,458	9,998,977	11,582,074	1,583,097
Expenditures				
General government:				
Instruction				
Other services and charges	500	-	-	-
Support services				
Personal services	14,191,834	13,352,193	12,980,517	371,676
Supplies	5,678,575	5,308,956	5,044,940	264,016
Other services and charges	4,520,842	6,073,772	4,903,580	1,170,192
Capital outlays	-	8,910	8,910	-
Community services				
Personal services	3,700	3,000	-	3,000
Other services and charges	500	37,905	37,405	500
Facilities acquisition and construction				
Other services and charges	-	8,520	-	8,520
Capital outlays	-	61,755	61,755	-
Debt services				
Capital outlays	200,714	200,715	200,715	-
Total expenditures	24,596,665	25,055,726	23,237,822	1,817,904
Excess (deficiency) of revenues over (under) expenditures	1,111,793	(15,056,749)	(11,655,748)	3,401,001
Transfers in	19,602,735	19,602,735	19,067,929	(534,806)
Transfers out	-	-	(290,891)	(290,891)
Total other financing sources (uses)	19,602,735	19,602,735	18,777,038	(825,697)
Net changes in fund balances	20,714,528	4,545,986	7,121,290	2,575,304
Fund Balance (Deficit), Beginning	(12,574,903)	(12,574,903)	(12,574,903)	-
Fund Balance (Deficit), Ending	\$ 8,139,625	\$ (8,028,917)	\$ (5,453,613)	\$ 2,575,304

See notes to required supplementary information

Metropolitan School District of Wayne Township, IN

Budgetary Comparison Schedule - Non-GAAP Basis

Referendum - 2019

Year Ended December 31, 2022

	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property tax	\$ 12,317,147	\$ 12,483,094	\$ 12,483,094	\$ -
Intergovernmental	782,044	796,030	711,379	(84,651)
Total revenues	13,099,191	13,279,124	13,194,473	(84,651)
Expenditures				
General government:				
Instruction				
Personal services	7,659,950	7,697,793	7,512,641	185,152
Supplies	51,435	111,071	110,781	290
Other services and charges	97,600	48,306	18,968	29,338
Support services				
Personal services	1,739,155	1,720,822	1,531,205	189,617
Supplies	884,546	1,632,101	756,226	875,875
Other services and charges	2,504,810	2,513,512	15,856	2,497,656
Community services				
Personal services	5,366	5,366	3,028	2,338
Total expenditures	12,942,862	13,728,971	9,948,705	3,780,266
Net changes to fund balances	156,329	(449,847)	3,245,768	3,695,615
Net changes in fund balances	156,329	(449,847)	3,245,768	3,695,615
Fund Balance, Beginning	7,452,076	7,452,076	7,452,076	-
Fund Balance, Ending	\$ 7,608,405	\$ 7,002,229	\$ 10,697,844	\$ 3,695,615

See notes to required supplementary information

Metropolitan School District of Wayne Township, IN

Budget/GAAP Reconciliation

Year Ended December 31, 2022

The major differences between Budgetary (Non-GAAP) basis and GAAP basis are:

- a. Revenue are recorded when received in cash (budgetary) as opposed to susceptible to accrual (GAAP)
- b. Expenditures are recorded when paid in cash (budgetary) as opposed to when the liability is incurred (GAAP)

Adjustments necessary to convert the results of operations at the end of the year on a budgetary basis to a GAAP basis are as follows:

	<u>Education</u>	<u>Operations</u>	<u>Referendum - 2019</u>
Net changes in fund balances (budgetary basis)	\$ (1,608,920)	\$ 7,121,290	\$ 3,245,768
Adjustments:			
Net change in fund balance Jan - June 2022	(12,600,766)	3,225,862	(2,452,922)
Net change in fund balance Jan - June 2023	7,155,998	(3,682,260)	4,225,367
Net change in transfers	(231,235)	5,518,407	-
To adjust revenues for accruals	804,280	1,505,538	5,931
To adjust expenditures for accruals	2,831,211	(221,265)	234,767
Net change in fund balances (GAAP basis)	<u>\$ (3,649,432)</u>	<u>\$ 13,467,572</u>	<u>\$ 5,258,911</u>

See notes to required supplementary information

Metropolitan School District Of Wayne Township, IN

Schedule of the School's Proportionate Share of the Net Pension Liability

Public Employees' Retirement Fund

Last 10 Fiscal Years*

<u>Fiscal Year Ended **</u>	<u>Proportion of the Net Pension Liability</u>	<u>Proportionate Share of the Net Pension Liability</u>	<u>Actual Covered Member Payroll</u>	<u>Net Pension Liability as a Percentage of Covered Payroll</u>
June 30, 2022	0.62582%	\$ 19,737,311	\$ 36,017,333	54.8%
June 30, 2021	0.57796%	7,605,073	31,865,261	23.9%
June 30, 2020	0.57992%	17,515,870	31,307,524	55.9%
June 30, 2019	0.57094%	18,869,931	29,746,487	63.4%
June 30, 2018	0.58015%	19,707,958	29,602,673	66.6%
June 30, 2017	0.58610%	26,149,106	29,077,381	89.9%
June 30, 2016	0.57061%	25,896,818	27,347,089	94.7%
June 30, 2015	0.56423%	22,980,535	27,025,477	85.0%
June 30, 2014	0.52197%	13,717,033	25,483,910	53.8%

Notes:

* Information presented for the years information is available.

** The data provided in the schedule is based as of the measurement date of INPRS (PERF) net pension liability

Metropolitan School District of Wayne Township, IN

Schedule of School Contributions
Public Employees' Retirement Fund
Last 10 Fiscal Years*

Fiscal Year Ended **	Statutorily Required Contribution Percentage	Actual Employer Contributions	Actual Covered Member Payroll	Contributions as a Percentage of Covered Payroll
June 30, 2022	11.20%	\$ 4,014,551	\$ 36,017,333	11.15%
June 30, 2021	11.20%	3,558,206	31,865,261	11.17%
June 30, 2020	11.20%	3,495,504	31,307,524	11.17%
June 30, 2019	11.20%	3,331,316	29,746,487	11.20%
June 30, 2018	11.20%	3,315,857	29,602,673	11.20%
June 30, 2017	11.20%	3,251,977	29,077,381	11.18%
June 30, 2016	11.20%	3,058,391	27,347,089	11.18%
June 30, 2015	11.20%	3,019,938	27,025,477	11.17%

Notes:

* Information presented for the years information is available.

** The data provided in the schedule is based as of the measurement date of INPRS (PERF) net pension liability

Metropolitan School District of Wayne Township, IN

Schedule of the School's Proportionate Share of the Net Pension Liability

Teachers' Retirement Fund

Last 10 Fiscal Years*

<u>Fiscal Year Ended **</u>	<u>Proportion of the Net Pension Liability (Asset)</u>	<u>Proportionate Share Pension Liability (Asset)</u>	<u>Covered Member Payroll</u>	<u>Net Pension Liability as a Percentage of Covered Payroll</u>
June 30, 2022	2.12263%	\$ 13,976,496	\$ 83,291,810	16.8%
June 30, 2021	2.08392%	(9,790,090)	75,950,663	-12.9%
June 30, 2020	2.08938%	1,628,479	72,074,769	2.3%
June 30, 2019	2.08001%	(2,988,125)	67,811,333	-4.4%
June 30, 2018	2.07450%	2,296,377	65,064,047	3.5%
June 30, 2017	2.02398%	13,402,729	61,112,760	21.9%
June 30, 2016	1.99496%	15,571,069	57,462,309	27.1%
June 30, 2015	2.04503%	10,768,678	56,050,325	19.2%
June 30, 2014	2.04026%	970,161	52,800,244	1.8%

Notes:

* Information presented for the years information is available.

** The data provided in this schedule is as of the measurement date of INPRS (TRF) net pension liability.

Metropolitan School District of Wayne Township, IN

Schedule of School Contributions

Teachers' Retirement Fund

Last 10 Fiscal Years*

Fiscal Year Ended **	Statutorily Required Contribution Percentage	Actual Employer Contributions	Actual Covered Member Payroll	Contributions as a Percentage of Covered Payroll
June 30, 2022	6.00%	\$ 4,502,261	\$ 83,291,810	5.41%
June 30, 2021	5.50%	4,125,371	75,950,663	5.43%
June 30, 2020	5.50%	3,952,366	72,074,769	5.48%
June 30, 2019	7.50%	5,084,010	67,811,333	7.50%
June 30, 2018	7.50%	4,879,810	65,064,047	7.50%
June 30, 2017	7.50%	4,583,451	61,112,760	7.50%
June 30, 2016	7.50%	4,309,669	57,462,309	7.50%
June 30, 2015	7.50%	4,248,243	56,050,325	7.58%

Notes:

* Information presented for the years information is available.

** The data provided in this schedule is as of the measurement date of INPRS (TRF) net pension liability.

Metropolitan School District of Wayne Township, IN

Schedule of Required Supplementary Information

Schedule of Changes in Net OPEB Liability

Last 10 Years*

	Fiscal Year Ended			
	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020
Total OPEB Liability				
Service cost	\$ 164,710	\$ 174,377	\$ 181,955	\$ 173,706
Interest	323,335	312,035	337,844	369,801
Changes in benefit terms	-	-	-	(990,961)
Changes in assumptions	-	120,434	-	131,161
Differences between expected and actual experience	213,141	770,460	292,174	1,000,485
Benefit payments	<u>(1,168,475)</u>	<u>(1,189,837)</u>	<u>(1,277,980)</u>	<u>(1,173,637)</u>
Net change in total pension liability	(467,289)	187,469	(466,007)	(489,445)
Total OPEB liability, beginning	<u>5,799,928</u>	<u>5,612,459</u>	<u>6,078,466</u>	<u>6,567,911</u>
Total OPEB liability, ending	<u>\$ 5,332,639</u>	<u>\$ 5,799,928</u>	<u>\$ 5,612,459</u>	<u>\$ 6,078,466</u>
Plan Fiduciary Net Position				
Net investment income (loss)	\$ 707,556	\$ (1,525,538)	\$ 2,680,074	\$ 587,304
Benefit payments	(1,168,475)	(1,189,837)	(1,277,980)	(1,173,637)
Trust administrative expenses	<u>(51,290)</u>	<u>(64,726)</u>	<u>(65,693)</u>	<u>(69,797)</u>
Net change in plan fiduciary net position	(512,209)	(2,780,101)	1,336,401	(656,130)
Plan fiduciary net position, beginning	<u>9,439,416</u>	<u>12,219,517</u>	<u>10,883,116</u>	<u>11,539,246</u>
Plan fiduciary net position, ending	<u>8,927,207</u>	<u>9,439,416</u>	<u>12,219,517</u>	<u>10,883,116</u>
Net OPEB liability (asset)	<u>\$ (3,594,568)</u>	<u>\$ (3,639,488)</u>	<u>\$ (6,607,058)</u>	<u>\$ (4,804,650)</u>

Notes to Schedule:

* Information presented for the years information is available.

See notes to required supplementary information

Metropolitan School District of Wayne Township, IN

Schedule of Required Supplementary Information

Schedule of Net OPEB Liability

Last 10 Years*

	Fiscal Year Ended			
	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020
1. Total OPEB Liability (1)	\$ 5,332,639	\$ 5,799,928	\$ 5,612,459	\$ 6,078,466
2. Plan Fiduciary Net Position (2)	<u>8,927,207</u>	<u>9,439,416</u>	<u>12,219,517</u>	<u>10,883,116</u>
3. Net OPEB Liability (Asset) (3)	<u>\$ (3,594,568)</u>	<u>\$ (3,639,488)</u>	<u>\$ (6,607,058)</u>	<u>\$ (4,804,650)</u>
4. Plan Fiduciary Net Position as a Percentage of Total OPEB Liability = (2) / (1)	167.4%	162.8%	217.7%	179.0%
5. Covered Payroll (5)	\$ 140,573,557	\$ 118,121,983	\$ 123,313,459	\$ 104,718,303
6. Total OPEB Liability as a Percentage of Covered Payroll = (3) / (5)	-2.6%	-3.1%	-5.4%	-4.6%

See notes to required supplementary information

Metropolitan School District of Wayne Township, IN

Schedule of Required Supplementary Information

Schedule of Employer Contributions

Last 10 Years*

<u>OPEB Contributions</u>	<u>Fiscal Year Ended</u>			
	<u>June 30, 2023</u>	<u>June 30, 2022</u>	<u>June 30, 2021</u>	<u>June 30, 2020</u>
Actuarially determined contribution	\$ -	\$ 1,189,837	\$ 1,277,980	\$ 1,173,637
Actual employer contributions	-	-	-	-
Contribution deficiency	<u>\$ -</u>	<u>\$ 1,189,837</u>	<u>\$ 1,277,980</u>	<u>\$ 1,173,637</u>
Covered payroll	\$ 140,573,557	\$ 118,121,983	\$ 123,313,459	\$ 104,718,303
Contributions as a percentage of covered - employee payroll	0.0%	0.0%	0.0%	0.0%

Notes to schedule:

* Information presented for the years information is available.

Metropolitan School District of Wayne Township, IN

Schedule of Employer's Share of Nonemployer Contributing Entity Contributions

Pre-96 Teacher Retirement Fund

Last 10 Fiscal Years*

<u>Year Ended **</u>	<u>Employer Share of Nonemployer Contributing Entity Contributions</u>
June 30, 2022	\$ 22,410,871
June 30, 2021	22,658,244
June 30, 2020	13,921,663
June 30, 2019	13,485,122
June 30, 2018	12,862,533

Notes:

* Information presented for the years information is available.

** The data provided in this schedule is as of the measurement date of INPRS (PERF) net pension liability.

Metropolitan School District of Wayne Township, IN

Notes to Required Supplementary Information
Year Ended June 30, 2023

1. Budgets and Budgetary Accounting

The School follows these procedures in establishing the budgetary data reflected in the budgetary comparison schedules:

1. The Chief Financial Officer submits to the School Board a proposed operating budget for the calendar year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
2. The School advertises the budget prior to adoption and the School Board holds public hearings to obtain taxpayer comments.
3. The budget is approved in September of each year by the School Board through passage of an ordinance.
4. Copies of the budget ordinance and advertisements are sent to the Indiana Department of Local Government Finance. The budget becomes legally enacted after the Chief Financial Officer receives approval from the Indiana Department of Local Government Finance. The budget ordinance as approved by the Indiana Department of Local Government Finance becomes the School's expenditures budget. The School's maximum tax levy is restricted by Indiana Law, with certain adjustments and exceptions. If the advertised budget exceeds the spending and tax limits of the state control laws, an excess levy can be granted by the Indiana Department of Local Government Finance, upon appeal by the School.
5. The legal level of budgetary control (the level at which expenditures may not exceed appropriations without the governing body's approval) is by object classification for all funds except for the Education and Operations Funds, which is by object classification within each department. The School's management cannot transfer budgeted appropriations between object classifications of a budget without approval of the School Board. Any revisions that alter the total appropriations for any fund or any department of the General fund must be approved by the School Board and in some instances, by the Indiana Department of Local Government Finance.
6. Formal budgetary integration is required by the State Statute and is employed as a management control device. An annual budget was legally adopted for the following funds:

Major fund:

- Operations
- Referendum - 2019
- Debt Service
- Education
- 2022 First Mortgage
- Constructions Funds

Metropolitan School District of Wayne Township, IN

Notes to Required Supplementary Information
Year Ended June 30, 2023

2. Pension Plans

Public Employees Retirement Fund

Valuation Date:

Assets: June 30, 2023

Liabilities: June 30, 2022 - Member census data as of June 30, 2022, was used in the valuation and adjusted, where appropriate, to reflect changes between June 30, 2022, and June 30, 2023.

Standard actuarial roll forward techniques were then used to project the total pension liability computed as of June 30, 2022, to the June 30, 2023, measurement date.

Actuarial Cost Method: Entry Age Normal (Level percent of payroll)

Experience Study Date: Period of 5 years ended June 30, 2019

Investment Rate of Return: 6.25%, net of investment expense, including inflation

Cost of Living Increases: Beginning January 1, 2024 - 0.40%
Beginning January 1, 2034 - 0.50%
Beginning January 1, 2039 - 0.60%

Salary increases, including inflation: 2.65% - 11.90% PERF.

Inflation: 2.00%

Mortality:

Healthy: Pub-G2010 Public Retirement Plans Mortality Tables with a fully generational projection of mortality improvements using SOA Scale MP-2019.

Disability: Pub-G2010 Public Retirement Plans Mortality Tables with a fully generational projection of mortality improvements using SOA Scale MP-2019.

The funding policy is available online at: https://www.in.gov/inprs/files/INPRS_Funding_Policy.pdf

The following were changes in assumptions for 2022:

- There were no changes in assumptions from the June 30, 2022, actuarial valuations to the June 30, 2023, actuarial valuations.

Changes in Actuarial Methods. There were no changes to the actuarial methods during the fiscal year.

Plan Amendments: In 2022, there were no changes to plan amendments during the fiscal year.

TRF Plan:

The actuarial assumptions and methods used in the June 30, 2022; valuation of the Teachers' 1996 Defined Benefit Account was adopted by the INPRS Board in April 2022. The majority of the actuarial assumptions and methods are based on plan experience from July 1, 2014, through June 30, 2019, and were first used in the June 30, 2020, valuation. The INPRS Board adopted a funding policy in April 2014, and the policy was last updated in June 2022.

Metropolitan School District of Wayne Township, IN

Notes to Required Supplementary Information

June 30, 2023

Changes in Assumptions:

There were no changes to the actuarial assumptions during the fiscal year.

PRE 96 TRF Plan:

- a) The actuarial assumptions and methods used in the June 30, 2022, valuation of the Teachers' Pre-1996 Defined Benefit Account were adopted by the INPRS Board in April 2022. The majority of the actuarial assumptions and methods are based on plan experience from July 1, 2014, through June 30, 2019, and were first used in the June 30, 2020, valuation. The INPRS Board adopted a funding policy in April 2014, and the policy was last updated in June 2022.
- b) There were no changes in assumptions.

3. OPEB Plan

Cost method	Entry Age Normal Level % of Salary method
Amortization method	Level Dollar
Attribution period	27 years
Assumptions:	
Discount rate	6.00% per annum
Discount rate basis	Building Block Method
Inflation rate	2.50% per annum
Investment return	6.00%
Disability	None assumed
Mortality and mortality improvement	Management and Support Staff: SOA Pub-2010 General Headcount Weighted Mortality Table fully Generational using Scale MP-2021
	Teachers; SOA Pub-2010 Teacher Headcount Weighted Mortality Table fully generational using Scale MP-2021
	Surviving Spouses: SOA Pub-2010 Contingent Survivor Headcount Weighted Mortality Table fully generational using Scale MP-2021
Coverage rate	
Management:	30% if they retire prior to 55 and 100% if after 55
Teachers:	30% if they retire prior to age 55, 70% if after 55
Support Staff:	20%

Metropolitan School District of Wayne Township, IN

Notes to Required Supplementary Information
June 30, 2023

Retirement rates are based on MSD of Wayne Township historical retirement in 2011/12 through 2015/16. Rates by group are shown below:

Age	Management	Teachers	Support Staff
50	0.0%	2.0%	4.0%
51-52	0.0%	2.0%	1.0%
53-54	0.0%	2.0%	2.0%
55-56	2.0%	7.0%	4.0%
57	2.0%	12.0%	4.0%
58	10.0%	12.0%	4.0%
59	10.0%	20.0%	4.0%
60	10.0%	25.0%	12.0%
61	20.0%	25.0%	10.0%
61	25.0%	40.0%	20.0%
63-64	20.0%	25.0%	15.0%
65-66	50.0%	50.0%	50.0%
67+	100.0%	100.0%	100.0%

Turnover rates represent the probability of termination in the next 12 months. Assumptions are based on Saranson termination tables modified to reflect MSD of Wayne Township historical termination in 2011/12 through 2015/16. Sample rates by group are shown below:

Age	Teachers/ Management Support Staff	
	Management	Support Staff
20	12.9%	23.9%
25	12.6%	23.2%
30	12.1%	22.3%
35	11.3%	20.9%
40	10.1%	18.6%
45	8.3%	15.2%
50	5.5%	10.1%

Spouse Spousal age and coverage for current retirees is based on actual data.

Spousal coverage for active employees is based on actual data. Husbands are assumed to be three years older than wives.

Per capita claims cost: Per capital costs were calculated based on the District's monthly premium equivalent rates effective on January 1, 2022, using health index factors and current enrollment. Annual per capita costs are as shown below:

Age	HDHP Plan 1		HDHP Plan 2		HDHP Plan 3	
	Male	Female	Male	Female	Male	Female
<55	\$ 7,100	\$ 8,100	\$ 6,600	\$ 7,600	\$ 6,100	\$ 7,000
55 - 59	\$ 9,600	\$ 9,300	\$ 8,900	\$ 8,600	\$ 8,300	\$ 8,000
60 - 64	\$12,600	\$11,400	\$11,700	\$10,600	\$10,800	\$ 9,800

SUPPLEMENTARY INFORMATION

Metropolitan School District of Wayne Township, INCombining Balance Sheet
Nonmajor Governmental Funds
June 30, 2023

	<u>Special Revenue Funds</u>	<u>Debt Service Funds</u>	<u>Capital Project Funds</u>	<u>Total Nonmajor Funds</u>
Assets				
Cash and cash equivalents	\$ 8,985,126	\$ -	\$ 10,489,549	\$ 19,474,675
Receivables:				
Leases	924,183	-	-	924,183
Accounts	53,858	-	-	53,858
Intergovernmental	6,348,456	-	-	6,348,456
Restricted cash	-	19,582,698	2,512,814	22,095,512
Prepaid items	451,124	-	-	451,124
Investments	<u>10,941,537</u>	<u>-</u>	<u>-</u>	<u>10,941,537</u>
Total assets	<u>\$ 27,704,284</u>	<u>\$ 19,582,698</u>	<u>\$ 13,002,363</u>	<u>\$ 60,289,345</u>
Liabilities, Deferred Inflows of Resources and Fund Balances				
Liabilities				
Accounts payable	\$ 1,170,713	\$ -	\$ 5,290,407	\$ 6,461,120
Accrued wages and payroll withholding	1,065,596	-	-	1,065,596
Due to other funds	<u>5,554,534</u>	<u>-</u>	<u>109,706</u>	<u>5,664,240</u>
Total liabilities	<u>7,790,843</u>	<u>-</u>	<u>5,400,113</u>	<u>13,190,956</u>
Deferred Inflows of Resources				
Leases	<u>924,183</u>	<u>-</u>	<u>-</u>	<u>924,183</u>
Total deferred inflows of resources	<u>2,366,217</u>	<u>-</u>	<u>-</u>	<u>2,366,217</u>
Fund Balances				
Restricted	17,313,512	19,582,698	8,052,126	44,948,336
Committed	2,838,355	-	-	2,838,355
Unassigned (deficit)	<u>(2,604,643)</u>	<u>-</u>	<u>(449,876)</u>	<u>(3,054,519)</u>
Total fund balances	<u>17,547,224</u>	<u>19,582,698</u>	<u>7,602,250</u>	<u>44,732,172</u>
Total liabilities and fund balances	<u>\$ 27,704,284</u>	<u>\$ 19,582,698</u>	<u>\$ 13,002,363</u>	<u>\$ 60,289,345</u>

Metropolitan School District of Wayne Township, IN

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Governmental Funds

Year Ended June 30, 2023

	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Total Nonmajor Funds
Revenues				
Property taxes	\$ 5,508,805	\$ -	\$ -	\$ 5,508,805
Other taxes	335,585	-	-	335,585
Charges for services	11,728,350	-	-	11,728,350
Intergovernmental	53,735,544	-	-	53,735,544
Other:				
Interest on investments	19,021	58,530	13,441	90,992
Miscellaneous	4,344,729	168,985	35,749	4,549,463
Total revenues	<u>75,672,034</u>	<u>227,515</u>	<u>49,190</u>	<u>75,948,739</u>
Expenditures				
Current:				
Instruction	29,040,348	-	-	29,040,348
Support services	27,035,671	1,419,729	494,192	28,949,592
Community services	16,228,084	-	-	16,228,084
Facilities acquisition and construction	738,923	-	927,294	1,666,217
Nonprogrammed charges	5,695,755	17,288	-	5,713,043
Debt service:				
Principal paid on debt	-	20,970,000	-	20,970,000
Principal on SBITA	891,518	-	-	891,518
Interest	3,079	9,096,080	-	9,099,159
Issuance costs and other	-	87,453	20,655	108,108
Capital outlay	4,252,177	688,018	13,235,142	18,175,337
Total expenditures	<u>83,885,555</u>	<u>32,278,568</u>	<u>14,677,283</u>	<u>130,841,406</u>
Deficiency of revenues over expenditures	<u>(8,213,521)</u>	<u>(32,051,053)</u>	<u>(14,628,093)</u>	<u>(54,892,667)</u>
Other Financing Sources (Uses)				
Debt proceeds	-	-	4,590,000	4,590,000
SBITA proceeds	922,579	-	-	922,579
Premiums on bonds	-	1,024,475	57,781	1,082,256
Refunding debt	-	6,000,000	-	6,000,000
Payments on refunded debt	-	(7,106,007)	-	(7,106,007)
Transfer in	345,002	33,761,337	17,358,393	51,464,732
Transfer out	(96,820)	(11,238)	-	(108,058)
Total other financing sources (uses)	<u>1,170,761</u>	<u>33,668,567</u>	<u>22,006,174</u>	<u>56,845,502</u>
Net change in fund balance	(7,042,760)	1,617,514	7,378,081	1,952,835
Fund Balance, Beginning	<u>24,589,984</u>	<u>17,965,184</u>	<u>224,169</u>	<u>42,779,337</u>
Fund Balance, Ending	<u>\$ 17,547,224</u>	<u>\$ 19,582,698</u>	<u>\$ 7,602,250</u>	<u>\$ 44,732,172</u>

Metropolitan School District of Wayne Township, IN

Combining Balance Sheet
 Nonmajor Governmental Funds
 Special Revenue Funds
 June 30, 2023

	Textbook Rental	Referendum - 2015	Wellness Program	ESEC	Cell Tower	Wayne Sports Park	Sanders COOP Funds	Child Care Grants
Assets								
Cash and cash equivalents	\$ -	\$ 307,018	\$ 26,220	\$ 50,701	\$ 258,261	\$ 203,785	\$ -	\$ 660,844
Receivables:								
Leases	-	-	-	-	924,183	-	-	-
Accounts	16,557	-	-	10,952	1,639	-	-	3,802
Intergovernmental	-	-	-	-	-	-	620,617	22,999
Prepaid items	328,083	11,380	-	-	-	-	62,371	-
Investments	-	678,705	-	-	-	450,495	-	389,531
Total assets	<u>\$ 344,640</u>	<u>\$ 997,103</u>	<u>\$ 26,220</u>	<u>\$ 61,653</u>	<u>\$ 1,184,083</u>	<u>\$ 654,280</u>	<u>\$ 682,988</u>	<u>\$ 1,077,176</u>
Liabilities, Deferred Inflows of Resources and Fund Balances								
Liabilities								
Accounts payable	\$ 53,322	\$ 127,112	\$ -	\$ 4,243	\$ -	\$ -	\$ 7,998	\$ 1,346
Accrued wages and payroll withholding	-	92,188	-	-	-	-	102,744	43,158
Due to other funds	215,320	-	-	-	-	-	620,616	-
Total liabilities	<u>268,642</u>	<u>219,300</u>	<u>-</u>	<u>4,243</u>	<u>-</u>	<u>-</u>	<u>731,358</u>	<u>44,504</u>
Deferred Inflows of Resources								
Leases	-	-	-	-	924,183	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>924,183</u>	<u>-</u>	<u>620,617</u>	<u>-</u>
Fund Balances								
Restricted	75,998	777,803	-	-	-	-	-	1,032,672
Committed	-	-	26,220	57,410	259,900	654,280	-	-
Unassigned (deficit)	-	-	-	-	-	-	(668,987)	-
Total fund balances	<u>75,998</u>	<u>777,803</u>	<u>26,220</u>	<u>57,410</u>	<u>259,900</u>	<u>654,280</u>	<u>(668,987)</u>	<u>1,032,672</u>
Total liabilities and fund balances	<u>\$ 344,640</u>	<u>\$ 997,103</u>	<u>\$ 26,220</u>	<u>\$ 61,653</u>	<u>\$ 1,184,083</u>	<u>\$ 654,280</u>	<u>\$ 682,988</u>	<u>\$ 1,077,176</u>

Metropolitan School District of Wayne Township, IN

Combining Balance Sheet
 Nonmajor Governmental Funds
 Special Revenue Funds
 June 30, 2023

	2021-22 Library							2022 Adult
	Library - Lilly RO	Grant	2021 Sel In Action	Technology / Dell	Special Services	PBIS	Naviance	Education
Assets								
Cash and cash equivalents	\$ 3,968	\$ -	\$ -	\$ 35,142	\$ 1,370	\$ 13,661	\$ 5,235	\$ -
Receivables:								
Leases	-	-	-	-	-	-	-	-
Accounts	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Prepaid items	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-
Total assets	\$ 3,968	\$ -	\$ -	\$ 35,142	\$ 1,370	\$ 13,661	\$ 5,235	\$ -
Liabilities, Deferred Inflows of Resources and Fund Balances								
Liabilities								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued wages and payroll withholding	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-	-
Total liabilities	-	-	-	-	-	-	-	-
Deferred Inflows of Resources								
Leases	-	-	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-	-	-	-
Fund Balances								
Restricted	3,968	-	-	35,142	-	13,661	-	-
Committed	-	-	-	-	1,370	-	5,235	-
Unassigned (deficit)	-	-	-	-	-	-	-	-
Total fund balances	3,968	-	-	35,142	1,370	13,661	5,235	-
Total liabilities and fund balances	\$ 3,968	\$ -	\$ -	\$ 35,142	\$ 1,370	\$ 13,661	\$ 5,235	\$ -

Metropolitan School District of Wayne Township, IN

Combining Balance Sheet
 Nonmajor Governmental Funds
 Special Revenue Funds
 June 30, 2023

	ECA		Impact Youth	E-Rate	Technology	Project Lead the	21-22 Refugee	2021 Project
	Transportation	DECA District 8	Program	Technology	Grant	Way	School	Aware
Assets								
Cash and cash equivalents	\$ 26,862	\$ 984	\$ 238	\$ 165,590	\$ -	\$ -	\$ -	\$ -
Receivables:								
Leases	-	-	-	-	-	-	-	-
Accounts	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	38,370	-	-	1,067	-
Prepaid items	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-
Total assets	\$ 26,862	\$ 984	\$ 238	\$ 203,960	\$ -	\$ -	\$ 1,067	\$ -
Liabilities, Deferred Inflows of Resources and Fund Balances								
Liabilities								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,607	\$ -
Accrued wages and payroll withholding	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	1,067	-
Total liabilities	-	-	-	-	-	-	3,674	-
Deferred Inflows of Resources								
Leases	-	-	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-	-	-	-
Fund Balances								
Restricted	-	984	238	203,960	-	-	-	-
Committed	26,862	-	-	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-	-	(2,607)	-
Total fund balances	26,862	984	238	203,960	-	-	(2,607)	-
Total liabilities and fund balances	\$ 26,862	\$ 984	\$ 238	\$ 203,960	\$ -	\$ -	\$ 1,067	\$ -

Metropolitan School District of Wayne Township, IN

Combining Balance Sheet
 Nonmajor Governmental Funds
 Special Revenue Funds
 June 30, 2023

	21-23 ARP - Idea	21-23 ARPA - Idea Grant	2020-2024 ARPA	2020-2023 CRRSA	2020-2022 Geer	2020 Esser	2020 Esser Non-Pub	20-23 ARPA Build	Donation Funds
Assets									
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 312,559	\$ 191,120
Receivables:									
Leases	-	-	-	-	-	-	-	-	-
Accounts	-	-	-	-	-	-	-	-	465
Intergovernmental	4,270	-	2,214,246	-	-	-	-	-	-
Prepaid items	-	-	24,838	-	-	16,998	-	-	-
Investments	-	-	-	-	-	-	-	690,955	-
Total assets	<u>\$ 4,270</u>	<u>\$ -</u>	<u>\$ 2,239,084</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,998</u>	<u>\$ -</u>	<u>\$ 1,003,514</u>	<u>\$ 191,585</u>
Liabilities, Deferred Inflows of Resources and Fund Balances									
Liabilities									
Accounts payable	\$ 8,189	\$ -	\$ 625,102	\$ -	\$ -	\$ -	\$ -	\$ 14,382	\$ 8,252
Accrued wages and payroll withholding	-	-	239,672	-	-	-	-	-	2,259
Due to other funds	4,270	-	2,214,246	-	-	-	-	-	-
Total liabilities	<u>12,459</u>	<u>-</u>	<u>3,079,020</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,382</u>	<u>10,511</u>
Deferred Inflows of Resources									
Leases	-	-	-	-	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances									
Restricted	-	-	-	-	-	16,998	-	989,132	181,074
Committed	-	-	-	-	-	-	-	-	-
Unassigned (deficit)	(8,189)	-	(839,936)	-	-	-	-	-	-
Total fund balances	<u>(8,189)</u>	<u>-</u>	<u>(839,936)</u>	<u>-</u>	<u>-</u>	<u>16,998</u>	<u>-</u>	<u>989,132</u>	<u>181,074</u>
Total liabilities and fund balances	<u>\$ 4,270</u>	<u>\$ -</u>	<u>\$ 2,239,084</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,998</u>	<u>\$ -</u>	<u>\$ 1,003,514</u>	<u>\$ 191,585</u>

Metropolitan School District of Wayne Township, IN

Combining Balance Sheet
 Nonmajor Governmental Funds
 Special Revenue Funds
 June 30, 2023

	Child Nutrition		State Program		Extra-Curricular	Federal	2022		2022-23		2022-24 AVON	
	Grants	Vocational Grants	Funds	WTEF Grants	Funds	Programs	CATALYZE	LIBRARY GR	ADULT			
Assets												
Cash and cash equivalents	\$ 3,594,866	\$ 833,422	\$ -	\$ 19,488	\$ 1,807,078	\$ -	\$ 30,625	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables:												
Leases	-	-	-	-	-	-	-	-	-	-	-	-
Accounts	16,718	3,725	-	-	-	-	-	-	-	-	-	-
Intergovernmental	-	349	1,768,627	-	-	1,630,132	-	-	-	-	-	-
Prepaid items	-	-	-	-	-	-	-	-	-	-	-	5,634
Investments	7,894,265	837,586	-	-	-	-	-	-	-	-	-	-
Total assets	\$ 11,505,849	\$ 1,675,082	\$ 1,768,627	\$ 19,488	\$ 1,807,078	\$ 1,630,132	\$ 30,625	\$ -	\$ -	\$ -	\$ 5,634	\$ -
Liabilities, Deferred Inflows of Resources and Fund Balances												
Liabilities												
Accounts payable	\$ 32,264	\$ 11,427	\$ 5,333	\$ 5,398	\$ -	\$ 128,374	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued wages and payroll withholding	174,544	54,813	49,566	-	-	304,199	-	-	-	-	-	-
Due to other funds	-	-	1,070,706	-	-	1,380,530	-	-	-	-	-	-
Total liabilities	206,808	66,240	1,125,605	5,398	-	1,813,103	-	-	-	-	-	-
Deferred Inflows of Resources												
Leases	-	-	-	-	-	-	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-	821,417	-	-	-	-	-	-
Fund Balances												
Restricted	11,299,041	1,608,842	643,022	14,090	-	-	30,625	-	-	-	-	5,634
Committed	-	-	-	-	1,807,078	-	-	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-	(1,004,388)	-	-	-	-	-	-
Total fund balances	11,299,041	1,608,842	643,022	14,090	1,807,078	(1,004,388)	30,625	-	-	-	-	5,634
Total liabilities and fund balances	\$ 11,505,849	\$ 1,675,082	\$ 1,768,627	\$ 19,488	\$ 1,807,078	\$ 1,630,132	\$ 30,625	\$ -	\$ -	\$ -	\$ 5,634	\$ -

Metropolitan School District of Wayne Township, IN

Combining Balance Sheet
 Nonmajor Governmental Funds
 Special Revenue Funds
 June 30, 2023

	2023 ADULT EDUCATI	TYLER HUMPHREY SCH	22-23 PROJECT AWAR	22-24 ARP-HCY	23-24 EI-ARPA GRAN	ESSER UCAN - UINDY	AREA 31 BLG GRANT	Total Nonmajor Special Revenue Funds
Assets								
Cash and cash equivalents	\$ 338,608	\$ 451	\$ -	\$ -	\$ -	\$ -	\$ 97,030	\$ 8,985,126
Receivables:								
Leases	-	-	-	-	-	-	-	924,183
Accounts	-	-	-	-	-	-	-	53,858
Intergovernmental	-	-	1,050	10,717	23,686	12,326	-	6,348,456
Prepaid items	1,820	-	-	-	-	-	-	451,124
Investments	-	-	-	-	-	-	-	10,941,537
Total assets	\$ 340,428	\$ 451	\$ 1,050	\$ 10,717	\$ 23,686	\$ 12,326	\$ 97,030	\$ 27,704,284
Liabilities, Deferred Inflows of Resources and Fund Balances								
Liabilities								
Accounts payable	\$ 57,281	\$ -	\$ -	\$ 67,586	\$ 10,034	\$ 463	\$ -	\$ 1,170,713
Accrued wages and payroll withholding	-	-	-	-	1,279	1,174	-	1,065,596
Due to other funds	-	-	1,050	10,717	23,686	12,326	-	5,554,534
Total liabilities	57,281	-	1,050	78,303	34,999	13,963	-	7,790,843
Deferred Inflows of Resources								
Leases	-	-	-	-	-	-	-	924,183
Total deferred inflows of resources	-	-	-	-	-	-	-	2,366,217
Fund Balances								
Restricted	283,147	451	-	-	-	-	97,030	17,313,512
Committed	-	-	-	-	-	-	-	2,838,355
Unassigned (deficit)	-	-	-	(67,586)	(11,313)	(1,637)	-	(2,604,643)
Total fund balances	283,147	451	-	(67,586)	(11,313)	(1,637)	97,030	17,547,224
Total liabilities and fund balances	\$ 340,428	\$ 451	\$ 1,050	\$ 10,717	\$ 23,686	\$ 12,326	\$ 97,030	\$ 27,704,284

Metropolitan School District of Wayne Township, IN

Combining Statement of Revenues, Expenditures and Changes in Fund Balance

Nonmajor Governmental Funds

Special Revenue Funds

Year Ended June 30, 2023

	Referendum -					Wayne Sports	Sanders COOP	Child Care
	Textbook Rental	2015	Wellness Program	ESEC	Cell Tower	Park	Funds	Grants
Revenues								
Property taxes	\$ -	\$ 5,508,805	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxes	-	335,585	-	-	-	-	-	-
Charges for services	627,066	-	-	-	-	-	3,908,623	1,041,304
Intergovernmental	892,608	-	-	-	-	-	-	369,406
Other:								
Interest on investments	497	7,405	-	-	(1)	543	-	940
Miscellaneous	251	29,064	-	155,824	167,126	90,000	4,545	1,012,277
Total revenues	<u>1,520,422</u>	<u>5,880,859</u>	<u>-</u>	<u>155,824</u>	<u>167,125</u>	<u>90,543</u>	<u>3,913,168</u>	<u>2,423,927</u>
Expenditures								
Current:								
Instruction	-	127	-	-	-	-	2,648,114	219,717
Support services	2,402,221	13,024,373	15,179	150,901	-	-	1,230,604	440,717
Community services	-	-	3,240	-	10,000	32,613	-	728,282
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	60,934	1,012,277
Debt Service								
Principal on SBITA	-	-	-	-	-	-	-	-
Interest on debt	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Total expenditures	<u>2,402,221</u>	<u>13,024,500</u>	<u>18,419</u>	<u>150,901</u>	<u>10,000</u>	<u>32,613</u>	<u>3,939,652</u>	<u>2,400,993</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(881,799)</u>	<u>(7,143,641)</u>	<u>(18,419)</u>	<u>4,923</u>	<u>157,125</u>	<u>57,930</u>	<u>(26,484)</u>	<u>22,934</u>
Other Financing Sources (Uses)								
SBITA proceeds	-	-	-	-	-	-	-	-
Transfer in	345,002	-	-	-	-	-	-	-
Transfer out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>345,002</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>(536,797)</u>	<u>(7,143,641)</u>	<u>(18,419)</u>	<u>4,923</u>	<u>157,125</u>	<u>57,930</u>	<u>(26,484)</u>	<u>22,934</u>
Fund Balance (Deficit), Beginning	<u>612,795</u>	<u>7,921,444</u>	<u>44,639</u>	<u>52,487</u>	<u>102,775</u>	<u>596,350</u>	<u>(642,503)</u>	<u>1,009,738</u>
Fund Balance (Deficit), Ending	<u>\$ 75,998</u>	<u>\$ 777,803</u>	<u>\$ 26,220</u>	<u>\$ 57,410</u>	<u>\$ 259,900</u>	<u>\$ 654,280</u>	<u>\$ (668,987)</u>	<u>\$ 1,032,672</u>

Metropolitan School District of Wayne Township, IN

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
 Nonmajor Governmental Funds
 Special Revenue Funds
 Year Ended June 30, 2023

	2021-22 Library		Technology /		Special			2022 Adult
	Library - Lilly RO	Grant	2021 Sel In Action	Dell	Services	PBIS	Naviance	Education
Revenues								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Other:								
Interest on investments	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	2,461	-	-	-
Total revenues	-	-	-	-	2,461	-	-	-
Expenditures								
Current:								
Instruction	-	-	3,282	-	-	5,715	-	219,901
Support services	-	3,019	2,700	-	-	-	3,347	-
Community services	-	-	-	-	2,841	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Debt Service								
Principal on SBITA	-	-	-	-	-	-	-	-
Interest on debt	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Total expenditures	-	3,019	5,982	-	2,841	5,715	3,347	219,901
Excess (deficiency) of revenues over (under) expenditures	-	(3,019)	(5,982)	-	(380)	(5,715)	(3,347)	(219,901)
Other Financing Sources (Uses)								
SBITA proceeds	-	-	-	-	-	-	-	-
Transfer in	-	-	-	-	-	-	-	-
Transfer out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Net change in fund balance	-	(3,019)	(5,982)	-	(380)	(5,715)	(3,347)	(219,901)
Fund Balance (Deficit), Beginning	<u>3,968</u>	<u>3,019</u>	<u>5,982</u>	<u>35,142</u>	<u>1,750</u>	<u>19,376</u>	<u>8,582</u>	<u>219,901</u>
Fund Balance (Deficit), Ending	\$ 3,968	\$ -	\$ -	\$ 35,142	\$ 1,370	\$ 13,661	\$ 5,235	\$ -

Metropolitan School District of Wayne Township, IN

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
 Nonmajor Governmental Funds
 Special Revenue Funds
 Year Ended June 30, 2023

	ECA Transportation	DECA District 8	Impact Youth Program	E-Rate Technology	Technology Grant	Project Lead the Way	21-22 Refugee School	2021 Project Aware
Revenues								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	-	-	-	-	-
Charges for services	45,400	-	-	-	-	-	-	-
Intergovernmental	-	-	-	87,434	68,688	-	8,942	69,500
Other:								
Interest on investments	-	-	-	-	-	-	-	-
Miscellaneous	-	1,282	-	-	-	-	-	-
Total revenues	<u>45,400</u>	<u>1,282</u>	<u>-</u>	<u>87,434</u>	<u>68,688</u>	<u>-</u>	<u>8,942</u>	<u>69,500</u>
Expenditures								
Current:								
Instruction	-	-	-	-	-	-	3,995	23,086
Support services	52,179	-	-	675	-	3,300	138	29,830
Community services	-	1,753	-	-	-	-	6,778	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Debt Service								
Principal on SBITA	-	-	-	-	-	-	-	-
Interest on debt	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Total expenditures	<u>52,179</u>	<u>1,753</u>	<u>-</u>	<u>675</u>	<u>-</u>	<u>3,300</u>	<u>10,911</u>	<u>52,916</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(6,779)</u>	<u>(471)</u>	<u>-</u>	<u>86,759</u>	<u>68,688</u>	<u>(3,300)</u>	<u>(1,969)</u>	<u>16,584</u>
Other Financing Sources (Uses)								
SBITA proceeds	-	-	-	-	-	-	-	-
Transfer in	-	-	-	-	-	-	-	-
Transfer out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>(6,779)</u>	<u>(471)</u>	<u>-</u>	<u>86,759</u>	<u>68,688</u>	<u>(3,300)</u>	<u>(1,969)</u>	<u>16,584</u>
Fund Balance (Deficit), Beginning	<u>33,641</u>	<u>1,455</u>	<u>238</u>	<u>117,201</u>	<u>(68,688)</u>	<u>3,300</u>	<u>(638)</u>	<u>(16,584)</u>
Fund Balance (Deficit), Ending	<u>\$ 26,862</u>	<u>\$ 984</u>	<u>\$ 238</u>	<u>\$ 203,960</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,607)</u>	<u>\$ -</u>

Metropolitan School District of Wayne Township, IN

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
 Nonmajor Governmental Funds
 Special Revenue Funds
 Year Ended June 30, 2023

	21-23 ARP - Idea	21-23 ARPA - Idea Grant	2020-2024 ARPA	2020-2023 CRRSA	2020-2022 Geer	2020 Esser	2020 Esser Non-Pub
Revenues							
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Intergovernmental	551,118	29,585	12,929,223	5,286,133	126,452	16,999	3,896
Other:							
Interest on investments	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-
Total revenues	551,118	29,585	12,929,223	5,286,133	126,452	16,999	3,896
Expenditures							
Current:							
Instruction	534,885	29,585	6,289,622	1,869,956	-	-	7,001
Support services	24,422	-	2,574,290	2,077,842	67,563	1	2,400
Community services	-	-	1,239,738	-	-	-	-
Facilities acquisition and construction	-	-	272,423	466,500	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Debt Service							
Principal on SBITA	-	-	14,188	785,363	-	-	-
Interest on debt	-	-	177	2,861	-	-	-
Capital outlay	-	-	3,085,706	652,396	-	-	-
Total expenditures	559,307	29,585	13,476,144	5,854,918	67,563	1	9,401
Excess (deficiency) of revenues over (under) expenditures	(8,189)	-	(546,921)	(568,785)	58,889	16,998	(5,505)
Other Financing Sources (Uses)							
SBITA proceeds	-	-	178,216	652,396	-	-	-
Transfer in	-	-	-	-	-	-	-
Transfer out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	178,216	652,396	-	-	-
Net change in fund balance	(8,189)	-	(368,705)	83,611	58,889	16,998	(5,505)
Fund Balance (Deficit), Beginning	-	-	(471,231)	(83,611)	(58,889)	-	5,505
Fund Balance (Deficit), Ending	\$ (8,189)	\$ -	\$ (839,936)	\$ -	\$ -	\$ 16,998	\$ -

Metropolitan School District of Wayne Township, IN

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
 Nonmajor Governmental Funds
 Special Revenue Funds
 Year Ended June 30, 2023

	20-23 ARPA		Child Nutrition	Vocational	State Program	Extra-Curricular	
	Build	Donation Funds	Grants	Grants	Funds	WTEF Grants	Funds
Revenues							
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	-	-	-	-
Charges for services	-	260,292	498,365	4,298,903	3,814	-	644,583
Intergovernmental	-	-	14,955,688	2,500	6,140,976	28,565	-
Other:							
Interest on investments	1,205	-	6,825	883	724	-	-
Miscellaneous	-	87,257	12,121	323,655	-	-	2,304,456
Total revenues	<u>1,205</u>	<u>347,549</u>	<u>15,472,999</u>	<u>4,625,941</u>	<u>6,145,514</u>	<u>28,565</u>	<u>2,949,039</u>
Expenditures							
Current:							
Instruction	311,160	323,403	-	2,001,881	4,086,338	25,439	1,003,036
Support services	20,285	180	20,229	343,127	1,925,534	4,605	229,440
Community services	4,214	16,633	13,391,946	224,926	177,452	2,825	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	1,084,393	1,841,316	-	434	1,673,660
Debt Service							
Principal on SBITA	-	-	-	-	-	-	-
Interest on debt	-	-	-	-	-	-	-
Capital outlay	-	-	212,906	64,547	-	-	-
Total expenditures	<u>335,659</u>	<u>340,216</u>	<u>14,709,474</u>	<u>4,475,797</u>	<u>6,189,324</u>	<u>33,303</u>	<u>2,906,136</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(334,454)</u>	<u>7,333</u>	<u>763,525</u>	<u>150,144</u>	<u>(43,810)</u>	<u>(4,738)</u>	<u>42,903</u>
Other Financing Sources (Uses)							
SBITA proceeds	-	-	-	-	-	-	-
Transfer in	-	-	-	-	-	-	-
Transfer out	-	-	-	-	(96,820)	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(96,820)</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>(334,454)</u>	<u>7,333</u>	<u>763,525</u>	<u>150,144</u>	<u>(140,630)</u>	<u>(4,738)</u>	<u>42,903</u>
Fund Balance (Deficit), Beginning	<u>1,323,586</u>	<u>173,741</u>	<u>10,535,516</u>	<u>1,458,698</u>	<u>783,652</u>	<u>18,828</u>	<u>1,764,175</u>
Fund Balance (Deficit), Ending	<u>\$ 989,132</u>	<u>\$ 181,074</u>	<u>\$ 11,299,041</u>	<u>\$ 1,608,842</u>	<u>\$ 643,022</u>	<u>\$ 14,090</u>	<u>\$ 1,807,078</u>

Metropolitan School District of Wayne Township, IN

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
 Nonmajor Governmental Funds
 Special Revenue Funds
 Year Ended June 30, 2023

	Federal Programs	2022 CATALYZE CHAL	2022-23 LIBRARY GR	2022-24 AVON ADULT	2023 ADULT EDUCATI	TYLER HUMPHREY SCH	22-23 PROJECT AWAR	22-24 ARP-HCY
Revenues								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	400,000	-	-	-
Intergovernmental	11,991,743	-	-	-	-	-	1,050	13,996
Other:								
Interest on investments	-	-	-	-	-	-	-	-
Miscellaneous	52,776	41,500	22,000	36,280	-	1,854	-	-
Total revenues	<u>12,044,519</u>	<u>41,500</u>	<u>22,000</u>	<u>36,280</u>	<u>400,000</u>	<u>1,854</u>	<u>1,050</u>	<u>13,996</u>
Expenditures								
Current:								
Instruction	9,131,682	10,875	-	30,646	116,853	1,403	1,050	78,597
Support services	2,347,622	-	22,000	-	-	-	-	2,985
Community services	384,843	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Nonprogrammed charges	22,741	-	-	-	-	-	-	-
Debt Service								
Principal on SBITA	91,967	-	-	-	-	-	-	-
Interest on debt	41	-	-	-	-	-	-	-
Capital outlay	<u>236,622</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>12,215,518</u>	<u>10,875</u>	<u>22,000</u>	<u>30,646</u>	<u>116,853</u>	<u>1,403</u>	<u>1,050</u>	<u>81,582</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(170,999)</u>	<u>30,625</u>	<u>-</u>	<u>5,634</u>	<u>283,147</u>	<u>451</u>	<u>-</u>	<u>(67,586)</u>
Other Financing Sources (Uses)								
SBITA proceeds	91,967	-	-	-	-	-	-	-
Transfer in	-	-	-	-	-	-	-	-
Transfer out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>91,967</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>(79,032)</u>	<u>30,625</u>	<u>-</u>	<u>5,634</u>	<u>283,147</u>	<u>451</u>	<u>-</u>	<u>(67,586)</u>
Fund Balance (Deficit), Beginning	<u>(925,356)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance (Deficit), Ending	\$ <u>(1,004,388)</u>	\$ <u>30,625</u>	\$ <u>-</u>	\$ <u>5,634</u>	\$ <u>283,147</u>	\$ <u>451</u>	\$ <u>-</u>	\$ <u>(67,586)</u>

Metropolitan School District of Wayne Township, IN

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
 Nonmajor Governmental Funds
 Special Revenue Funds
 Year Ended June 30, 2023

	23-24 EI-ARPA GRAN	ESSER UCAN - UINDY	AREA 31 BLG GRANT	Total Nonmajor Special Revenue Funds
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ 5,508,805
Other taxes	-	-	-	335,585
Charges for services	-	-	-	11,728,350
Intergovernmental	23,686	40,326	97,030	53,735,544
Other:				
Interest on investments	-	-	-	19,021
Miscellaneous	-	-	-	4,344,729
Total revenues	<u>23,686</u>	<u>40,326</u>	<u>97,030</u>	<u>75,672,034</u>
Expenditures				
Current:				
Instruction	34,999	28,000	-	29,040,348
Support services	-	13,963	-	27,035,671
Community services	-	-	-	16,228,084
Facilities acquisition and construction	-	-	-	738,923
Nonprogrammed charges	-	-	-	5,695,755
Debt Service				
Principal on SBITA	-	-	-	891,518
Interest on debt	-	-	-	3,079
Capital outlay	-	-	-	4,252,177
Total expenditures	<u>34,999</u>	<u>41,963</u>	<u>-</u>	<u>83,885,555</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(11,313)</u>	<u>(1,637)</u>	<u>97,030</u>	<u>(8,213,521)</u>
Other Financing Sources (Uses)				
SBITA proceeds	-	-	-	922,579
Transfer in	-	-	-	345,002
Transfer out	-	-	-	(96,820)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,170,761</u>
Net change in fund balance	<u>(11,313)</u>	<u>(1,637)</u>	<u>97,030</u>	<u>(7,042,760)</u>
Fund Balance (Deficit), Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>24,589,984</u>
Fund Balance (Deficit), Ending	<u>\$ (11,313)</u>	<u>\$ (1,637)</u>	<u>\$ 97,030</u>	<u>\$ 17,547,224</u>

Metropolitan School District of Wayne Township, IN

Combining Balance Sheet
 Nonmajor Governmental Funds
 Debt Service Funds
 June 30, 2023

	<u>Pension Debt Service</u>	<u>2020 GO Bond</u>	<u>Building Corporation Debt Service</u>	<u>Total Nonmajor Debt Service Funds</u>
Assets				
Cash and investments	\$ -	\$ 513,325	\$ 19,069,373	\$ 19,582,698
Total assets	<u>\$ -</u>	<u>\$ 513,325</u>	<u>\$ 19,069,373</u>	<u>\$ 19,582,698</u>
Liabilities and Fund Balances				
Fund Balances				
Restricted	\$ -	\$ 513,325	\$ 19,069,373	\$ 19,582,698
Total fund balances	<u>-</u>	<u>513,325</u>	<u>19,069,373</u>	<u>19,582,698</u>
Total liabilities and fund balances	<u>\$ -</u>	<u>\$ 513,325</u>	<u>\$ 19,069,373</u>	<u>\$ 19,582,698</u>

Metropolitan School District of Wayne Township, IN

Combining Statement of Revenues, Expenditures and Changes in Fund Balance

Nonmajor Governmental Funds

Debt Service Funds

Year Ended June 30, 2023

	Pension Debt Service	2020 GO Bond	Building Corporation Debt Service	Total Nonmajor Debt Service Funds
Revenues				
Other:				
Interest on investments	\$ -	\$ 34,853	\$ 23,677	\$ 58,530
Miscellaneous	-	-	168,985	168,985
Total revenues	-	34,853	192,662	227,515
Expenditures				
Current:				
Support services	-	1,419,729	-	1,419,729
Nonprogrammed charges	285	-	17,003	17,288
Debt service:				
Principal paid on debt	-	-	20,970,000	20,970,000
Bond issue costs	-	-	87,453	87,453
Interest on debt	-	-	9,096,080	9,096,080
Capital outlay	-	688,018	-	688,018
Total expenditures	285	2,107,747	30,170,536	32,278,568
Deficiency of revenues under expenditures	(285)	(2,072,894)	(29,977,874)	(32,051,053)
Other Financing Sources (Uses)				
Premium on bonds	-	-	1,024,475	1,024,475
Refunding debt	-	-	6,000,000	6,000,000
Payments on refunded debt	-	-	(7,106,007)	(7,106,007)
Transfer in	-	-	33,761,337	33,761,337
Transfer out	-	-	(11,238)	(11,238)
Total other financing sources (uses)	-	-	33,668,567	33,668,567
Net change in fund balance	(285)	(2,072,894)	3,690,693	1,617,514
Fund Balance (Deficit), Beginning	285	2,586,219	15,378,680	17,965,184
Fund Balance (Deficit), Ending	<u>\$ -</u>	<u>\$ 513,325</u>	<u>\$ 19,069,373</u>	<u>\$ 19,582,698</u>

Metropolitan School District of Wayne Township, IN

Combining Balance Sheet
 Nonmajor Governmental Funds
 Capital Project Funds
 June 30, 2023

	<u>2019 GO Bond</u>	<u>2019 First Mortgage</u>	<u>2021 First Mortgage</u>	<u>2020 First Mortgage</u>	<u>2022 GO BOND</u>	<u>2023 FIRST MORTGAG</u>	<u>Total Nonmajor Capital Project Funds</u>
Assets							
Cash and cash equivalents	\$ 110,088	\$ -	\$ -	\$ 417,152	\$ -	\$ 9,962,309	\$ 10,489,549
Restricted							
Cash and cash equivalents	-	-	-	-	2,512,814	-	2,512,814
Total assets	<u>\$ 110,088</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 417,152</u>	<u>\$ 2,512,814</u>	<u>\$ 9,962,309</u>	<u>\$ 13,002,363</u>
Liabilities and Fund Balances							
Liabilities							
Accounts payable	\$ -	\$ -	\$ 340,170	\$ -	\$ 260,995	\$ 4,689,242	\$ 5,290,407
Due to other funds	-	-	109,706	-	-	-	109,706
Total liabilities	<u>-</u>	<u>-</u>	<u>449,876</u>	<u>-</u>	<u>260,995</u>	<u>4,689,242</u>	<u>5,400,113</u>
Fund Balances							
Restricted	110,088	-	-	417,152	2,251,819	5,273,067	8,052,126
Unassigned (deficit)	-	-	(449,876)	-	-	-	(449,876)
Total fund balances	<u>110,088</u>	<u>-</u>	<u>(449,876)</u>	<u>417,152</u>	<u>2,251,819</u>	<u>5,273,067</u>	<u>7,602,250</u>
Total liabilities and fund balances	<u>\$ 110,088</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 417,152</u>	<u>\$ 2,512,814</u>	<u>\$ 9,962,309</u>	<u>\$ 13,002,363</u>

Metropolitan School District of Wayne Township, IN

Combining Statement of Revenues, Expenditures and Changes in Fund Balance

Nonmajor Governmental Funds

Capital Project Funds

Year Ended June 30, 2023

	2019 GO Bond	2019 First Mortgage	2021 First Mortgage	2020 First Mortgage	2022 GO BOND	2023 FIRST MORTGAG	Total Nonmajor Capital Project Funds
Revenues							
Other:							
Interest on investments	\$ -	\$ -	\$ -	\$ 13,441	\$ -	\$ -	\$ 13,441
Miscellaneous	-	8,724	-	27,025	-	-	35,749
Total revenues	-	8,724	-	40,466	-	-	49,190
Expenditures							
Current:							
Support services	28,860	-	174,308	-	3,842	287,182	494,192
Facilities acquisition and construction	107,459	-	14,517	-	-	805,318	927,294
Debt service:							
Issuance costs	-	-	-	-	20,655	-	20,655
Capital outlay	214,081	-	3,115,163	-	2,371,465	7,534,433	13,235,142
Total expenditures	350,400	-	3,303,988	-	2,395,962	8,626,933	14,677,283
Deficiency of revenues under expenditures	(350,400)	8,724	(3,303,988)	40,466	(2,395,962)	(8,626,933)	(14,628,093)
Other Financing Sources							
Debt proceeds	-	-	-	-	4,590,000	-	4,590,000
Premium on bonds	-	-	-	-	57,781	-	57,781
Transfer in	-	-	3,458,393	-	-	13,900,000	17,358,393
Total other financing sources	-	-	3,458,393	-	4,647,781	13,900,000	22,006,174
Net change in fund balance	(350,400)	8,724	154,405	40,466	2,251,819	5,273,067	7,378,081
Fund Balance (Deficit), Beginning	<u>460,488</u>	<u>(8,724)</u>	<u>(604,281)</u>	<u>376,686</u>	<u>-</u>	<u>-</u>	<u>224,169</u>
Fund Balance (Deficit), Ending	<u>\$ 110,088</u>	<u>\$ -</u>	<u>\$ (449,876)</u>	<u>\$ 417,152</u>	<u>\$ 2,251,819</u>	<u>\$ 5,273,067</u>	<u>\$ 7,602,250</u>

Metropolitan School District of Wayne Township

Report on Federal Awards

June 30, 2023

Metropolitan School District of Wayne Township

Table of Contents
June 30, 2023

	<u>Page</u>
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	1
Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance	3
Schedule of Expenditures of Federal Awards	6
Notes to Schedule of Expenditures of Federal Awards	11
Schedule of Findings and Questioned Costs	12
Summary of Schedule of Prior Audit Findings	14

**Report on Internal Control
Over Financial Reporting and on Compliance
and Other Matters Based on an Audit of
Financial Statements Performed in Accordance
With *Government Auditing Standards***

Independent Auditors' Report

To the Audit Committee and Board of Education of
Metropolitan School District of Wayne Township

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 (*Government Auditing Standards*), the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Metropolitan School District of Wayne Township (the School Corporation), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the School Corporation's basic financial statements, and have issued our report thereon dated April 26, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the School Corporation's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School Corporation's internal control. Accordingly, we do not express an opinion on the effectiveness of the School Corporation's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified a deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2023-001, that we consider to be a material weakness.

Report on Compliance and Other Matters

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

The School Corporation's Response to Finding

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

Purpose of This Report

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

Baker Tilly US, LLP

Indianapolis, Indiana
April 26, 2024

**Report on Compliance
for the Major Federal Program;
Report on Internal Control Over Compliance; and
Report on the Schedule of Expenditures of
Federal Awards Required by the Uniform Guidance**

Independent Auditors' Report

To the Audit Committee and Board of Education of
Metropolitan School District of Wayne Township

Report on Compliance for the Major Federal Program

Opinion on the Major Federal Program

We have audited the Metropolitan School District of Wayne Township's (the 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 year ended June 30, 2023. The School Corporation's major federal program is identified in the summary of auditors' 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 year ended June 30, 2023.

Basis for Opinion on the 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 Auditors' 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.

Auditors' Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' 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 statements of the governmental activities, each major fund, and the aggregate remaining fund information of the School Corporation as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the School Corporation's basic financial statements. We issued our report thereon dated April 26, 2024, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the basic financial statements that collectively comprise the basic financial statements. 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 basic financial statements. 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 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements 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 basic financial statements as a whole.

Baker Tilly US, LLP

Indianapolis, Indiana
April 26, 2024

Metropolitan School District of Wayne Township

Schedule of Expenditures of Federal Awards
Year Ended June 30, 2023

Federal Grantor / Program/Cluster Title	Assistance Listing Number	Pass-Through Agency	Pass-Through Agency Grant Number	Federal Expenditures	Payments Made to Subrecipients
U.S. Department of Agriculture					
<i>Pandemic EBT Administrative Costs:</i>					
COVID-19 - Nutrition PEBT Funding (ARP Nutrition)	10.649	Indiana Department of Education	FY2023	\$ 5,950	\$ -
Total Pandemic EBT Administrative Costs				<u>5,950</u>	<u>-</u>
<i>Child Nutrition Cluster:</i>					
<i>School Breakfast Program:</i>					
2022-23 School Breakfast Program	10.553	Indiana Department of Education	FY2023	5,382,527	-
Total School Breakfast Program				<u>5,382,527</u>	<u>-</u>
<i>National School Lunch Program:</i>					
2022-23 National School Lunch Program	10.555	Indiana Department of Education	FY2023	11,349,525	-
Food Commodities	10.555	Indiana Department of Education	FY2023	909,291	-
Total National School Lunch Program				<u>12,258,816</u>	<u>-</u>
<i>Summer Food Service Program for Children:</i>					
2022-23 Summer Food Service Program	10.559	Indiana Department of Education	FY2023	148,849	-
Total Summer Food Service Program				<u>148,849</u>	<u>-</u>
<i>Fresh Fruit and Vegetable Program:</i>					
2022-23 Fresh Fruit and Vegetable Program	10.582	Indiana Department of Education	FY2023	396,742	-
Total Fresh Fruit and Vegetable Program				<u>396,742</u>	<u>-</u>
Total Child Nutrition Cluster				<u>18,186,934</u>	<u>-</u>
<i>Child and Adult Care Food Program:</i>					
2022-23 Child and Adult Care Program	10.558	Indiana Department of Education	FY2023	211,574	-
Total Child and Adult Care Food Program				<u>211,574</u>	<u>-</u>
Total U.S. Department of Agriculture				<u>\$ 18,404,458</u>	<u>\$ -</u>

See notes to schedule of expenditures of federal awards

Metropolitan School District of Wayne Township

Schedule of Expenditures of Federal Awards
Year Ended June 30, 2023

Federal Grantor / Program/Cluster Title	Assistance Listing Number	Pass-Through Agency	Pass-Through Agency Grant Number	Federal Expenditures	Payments Made to Subrecipients
U.S. Department of Treasury					
<i>Coronavirus State and Local Fiscal Recovery Funds:</i>					
COVID-19 - 23-24 Early Intervention ARPA Grant	21.027	EmployIndy	S2306-ARPA-22-ABE	\$ 23,686	\$ -
Total Coronavirus State and Local Fiscal Recovery Funds				<u>23,686</u>	<u>-</u>
Total U.S. Department of Treasury				<u>\$ 23,686</u>	<u>\$ -</u>
U.S. Department of Education					
<i>Adult Education - Basic Grants to States:</i>					
2022-23 Adult Ed	84.002	Indiana Department of Workplace Development	5104180P22ABEGR	\$ 518,988	\$ -
2021-22 Adult Ed	84.002	Indiana Department of Workplace Development	5104180P21ABEGR	<u>5,181</u>	<u>-</u>
Total Adult Education - Basic Grants to States				<u>524,169</u>	<u>-</u>
<i>Title I Grants to Local Educational Agencies (M):</i>					
2022-23 Title I	84.010	Indiana Department of Education	S010A220014	4,210,981	-
2020-22 SIG	84.010	Indiana Department of Education	S010A200014	14,447	-
2021-22 Title I	84.010	Indiana Department of Education	S010A210014	<u>636,692</u>	<u>-</u>
Total Title I Grants to Local Educational Agencies				<u>4,862,120</u>	<u>-</u>
<i>Special Education Cluster (IDEA):</i>					
<i>Special Education - Grants to States:</i>					
COVID-19 - ARP IDEA	84.027	Indiana Department of Education	H027X210084	551,118	-
IDEA FY23 Part B, Section 611	84.027	Indiana Department of Education	H027A220084	2,851,833	-
IDEA FY22 Part B, Section 611	84.027	Indiana Department of Education	H027A190084	<u>1,444,439</u>	<u>-</u>
Total Special Education - Grants to States				<u>4,847,390</u>	<u>-</u>
<i>Special Education - Preschool Grants:</i>					
COVID-19 - ARP IDEA	84.173	Indiana Department of Education	H173X210104	29,585	-
IDEA FY23 Part B, Section 619	84.173	Indiana Department of Education	H173A220104	80,332	-
IDEA FY22 Part B, Section 619	84.173	Indiana Department of Education	H173A210104	<u>17,641</u>	<u>-</u>
Total Special Education - Preschool Grants				<u>127,558</u>	<u>-</u>
Total Special Education Cluster (IDEA)				<u>4,974,948</u>	<u>-</u>

See notes to schedule of expenditures of federal awards

Metropolitan School District of Wayne Township

Schedule of Expenditures of Federal Awards
Year Ended June 30, 2023

Federal Grantor / Program/Cluster Title	Assistance Listing Number	Pass-Through Agency	Pass-Through Agency Grant Number	Federal Expenditures	Payments Made to Subrecipients
U.S. Department of Education (cont'd)					
<i>Career and Technical Education - Basic Grants to States:</i>					
FY23 CTE Perkins	84.048	Indiana Governor's Workforce Cabinet	23-0512-P031	\$ 717,140	\$ -
FY22 CTE Perkins	84.048	Indiana Governor's Workforce Cabinet	22-0512-B031	135,366	-
2022-23 Perkins Assistance	84.048	Indiana Governor's Workforce Cabinet	23-0512-A031	5,700	-
2021-22 Perkins Assistance	84.048	Indiana Governor's Workforce Cabinet	22-0512-A031	3,862	-
Total Career and Technical Education - Basic Grants to States				862,068	-
<i>Education for Homeless Children and Youth:</i>					
19-22 McKinney Vento	84.196	Indiana Department of Education	S196A200015	24,965	-
Total Education for Homeless Children and Youth				24,965	-
<i>English Language Acquisition Grants:</i>					
2020-22 Immigrant Influx	84.365	Indiana Department of Education	S365A200014	10,563	-
Title III 2022-24	84.365	Indiana Department of Education	S365A220014	69,065	-
Title III 2020-22	84.365	Indiana Department of Education	S365A200014	17,964	-
Title III 2021-23	84.365	Indiana Department of Education	S365A210014	212,868	-
Total English Language Acquisition Grants				310,460	-
<i>Supporting Effective Instruction State Grants:</i>					
Title II FY 2022	84.367	Indiana Department of Education	S367A220013	1,088	-
Title II FY 2021	84.367	Indiana Department of Education	S367A210013	391,879	-
Title II FY 2020	84.367	Indiana Department of Education	S367A200013	275,605	-
2022-23 Title II TL	84.367	Indiana Department of Education	S367A210013	7,855	-
Total Supporting Effective Instruction State Grants				676,427	-
<i>Student Support and Academic Enrichment Grants:</i>					
2022-23 Title IV	84.424	Indiana Department of Education	S424A220015	61,561	-
2020-21 Title IV	84.424	Indiana Department of Education	S424A200015	116,612	-
2021-22 Title IV	84.424	Indiana Department of Education	S424A210015	178,412	-
Total Student Support and Academic Enrichment Grants				356,585	-

See notes to schedule of expenditures of federal awards

Metropolitan School District of Wayne Township

Schedule of Expenditures of Federal Awards
Year Ended June 30, 2023

Federal Grantor / Program/Cluster Title	Assistance Listing Number	Pass-Through Agency	Pass-Through Agency Grant Number	Federal Expenditures	Payments Made to Subrecipients
U.S. Department of Education (cont'd)					
<i>Education Stabilization Fund (M):</i>					
COVID-19 - 2022-24 ARP-HCY	84.425U	Indiana Department of Education	S425W210015	\$ 13,996	\$ -
COVID-19 - 2020 ESSER	84.425D	Indiana Department of Education	S425D200013	2,239	-
COVID-19 - ESSER UCAN-UINDY (ESSER II)	84.425D	Indiana Department of Education	YEAR 1	40,326	-
COVID-19 - 2020-23 CRRSA (ESSER II)	84.425D	Indiana Department of Education	S425D210013	5,286,133	-
COVID-19 - 2020-22 GEER	84.425C	Indiana Department of Education	S425C200018	67,563	-
COVID-19 - 2020-24 ARPA (ESSER III)	84.425U	Indiana Department of Education	S425U200013	12,929,223	-
Total Education Stabilization Fund				<u>18,339,480</u>	<u>-</u>
Total U.S. Department of Education				<u>\$ 30,931,222</u>	<u>\$ -</u>
U.S. Department of Health and Human Services					
<i>Substance Abuse and Mental Health Services Projects of Regional and National Significance:</i>					
2022-23 Project Aware	93.243	Indiana Department of Education	SM087496	\$ 1,050	\$ -
2021 Project Aware	93.243	Indiana Department of Education	CPQKMJZP2JQ2	52,916	-
Total Substance Abuse and Mental Health Services Projects of Regional and National Significance				<u>53,966</u>	<u>-</u>
<i>Medicaid Cluster:</i>					
<i>Medical Assistance Program:</i>					
INMAC	93.778	Indiana Family and Social Services Administration	FY2023	333,350	-
Total Medical Assistance Program				<u>333,350</u>	<u>-</u>
Total Medicaid Cluster				<u>333,350</u>	<u>-</u>
<i>Child Care and Development Block Grant:</i>					
COVID-19 - 20-23 ARPA Build Learn Grown	93.575	Indiana Family and Social Services Administration	2101INCSC6	321,277	-
Total Child Care and Development Block Grant				<u>321,277</u>	<u>-</u>

See notes to schedule of expenditures of federal awards

Metropolitan School District of Wayne Township

Schedule of Expenditures of Federal Awards
Year Ended June 30, 2023

Federal Grantor / Program/Cluster Title	Assistance Listing Number	Pass-Through Agency	Pass-Through Agency Grant Number	Federal Expenditures	Payments Made to Subrecipients
U.S. Department of Health and Human Services (cont'd)					
<i>Refugee and Entrant Assistance Discretionary Grants:</i>					
21-22 Refugee School Impact	93.576	Indiana Department of Education	700REFSOCSVCF22	\$ 8,942	\$ -
Total Refugee and Entrant Assistance Discretionary Grants				<u>8,942</u>	<u>-</u>
Total U.S. Department of Health and Human Services				<u>\$ 717,535</u>	<u>\$ -</u>
Federal Communications Commission (FCC)					
<i>Emergency Connectivity Fund Program</i>					
COVID-19 - Emergency Connectivity Fund Program	32.009	Federal Communications Commission	ECF222119549	\$ 1,640,955	\$ -
Total Emergency Connectivity Fund Program				<u>1,640,955</u>	<u>-</u>
Total Federal Communications Commission (FCC)				<u>\$ 1,640,955</u>	<u>\$ -</u>
Total expenditures of federal awards				<u>\$ 51,717,856</u>	<u>\$ -</u>

(M) Denotes a major program

See notes to schedule of expenditures of federal awards

Metropolitan School District of Wayne Township

Notes to Schedule of Expenditures of Federal Awards
Year Ended June 30, 2023

1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the Metropolitan School District of Wayne Township (the School Corporation) under programs of the federal government for the year ended June 30, 2023. The information in this Schedule 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 Schedule presents only a selected portion of the operations of the School Corporation, it is not intended to and does not present the financial position, changes in net position or cash flows of the School Corporation.

2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual or modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available.

The underlying accounting records for some grant programs are maintained on the modified accrual basis of accounting. Under the modified accrual basis, revenues are recorded when susceptible to accrual, i.e., both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the liability is incurred. The accounting records for other grant programs are maintained on the accrual basis, i.e., when the revenue has been earned and the liability is incurred.

3. Indirect Cost Rate

The School Corporation has not elected to use the 10% de minimis indirect cost rate.

Metropolitan School District of Wayne Township

Schedule of Findings and Questioned Costs
Year Ended June 30, 2023

Section I - Summary of Auditors' Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:

Unmodified

Internal control over financial reporting:

Material weakness(es) identified?

 X yes

 no

Significant deficiency(ies) identified?

 yes

 X none reported

Noncompliance material to financial statements noted?

 yes

 X no

Federal Awards

Internal control over major programs:

Material weakness(es) identified?

 yes

 X no

Significant deficiency(ies) identified?

 yes

 X 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 section 2 CFR 200.516(a) of the Uniform Guidance?

 yes

 X no

Auditee qualified as low-risk auditee?

 yes

 X no

Dollar threshold used to distinguish between Type A and Type B programs:

 \$1,551,536

Identification of major federal programs:

 Assistance Listing Number(s)

 Name of Federal Program or Cluster

84.425

Education Stabilization Fund

84.010

Title I Grants to Local Education Agencies

Metropolitan School District of Wayne Township

Schedule of Findings and Questioned Costs
Year Ended June 30, 2023

Section II - Financial Statement Findings Required to be Reported in Accordance with *Government Auditing Standards*

Finding 2023-001: External Financial Reporting

Criteria: Properly designed systems of internal control provide your organization with the ability to identify accurate year-end transactions.

Condition: During our audit procedures in the current year, audit procedures identified material adjustments to year-end accrual balances related to accounts payable and capital assets.

Cause: Internal controls over the year-end accruals were not sufficient to detect the material misstatements.

Effect: Material audit adjustments were required to the financial statements.

Recommendation: We recommend the School Corporation incorporate additional procedures in evaluating transactional activity after year-end to identify all significant amounts that should accrued to the current year, especially for capital projects costs paid greater than one month after year-end.

Management's Response: The school has put additional procedures in place to review all transactional activity at year-end to identify all amounts that would potentially impact the statement of our financial position. All receipts and expenditures will be reviewed to ensure that items are reported correctly and categorized appropriately.

Section III - Federal Awards Findings and Questioned Costs

None noted.

Metropolitan School District of Wayne Township

Summary Schedule of Prior Audit Findings
Year Ended June 30, 2023

Finding 2022-001: External Financial Reporting

Criteria: Properly designed systems of internal control provide your organization with the ability to identify accurate year-end transactions.

Condition: During our audit procedures in the current year, audit procedures identified material adjustments to year-end accrual balances related to accounts payable and capital assets.

Current Status: The finding remains in fiscal year 2023. See Finding 2023-001.