



STATE OF INDIANA
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May 10, 2024

Board of Directors
Hamilton Southeastern Schools
Hamilton County, Indiana

We have received the audit report of Hamilton Southeastern Schools, which was opined upon by FORVIS, 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 Hamilton Southeastern Schools 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 black ink that reads "Tammy R. White".

Tammy R. White, CPA
Deputy State Examiner

**HAMILTON SOUTHEASTERN SCHOOLS
FINANCIAL STATEMENTS**

June 30, 2023

HAMILTON SOUTHEASTERN SCHOOLS

FINANCIAL STATEMENTS
June 30, 2023

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HAMILTON SOUTHEASTERN SCHOOLS
Schedule of Officials (Unaudited)
June 30, 2023

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Katy Dowling	07-19-21 to 06-30-23
Superintendent of Schools	Yvonne Stokes Dr. Matt Kegley	07-01-17 to 09-20-23 09-13-23 to 06-30-24
President of the Board	Dawn Lang	01-01-23 to 12-31-26

Independent Auditor's Report

School Board
Hamilton Southeastern Schools
Fishers, Indiana

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Hamilton Southeastern Schools (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 Hamilton Southeastern Schools, 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 "Auditor's 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.

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 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's 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 auditor's 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 budgetary comparison, pension, and other postemployment benefit information 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 GAAS, 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.

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, 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. Our opinions on the basic financial statements are not affected by this missing information.

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 schedule of officials and the combining statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 14, 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.

FORVIS,LLP

Indianapolis, Indiana
March 14, 2024

HAMILTON SOUTHEASTERN SCHOOLS
Statement of Net Position
June 30, 2023

	Primary Government Governmental Activities
Assets	
Cash and cash equivalents	\$ 44,430,502
Cash and cash equivalents - restricted	68,125,496
Receivables, net	
Interest receivable	483,866
Taxes receivable	54,133,385
Intergovernmental receivable	1,498,606
Lease receivable	599,794
Other receivables	1,131,477
Prepaid items	592,221
Nondepreciable capital assets	61,176,911
Other capital assets, net of depreciation	402,740,602
Total assets	634,912,860
Deferred Outflows of Resources	
Pensions	33,921,538
Debt refundings	794,788
Other post-employment benefits (OPEB)	822,195
Total deferred outflows of resources	35,538,521
Total assets and deferred outflows of resources	\$ 670,451,381
Liabilities	
Accounts payable	\$ 4,669,848
Accrued payroll and related benefits	15,707,373
Interest payable on bonds and leases	3,693,441
Self-insurance claims payable	1,237,596
Compensated absences	299,901
Long-term obligations, due within one year:	
Bonds payable	40,515,000
Financed purchase obligations	1,468,419
Pension obligation bonds payable	375,000
Subscription liability	61,023
Long-term obligations, due in more than one year:	
Bonds payable	191,665,872
Financed purchase obligations	430,073
Subscription liability	106,978
Net pension liability	27,513,507
Other post-employment benefits liabilities	4,656,331
Total liabilities	292,400,362
Deferred Inflows of Resources	
Pensions	11,500,291
Debt refundings	432,991
Other post-employment benefits (OPEB)	1,551,260
Lease related	598,162
Total deferred inflows of resources	14,082,704
Total liabilities and deferred inflows of resources	306,483,066
Net Position	
Net investment in capital assets	260,729,737
Restricted for:	
Facility maintenance and capital needs	1,777,484
Board and superintendent	10,882,991
Debt service	24,902,636
Grants	1,928,695
Unrestricted	63,746,772
Total net position	363,968,315
Total liabilities, deferred inflows of resources, and net position	\$ 670,451,381

See accompanying notes to financial statements

HAMILTON SOUTHEASTERN SCHOOLS

Statement of Activities

June 30, 2023

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and
		Charges for	Operating Grants	Capital Grants	Changes in Net Position
		Services	and Contributions	and Contributions	Primary Government
					Governmental
					Activities
Primary Government:					
Governmental activities:					
Instruction	\$ 169,229,535	\$ 306,133	\$ 12,476,006	\$ -	\$ (156,447,396)
Support services	100,283,309	2,593,280	1,053,630	310,772	(96,325,627)
Operation of noninstructional services	9,389,997	7,352,570	5,001,505	-	2,964,078
Interest on debt	6,929,484	-	-	-	(6,929,484)
Nonprogrammed charges	496,772	-	-	-	(496,772)
Total governmental activities	<u>\$ 286,329,097</u>	<u>\$ 10,251,983</u>	<u>\$ 18,531,141</u>	<u>\$ 310,772</u>	<u>(257,235,201)</u>
General revenues:					
Taxes:					
Local Property Taxes					118,694,867
License Excise Tax					7,727,775
Commercial Vehicle Excise Tax					173,088
State basic aid					149,901,416
Gain (loss) on sale of capital assets					12,338
Investment earnings					3,850,472
Other general revenues					23,009,383
Total general revenues					<u>303,369,339</u>
Change in net position					46,134,138
Net position, beginning of year					<u>317,834,177</u>
Net position, end of the year					<u>\$ 363,968,315</u>

See accompanying notes to financial statements

HAMILTON SOUTHEASTERN SCHOOLS
Governmental Funds – Balance Sheet
June 30, 2023

	Major Funds					Nonmajor Governmental Funds	Total Governmental Funds
	Education Fund	Operating Referendum Fund	Debt Service Fund	Operations Fund	Construction Fund		
Assets							
Cash and investments	\$ 11,749,237	\$ -	\$ -	\$ 14,055,495	\$ -	\$ 12,775,468	\$ 38,580,200
Cash and investments - restricted	-	14,757,375	8,750,702	-	30,677,522	13,939,897	68,125,496
Receivables, net							
Interest receivable	463,077	-	-	-	-	20,789	483,866
Taxes receivable	-	10,720,314	19,955,843	18,267,478	-	5,189,750	54,133,385
Intergovernmental receivable	25,657	-	-	-	-	1,472,949	1,498,606
Interfund receivable	11,233,893	-	4,100,000	-	-	-	15,333,893
Lease receivable	-	-	-	599,794	-	-	599,794
Other receivables	108,841	864	-	474,655	32,000	457,511	1,073,871
Prepaid items	-	-	-	570,421	-	21,800	592,221
Total assets	<u>\$ 23,580,705</u>	<u>\$ 25,478,553</u>	<u>\$ 32,806,545</u>	<u>\$ 33,967,843</u>	<u>\$ 30,709,522</u>	<u>\$ 33,878,164</u>	<u>\$ 180,421,332</u>
Liabilities, Deferred Inflows of Resources, and Fund Balance							
Liabilities							
Accounts payable	\$ 1,191,997	\$ 736,031	\$ -	\$ 763,601	\$ 11,730	\$ 1,837,974	\$ 4,541,333
Salaries and payroll deductions payable	14,118,227	139,217	-	990,697	-	459,232	15,707,373
Interfund payable	-	3,000,000	-	11,000,000	-	1,333,893	15,333,893
Total liabilities	<u>15,310,224</u>	<u>3,875,248</u>	<u>-</u>	<u>12,754,298</u>	<u>11,730</u>	<u>3,631,099</u>	<u>35,582,599</u>
Deferred Inflows of Resources							
Lease related	-	-	-	598,162	-	-	598,162
Unavailable revenues	13,196	10,720,314	19,955,843	18,267,478	-	6,478,000	55,434,831
Total deferred inflows of resources	<u>13,196</u>	<u>10,720,314</u>	<u>19,955,843</u>	<u>18,865,640</u>	<u>-</u>	<u>6,478,000</u>	<u>56,032,993</u>
Fund balances							
Nonspendable	-	-	-	570,421	-	21,800	592,221
Restricted - Facility maintenance and capital needs	-	-	-	1,777,484	30,697,792	-	32,475,276
Restricted - Board and Superintendent	-	10,882,991	-	-	-	-	10,882,991
Restricted - Debt service	-	-	12,850,702	-	-	12,051,934	24,902,636
Restricted - Grant expenses	-	-	-	-	-	1,928,695	1,928,695
Committed	10,148,617	-	-	-	-	-	10,148,617
Assigned - Food services	-	-	-	-	-	6,225,509	6,225,509
Assigned - Textbook program	-	-	-	-	-	824,976	824,976
Assigned - Instruction	-	-	-	-	-	4,287,576	4,287,576
Assigned - Other	-	-	-	-	-	49,157	49,157
Unassigned	(1,891,332)	-	-	-	-	(1,620,582)	(3,511,914)
Total fund balance	<u>8,257,285</u>	<u>10,882,991</u>	<u>12,850,702</u>	<u>2,347,905</u>	<u>30,697,792</u>	<u>23,769,065</u>	<u>88,805,740</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 23,580,705</u>	<u>\$ 25,478,553</u>	<u>\$ 32,806,545</u>	<u>\$ 33,967,843</u>	<u>\$ 30,709,522</u>	<u>\$ 33,878,164</u>	<u>\$ 180,421,332</u>

See accompanying notes to financial statements

HAMILTON SOUTHEASTERN SCHOOLS
Reconciliation of the Governmental Funds
Balance Sheet to Statement of Net Position
June 30, 2023

Total fund balances - governmental funds		\$	88,805,740
Amounts reported for governmental activities in the statement of net position are different because:			
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds:			
Capital assets, net of depreciation			463,917,513
Certain items related to gains and losses on refundings of debt are deferred and recognized in future periods.			
			361,797
Some assets and liabilities reported in the statement of net position do not require the use of current financial resources and therefore are not reported as assets or liabilities in governmental funds. These assets and liabilities consist of:			
Compensated absences	(299,901)		
Long-term debt, net	(234,622,365)		
Net pension liability	(27,513,507)		
Other post-employment obligations	(4,656,331)		
Total long-term liabilities			(267,092,104)
Interest on long-term liabilities is not accrued in governmental funds, but rather is recognized when due.			
			(3,693,441)
Certain tax receivable items are not available to pay for current period expenditures and therefore are unavailable in the governmental funds.			
			55,434,831
Certain items related to pension/other post-employment benefit liabilities are deferred and recognized in future periods.			
Deferred outflows of resources	34,743,733		
Deferred inflows of resources	(13,051,551)		
			21,692,182
Internal service funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Position.			
			4,541,797
Total net position- governmental activities		\$	<u>363,968,315</u>

HAMILTON SOUTHEASTERN SCHOOLS
Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances
Year ended June 30, 2023

	<u>Major Funds</u>					<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
	<u>Education Fund</u>	<u>Operating Referendum Fund</u>	<u>Debt Service Fund</u>	<u>Operations Fund</u>	<u>Construction Fund</u>		
Revenues							
Property taxes	\$ -	\$ 24,045,254	\$ 43,640,875	\$ 32,161,749	\$ -	\$ 12,552,711	\$ 112,400,589
Other taxes	-	1,481,454	3,051,787	2,578,900	-	788,722	7,900,863
State basic aid	149,455,662	-	-	-	-	2,367,397	151,823,059
Investment income	3,648,108	-	-	-	106,645	14,184	3,768,937
Federal sources	-	-	-	-	-	13,594,593	13,594,593
Other revenues	12,905,584	259,177	-	2,256,579	463,128	26,992,701	42,877,169
Total revenues	<u>166,009,354</u>	<u>25,785,885</u>	<u>46,692,662</u>	<u>36,997,228</u>	<u>569,773</u>	<u>56,310,308</u>	<u>332,365,210</u>
Expenditures							
Current:							
Instruction	139,871,746	1,516,212	-	210,000	-	23,604,175	165,202,133
Support services	27,119,941	24,047,330	173,226	32,116,046	2,938,132	6,551,998	92,946,673
Operation of noninstructional services	-	-	-	11,000	-	9,371,266	9,382,266
Nonprogrammed charges	-	-	-	-	-	496,772	496,772
Capital outlays	1,444,274	79,785	17,275	4,477,876	23,385,701	291,617	29,696,528
Debt service:							
Principal payments on debt	-	-	41,260,000	2,144,329	-	8,100,000	51,504,329
Interest on debt	-	-	5,849,085	60,007	-	4,696,689	10,605,781
Other debt services	-	-	3,100	-	40,002	16,100	59,202
Total expenditures	<u>168,435,961</u>	<u>25,643,327</u>	<u>47,302,686</u>	<u>39,019,258</u>	<u>26,363,835</u>	<u>53,128,617</u>	<u>359,893,684</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,426,607)</u>	<u>142,558</u>	<u>(610,024)</u>	<u>(2,022,030)</u>	<u>(25,794,062)</u>	<u>3,181,691</u>	<u>(27,528,474)</u>
Other financing sources (uses)							
Issuance of bonds, par	-	-	-	-	28,445,000	-	28,445,000
Issuance of bonds, premium	-	-	-	-	153,510	-	153,510
Transfers in	1,658,724	-	-	-	-	-	1,658,724
Transfers out	-	-	-	(1,650,000)	-	(8,724)	(1,658,724)
Issuance of subscription liabilities	-	-	-	47,304	-	-	47,304
Issuance of financed purchase obligations	-	-	-	1,252,525	-	-	1,252,525
Total other financing sources (uses)	<u>1,658,724</u>	<u>-</u>	<u>-</u>	<u>(337,833)</u>	<u>28,598,510</u>	<u>3,614</u>	<u>29,910,677</u>
Net change in fund balances	(767,883)	142,558	(610,024)	(2,359,863)	2,804,448	3,172,967	2,382,203
Fund balances at beginning of year	<u>9,025,168</u>	<u>10,740,433</u>	<u>13,460,726</u>	<u>4,707,768</u>	<u>27,893,344</u>	<u>20,596,098</u>	<u>86,423,537</u>
Fund balances at end of year	<u>\$ 8,257,285</u>	<u>\$ 10,882,991</u>	<u>\$ 12,850,702</u>	<u>\$ 2,347,905</u>	<u>\$ 30,697,792</u>	<u>\$ 23,769,065</u>	<u>\$ 88,805,740</u>

See accompanying notes to financial statements

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

Net change in total fund balances \$ 2,382,203

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

Governmental funds report outlays for capital assets as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets.

Capital outlay resulting in assets	22,571,641	
Depreciation expense	<u>(14,422,993)</u>	
Capital outlays in excess of depreciation expense		8,148,648

The issuance of long-term debt provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Debt principal repayment	51,504,329	
Debt issuance	(29,744,829)	
Debt premium issuance	<u>(153,510)</u>	
		21,605,990

Governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are amortized in the statement of activities.

Amortization of premiums and discounts		2,614,996
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Some revenues were not collected as of the close of the fiscal year and therefore were not considered to be "available" and are not reported as revenue in the governmental funds. The change from fiscal year 2023 and 2022 consists of:

Property taxes	6,294,278	
Grants receivable	<u>11,434</u>	
		6,305,712

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

Change in deferred outflows and inflows surrounding debt refundings	(89,884)	
Change in long term retainage payable	1,407,649	
Change in interest payable	1,151,190	
Change in OPEB liabilities and deferred outflows and inflows	(84,518)	
Change in pension asset, liability, and deferred outflows and inflows	1,686,370	
Change in compensated absences	<u>(31,149)</u>	
Total		4,039,658

Internal Service Funds are used by management to charge the costs of certain activities, such as insurance to individual funds. The change in net position of the internal service funds is reported with governmental activities.

	<u>1,036,931</u>
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Change in net position of governmental activities \$ 46,134,138

13th

HAMILTON SOUTHEASTERN SCHOOLS
Statement of Fund Net Position – Proprietary Fund
June 30, 2023

	<u>Internal Service</u> <u>Fund</u> <u>Self-Insurance Fund</u>
Current assets	
Cash and cash equivalents	\$ 5,850,302
Receivables, net:	
Other receivables	57,606
Total assets	<u>\$ 5,907,908</u>
Current liabilities	
Accounts payable	\$ 128,515
Claims payable	1,237,596
Total liabilities	<u>1,366,111</u>
Net Position	
Unrestricted	<u>4,541,797</u>
Total liabilities and net position	<u>\$ 5,907,908</u>

See accompanying notes to financial statements

HAMILTON SOUTHEASTERN SCHOOLS
Statement of Revenue, Expenses, and Changes in Fund Net Position – Proprietary Fund
Year ended June 30, 2023

	<u>Internal Service Fund Self-Insurance Fund</u>
Operating revenue	
Other revenues	\$ 30,850,803
Total operating revenue	30,850,803
Operating expenses	
Instruction	128,515
Nonprogrammed charges	29,766,892
Total operating expenses	29,895,407
Operating income	955,396
Nonoperating revenue and expenses	
Investment income	81,535
Total nonoperating revenue (expenses)	81,535
Change in net position	1,036,931
Total net position, beginning of year	3,504,866
Total net position, end of year	\$ 4,541,797

See accompanying notes to financial statements

HAMILTON SOUTHEASTERN SCHOOLS
Statement of Cash Flows – Proprietary Fund
June 30, 2023

	<u>Internal Service Fund Self-Insurance Fund</u>
Cash flows from operating activities	
Cash collected for self-insurance claims	\$ 30,793,197
Claims paid	(30,586,064)
Net cash provided by operating activities	207,133
Cash flows from investing activities	
Proceeds from sales and maturities of investments	2,399,356
Purchases of investments	(910,957)
Interest and dividends	80,733
Net cash provided by investing activities	1,569,132
Net cash increase in cash and cash equivalents	1,776,265
Cash and cash equivalents, beginning of year	4,074,037
Cash and cash equivalents, end of year	\$ 5,850,302
Reconciliation of operating income to net cash provided by operating activities:	
Operating income	\$ 955,396
Adjustments to reconcile operating income to net cash provided by operating activities:	
Increase (decrease) in:	
Other receivables	(57,606)
Accounts payable	128,515
Claims payable	(819,172)
Net cash provided by operating activities	\$ 207,133

See accompanying notes to financial statements

HAMILTON SOUTHEASTERN SCHOOLS
Notes to the Financial Statements
June 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity: Hamilton Southeastern Schools (the “School Corporation”) was established under the laws of the State of Indiana. The School Corporation is comprised of three civil townships — Delaware, Fall Creek and Wayne Townships — all in southeastern Hamilton County. Included within the three civil townships are the incorporated City of Fishers and City of Noblesville and the unincorporated towns of Durbin and Clarksville. The School Corporation is bordered on the west by Carmel Clay Schools and on the north by Noblesville Schools and Hamilton Heights. Hamilton County is adjacent to Marion County and the City of Indianapolis on the South, Boone County on the west, Tipton County on the north and Madison County on the east. Total land area for the School Corporation is approximately 90 square miles.

A seven-member board of school trustees, elected to four-year staggered terms, governs the School Corporation. Administrative functions are carried out by a superintendent of schools, appointed by the board. A central office staff complements the leadership of the superintendent. The central office facilities are located near the population center of the School Corporation, easily accessible from Interstate 69 and Indiana State Highway 37— approximately five minutes from the Hamilton County seat of Noblesville and thirty minutes or less from the Indiana Department of Education Offices in the state capital, Indianapolis.

The School Corporation provides educational services for approximately 20,900 students ages pre-school through high school.

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

Blended Component Unit: The following component unit has been presented as a blended component unit. The Board of the component unit is made up of three community members and a representative from the School Corporation. There is either a financial benefit or burden relationship between the School Corporation and the component unit or management of the primary government has operational responsibility for the component unit or the component units provide services exclusively or almost exclusively to the primary government:

- Hamilton Southeastern Consolidated School Building Corporation (Building Corporation). The component unit is presented as a portion of debt service and construction funds (capital projects).

The component unit detailed above hold bonds currently outstanding in the amount of \$198,925,000. The School Corporation has entered into lease revenue arrangements with the Building Corporation to pay off the entirety of this debt as scheduled. The lease transactions have been eliminated for the reporting entity presentation of financial statements.

Related Parties: The School Corporation is supported by a number of parent teacher organizations and booster groups as well as an Educational Foundation. Each of these organizations are separate legal entities and have their own governing boards. The School Corporation does not control these groups but, does work closely with them to identify areas where they can support educational programs within the schools.

Government-Wide Financial Statements: The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the School Corporation. The effect of interfund activity has been removed from these statements. The School Corporation’s operating activities are all considered “governmental activities,” that is, activities normally supported by taxes and intergovernmental revenues. The School Corporation has no operating activities that would be considered “business type activities.”

HAMILTON SOUTHEASTERN SCHOOLS

Notes to the Financial Statements

June 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include: (1) amounts paid by the recipient of goods or services offered by the program and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Governmental Funds Financial Statements: Governmental funds financial statements are organized and operated on the basis of funds and are used to account for the School Corporation's general governmental activities. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts that comprise its assets, liabilities, deferred inflows of resources, deferred outflows of resources, fund balance, revenues, and expenditures. The minimum number of funds is maintained consistent with legal and managerial requirements.

Measurement Focus and Basis of Accounting: The government-wide financial statements, the internal service fund and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue when all eligibility requirements have been met.

Governmental fund financial statements are reported using the flow of current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both "measurable and available." "Measurable" means that the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the School Corporation considers all revenues available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred. However, expenditures for unmatured principal and interest on general long-term debt are recognized when due; and certain compensated absences, claims, and judgments are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Major Governmental Funds:

The School Corporation reports the following major governmental funds:

- *Education Fund* – the Education Fund is required by IC 20-40-2. It is used to account for all tuition receipts and disbursements related to student instruction and learning.

The Rainy Day fund is reported as a portion of the Education Fund.

- *Operating Referendum Fund* – accounts for receipt of operating referendum tax remittances and disbursements related to support and operation and maintenance services.
 - *Debt Service Fund* - accounts for the accumulation of resources for, and the payment of, long-term debt principal, interest and related costs.
 - *Operations Fund* – the Operations Fund is required by IC 20-40-18. It is used to account for receipt of the operation property tax levy and other excise and local income taxes. It is also used to pay expenses allocated to overhead and operational activities.
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HAMILTON SOUTHEASTERN SCHOOLS
Notes to the Financial Statements
June 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- *Construction Fund* – accounts for construction projects and renovations financed through various bond issuances that are reported in capital projects type funds.

Other Fund Types:

Additionally, the School Corporation reports the following fund types:

- *Nonmajor Debt Service Funds* – Certain nonmajor funds account for the accumulation of resources for, and the payment of, long-term debt principal, interest and related costs.
- *Special Revenue Funds* – Various funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes, other than those accounted for in the Debt Service Fund, Capital Projects Funds, or Fiduciary Funds.
- *Internal Service Funds* – The self-insurance fund is a proprietary fund and accounts for the cost of purchased insurance, the operation and administration of the School Corporation's self-insurance programs, and the cost of administering and collecting the School Corporation's occupational premiums.

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Fund Balance:

Deposits and Investments: 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. State statute (IC 5-13-9) authorizes the School Corporation to invest in securities, including but not limited to, federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

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 cost. Money market investments that mature within one year or less at the date of their acquisition are reported at amortized cost. Other money market investments are reported at fair value.

Investment income, including changes in the fair value of investments, is reported as revenue in the operating statement.

Restricted Assets: All restricted assets, as presented in the accompanying financial statements, are restricted due to debt service requirements, capital requirements and grantor intent.

Interfund Transactions and Balances: Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as interfund receivables/payables.

HAMILTON SOUTHEASTERN SCHOOLS
Notes to the Financial Statements
June 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Deferred Outflows of Resources and Deferred Inflows of Resources: Deferred outflows of resources represent a consumption of net position that applies to future periods. Deferred inflows of resources represent an acquisition of net position that applies to future periods. These amounts will not be recognized as expense or revenue until the applicable period. Lease related deferred inflows represent lease revenue which will be recognized in future periods. The School Corporation's activities are related to recognition of changes in its defined benefit plan's net pension liability that will be amortized in future periods, recognition of changes in its other post-employment benefit plans that will be amortized in future periods and deferred amounts on debt refunding which will be recognized as interest expense over the life of the debt.

On the governmental fund financial statements, the School Corporation reports amounts that are measurable but not yet available (collected within 60 days after year end) as unavailable revenues.

Inventories and Prepaid Items: All material inventories would be recorded at cost using the first in/first out (FIFO) method. Inventories of governmental funds are recorded as expenditures when purchased. 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.

Leases Receivable: The School Corporation is a lessor for noncancellable leases for portions of various land parcels. The School Corporation recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements.

At the commencement of a lease, the School Corporation initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments include how the School Corporation determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- The School Corporation uses the estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

The School Corporation monitors changes in circumstances that would require a remeasurement of its lease, and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

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

HAMILTON SOUTHEASTERN SCHOOLS
Notes to the Financial Statements
June 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital Assets: Capital assets, which include land, land improvements, buildings, equipment, right-to-use subscription assets and construction in progress, are reported in the government-wide financial statements. Capital assets are defined by the School Corporation as assets with an initial individual cost of \$5,000 or more and an estimated useful life of 5 years or more or improvements or renovations that extend the useful life of an asset more than 2 years. Such assets are recorded at cost at the date of acquisition if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

Depreciation of capital assets is provided using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	50
Buses	12
Other Vehicles	10
Machinery and Equipment	5 - 25

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

Long-Term Obligations: In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts are amortized over the life of the applicable bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed in the year of issuance.

In the fund financial statements, governmental funds recognize bond premiums and discounts during the period incurred. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

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

- *Net investment in capital assets* - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets less any unspent debt proceeds.
- *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.
- *Unrestricted net position* - All other net position that do not meet the definition 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, and then unrestricted resources as they are needed.

HAMILTON SOUTHEASTERN SCHOOLS

Notes to the Financial Statements

June 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Pensions: The School Corporation has recorded a net pension liability reflecting their proportionate share of the difference between the total pension liabilities and the fiduciary net positions of the Indiana Public Retirement System (INPRS) plans:

- Public Employee's Retirement Fund (PERF) Plan
- Teacher's Retirement Fund (TRF) Plan

Although the School Corporation participates in the TRF Pre-1996 Plan, this has not been included in the measurement of net pension liabilities and related deferred inflows and outflows of resources. The TRF Pre-1996 Plan is a liability of the State of Indiana, due to its status as a special funding situation. The School Corporation does not make contributions to the plan. The School Corporation records revenue and expense at the government wide level for the value of the School's Corporations proportionate share of pension expense.

For purposes of measuring the net pension liabilities, deferred outflows and inflows of resources related to pensions, and pension expense, information about the fiduciary net position of INPRS Plans and additions to/deductions from the INPRS Plans' fiduciary net position have been determined on the same basis as they are reported by the INPRS system. 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.

Other Post-Employment Benefits: For purposes of measuring the School Corporation's Post-Employment Benefits Other than Pensions ("OPEB") liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the Plan and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, the Plan recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments and participating interest earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost.

Compensated Absences: Only 260-day staff receive vacation days. Vacation days must be used within 13 months of when they are received, or they are lost. In all cases of separation from service (voluntary, involuntary, retirement) an employee's remaining balance of vacation days will be paid on the final paycheck. Unused sick days may accrue up to a maximum limit based on employee group. When an employee's accumulated sick leave exceeds two-thirds of the maximum at the end of the school year, the employee may elect to receive payment for up to a defined number based on their employee group. If an employee leaves the School Corporation, sick days are not eligible to be paid out.

Property Tax Abatements: Under the state statute, IC 6-1.1-12.1, Hamilton County, and cities and towns within Hamilton County, provide tax abatements for rehabilitation or redevelopment of real property in economic revitalization areas. The tax abatements under this statute are for real property tax and personal property tax. For Hamilton County's calendar year 2022, tax amounts of approximately \$290,018 were abated. These abatements have a lesser impact on the School Corporation's collection of property taxes due to allocation to many underlying tax units.

Hamilton County - Real property	\$ 9,128
All Cities and Towns within Hamilton County - Real property	116,894
All Cities and Towns within Hamilton County - Personal property	<u>163,996</u>
	<u>\$ 290,018</u>

HAMILTON SOUTHEASTERN SCHOOLS
Notes to the Financial Statements
June 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Commitments and Contingencies: In the ordinary course of business, a number of claims and lawsuits may arise from individuals seeking compensation for incidents occurring in the operation of the School Corporation. In addition, the School Corporation has been named as a defendant litigation relating to personnel and contractual matters. Management does not believe that the outcome of these claims will have a material adverse effect on the School Corporation's financial position. However, in the event of an unfavorable outcome in one or more of these matters, the impact could be material to the School Corporation's financial position or results of operations.

Eliminations and Reclassifications: In the process of aggregating data for the government-wide financial statements, some amounts reported as interfund activity and balances were eliminated or reclassified.

Use of Estimates: The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, deferred inflows and deferred outflows and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Subsequent Events: In December 2023, the School Corporation issued \$35 million of general obligation bonds for capital projects. Semiannual principal and interest payments are due beginning in June 2024. The bonds mature in December 2024.

Accounting Pronouncements: In 2023, the School Corporation implemented GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*. The objective of this Statement is to better meet the information needs of financial statement users by establishing uniform accounting and financial reporting requirements for subscription-based information technology arrangements (SBITAs), improving the comparability of financial statements among governments that have entered into SBITAs; and enhancing the understandability, reliability, relevance, and consistency of information about SBITAs. As a result of implementation, the School Corporation reported a subscription asset with a net book value of approximately \$150,000 and a subscription liability of approximately \$168,000. The implementation did not have an impact on beginning fund balance or net position.

HAMILTON SOUTHEASTERN SCHOOLS
Notes to the Financial Statements
June 30, 2023

NOTE 2 - FUND BALANCES

The components of fund balance include the following line items:

	Education Fund	Operating Referendum Fund	Debt Service Fund	Operations Fund	Construction Fund	Nonmajor Governmental Funds	Total
Nonspendable fund balance:	\$ -	\$ -	\$ -	\$ 570,421	\$ -	\$ 21,800	\$ 592,221
Restricted fund balance:							
Facility maintenance and capital needs	-	-	-	1,777,484	30,697,792	-	32,475,276
Board and Superintendent	-	10,882,991	-	-	-	-	10,882,991
Debt service	-	-	12,850,702	-	-	12,051,934	24,902,636
Grant expenses	-	-	-	-	-	1,928,695	1,928,695
Total	-	10,882,991	12,850,702	1,777,484	30,697,792	13,980,629	70,189,598
Committed fund balance:	10,148,617	-	-	-	-	-	10,148,617
Assigned fund balance:							
Food services	-	-	-	-	-	6,225,509	6,225,509
Textbook program	-	-	-	-	-	824,976	824,976
Instruction	-	-	-	-	-	4,287,576	4,287,576
Other	-	-	-	-	-	49,157	49,157
Total	-	-	-	-	-	11,387,218	11,387,218
Unassigned fund balance:	(1,891,332)	-	-	-	-	(1,620,582)	(3,511,914)
	<u>\$ 8,257,285</u>	<u>\$ 10,882,991</u>	<u>\$ 12,850,702</u>	<u>\$ 2,347,905</u>	<u>\$ 30,697,792</u>	<u>\$ 23,769,065</u>	<u>\$ 88,805,740</u>

Fund Balance Classifications. Fund balances are divided into five classifications for the Governmental Fund financial statements based on Governmental Accounting Standards Board (GASB) Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions as follows:

- Nonspendable fund balance is inherently nonspendable, such as portions of net resources that cannot be spent because of their form and portions of net resources that cannot be spent because they must remain intact.
- Restricted fund balance has externally enforceable limitations on use, such as limitations imposed by creditors, grantors, contributors, or laws and regulations of other government as well as limitations imposed by law through constitutional provision or enabling legislation.
- Committed fund balance has self-imposed limitations set in place prior to the end of the period. The limitations are imposed at the highest level of decision making that requires formal action at the same level to remove. For the primary government, the School Corporation Board is the highest level of decision making.

As of June 30, 2023, the Rainy Day fund, reported as part of the Education fund, was reported as committed for the purpose of funding various expenses, including health and property insurance premiums, utilities, equipment and bus purchases, land purchases, construction of facilities, textbooks, transportation, plant operation, technology, and expenses related to the general fund referendum. The Rainy Day fund also was committed to make up for shortfalls should there be a loss of interest income. The funds are not to be used for contract negotiations.

- Assigned fund balance represents amounts that are intended to be used by the primary government for specific purposes but do not meet the criteria to be classified as restricted or committed.

HAMILTON SOUTHEASTERN SCHOOLS

Notes to the Financial Statements

June 30, 2023

NOTE 2 - FUND BALANCES (Continued)

- Unassigned fund balance is the total fund balance in the general fund in excess of nonspendable, restricted, committed, and assigned fund balance. Any negative fund balance in other funds would also be classified into this category.

If there is an expenditure incurred for purposes for which both restricted and unrestricted fund balance is available, the School Corporation will consider restricted fund balance to have been spent before unrestricted fund balance. Further, if there is an expenditure incurred for purposes for which committed, assigned, or unassigned fund balance classifications could be used, then the School Corporation will consider committed fund balance to be spent before assigned fund balance and consider assigned fund balance to be spent before unassigned fund balance.

Various nonmajor special revenue funds and the Education fund had deficit fund balances at June 30, 2023.

NOTE 3 - DEPOSITS AND INVESTMENTS

Cash: The carrying amount of cash was \$89,981,457 at June 30, 2023, while the bank balances were \$100,340,380. The bank balances were insured by the Federal Deposit Insurance Corporation or the Public Deposit Insurance Fund, which covers all public funds held in approved depositories.

Money Market Accounts: As of June 30, 2023, the School Corporation holds \$22,574,541 in money market accounts. These have been reported under amortized cost.

Deposits: Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. IC 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 School Corporation does not have a deposit policy for custodial credit risk, as funds are only deposited into eligible state depositories.

Investments: State statute (IC 5-13-9) authorizes the School Corporation to invest in securities, including but not limited to, federal government securities, repurchase agreements and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local government units.

Accounting Principles Generally Accepted in the United States of America (GAAP) defines fair value as the price that would be received for an asset or paid to transfer a liability (an exit price) in the School Corporation's principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. GAAP establishes a fair value hierarchy, which requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value.

The standard describes three levels of inputs that may be used to measure fair value:

Level 1: Quoted prices (unadjusted) for identical assets or liabilities in active markets that the entity has the ability to access as of the measurement date.

Level 2: Significant other observable inputs other than Level 1 prices such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data.

Level 3: Significant unobservable inputs that reflect a reporting entity's own assumptions about the assumptions that market participants would use in pricing an asset or liability.

As of June 30, 2023, the School Corporation did not hold any investments.

HAMILTON SOUTHEASTERN SCHOOLS
Notes to the Financial Statements
June 30, 2023

NOTE 3 - DEPOSITS AND INVESTMENTS (Continued)

Custodial Credit Risk: Custodial credit risk for investments is the risk that, in the event of failure of the counterparty to a transaction, an organization will not be able to recover the value of investments or collateral securities that are in possession of an outside party. At June 30, 2023, the School Corporation held funds with three institutions in excess of FDIC limits. The institutions at which these securities are held participate in the Indiana Public Deposit Insurance Fund. Therefore, these funds would be insured by the State of Indiana.

Credit Risk: Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The School Corporation's investment holdings are not subject to credit risk as all are U.S. government obligations.

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's investment holdings are not subject to this credit risk as all are U.S. government obligations.

NOTE 4 – RESTRICTED ASSETS

The School Corporation and the Building Corporation have cash and investments that are externally restricted for their use by either a tax levy, operating or capital referendum, or bond issuance related funds (debt service or construction proceeds) held by the School Corporation or held in trust for the Building Corporation as follows as June 30, 2023:

	<u>Bond Funds (Proceeds)</u>	<u>Bond funds (Debt Service)</u>	<u>Tax Levy</u>	<u>Grants and Other</u>	<u>Building Corporation Trust (Construction)</u>	<u>Building Corporation Trust (Debt Service)</u>	<u>Total</u>
Governmental Activities:							
Major Funds:							
Operating Referendum	\$ -	\$ -	\$ 14,757,375	\$ -	\$ -	\$ -	\$ 14,757,375
Debt Service	-	7,231,986	-	-	-	1,518,716	8,750,702
Bond Construction	20,150,125	-	-	-	10,527,397	-	30,677,522
Non-Major Funds:							
Debt Service	-	253,326	-	-	-	-	253,326
Referendum Debt	-	5,325,993	-	-	-	6,572,615	11,898,608
Grants	-	-	-	1,787,963	-	-	1,787,963
Totals	<u>\$ 20,150,125</u>	<u>\$ 12,811,305</u>	<u>\$ 14,757,375</u>	<u>\$ 1,787,963</u>	<u>\$ 10,527,397</u>	<u>\$ 8,091,331</u>	<u>\$ 68,125,496</u>

NOTE 5 - ACCOUNTS RECEIVABLES

The School Corporation reports receivables for property taxes receivable, interest on investments, intergovernmental receivables, lease receivables and operating activities. Property taxes represent an estimate of anticipated second distribution for the January 1, 2023 tax levy that will be collected in November and December 2023. Intergovernmental receivables are primarily state funding or grants. Intergovernmental receivables are primarily grants distributed from the Indiana Department of Education. Operating accounts receivable at June 30, 2023 consist of student receivables, nutrition claims receivable, and other receivables. Management has determined certain accounts to not be fully collectible and has thus recorded an allowance for uncollectible accounts.

HAMILTON SOUTHEASTERN SCHOOLS
Notes to the Financial Statements
June 30, 2023

NOTE 5 - ACCOUNTS RECEIVABLES (Continued)

Receivables balances at June 30, 2023, include the following:

<u>Receivables Category</u>	<u>June 30, 2023</u> <u>Balance</u> <u>Governmental</u> <u>Funds</u>
Property taxes	\$ 54,133,385
Interest on investments	483,866
Intergovernmental	1,498,606
Leases	599,794
Operating:	
Student receivables	427,103
Other receivables	844,698
Total gross operating	<u>1,271,801</u>
Less allowance for uncollectible accounts	<u>(140,324)</u>
Net operating	<u>1,131,477</u>
 Total Receivables	 <u>\$ 57,847,128</u>

The School Corporation leases various portions of land parcels to local farmers for farmland and other companies for cell tower space, within the Operations Fund. The leases for farmland expire in December 2023. The leases for cell tower space have various lease expiration dates extending until November 2047. The School Corporation recognized \$146,706 in lease revenue and \$10,769 in interest revenue during the current fiscal year related to these leases. As of June 30, 2023, the School Corporation's receivable for lease payments was \$599,794.

Also, the School Corporation has a deferred inflow of resources associated with these leases that will be recognized as revenue over the lease terms. As of June 30, 2023, the balance of the deferred inflow of resources was \$598,162.

HAMILTON SOUTHEASTERN SCHOOLS
Notes to the Financial Statements
June 30, 2023

NOTE 6 - CAPITAL ASSETS

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

	Beginning Balance (Restated)	Increases	Decreases	Ending Balance
Governmental activities:				
Nondepreciable capital assets				
Land	\$ 21,016,185	\$ -	\$ -	\$ 21,016,185
Construction in Progress	31,316,850	20,367,796	11,523,920	40,160,726
Total nondepreciable capital assets	<u>52,333,035</u>	<u>20,367,796</u>	<u>11,523,920</u>	<u>61,176,911</u>
Other capital assets				
Buildings	660,237,297	11,523,920	-	671,761,217
Buses	23,635,779	435,906	957,965	23,113,720
Other Vehicles	655,761	143,634	-	799,395
Machinery and Equipment	4,770,158	324,476	16,000	5,078,634
Financed Purchase Assets	11,730,466	1,252,525	-	12,982,991
Subscription Assets	136,531	47,304	-	183,835
Total other capital assets	<u>701,165,992</u>	<u>13,727,765</u>	<u>973,965</u>	<u>713,919,792</u>
Less: Accumulated depreciation				
Buildings	271,933,548	11,420,634	-	283,354,182
Buses	18,330,511	1,346,035	957,965	18,718,581
Other Vehicles	426,581	45,254	-	471,835
Machinery and Equipment	3,590,109	278,434	16,000	3,852,543
Financed Purchase Assets	3,449,413	1,297,955	-	4,747,368
Subscription Assets	-	34,681	-	34,681
Total accumulated depreciation	<u>297,730,162</u>	<u>14,422,993</u>	<u>973,965</u>	<u>311,179,190</u>
Total other capital assets, net	<u>403,435,830</u>	<u>(695,228)</u>	<u>-</u>	<u>402,740,602</u>
Total governmental activity capital assets, net	<u>\$ 455,768,865</u>	<u>\$ 19,672,568</u>	<u>\$ 11,523,920</u>	<u>\$ 463,917,513</u>

Depreciation expense was recognized in the operating activities of the School Corporation as follows:

<u>Governmental Activities</u>	<u>Depreciation</u>
Instruction	\$ 12,556,079
Support services	<u>1,866,914</u>
Total depreciation expense - governmental activities	<u>\$ 14,422,993</u>

As of June 30, 2023, the School Corporation had approximately \$23.0 million of construction commitments related to building renovations outstanding.

HAMILTON SOUTHEASTERN SCHOOLS
Notes to the Financial Statements
June 30, 2023

NOTE 7 - LONG-TERM LIABILITIES

Changes in General Long-Term Liabilities: The following is the long-term liability activity for the School Corporation for the year ended June 30, 2023:

	Beginning Balance (Restated)	Additions	Deletions	Ending Balance	Due Within One Year
Governmental activities:					
Direct Borrowings and Placements:					
<i>School Corporation</i>					
General obligation bonds payable	\$ 6,895,000	\$ 17,445,000	\$ 8,975,000	\$ 15,365,000	\$ 9,200,000
	6,895,000	17,445,000	8,975,000	15,365,000	9,200,000
<i>Building Corporation</i>					
Revenue bonds payable	28,360,000	-	2,475,000	25,885,000	3,045,000
	28,360,000	-	2,475,000	25,885,000	3,045,000
Total direct borrowings and placements	35,255,000	17,445,000	11,450,000	41,250,000	12,245,000
Other Debt:					
<i>School Corporation</i>					
General obligation bonds payable	10,575,000	11,000,000	15,325,000	6,250,000	6,250,000
Bond premiums	4,159,580	153,510	599,645	3,713,445	-
Pension obligation bonds payable	730,000	-	355,000	375,000	375,000
Financed purchase obligations payable	2,774,462	1,252,525	2,128,495	1,898,492	1,468,419
Subscription liability	136,531	47,304	15,834	168,001	61,023
Compensated absences	268,752	433,322	402,173	299,901	-
Net pension liability - PERF	5,341,157	10,467,746	2,926,130	12,882,773	-
Net pension liability (asset) - TRF 1996	(10,901,571)	31,424,477	5,892,172	14,630,734	-
Other post-employment benefits liabilities	5,738,253	437,024	1,518,946	4,656,331	-
	18,822,164	55,215,908	29,163,395	44,874,677	8,154,442
<i>Building Corporation</i>					
Revenue bonds payable	195,270,000	-	22,230,000	173,040,000	22,020,000
Bond premiums	9,942,779	-	2,015,352	7,927,427	-
	205,212,779	-	24,245,352	180,967,427	22,020,000
Total other debt	224,034,943	55,215,908	53,408,747	225,842,104	30,174,442
Total	\$ 259,289,943	\$ 72,660,908	\$ 64,858,747	\$ 267,092,104	\$ 42,419,442

The debt service fund, capital referendum fund, and pension obligation debt service fund are typically used to liquidate the above liabilities.

During the year, the School Corporation issued \$11 million of general obligation bonds. The bonds closed in October 2022 and were issued for the purpose of renovating an elementary school and a transportation center.

The School Corporation also issued \$17.45 million of general obligation bonds. The bonds closed in December 2022 and were issued for the purpose of renovating and improving an elementary school.

Bonds payable: The School Corporation's General obligation bonds and pension bonds are direct obligations and pledge the full faith and credit of the School Corporation. Bonds currently outstanding are as follows:

General Obligation Bonds:

Purpose	Maturity Date	Interest Rate (%)	Original Amount	Outstanding Balance
General Obligation Bonds of 2017B	12/31/2037	2.90	8,250,000	\$ 6,535,000
General Obligation Bonds of 2019	12/31/2023	2.00 - 3.00	17,400,000	630,000
HSE Amended Taxable General Obligation Pension Bonds of 2003	1/5/2024	4.51 - 5.31	3,197,498	375,000
Hamilton Southeastern Schools General Obligation Bonds of 2022	12/31/2023	5.00	11,000,000	5,620,000
Hamilton Southeastern Schools General Obligation Bonds of 2022B	12/31/2023	4.95	17,445,000	8,830,000
Total				\$ 21,990,000

HAMILTON SOUTHEASTERN SCHOOLS
Notes to the Financial Statements
June 30, 2023

NOTE 7 – LONG-TERM LIABILITIES (Continued)

The Hamilton Southeastern Consolidated School Building Corporation revenue bonds are currently outstanding are as follows:

Purpose	Maturity Date	Interest Rate (%)	Original Amount	Outstanding Balance
Ad Valorem Property Tax First Mortgage Refunding Bonds, Series 2012A	1/15/2025	2.25	31,695,000	\$ 4,325,000
Ad Valorem Property Tax First Mortgage Refunding Bonds, Series 2012B	1/15/2026	1.89 - 5.00	28,660,000	7,885,000
Unlimited Ad Valorem Property Tax First Mortgage Bonds, Series 2014A	1/15/2034	3.00 - 5.00	21,365,000	16,900,000
Unlimited Ad Valorem Property Tax First Mortgage Bonds, Series 2014B	1/15/2034	3.00 - 5.00	21,835,000	17,035,000
Ad Valorem Property Tax First Mortgage Refunding Bonds, Series 2015A	1/15/2027	3.00 - 4.00	4,715,000	1,945,000
Ad Valorem Property Tax First Mortgage Refunding Bonds, Series 2015B	1/15/2028	3.00 - 5.00	14,745,000	6,915,000
Ad Valorem Property Tax First Mortgage Refunding Bonds, Series 2015C	1/15/2029	3.00 - 5.00	22,095,000	11,500,000
Ad Valorem Property Tax First Mortgage Refunding Bonds, Series 2015D	1/15/2024	3.00 - 5.00	35,750,000	2,770,000
Unlimited Ad Valorem Property Tax First Mortgage Bonds, Series 2015F	1/15/2034	4.00 - 5.00	22,010,000	17,200,000
Unlimited Ad Valorem Property Tax First Mortgage Bonds, Series 2015G	1/15/2034	4.00 - 5.00	18,055,000	14,210,000
Ad Valorem Property Tax First Mortgage Refunding Bonds, Series 2016	1/15/2027	3.00 - 5.00	34,085,000	19,060,000
Ad Valorem Property Tax First Mortgage Refunding Bonds, Series 2017	1/15/2029	2.13 - 5.00	9,560,000	5,815,000
Ad Valorem Property Tax First Mortgage Refunding Bonds, Series 2018	1/15/2039	4.00 - 5.00	20,705,000	18,470,000
Ad Valorem Property Tax First Mortgage Bonds, Series 2021	1/15/2041	3.00 - 4.00	30,405,000	29,010,000
Unlimited Ad Valorem Property Tax First Mortgage Refunding Bonds, Series 2022	1/16/2031	2.67	25,885,000	25,885,000
				<u>\$ 198,925,000</u>

Annual debt service requirements to maturity for other bonds are as follows for governmental activities:

Fiscal Year	Principal	Interest	Total
2024	\$ 28,645,000	\$ 7,534,751	\$ 36,179,751
2025	21,310,000	6,475,214	27,785,214
2026	20,725,000	5,537,627	26,262,627
2027	18,770,000	4,629,689	23,399,689
2028-2032	51,680,000	14,586,275	66,266,275
2033-2037	29,630,000	4,228,750	33,858,750
2038-2042	8,905,000	559,075	9,464,075
Total	<u>\$ 179,665,000</u>	<u>\$ 43,551,381</u>	<u>\$ 223,216,381</u>

HAMILTON SOUTHEASTERN SCHOOLS
Notes to the Financial Statements
June 30, 2023

NOTE 7 – LONG-TERM LIABILITIES (Continued)

Annual debt service requirements to maturity for direct borrowings and direct placement bonds and bond anticipation notes are as follows for governmental activities:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 12,245,000	\$ 825,006	\$ 13,070,006
2025	3,480,000	544,600	4,024,600
2026	3,540,000	481,487	4,021,487
2027	3,605,000	417,291	4,022,291
2028-2032	15,575,000	1,092,956	16,667,956
2033-2037	2,530,000	245,995	2,775,995
2038-2042	275,000	3,988	278,988
Total	<u>\$ 41,250,000</u>	<u>\$ 3,611,323</u>	<u>\$ 44,861,323</u>

Upon default of the School Corporation's direct debt and the general obligation debt held by the School Corporation, the Registrar may file a claim with the Treasurer of the State of Indiana for any amount in default.

The other debt held by the Building Corporation requires the Building Corporation to surrender possession of property associated with each debt issuance to the Trustee in the event of a default. Additionally, in the event of default, the Trustee may request at least 25% of the principal amount of the bonds outstanding.

Financed purchase obligations: The School Corporation has entered into various financed purchase obligation agreements for school buses. Interest rates on the agreements range from 0.70% to 2.85%. These assets have an acquisition cost of \$12,982,991, accumulated depreciation of \$4,747,368 and a net book value of \$8,235,623. The future minimum obligations and the net present value of these minimum payments as of June 30, 2023 are as follows:

<u>Fiscal Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	1,468,419	33,120	1,501,539
2025	430,073	13,074	443,147
	<u>\$ 1,898,492</u>	<u>\$ 46,194</u>	<u>\$ 1,944,686</u>

HAMILTON SOUTHEASTERN SCHOOLS
Notes to the Financial Statements
June 30, 2023

NOTE 8 – INTERFUNDS AND TRANSFERS

Temporary loans are made between funds for cash flow purposes to cover operating expenses until property tax and student lunch payments are received. All temporary loans will be repaid on or before December 31, 2023. Individual fund interfund receivable and payable balances at June 30, 2023 were as follows:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Governmental Activities:		
Major Funds:		
Operations	\$ -	\$ 11,000,000
Debt Service	4,100,000	-
Education (Rainy Day)	11,233,893	-
Operating Referendum	-	3,000,000
Non-Major Funds:		
Special Revenue	-	1,233,893
Debt Service	-	100,000
Totals	<u>\$ 15,333,893</u>	<u>\$ 15,333,893</u>

<u>Transfer In</u>	<u>Transfer Out</u>	<u>Amount</u>
Education	Operations	\$ 1,650,000
Education	Nonmajor debt service fund	8,724
Total		<u>\$ 1,658,724</u>

NOTE 9 - RISK MANAGEMENT

The School Corporation is 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 (excluding postemployment benefits); and natural disasters.

The risks of torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; and natural disasters are covered by commercial insurance from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years. There were no significant reductions in insurance by major category of risk.

Self-insurance plan: The School Corporation has adopted a plan of self-insuring employee group medical, dental, and vision insurance. Expenses are recorded as incurred. Insurance policies limit the School Corporation's annual liability to \$1,000,000 per individual and the annual aggregate limit to \$2,000,000.

HAMILTON SOUTHEASTERN SCHOOLS
Notes to the Financial Statements
June 30, 2023

NOTE 9 - RISK MANAGEMENT (Continued)

The accrual represents the School Corporation's estimate of claims and fees that were incurred but unpaid as of the end of the year. At June 30, 2023, the School Corporation estimates this liability to be as follows:

	June 30, 2023	June 30, 2022
	Balance	Balance
Liability, beginning of year	\$ 2,056,768	\$ 3,066,437
Add: Current year claims incurred	29,766,892	29,594,883
Less: Payment of current year claims	(30,586,064)	(30,604,552)
Liability, end of year	\$ 1,237,596	\$ 2,056,768

NOTE 10 - PENSION PLANS

The School Corporation participates in three pension plans, which are administered by the Indiana Public Employees' Retirement System (INPRS).

Pension Plan Fiduciary Net Position: Detailed information about the pension plans' fiduciary net position is available in a stand-alone financial report of INPRS that includes financial statements and required supplementary information for the plans as a whole. These reports may be obtained by writing the Indiana Public Retirement System, One North Capitol, Suite 001, Indianapolis, IN 46204, by calling (888) 526-1687, by emailing questions@inprs.in.gov, or by visiting www.in.gov/inprs.

Public Employees' Retirement Fund

Plan Description: The School Corporation participates in the Public Employees' Retirement Fund (PERF), 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). The School Corporation does not participate in the My Choice plan. 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.

HAMILTON SOUTHEASTERN SCHOOLS
Notes to the Financial Statements
June 30, 2023

NOTE 10 - PENSION PLANS (Continued)

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 2023 is 11.2% 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. Contributions to the PERF plan from the School Corporation were \$2,842,843 for the fiscal year ended 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 non-vested 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 percent of the pension benefit component. This annual pension benefit is equal to 1.1 percent 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 percent 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 percent 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 percent. This amount is reduced five (5) percentage points per year (e.g., age 58 is 84 percent) to age 50 being 44 percent.

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.

HAMILTON SOUTHEASTERN SCHOOLS
Notes to the Financial Statements
June 30, 2023

NOTE 10 - PENSION PLANS (Continued)

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.

Financial Report: INPRS issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for its participants. The report is available online at <http://www.inprs.in.gov/>.

Teachers' Retirement Plan 1996 Account:

Plan Description: The Teachers' Retirement Fund (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 public schools of Indiana. State statute (IC 5-10.2) gives the School Corporation authority to contribute and governs most requirements of the system. The TRF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account.

For employees entering into TRF-covered employment after July 1, 2019, there are two choices of retirement plans: the TRF Hybrid Plan (Hybrid) and the TRF My Choice Retirement Savings Plan (My Choice). If employees do not make a choice, they will default to the Hybrid plan. Their choice, or default is irrevocable.

Contributions: Contributions are determined by the INPRS Board based on an actuarial valuation. Employers contribute 6.0 percent of covered payroll. No member contributions are required. For the fiscal year ended June 30, 2023, there were 1,506 School Corporation employees participating in TRF with annual pay equal to \$94,479,429.

Both the Hybrid and My Choice plans account consists of members' contributions, set by state statute at 3.0 percent of compensation, plus the interest credited to the member's account. The employer must pay the 3.0 percent contribution for those members enrolled in the My Choice Plan. However, the employer can choose to pay the 3.0 percent contribution for those members enrolled in the Hybrid Plan.

The annuity savings account consists of the member's contributions, set by state statute at three percent of compensation, plus the interest credited to the member's account. The School Corporation has elected to make the contributions on behalf of the member. The School Corporation's contributions to both Teachers' Retirement Plans combined, including those made to the annuities on behalf of the members, for the fiscal year ended June 30, 2023, was \$8,776,057, \$5,476,580 of which was contributed to the defined benefit plan.

HAMILTON SOUTHEASTERN SCHOOLS

Notes to the Financial Statements

June 30, 2023

NOTE 10 - PENSION PLANS (Continued)

Retirement Benefits: A member is entitled to a full retirement benefit 1) at age 65 with at least 10 years of creditable service, 2) at age 60 with at least 15 years of creditable service, 3) at age 55 if age and creditable service total at least 85, 4) at age 55 with 20 years of creditable service and active as an elected official in the TRF-covered position. A member is entitled to an early retirement benefit at age 50 and minimum of 15 years of creditable service. The benefit is 44 percent at age 50, increasing five percent per year up to 89% at age 59.

The lifetime annual benefit equals the years of creditable service multiplied by the average highest five-year annual salary multiplied by 1.1 percent (minimum of \$185 per month). Average annual compensation is outlined in IC 5-10.2-4-3 and includes compensation of not more than \$2,000 received from the employer in severance.

Postretirement benefit increases are granted on an ad hoc basis pursuant to IC 5-10.2-12-4 and administered by the INPRS Board.

Disability and Survivor Benefits: An active member qualifying for Social Security disability with five years of creditable service may receive an unreduced retirement benefit for the duration of their disability (minimum of \$185 per month). Under certain conditions, active TRF members may qualify for a classroom disability benefit of at least \$125 per month. If death occurs while in active service, a spouse or dependent beneficiary of a member with a minimum of 15 years of creditable services receives a benefit as if the member retired the later of age 50 or the age the day before the member's death. If death occurs while receiving a benefit, a spouse or dependent receives the benefit associated with the member's selected form of payment: Five Year Certain & Life, Joint with 100% Survivor Benefits, Joint with Two-Thirds Survivor Benefits, or Joint with One-Half Survivor Benefits.

Financial report: INPRS issues a publicly available stand-alone financial report that includes financial statements and required supplementary information for the plan as a whole. This report may be obtained by writing the Indiana Public Retirement System, One North Capitol, Suite 001, Indianapolis, IN 46204, by calling (844) 464-6777, by emailing questions@inprs.in.gov, or by visiting www.in.gov/inprs.

Teachers' Retirement Pre-1996 Account:

Plan Description: The Indiana State Teachers' Retirement Fund Pre-1996 Account (TRF Pre-1996) is a pay-as-you-go cost-sharing, multiple-employer defined benefit plan providing retirement, disability, and survivor benefits for teachers, administrators, and certain INPRS personnel hired before July 1, 1996. Membership in TRF Pre-1996 is closed to new entrants. TRF Pre-1996 is a component of the Teachers' Hybrid Plan. The Teachers' Hybrid Plan consists of two components: TRF Pre-1996, the monthly employer-funded defined benefit component, along with TRF DC, a member-funded account.

This Plan's pension liabilities are the responsibility of the State of Indiana, so no net pension liability is recorded for the School Corporation's reporting entity. The State of Indiana assumes 100% of the net pension liability for the plan. The net pension liability and pension expense associated with the School Corporation was \$65,781,736 and \$4,014,894 as of, and for the year ended June 30, 2022 valuation date. The School Corporation's share of nonemployer contributing entity contributions made by the State of Indiana was approximately \$11,400,477 for the year ended June 30, 2023, which is based on a June 30, 2022 measurement date.

HAMILTON SOUTHEASTERN SCHOOLS

Notes to the Financial Statements

June 30, 2023

NOTE 10 - PENSION PLANS (Continued)

Retirement Benefits: A member is entitled to a full retirement benefit 1) at age 65 with at least 10 years of creditable service, 2) at age 60 with at least 15 years of creditable service, 3) at age 55 if age and creditable service total at least 85, 4) at age 55 with 20 years of creditable service and active as an elected official in the TRF-covered position, or 5) at age 70 with 20 years of creditable service and still active in the TRF-covered position. A member is entitled to an early retirement benefit at age 50 and minimum of 15 years of creditable service. The benefit is 44 percent of full benefit at age 50, increasing five percent per year up to 89 percent at age 59. The lifetime annual benefit equals the years of creditable service multiplied by the average highest five-year annual salary multiplied by 1.1 percent (minimum of \$185 per month). The average annual compensation is outlined in IC 5-10.2-4-3 and includes compensation of not more than \$2,000 received from the employer in severance. Postretirement benefit increases are granted on an ad hoc basis pursuant to IC 5-10.2-12-4 and administered by the INPRS Board. For the year ended June 30, 2020, postretirement benefits of \$30.6 million were issued to members as a 13th check.

Disability and Survivor Benefits: An active member qualifying for Social Security disability with five years of creditable service may receive an unreduced retirement benefit for the duration of their disability (minimum of \$185 per month). Under certain conditions, active TRF members may qualify for a classroom disability benefit of at least \$125 per month. If death occurs while in active service, a spouse or dependent beneficiary of a member with a minimum of 15 years of creditable service receives a benefit as if the member retired the later of age 50 or the age the day before the member's death. If death occurs while receiving a benefit, a spouse or dependent receives the benefit associated with the member's selected form of payment: Five Year Certain & Life, Joint with 100% Survivor Benefits, Joint with Two-Thirds Survivor Benefits, or Joint with One-Half Survivor Benefits.

Contributions: According to statute, the TRF Pre-1996 fund is funded primarily by appropriations from the state general fund and lottery proceeds. No member or employer contributions are required. TRF Pre-1996 Account members contribute three percent of covered payroll to their annuity savings account, which is not used to fund the defined benefit pension. The employer may elect to make the contributions on behalf of the member. In addition, members may elect to make additional voluntary contributions, under certain criteria, of up to ten percent of their compensation into their annuity savings accounts. The School Corporation has elected to make three percent contributions on behalf of their participating employees. For the fiscal year ended June 30, 2023, the School Corporation showed 107 employees participating in the Teachers' Retirement Fund Pre-1996 Account with annual payroll equal to \$9,186,430.

Financial Report: INPRS issues a publicly available stand-alone financial report that includes financial statements and required supplementary information for the plan as a whole. This report may be obtained by writing the Indiana Public Retirement System, One North Capitol, Suite 001, Indianapolis, IN 46204, by calling (844) 464-6777, by emailing questions@inprs.in.gov, or by visiting www.in.gov/inprs.

Pension Liabilities/Assets, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: At June 30, 2023, the School Corporation reported a net pension liability of \$12,882,773 for PERF and a net pension liability of \$14,630,734 for TRF, for their proportionate share of the multiple employer cost-sharing defined benefit plans. The School Corporation's proportionate share of the net pension liability and asset was based on the School Corporation's wages as a proportion of total wages.

HAMILTON SOUTHEASTERN SCHOOLS
Notes to the Financial Statements
June 30, 2023

NOTE 10 - PENSION PLANS (Continued)

	<u>PERF</u>		<u>TRF-1996</u>		<u>Aggregate</u>
Measurement Date		June 30, 2022		June 30, 2022	
Proportionate Share		0.0040848		0.0222199	
Net Pension Liability/(Asset)	\$	12,882,773	\$	14,630,734	\$ 27,513,507
Deferred Outflow of Resources	\$	6,566,705	\$	27,354,833	\$ 33,921,538
Deferred Inflow of Resources	\$	975,249	\$	10,525,042	\$ 11,500,291
Pension Expense	\$	1,537,747	\$	5,129,840	\$ 6,667,587

The PERF proportionate share in the previous year was 0.0040591 and TRF-1996 was 0.0232051.

Deferred inflows or outflows of resources resulting from the differences between projected and actual investment earnings on Plan investments are amortized over a 5-year period. A change in an employer's proportionate share represents the change as of the current year measurement date versus the prior year measurement date and is amortized over the average expected remaining service lives of the plan. The difference between an employer's contributions and the employer's proportionate share of the collective contributions is amortized over the average expected remaining service lives of the plan.

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

	<u>PERF</u>		<u>TRF 1996</u>	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences Between Expected and Actual Experience	\$ 277,799	\$ 48,995	\$ 4,508,044	\$ 2,979,442
Net Difference Between Projected and Actual Investments Earnings on Pension Plan Investments	1,589,871	-	4,648,844	-
Change of Assumptions	1,744,907	551,168	12,143,343	5,046,076
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	111,285	375,086	578,022	2,499,524
	<u>3,723,862</u>	<u>975,249</u>	<u>21,878,253</u>	<u>10,525,042</u>
Contributions Subsequent to the Measurement Date	2,842,843	-	5,476,580	-
Total	<u>\$ 6,566,705</u>	<u>\$ 975,249</u>	<u>\$ 27,354,833</u>	<u>\$ 10,525,042</u>

HAMILTON SOUTHEASTERN SCHOOLS
Notes to the Financial Statements
June 30, 2023

NOTE 10 - PENSION PLANS (Continued)

Deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability (or an addition to net pension asset) in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in pension expense as follows:

	PERF	TRF 1996
Fiscal Year		
2023	\$ 342,211	\$ 926,158
2024	951,354	1,078,667
2025	(226,726)	(62,371)
2026	1,681,774	5,216,867
2027	-	629,234
Thereafter	-	3,564,656
Total	\$ 2,748,613	\$ 11,353,211

The long-term return expectation for the defined benefit retirement plans has been determined by using a building-block approach and assumes a time horizon, as defined in the 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 for each asset class. 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. The target allocation and best estimates of geometric real rates of return for each major asset class is summarized in the following table. The real rates of return are the same for all three pension plans.

	Geometric Basis at June 30, 2023	
	Long Term Expected Rate of Return	Target Asset Allocation
Public Equity	3.6%	20.0%
Private Equity	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%
Cash and Cash Overlay	-1.7%	N/A

Significant Actuarial Assumptions: The total pension liability is determined by INPRS actuaries in accordance with GASB No. 67, as part of their annual actuarial valuation for each defined benefit retirement plan. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts (e.g., salaries, credited service) and assumptions about the probability of occurrence of events far into the future (e.g., mortality, disabilities, retirements, employment terminations). Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future.

HAMILTON SOUTHEASTERN SCHOOLS
Notes to the Financial Statements
June 30, 2023

NOTE 10 - PENSION PLANS (Continued)

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

Description	PERF	TRF 1996 Account
Valuation Date: Assets	June 30, 2022	
Liabilities	June 30, 2022	
Actuarial Cost Method (Accounting)	Entry Age Normal - Level Percent of Payroll	
Actuarial Assumptions:		
Experience Study Date	Period of 5 years ended June 30, 2019	
Investment Rate of Return (Accounting)	6.25%	
Cost of Living Increases (COLA) or "Ad Hoc" COLA	1% COLA on January 1, 2022.	
Future Salary Increases, including Inflation	2.65% - 8.65%	2.65% - 11.90%
Inflation	2.00%	
Mortality-Healthy	Pub-2010 Public Retirement Plans Mortality Tables (Amount-Weighted) with a fully generational projection of mortality improvements using SOA Scale MP-2019.	
Mortality-Disabled	Pub-2010 Public Retirement Plans Mortality Tables (Amount-Weighted) with a fully generational projection of mortality improvements using SOA Scale MP-2019.	

Discount Rate: Total pension liability for each defined benefit pension plan was calculated using the discount rates described in the sensitivity table below. The discount rate utilized in the TRF pre-1996 account was 6.25%. The projection of cash flows used to determine the discount rate assumed the contributions from employers and where applicable from the members, would at the minimum be made at the actuarially determined required rates computed in accordance with the current funding policy adopted by the INPRS Board, and contributions required by the State (the non-employer contributing entity) would be made as stipulated by State statute. Projected inflows from investment earnings were calculated using the long-term assumed investment rate of return (6.25% percent for 2023). Based on those assumptions, each defined benefit pension plan's fiduciary net position were projected to be available to make all projected future benefit payments of current plan members; therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability for each plan.

HAMILTON SOUTHEASTERN SCHOOLS
Notes to the Financial Statements
June 30, 2023

NOTE 10 - PENSION PLANS (Continued)

Sensitivity: The following presents the School Corporation's share of the net pension liability (asset) calculated using the discount rate of 6.25% percent for 2023, as well as what the School Corporation's net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (5.25%), or one percentage point higher (7.25%) than the current rate:

Pre-Funded Defined Benefit

PERF			TRF 1996		
1% Decrease (5.25)%	Current Discount Rate (6.25)%	1% Increase (7.25)%	1% Decrease (5.25)%	Current Discount Rate (6.25)%	1% Increase (7.25)%
\$ 21,763,719	\$ 12,882,773	\$ 5,475,417	\$ 46,577,581	\$ 14,630,734	\$ (11,165,230)

Investment Valuation and Benefit Payment Policies: The following information applies for the 2023 reporting year.

- The pooled and non-pooled investments are reported at fair value by INPRS. Fair value is the amount at which an investment could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.
- Short-term investments consist primarily of cash, money market funds, certificates of deposits and fixed income instruments with maturities of less than one year. Short-term investments are reported at cost, which approximates fair value or, for fixed income instruments, valued using similar methodologies as other fixed income securities described below.
- Fixed income securities consist primarily of the U.S. government, U.S. government-sponsored agencies, publicly traded debt and commingled investment debt instruments. Equity securities consist primarily of domestic and international stocks in addition to commingled equity instruments. Fixed income and equity securities are generally valued based on published market prices and quotations from national security exchanges and securities pricing services. Securities that are not traded on a national security exchange are valued using modeling techniques that include market observable inputs required to develop a fair value. Commingled funds are valued using the net asset value (NAV) of the entity.
- Additionally, valuation techniques will vary by investment type and involve a certain degree of expert judgment. Alternative investments, such as investments in private equity or real estate, are generally considered to be illiquid long-term investments. Due to the inherent uncertainty that exists in the valuation of alternative investments, the realized value upon the sale of an asset may differ from the fair value.
- Derivative instruments are marked to market daily with changes in fair value recognized as part of investments and investment income.
- Pension, disability, special death benefits, and distributions of contributions and interest are recognized when due and payable to members or beneficiaries. Benefits are paid once the retirement or survivor applications have been processed and approved. Distributions of contributions and interest are distributions from inactive, non-vested members' ASAs. These distributions may be requested by members or auto-distributed by the fund when certain criteria are met.

HAMILTON SOUTHEASTERN SCHOOLS
Notes to the Financial Statements
June 30, 2023

NOTE 11 - DEFINED CONTRIBUTION PLANS

The School Corporation provides a 403(b)-retirement plan for all employees and matches up to a maximum of 5% of their salary. These benefits pose a liability to the School Corporation for this year and in future years. Information regarding the benefits can be obtained by contacting the School Corporation who has the authority under which benefits, and contribution requirements are established or can be amended. The School Corporation made contributions of \$5,191,418 to the plan during the year under audit.

The School Corporation previously provided a 401(a) plan for sick day conversion for certified staff and administrators. Those accounts vest at the earlier of completion of 15 years in the School Corporation or the combination of age plus public school teaching years equal to 80. The School Corporation now uses a 457(b) plan for this purpose and no longer makes contributions to 401(a) accounts. All monies from 401(a) accounts of certified staff and administrators who leave the corporation prior to becoming vested is placed into a school district forfeiture account. Monies available in the school district 401(a) forfeiture account are equally distributed among active 401(a) participants by August 1st each year. Information regarding the benefits can be obtained by contacting the School Corporation who has the authority under which benefits, and contribution requirements are established or can be amended. The School Corporation did not make contributions to the plan during the year under audit.

The School Corporation provides a 457(b) plan for employee salary deferrals over the 403(b)-plan maximum. This account is immediately vested. The School Corporation also provides a 457(b) plan for sick day conversion for certified staff and administrators. This account vests at the earlier of completion of 15 years in the School Corporation or the combination of age plus public school teaching years equal to 80. These benefits pose a liability to the School Corporation for this year and in future years. Information regarding the benefits can be obtained by contacting the School Corporation who has the authority under which benefits, and contribution requirements are established or can be amended. The School Corporation made contributions of \$85,425 to the plan during the year under audit.

The School Corporation provides a VEBA (voluntary employees' beneficiary association) trust account for certified staff and administrators for retirement health care expenses. Once a teacher retires with 15 years at the School Corporation or age and all public school teaching years equal to 80, they will be entitled to use funds from the VEBA account to pay health care expenses. In the past, the Board contributed 1.50% of the gross salary to the VEBA account but, those contributions are currently suspended. These benefits pose a liability to the School Corporation for this year and in future years. Information regarding the benefits can be obtained by contacting the School Corporation who has the authority under which benefits, and contribution requirements are established or can be amended. The School Corporation made contributions of \$38,710 to the plan during the year under audit.

HAMILTON SOUTHEASTERN SCHOOLS
Notes to the Financial Statements
June 30, 2023

NOTE 12 - OTHER POST-EMPLOYMENT BENEFITS

Hamilton Southeastern Schools Retiree Health Insurance Benefits

Plan Description: The Plan allows for teachers and administrators hired prior to the 2001-2002 school year who retire and have either 15 years of service with the School Corporation or the sum of age and public school years of service of at least 80 to be eligible for retiree health benefits until they are eligible for Medicare, but in no event for more than six years. During the fiscal year ended June 30, 2023, the Plan contained 1,337 active employees and 51 retirees.

Benefits Provided: The same benefits are available to retirees as active employees. Health plans are self-insured through Anthem. The monthly premium rates effective on January 1, 2023 for the new plans are shown below.

Plan	Employee	Employee and Spouse
Plan 1 (Choice HSA)	\$ 766.90	\$ 1,533.80
Plan 2 (Primary Advantage)	\$ 554.18	\$ 1,108.36
Plan 3 (Navigate)	\$ 402.63	\$ 805.26

Retiree health care coverage converts to COBRA for surviving spouses upon death of the member (retired or active).

Contributions: For teachers and administrators hired prior to August 13, 2001, the School Corporation pays an \$850 annual stipend deposited to a VEBA account until Medicare eligible, but in no event for more than six years. Teachers and administrators hired on or after August 13, 2001 are not eligible for a subsidy. During the year, the School Corporation contributed \$214,753 to the Plan.

Retirees are required to pay the cost of coverage not covered by the School Corporation's explicit subsidy.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB:

The OPEB liability measured at July 1, 2022 (measurement date) is as follows:

	Total OPEB Liability
Balance at July 1, 2022	\$ 5,738,253
Service cost	306,972
Interest	130,052
Changes in assumptions	(698,075)
Differences between expected and actual experience	(606,118)
Benefit payments	(214,753)
Net change in total OPEB liability	(1,081,922)
 Balance at June 30, 2023	 \$ 4,656,331

HAMILTON SOUTHEASTERN SCHOOLS
Notes to the Financial Statements
June 30, 2023

NOTE 12 – OTHER POST-EMPLOYMENT BENEFITS (Continued)

Activity during the year included the following:

	Plan Fiduciary Net Position
Balance at July 1, 2022	\$ -
Employer contributions	214,753
Benefit payments	(214,753)
Net change in fiduciary net position	-
 Balance at June 30, 2023	 \$ -

OPEB expense for the year ended June 30, 2023 is as follows:

Expense Category:	Amount
Service cost	\$ 306,972
Interest	130,052
Current period recognition of deferred outflows/ (inflows) of resources:	
Differences between expected and actual experience	(136,102)
Changes in assumptions	8,270
Total OPEB Expense	\$ 309,192

Deferred outflows and inflows of resources for the year ended June 30, 2023 is as follows:

<u>As of fiscal year ended June 30, 2023</u>	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ (940,444)
Changes in assumptions	597,521	(610,816)
Contributions subsequent to the measurement date	224,674	-
Total	\$ 822,195	\$ (1,551,260)

Amortization of deferred outflows/(inflows) of resources are as follows:

Fiscal Year	Amortization of Deferred Outflows / (Inflows)
2024	\$ (127,832)
2025	\$ (127,832)
2026	\$ (127,832)
2027	\$ (127,832)
2028	\$ (127,832)
Thereafter	(314,579)
	\$ (953,739)

Contributions subsequent to the measurement date will reduce OPEB in the following fiscal year.

HAMILTON SOUTHEASTERN SCHOOLS
Notes to the Financial Statements
June 30, 2023

NOTE 12 - OTHER POST-EMPLOYMENT BENEFITS (Continued)

Actuarial Assumptions:

Description	OPEB Plan
Measurement Date	July 1, 2022
Actuarial Valuation Date	July 1, 2021 Liabilities as of July 1, 2022 are based on an actuarial valuation date of July 1, 2021 projected to July 1, 2022, on a rolled forward basis with adjustments for actual premiums and contributions. Liabilities as of June 30, 2021 are based on an actuarial valuation date of July 1, 2021 with no adjustments to get to the June 30, 2021 measurement date.
Discount Rate	4.09% as of June 30 2022 and 2.19% as of June 30, 2021 for accounting disclosure purposes.
Payroll Growth	Payroll growth rates include a general wage inflation of 2.25%. Merit increases are based on the District's July 2020 Experience Study.
Inflation Rate	2.25% per year
Employer Funding Policy	Pay-as-you-go cash basis
Cost Method	Allocation of Actuarial Present Value of Future Benefits for services prior and after the Measurement Date was determined using Entry Age Normal Level % of Salary method where: <ul style="list-style-type: none"> • Service Cost for each individual participant, payable from date of employment to date of retirement, is sufficient to pay for the participant's benefit at retirement; and • Annual Service Cost is a constant percentage of the participant's salary that is assumed to increase according to the Payroll Growth.
Health Care Coverage Election Rate	Active employees with current coverage: 35% Active employees with no coverage: 0%
Subsidy Election Rate	Active employees eligible for \$850 subsidy (regardless of coverage): 100%
Spousal Coverage	Spousal age and coverage for current retirees is based on actual data.
Mortality	Teachers: SOA Pub-2010 Teachers Headcount Weighted Mortality Table fully generational using Scale MP-2021 Administrators: SOA Pub-2010 General Headcount Weighted Mortality Table fully generational using Scale MP-2021 Surviving Spouses: SOA Pub-2010 Continuing Survivor Headcount Weighted Mortality Table fully generational using Scale MP-2021
Disability	None
Turnover Rate	Assumption used to project terminations (voluntary and involuntary) prior to meeting minimum retirement eligibility for retiree health coverage. The rates represent the probability of termination in the next 12 months. Annual turnover rates are based on the District's July 2020 Experience Study.
Retirement Rate	Retirement rates are based on the District's July 2020 Experience Study.

HAMILTON SOUTHEASTERN SCHOOLS
Notes to the Financial Statements
June 30, 2023

NOTE 12 - OTHER POST-EMPLOYMENT BENEFITS (Continued)

Sensitivity: The following presents the Net OPEB liability as of June 30, 2023, calculated using the discount rate assumed and what it would be using a 1% higher and 1% lower discount rate.

**Discount Rate Sensitivity -
Liability at June 30, 2023**

OPEB Liability

1% Decrease (3.09)%	Current Discount Rate (4.09)%	1% Increase (5.09)%
\$ 5,015,765	\$ 4,656,331	\$ 4,317,916

The following presents the Net OPEB liability as of June 30, 2023, using the health care trend rates assumed and what it would be using 1% higher and 1% lower health care trend rates.

**Health Care Trend Rate Sensitivity -
Liability at June 30, 2023**

OPEB Liability

1% Decrease (5.50)%	Current Rate (6.50)%	1% Increase (7.50)%
\$ 4,131,775	\$ 4,656,331	\$ 5,268,646

HAMILTON SOUTHEASTERN SCHOOLS
Required Supplementary Information
Schedule of Proportionate Share of the
Net Pension Liability
June 30, 2023

	PERF								
	2023	2022	2021	2020	2019	2018	2017	2016	2015
School Corporation's proportion of the net pension liability	\$ 12,882,773	\$ 5,341,157	\$ 12,711,631	\$ 14,392,561	\$ 14,292,388	\$ 17,288,035	\$ 18,661,176	\$ 16,046,419	\$ 10,148,034
School Corporation's proportionate share of the net pension liability	0.0040848	0.0040591	0.0042086	0.0043547	0.0042073	0.0038749	0.0041118	0.0039398	0.0038616
School Corporation's covered payroll	\$ 23,581,928	\$ 22,379,350	\$ 22,720,712	\$ 22,686,640	\$ 20,992,081	\$ 20,347,532	\$ 19,705,731	\$ 18,870,752	\$ 18,853,363
School Corporation's proportionate share of the net pension liability as a percentage of its covered payroll	55%	24%	56%	63%	68%	85%	95%	85%	54%
Plan fiduciary net position as a percentage of the total pension liability	82%	93%	81%	80%	79%	77%	75%	77%	84%

	TRF								
	2023	2022	2021	2020	2019	2018	2017	2016	2015
School Corporation's proportion of the net pension liability (asset)	\$ 14,630,734	\$ (10,901,571)	\$ 1,833,510	\$ (3,360,173)	\$ 2,553,504	\$ 15,173,046	\$ 16,461,877	\$ 10,820,019	\$ 1,018,197
School Corporation's proportionate share of the net pension liability	0.0222199	0.0232051	0.0235244	0.0233899	0.0230228	0.0229132	0.0210909	0.0205478	0.0214128
School Corporation's covered payroll	\$ 87,761,293	\$ 84,573,194	\$ 81,149,125	\$ 76,121,871	\$ 69,260,237	\$ 82,303,054	\$ 60,749,707	\$ 56,320,802	\$ 55,414,591
School Corporation's proportionate share of the net pension liability as a percentage of its covered payroll	17%	-13%	2%	-4%	4%	18%	27%	19%	2%
Plan fiduciary net position as a percentage of the total pension liability	97%	106%	99%	102%	98%	90%	88%	91%	99%

Changes of assumptions: None in 2023.

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the School Corporation is presenting information for those years for which information is available.

Measurement date: Actuarial valuation reports from the prior plan fiscal year.

Benefit changes: There were no changes to the plan that impacted pension benefits during the fiscal year.

Plan amendments: There were no changes to the plan that impacted pension benefits during the fiscal year.

HAMILTON SOUTHEASTERN SCHOOLS
Required Supplementary Information
Schedule of Contributions - Pension
June 30, 2023

	PERF								
	2023	2022	2021	2020	2019	2018	2017	2016	2015
Statutorily required contribution	\$ 2,842,843	\$ 2,641,174	\$ 2,357,830	\$ 2,545,098	\$ 2,537,512	\$ 2,348,157	\$ 2,276,053	\$ 2,204,563	\$ 2,047,891
Contributions in relation to the statutorily required contribution	2,842,843	2,641,174	2,357,830	2,545,098	2,537,512	2,348,157	2,276,053	2,204,563	2,047,891
Annual contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
The School Corporation's contributions as a percentage of statutorily required contribution for pension	100%	100%	100%	100%	100%	100%	100%	100%	100%
School Corporation's covered payroll	\$ 25,382,560	\$ 23,581,928	\$ 22,379,350	\$ 22,720,712	\$ 22,686,640	\$ 20,992,081	\$ 20,347,532	\$ 19,705,731	\$ 18,870,752
Contributions as a percentage of covered payroll	11%	11%	11%	11%	11%	11%	11%	11%	11%
	TRF								
	2023	2022	2021	2020	2019	2018	2017	2016	2015
Statutorily required contribution	\$ 5,476,580	\$ 4,673,428	\$ 4,163,302	\$ 4,352,196	\$ 5,561,617	\$ 5,426,194	\$ 5,233,598	\$ 4,418,816	\$ 4,077,089
Contributions in relation to the statutorily required contribution	5,476,580	4,673,428	4,163,302	4,352,196	5,561,617	5,426,194	5,233,598	4,418,816	4,077,089
Annual contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
The School Corporation's contributions as a percentage of statutorily required contribution for pension	100%	100%	100%	100%	100%	100%	100%	100%	100%
School Corporation's covered payroll	\$ 94,479,429	\$ 87,761,293	\$ 84,573,194	\$ 81,149,125	\$ 76,121,871	\$ 69,260,237	\$ 82,203,054	\$ 60,749,707	\$ 56,320,802
Contributions as a percentage of covered payroll	6%	5%	5%	5%	7%	8%	6%	7%	7%

Note: This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the School Corporation is presenting information for those years for which information is available.

Valuation date: Actuarially determined contribution rates are calculated as of June 30, two years prior to the end of the fiscal year in which the contributions are reported.

Actuarial cost method: Entry age normal (Level Percent of Payroll)

Amortization method: Level dollar

Remaining amortization period: 20.8 years, closed - PRF

Remaining amortization period: 20 years, closed - TRF

Asset valuation method: 5 year smoothing of gains and losses on the market value of assets subject to a 20% corridor.

Inflation: 2.00%

Salary increases: 2.65% - 8.65% - PRF

Salary increases: 2.65% - 11.9% - TRF

Investment rate of return: 6.75%

Mortality: Pub-2010 General Amount-Weighted Mortality projected with MP-2019 (generational)

Other information:

The INPRS Board sets, at its discretion, the State's employer contribution rate upon considering the results of the actuarial valuation and other analysis as appropriate. The actuarially determined contribution rate for the State for the fiscal year ended 6/30/21 was 7.52% and 5.7% for PRF and TRF, respectively. However, the INPRS Board approved a State employer contribution rate of 11.2% and 6% for PRF and TRF, respectively. The approved contribution rates for June 30, 2022 were 11.2% and 5.5% for PRF and TRF, respectively. The actual dollar amount of the State's contributions depends on the actual payroll for the fiscal year.

HAMILTON SOUTHEASTERN SCHOOLS
Required Supplementary Information
Schedule of Employer's Share of Nonemployer Contributing Entity Contributions
June 30, 2023

<u>Year Ended</u>	<u>Employer Share of Nonemployer Contributing Entity Contributions</u>
June 30, 2023	\$ 11,400,477
June 30, 2022	12,136,302
June 30, 2021	7,008,757
June 30, 2020	6,054,647
June 30, 2019	5,954,968

Note: This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the School Corporation is presenting information for those years for which information is available.

The data provided in this schedule is based as of the measurement date of the net pension liability, which is one year prior to the School Corporation's fiscal year end.

HAMILTON SOUTHEASTERN SCHOOLS
Required Supplementary Information
Changes in Total Other Postemployment Benefits Liability
June 30, 2023

Fiscal year ending June 30,	2023	2022	2021	2020
Total OPEB liability;				
Service cost	\$ 306,972	\$ 329,931	\$ 284,056	\$ 255,215
Interest on the total OPEB liability	130,052	153,164	182,543	184,731
Changes of benefit terms				
Difference between expected and actual experience	(606,118)	(432,656)	(110,373)	-
Changes of assumptions	(698,075)	362,598	353,698	143,463
Benefit payments, including refunds of employee contributions	(214,753)	(204,413)	(192,114)	(177,844)
Net change in total OPEB liability	(1,081,922)	208,624	517,810	405,565
Total OPEB liability - beginning	5,738,253	5,529,629	5,011,819	4,606,254
Total OPEB liability - ending	<u>\$ 4,656,331</u>	<u>\$ 5,738,253</u>	<u>\$ 5,529,629</u>	<u>\$ 5,011,819</u>
Plan fiduciary net position;				
Employer contributions	\$ 214,753	\$ 204,413	\$ 192,114	\$ 177,884
Benefit payments, including refunds of employee contributions	(214,753)	(204,413)	(192,114)	(177,884)
Net change in plan fiduciary net position	-	-	-	-
Plan fiduciary net position - beginning	-	-	-	-
Plan fiduciary net position - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total OPEB liability - ending	<u>\$ 4,656,331</u>	<u>\$ 5,738,253</u>	<u>\$ 5,529,629</u>	<u>\$ 5,011,819</u>
Plan fiduciary net position as a percentage of total OPEB liability	0%	0%	0%	0%
Covered employee payroll	\$ 90,501,266	\$ 88,509,796	\$ 83,414,462	\$ 81,578,936
Total OPEB liability as a percentage of covered employee payroll	5%	6%	7%	6%

Valuation date: July 1, 2022

Actuarial cost method: Entry age normal level % of salary method

Inflation: 2.25% per year

Salary increases: Payroll growth rates include a general wage inflation of 2.25%. Merit increases are based on the District's July 2020 Experience Study.

Discount rate: The discount rate increased from 2.19% to 4.09%

Mortality:

Teachers: SOA Pub-2010 Teachers Headcount Weighted Mortality Table fully generational using Scale MP-2021

Administrators: SOA Pub-2010 General Headcount Weighted Mortality Table fully generational using Scale MP-2021

Surviving Spouses: SOA Pub-2010 Continuing Survivor Headcount Weighted Mortality Table fully generational using Scale MP-2021

** This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the School Corporation is presenting information for those years for which information is available.

HAMILTON SOUTHEASTERN SCHOOLS
Required Supplementary Information
Major Special Revenue Funds
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget to Actual
Year ended June 30, 2023

	Education Fund			Variance from final budget over (under)
	Original Budget	Final Budget	Actual	
Revenues				
State basic aid	\$ 147,339,383	\$ 147,339,383	\$ 146,531,831	\$ (807,552)
Investment income	1,150,000	1,150,000	1,822,785	672,785
Other revenues	1,175,000	1,175,000	1,374,260	199,260
Total revenues	<u>149,664,383</u>	<u>149,664,383</u>	<u>149,728,876</u>	<u>(64,493)</u>
Expenditures				
Instruction	124,902,350	125,214,758	125,046,503	(168,256)
Support services	25,290,038	25,838,945	25,702,119	(136,826)
Total expenditures	<u>150,192,388</u>	<u>151,053,703</u>	<u>150,748,622</u>	<u>(305,081)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(528,005)</u>	<u>(1,389,320)</u>	<u>(1,019,746)</u>	<u>369,574</u>
Other financing sources (uses)				
Transfers in	1,800,000	1,800,000	1,800,000	-
Total other financing sources (uses)	<u>1,800,000</u>	<u>1,800,000</u>	<u>1,800,000</u>	<u>-</u>
Net change in fund balances	<u>\$ 1,271,995</u>	<u>\$ 410,680</u>	780,254	<u>\$ 369,574</u>
Fund balances at beginning of year			<u>13,199,436</u>	
Fund balances at end of year			<u>\$ 13,979,690</u>	

HAMILTON SOUTHEASTERN SCHOOLS
Required Supplementary Information
Major Special Revenue Funds
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget to Actual
Year ended June 30, 2023

	Referendum Fund			Variance from final budget over (under)
	Original Budget	Final Budget	Actual	
Revenues				
Property taxes	\$ 22,043,385	\$ 22,043,385	\$ 22,070,007	\$ 26,622
Other taxes	1,251,382	1,251,382	1,429,008	177,626
Other revenues	-	-	40,769	40,769
Total revenues	<u>23,294,767</u>	<u>23,294,767</u>	<u>23,539,784</u>	<u>(245,017)</u>
Expenditures				
Support services	23,799,535	25,722,726	25,226,388	(496,338)
Nonprogrammed charges	-	-	2,000,000	2,000,000
Capital outlays	-	79,801	79,785	(16)
Total expenditures	<u>23,799,535</u>	<u>25,802,527</u>	<u>27,306,173</u>	<u>1,503,646</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(504,768)</u>	<u>(2,507,760)</u>	<u>(3,766,389)</u>	<u>(1,258,629)</u>
Other financing sources (uses)				
Other financing sources (uses)	-	-	2,000,000	2,000,000
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>2,000,000</u>	<u>2,000,000</u>
Net change in fund balances	<u>\$ (504,768)</u>	<u>\$ (2,507,760)</u>	<u>(1,766,389)</u>	<u>\$ 741,371</u>
Fund balances at beginning of year			<u>10,398,481</u>	
Fund balances at end of year			<u>\$ 8,632,092</u>	

HAMILTON SOUTHEASTERN SCHOOLS
 Required Supplementary Information
 Major Special Revenue Funds
 Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget to Actual
 Year ended June 30, 2023

	Operations Fund			Variance from final budget over (under)
	Original Budget	Final Budget	Actual	
Revenues				
Property taxes	\$ 31,967,367	\$ 31,967,367	\$ 31,567,603	\$ (399,764)
Other taxes	2,232,893	2,232,893	2,677,858	444,965
Other revenues	2,565,000	2,565,000	1,269,843	(1,295,157)
Total revenues	<u>36,765,260</u>	<u>36,765,260</u>	<u>35,515,304</u>	<u>1,249,956</u>
Expenditures				
Support services	28,672,375	34,362,408	30,538,566	(3,823,842)
Operation of noninstructional services	20,102	26,202	11,000	(15,202)
Nonprogrammed charges	-	-	13,000,000	13,000,000
Capital outlays	5,090,991	3,806,635	2,562,130	(1,244,505)
Principal payments on debt	2,608,414	2,060,508	2,059,506	(1,002)
Total expenditures	<u>36,391,882</u>	<u>40,255,753</u>	<u>48,171,202</u>	<u>7,915,449</u>
Excess (deficiency) of revenues over (under) expenditures	<u>373,378</u>	<u>(3,490,493)</u>	<u>(12,655,898)</u>	<u>(9,165,405)</u>
Other financing sources (uses)				
Transfers in			62,240	62,240
Transfers out	-	-	1,800,000	1,800,000
Other financing sources (uses)	-	-	15,000,000	15,000,000
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>16,862,240</u>	<u>16,862,240</u>
Net change in fund balances	<u>\$ 373,378</u>	<u>\$ (3,490,493)</u>	<u>4,206,342</u>	<u>\$ 7,696,835</u>
Fund balances at beginning of year			<u>10,940,380</u>	
Fund balances at end of year			<u>\$ 15,146,722</u>	

HAMILTON SOUTHEASTERN SCHOOLS
Other Supplementary Information
Combining Balance Sheet
Education Fund
June 30, 2023

	<u>Education Sub-Fund</u>	<u>Rainy Day Fund</u>	<u>Total Education Fund</u>
Assets			
Cash and investments	\$ 11,576,376	\$ 172,861	\$ 11,749,237
Receivables, net			
Interest receivable	463,077	-	463,077
Intergovernmental receivable	25,657	-	25,657
Interfund receivable	1,233,893	10,000,000	11,233,893
Other receivables	108,841	-	108,841
Total assets	<u>\$ 13,407,844</u>	<u>\$ 10,172,861</u>	<u>\$ 23,580,705</u>
Liabilities, Deferred Inflows of Resources, and Fund Balance			
Liabilities			
Accounts payable	\$ 1,167,753	\$ 24,244	\$ 1,191,997
Salaries and payroll deductions payable	14,118,227	-	14,118,227
Total liabilities	<u>15,285,980</u>	<u>24,244</u>	<u>15,310,224</u>
Deferred Inflows of Resources			
Unavailable revenues	13,196	-	13,196
Total deferred inflows of resources	<u>13,196</u>	<u>-</u>	<u>13,196</u>
Fund balances			
Committed	-	10,148,617	10,148,617
Unassigned	(1,891,332)	-	(1,891,332)
Total fund balance	<u>(1,891,332)</u>	<u>10,148,617</u>	<u>8,257,285</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 13,407,844</u>	<u>\$ 10,172,861</u>	<u>\$ 23,580,705</u>

HAMILTON SOUTHEASTERN SCHOOLS
 Other Supplementary Information
 Combining Statement of Revenues, Expenditures and Changes in Fund Balance
 Education Fund
 Year ended June 30, 2023

	<u>Education Sub-Fund</u>	<u>Rainy Day Fund</u>	<u>Total Education Fund</u>
Revenues			
State basic aid	\$ 149,455,662	\$ -	\$ 149,455,662
Investment income	3,648,108	-	3,648,108
Other revenues	12,905,584	-	12,905,584
Total revenues	<u>166,009,354</u>	<u>-</u>	<u>166,009,354</u>
Expenditures			
Current:			
Instruction	139,871,746	-	139,871,746
Support services	27,082,993	36,948	27,119,941
Capital outlays	-	1,444,274	1,444,274
Total expenditures	<u>166,954,739</u>	<u>1,481,222</u>	<u>168,435,961</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(945,385)</u>	<u>(1,481,222)</u>	<u>(2,426,607)</u>
Other financing sources (uses)			
Transfers in	1,658,724	-	1,658,724
Total other financing sources (uses)	<u>1,658,724</u>	<u>-</u>	<u>1,658,724</u>
Net change in fund balances	713,339	(1,481,222)	(767,883)
Fund balances at beginning of year	<u>(2,604,671)</u>	<u>11,629,839</u>	<u>9,025,168</u>
Fund balances at end of year	<u>\$ (1,891,332)</u>	<u>\$ 10,148,617</u>	<u>\$ 8,257,285</u>

HAMILTON SOUTHEASTERN SCHOOLS
Other Supplementary Information
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2023

	<u>Debt Service Fund</u>	<u>Special Revenue Funds</u>	<u>Total Nonmajor Governmental Funds</u>
Assets			
Cash and investments	\$ -	\$ 12,775,468	\$ 12,775,468
Cash and investments - restricted	12,151,934	1,787,963	13,939,897
Receivables, net			
Interest receivable	-	20,789	20,789
Taxes receivable	5,189,750	-	5,189,750
Intergovernmental receivable	-	1,472,949	1,472,949
Other receivables	-	457,511	457,511
Prepaid items	-	21,800	21,800
Total assets	<u>\$ 17,341,684</u>	<u>\$ 16,536,480</u>	<u>\$ 33,878,164</u>
Liabilities, Deferred Inflows of Resources, and Fund Balance			
Liabilities			
Accounts payable	\$ -	\$ 1,837,974	\$ 1,837,974
Salaries and payroll deductions payable	-	459,232	459,232
Interfund payable	<u>100,000</u>	<u>1,233,893</u>	<u>1,333,893</u>
Total liabilities	<u>100,000</u>	<u>3,531,099</u>	<u>3,631,099</u>
Deferred Inflows of Resources			
Unavailable revenues	<u>5,189,750</u>	<u>1,288,250</u>	<u>6,478,000</u>
Total deferred inflows of resources	5,189,750	1,288,250	6,478,000
Fund balances			
Nonspendable	-	21,800	21,800
Restricted - Debt service	12,051,934	-	12,051,934
Restricted - Grant expenses	-	1,928,695	1,928,695
Assigned - Food services	-	6,225,509	6,225,509
Assigned - Textbook program	-	824,976	824,976
Assigned - Instruction	-	4,287,576	4,287,576
Assigned - Other	-	49,157	49,157
Unassigned	<u>-</u>	<u>(1,620,582)</u>	<u>(1,620,582)</u>
Total fund balance	<u>12,051,934</u>	<u>11,717,131</u>	<u>23,769,065</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 17,341,684</u>	<u>\$ 16,536,480</u>	<u>\$ 33,878,164</u>

HAMILTON SOUTHEASTERN SCHOOLS
Other Supplementary Information
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds
Year ended June 30, 2023

	<u>Debt Service Funds</u>	<u>Special Revenue Funds</u>	<u>Total Nonmajor Governmental Funds</u>
Revenues			
Property taxes	\$ 12,552,711	\$ -	\$ 12,552,711
Other taxes	788,722	-	788,722
State basic aid	-	2,367,397	2,367,397
Investment income	-	14,184	14,184
Federal sources	-	13,594,593	13,594,593
Other revenues	-	26,992,701	26,992,701
Total revenues	<u>13,341,433</u>	<u>42,968,875</u>	<u>56,310,308</u>
Expenditures			
Current:			
Instruction	-	23,604,175	23,604,175
Support services	-	6,551,998	6,551,998
Operation of noninstructional services	-	9,371,266	9,371,266
Nonprogrammed charges	-	496,772	496,772
Capital outlays	-	291,617	291,617
Debt service:			
Principal payments on debt	8,100,000	-	8,100,000
Interest on debt	4,696,689	-	4,696,689
Other debt services	16,100	-	16,100
Total expenditures	<u>12,812,789</u>	<u>40,315,828</u>	<u>53,128,617</u>
Excess (deficiency) of revenues over (under) expenditures	<u>528,644</u>	<u>2,653,047</u>	<u>3,181,691</u>
Other financing sources (uses)			
Transfers out	-	(8,724)	(8,724)
Total other financing sources (uses)	<u>-</u>	<u>(8,724)</u>	<u>(8,724)</u>
Net change in fund balances	528,644	2,644,323	3,172,967
Fund balances at beginning of year	<u>11,523,290</u>	<u>9,072,808</u>	<u>20,596,098</u>
Fund balances at end of year	<u>\$ 12,051,934</u>	<u>\$ 11,717,131</u>	<u>\$ 23,769,065</u>

HAMILTON SOUTHEASTERN SCHOOLS
Other Supplementary Information
Combining Balance Sheet
Nonmajor Governmental Funds – Special Revenue
June 30, 2023

	<u>Food Services Fund</u>	<u>Textbook Rental Fund</u>	<u>Coca-Cola Fund</u>	<u>Gifts & Donations Fund</u>	<u>2401 Fund</u>	<u>High Ability 2021-22 Fund</u>	<u>High Ability 2022-23 Fund</u>
Assets							
Cash and investments	\$ 6,121,418	\$ 1,700,396	\$ 49,171	\$ -	\$ -	\$ -	\$ -
Cash and investments - restricted	-	-	-	988,303	-	-	-
Receivables, net							
Interest receivable	-	-	-	-	-	-	-
Intergovernmental receivable	-	-	-	-	-	-	-
Other receivables	132,703	196,149	-	-	-	-	-
Prepaid items	-	1,800	-	-	-	-	-
Total assets	<u>\$ 6,254,121</u>	<u>\$ 1,898,345</u>	<u>\$ 49,171</u>	<u>\$ 988,303</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Liabilities, Deferred Inflows of Resources, and Fund Balance							
Liabilities							
Accounts payable	\$ 28,612	\$ 1,071,569	\$ 14	\$ 5,407	\$ -	\$ 9	\$ 20
Salaries and payroll deductions payable	-	-	-	-	-	4,572	-
Interfund payable	-	-	-	-	-	-	807
Total liabilities	<u>28,612</u>	<u>1,071,569</u>	<u>14</u>	<u>5,407</u>	<u>-</u>	<u>4,581</u>	<u>827</u>
Deferred Inflows of Resources							
Unavailable revenues	-	-	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances							
Nonspendable	-	1,800	-	-	-	-	-
Restricted - Grant expenses	-	-	-	982,896	-	-	-
Assigned - Food services	6,225,509	-	-	-	-	-	-
Assigned - Textbook program	-	824,976	-	-	-	-	-
Assigned - Instruction	-	-	-	-	-	-	-
Assigned - Other	-	-	49,157	-	-	-	-
Unassigned	-	-	-	-	-	(4,581)	(827)
Total fund balance	<u>6,225,509</u>	<u>826,776</u>	<u>49,157</u>	<u>982,896</u>	<u>-</u>	<u>(4,581)</u>	<u>(827)</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 6,254,121</u>	<u>\$ 1,898,345</u>	<u>\$ 49,171</u>	<u>\$ 988,303</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

HAMILTON SOUTHEASTERN SCHOOLS
Other Supplementary Information
Combining Balance Sheet
Nonmajor Governmental Funds – Special Revenue
June 30, 2023

	<u>Formative Assessment Fund</u>	<u>Step Ahead I-Read Fund</u>	<u>Medicaid Reimbursement Fund</u>	<u>Secured Schools Safety Fund</u>	<u>STEM Acceleration Grant 2020 Fund</u>	<u>State Alternative Education Fund</u>	<u>Early Intervention Grant Fund</u>
Assets							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Cash and investments - restricted	74,800	903	6,145	-	1	-	183
Receivables, net							
Interest receivable	-	-	-	-	-	-	-
Intergovernmental receivable	-	-	-	-	-	-	-
Other receivables	-	-	6,367	-	-	-	-
Prepaid items	-	-	-	-	-	-	-
Total assets	<u>\$ 74,800</u>	<u>\$ 903</u>	<u>\$ 12,512</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 183</u>
Liabilities, Deferred Inflows of Resources, and Fund Balance							
Liabilities							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Salaries and payroll deductions payable	-	-	-	-	-	-	-
Interfund payable	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred Inflows of Resources							
Unavailable revenues	-	-	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances							
Nonspendable	-	-	-	-	-	-	-
Restricted - Grant expenses	74,800	903	12,512	-	1	-	183
Assigned - Food services	-	-	-	-	-	-	-
Assigned - Textbook program	-	-	-	-	-	-	-
Assigned - Instruction	-	-	-	-	-	-	-
Assigned - Other	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total fund balance	<u>74,800</u>	<u>903</u>	<u>12,512</u>	<u>-</u>	<u>1</u>	<u>-</u>	<u>183</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 74,800</u>	<u>\$ 903</u>	<u>\$ 12,512</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 183</u>

HAMILTON SOUTHEASTERN SCHOOLS
Other Supplementary Information
Combining Balance Sheet
Nonmajor Governmental Funds – Special Revenue
June 30, 2023

	<u>Lilly Foundation</u> <u>Grant</u> <u>Fund</u>	<u>Non English</u> <u>Speaking FY22</u> <u>Fund</u>	<u>Non English</u> <u>Speaking FY23</u> <u>Fund</u>	<u>Career/Technical</u> <u>Perform</u> <u>Fund</u>	<u>IN School</u> <u>Incentive Awards</u> <u>Fund</u>	<u>State Connectivity</u> <u>Grant (E-rate)</u> <u>Fund</u>	<u>Title I</u> <u>2021-2022</u> <u>Fund</u>
Assets							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Cash and investments - restricted	-	1	172,704	17,956	-	521,536	-
Receivables, net							
Interest receivable	-	-	-	-	-	-	-
Intergovernmental receivable	-	-	-	-	-	-	-
Other receivables	-	-	-	-	-	40,128	-
Prepaid items	-	-	-	-	-	-	-
Total assets	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 172,704</u>	<u>\$ 17,956</u>	<u>\$ -</u>	<u>\$ 561,664</u>	<u>\$ -</u>
Liabilities, Deferred Inflows of Resources, and Fund Balance							
Liabilities							
Accounts payable	\$ -	\$ -	\$ 345	\$ -	\$ -	\$ -	\$ -
Salaries and payroll deductions payable	-	-	-	-	-	-	-
Interfund payable	-	-	-	-	442	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>345</u>	<u>-</u>	<u>442</u>	<u>-</u>	<u>-</u>
Deferred Inflows of Resources							
Unavailable revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances							
Nonspendable	-	-	-	-	-	-	-
Restricted - Grant expenses	-	1	172,359	17,956	-	561,664	-
Assigned - Food services	-	-	-	-	-	-	-
Assigned - Textbook program	-	-	-	-	-	-	-
Assigned - Instruction	-	-	-	-	-	-	-
Assigned - Other	-	-	-	-	-	-	-
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(442)</u>	<u>-</u>	<u>-</u>
Total fund balance	<u>-</u>	<u>1</u>	<u>172,359</u>	<u>17,956</u>	<u>(442)</u>	<u>561,664</u>	<u>-</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 172,704</u>	<u>\$ 17,956</u>	<u>\$ -</u>	<u>\$ 561,664</u>	<u>\$ -</u>

HAMILTON SOUTHEASTERN SCHOOLS
Other Supplementary Information
Combining Balance Sheet
Nonmajor Governmental Funds – Special Revenue
June 30, 2023

	<u>Title I</u> <u>2022-2023</u> <u>Fund</u>	<u>Project</u> <u>Aware</u> <u>Fund</u>	<u>Stop Violence</u> <u>Grant</u> <u>Fund</u>	<u>Federal Preschool</u> <u>2021-2022</u> <u>Fund</u>	<u>Federal Preschool</u> <u>2022-2023</u> <u>Fund</u>	<u>Federal Special Ed</u> <u>Part B 2021-2022</u> <u>Fund</u>	<u>Federal Special Ed</u> <u>Part B 2022-2023</u> <u>Fund</u>	<u>Federal Special Ed</u> <u>Part B 2019-2020</u> <u>Fund</u>	!
Assets									
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Cash and investments - restricted	-	-	-	-	-	-	-	-	-
Receivables, net									
Interest receivable	-	-	-	-	-	-	-	-	-
Intergovernmental receivable	215,613	10,908	35,237	-	13,164	13,591	584,806	-	-
Other receivables	-	-	-	-	-	-	-	-	-
Prepaid items	-	-	-	-	-	-	-	-	-
Total assets	<u>\$ 215,613</u>	<u>\$ 10,908</u>	<u>\$ 35,237</u>	<u>\$ -</u>	<u>\$ 13,164</u>	<u>\$ 13,591</u>	<u>\$ 584,806</u>	<u>\$ -</u>	<u>-</u>
Liabilities, Deferred Inflows of Resources, and Fund Balance									
Liabilities									
Accounts payable	\$ 1,749	\$ -	\$ -	\$ -	\$ 32	\$ 147	\$ 9,078	\$ 35	\$ 35
Salaries and payroll deductions payable	40,878	-	-	-	6,789	3,903	274,185	21,800	21,800
Interfund payable	174,735	10,908	35,237	-	6,375	6,709	297,758	1	1
Total liabilities	<u>217,362</u>	<u>10,908</u>	<u>35,237</u>	<u>-</u>	<u>13,196</u>	<u>10,759</u>	<u>581,021</u>	<u>21,836</u>	<u>21,836</u>
Deferred Inflows of Resources									
Unavailable revenues	215,613	10,908	35,237	-	6,789	10,612	584,806	-	-
Total deferred inflows of resources	<u>215,613</u>	<u>10,908</u>	<u>35,237</u>	<u>-</u>	<u>6,789</u>	<u>10,612</u>	<u>584,806</u>	<u>-</u>	<u>-</u>
Fund balances									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted - Grant expenses	-	-	-	-	-	-	-	-	-
Assigned - Food services	-	-	-	-	-	-	-	-	-
Assigned - Textbook program	-	-	-	-	-	-	-	-	-
Assigned - Instruction	-	-	-	-	-	-	-	-	-
Assigned - Other	-	-	-	-	-	-	-	-	-
Unassigned	(217,362)	(10,908)	(35,237)	-	(6,821)	(7,780)	(581,021)	(21,836)	(21,836)
Total fund balance	<u>(217,362)</u>	<u>(10,908)</u>	<u>(35,237)</u>	<u>-</u>	<u>(6,821)</u>	<u>(7,780)</u>	<u>(581,021)</u>	<u>(21,836)</u>	<u>(21,836)</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 215,613</u>	<u>\$ 10,908</u>	<u>\$ 35,237</u>	<u>\$ -</u>	<u>\$ 13,164</u>	<u>\$ 13,591</u>	<u>\$ 584,806</u>	<u>\$ -</u>	<u>-</u>

HAMILTON SOUTHEASTERN SCHOOLS
Other Supplementary Information
Combining Balance Sheet
Nonmajor Governmental Funds – Special Revenue
June 30, 2023

	<u>Federal Special Ed</u> <u>Part B 2020-2021</u> <u>Fund</u>	<u>Title IV</u> <u>2020-2022</u> <u>Fund</u>	<u>Title IV</u> <u>2021-2023</u> <u>Fund</u>	<u>Title IV</u> <u>2022-2024</u> <u>Fund</u>	<u>Mental</u> <u>Health Grant</u> <u>Fund</u>	<u>Medicaid Reimbursement</u> <u>Federal</u> <u>Fund</u>
Assets						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 90,084
Cash and investments - restricted	-	-	-	-	-	-
Receivables, net						
Interest receivable	-	-	-	-	-	-
Intergovernmental receivable	-	-	519	-	20,872	-
Other receivables	-	-	-	-	-	15,333
Prepaid items	-	-	-	-	-	20,000
Total assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 519</u>	<u>\$ -</u>	<u>\$ 20,872</u>	<u>\$ 125,417</u>
Liabilities, Deferred Inflows of Resources, and Fund Balance						
Liabilities						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 26	\$ -
Salaries and payroll deductions payable	13,196	-	-	-	6,102	-
Interfund payable	-	-	519	-	14,770	-
Total liabilities	<u>13,196</u>	<u>-</u>	<u>519</u>	<u>-</u>	<u>20,898</u>	<u>-</u>
Deferred Inflows of Resources						
Unavailable revenues	-	-	519	-	20,872	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>519</u>	<u>-</u>	<u>20,872</u>	<u>-</u>
Fund balances						
Nonspendable	-	-	-	-	-	20,000
Restricted - Grant expenses	-	-	-	-	-	105,417
Assigned - Food services	-	-	-	-	-	-
Assigned - Textbook program	-	-	-	-	-	-
Assigned - Instruction	-	-	-	-	-	-
Assigned - Other	-	-	-	-	-	-
Unassigned	(13,196)	-	(519)	-	(20,898)	-
Total fund balance	<u>(13,196)</u>	<u>-</u>	<u>(519)</u>	<u>-</u>	<u>(20,898)</u>	<u>125,417</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 519</u>	<u>\$ -</u>	<u>\$ 20,872</u>	<u>\$ 125,417</u>

HAMILTON SOUTHEASTERN SCHOOLS
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June 30, 2023

	<u>Title II Part A</u> <u>2019-2021</u> <u>Fund</u>	<u>Title II Part A</u> <u>2020-2022</u> <u>Fund</u>	<u>Title II Part A</u> <u>2021-2023</u> <u>Fund</u>	<u>Title II Part A</u> <u>2022-2024</u> <u>Fund</u>	<u>Title II Mini-Grants</u> <u>2020-21</u> <u>Fund</u>	<u>Title III</u> <u>2020-2022</u> <u>Fund</u>	<u>Immigrant Influx</u> <u>2020-2022</u> <u>Fund</u>
Assets							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Cash and investments - restricted	-	-	-	-	-	-	1
Receivables, net							
Interest receivable	-	-	-	-	-	-	-
Intergovernmental receivable	-	-	88,776	561	-	-	-
Other receivables	-	-	-	-	-	-	-
Prepaid items	-	-	-	-	-	-	-
Total assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 88,776</u>	<u>\$ 561</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1</u>
Liabilities, Deferred Inflows of Resources, and Fund Balance							
Liabilities							
Accounts payable	\$ -	\$ -	\$ 16,866	\$ -	\$ -	\$ -	\$ -
Salaries and payroll deductions payable	-	-	-	-	-	-	-
Interfund payable	-	-	83,777	561	-	6,005	-
Total liabilities	<u>-</u>	<u>-</u>	<u>100,643</u>	<u>561</u>	<u>-</u>	<u>6,005</u>	<u>-</u>
Deferred Inflows of Resources							
Unavailable revenues	-	-	88,776	561	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>88,776</u>	<u>561</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances							
Nonspendable	-	-	-	-	-	-	-
Restricted - Grant expenses	-	-	-	-	-	-	1
Assigned - Food services	-	-	-	-	-	-	-
Assigned - Textbook program	-	-	-	-	-	-	-
Assigned - Instruction	-	-	-	-	-	-	-
Assigned - Other	-	-	-	-	-	-	-
Unassigned	-	-	(100,643)	(561)	-	(6,005)	-
Total fund balance	<u>-</u>	<u>-</u>	<u>(100,643)</u>	<u>(561)</u>	<u>-</u>	<u>(6,005)</u>	<u>1</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 88,776</u>	<u>\$ 561</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1</u>

HAMILTON SOUTHEASTERN SCHOOLS
Other Supplementary Information
Combining Balance Sheet
Nonmajor Governmental Funds – Special Revenue
June 30, 2023

	<u>Title III</u> <u>2021-2023</u> <u>Fund</u>	<u>Immigrant Influx</u> <u>2018-2021</u> <u>Fund</u>	<u>Title III</u> <u>2022-2024</u> <u>Fund</u>	<u>7907</u> <u>Fund</u>	<u>Explore, Engage</u> <u>Experience (3E) Grant</u> <u>Fund</u>	<u>ARP/IDEA</u> <u>School Age</u> <u>Fund</u>	<u>ARP/IDEA</u> <u>Preschool</u> <u>Fund</u>	<u>7921</u> <u>Fund</u>
Assets								
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Cash and investments - restricted	-	1	-	-	-	-	-	-
Receivables, net								
Interest receivable	-	-	-	-	-	-	-	-
Intergovernmental receivable	-	-	40,424	-	76,918	121,366	1,177	-
Other receivables	-	-	-	-	-	-	-	-
Prepaid items	-	-	-	-	-	-	-	-
Total assets	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 40,424</u>	<u>\$ -</u>	<u>\$ 76,918</u>	<u>\$ 121,366</u>	<u>\$ 1,177</u>	<u>\$ -</u>
Liabilities, Deferred Inflows of Resources, and Fund Balance								
Liabilities								
Accounts payable	\$ -	\$ -	\$ 1,530	\$ -	\$ 57	\$ 6,349	\$ -	\$ -
Salaries and payroll deductions payable	-	-	6,316	-	-	24,116	-	-
Interfund payable	-	-	34,108	-	359,238	97,250	1,176	-
Total liabilities	<u>-</u>	<u>-</u>	<u>41,954</u>	<u>-</u>	<u>359,295</u>	<u>127,715</u>	<u>1,176</u>	<u>-</u>
Deferred Inflows of Resources								
Unavailable revenues	-	-	40,424	-	-	24,116	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>40,424</u>	<u>-</u>	<u>-</u>	<u>24,116</u>	<u>-</u>	<u>-</u>
Fund balances								
Nonspendable	-	-	-	-	-	-	-	-
Restricted - Grant expenses	-	1	-	-	-	-	-	-
Assigned - Food services	-	-	-	-	-	-	-	-
Assigned - Textbook program	-	-	-	-	-	-	-	-
Assigned - Instruction	-	-	-	-	-	-	-	-
Assigned - Other	-	-	-	-	-	-	-	-
Unassigned	-	-	(41,954)	-	(282,377)	(30,465)	1	-
Total fund balance	<u>-</u>	<u>1</u>	<u>(41,954)</u>	<u>-</u>	<u>(282,377)</u>	<u>(30,465)</u>	<u>1</u>	<u>-</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 40,424</u>	<u>\$ -</u>	<u>\$ 76,918</u>	<u>\$ 121,366</u>	<u>\$ 1,177</u>	<u>\$ -</u>

HAMILTON SOUTHEASTERN SCHOOLS
Other Supplementary Information
Combining Balance Sheet
Nonmajor Governmental Funds – Special Revenue
June 30, 2023

	<u>ESSER III</u> <u>Fund</u>	<u>ESSER II</u> <u>Fund</u>	<u>Fed Stimulus 18003</u> <u>Educ Stabilization Re</u> <u>Fund</u>	<u>7960</u> <u>Fund</u>	<u>Project Aware</u> <u>2021-2022</u> <u>Fund</u>	<u>Prepaid Lunch</u> <u>Accounts</u> <u>Fund</u>	<u>Brooks</u> <u>Elementary</u> <u>Fund</u>
Assets							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 474,967	\$ 136,473
Cash and investments - restricted	-	5,428	1	-	-	-	-
Receivables, net							
Interest receivable	-	-	-	-	-	-	821
Intergovernmental receivable	200,486	39,594	-	-	-	-	-
Other receivables	-	-	-	-	-	-	10,416
Prepaid items	-	-	-	-	-	-	-
Total assets	<u>\$ 200,486</u>	<u>\$ 45,022</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 474,967</u>	<u>\$ 147,710</u>
Liabilities, Deferred Inflows of Resources, and Fund Balance							
Liabilities							
Accounts payable	\$ 42,054	\$ 39,594	\$ -	\$ -	\$ -	\$ 474,967	\$ 13,837
Salaries and payroll deductions payable	57,375	-	-	-	-	-	-
Interfund payable	103,517	-	-	-	-	-	-
Total liabilities	<u>202,946</u>	<u>39,594</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>474,967</u>	<u>13,837</u>
Deferred Inflows of Resources							
Unavailable revenues	200,486	39,594	-	-	-	-	-
Total deferred inflows of resources	<u>200,486</u>	<u>39,594</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances							
Nonspendable	-	-	-	-	-	-	-
Restricted - Grant expenses	-	-	1	-	-	-	-
Assigned - Food services	-	-	-	-	-	-	-
Assigned - Textbook program	-	-	-	-	-	-	-
Assigned - Instruction	-	-	-	-	-	-	133,873
Assigned - Other	-	-	-	-	-	-	-
Unassigned	(202,946)	(34,166)	-	-	-	-	-
Total fund balance	<u>(202,946)</u>	<u>(34,166)</u>	<u>1</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>133,873</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 200,486</u>	<u>\$ 45,022</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 474,967</u>	<u>\$ 147,710</u>

HAMILTON SOUTHEASTERN SCHOOLS
Other Supplementary Information
Combining Balance Sheet
Nonmajor Governmental Funds – Special Revenue
June 30, 2023

	<u>Cumberland Road</u> <u>Elementary</u> <u>Fund</u>	<u>Fall Creek</u> <u>Elementary</u> <u>Fund</u>	<u>Fall Creek</u> <u>Intermediate</u> <u>Fund</u>	<u>Fall Creek</u> <u>Junior High</u> <u>Fund</u>	<u>Fishers</u> <u>Elementary</u> <u>Fund</u>	<u>Fishers</u> <u>Junior High</u> <u>Fund</u>	<u>Fishers</u> <u>High</u> <u>Fund</u>
Assets							
Cash and investments	\$ 12,146	\$ 36,735	\$ 122,079	\$ 157,900	\$ 16,015	\$ 175,085	\$ 1,237,135
Cash and investments - restricted	-	-	-	-	-	-	-
Receivables, net							
Interest receivable	63	163	531	712	93	795	5,811
Intergovernmental receivable	-	-	-	-	-	-	-
Other receivables	216	335	664	4,589	1,002	5,209	11,280
Prepaid items	-	-	-	-	-	-	-
Total assets	<u>\$ 12,425</u>	<u>\$ 37,233</u>	<u>\$ 123,274</u>	<u>\$ 163,201</u>	<u>\$ 17,110</u>	<u>\$ 181,089</u>	<u>\$ 1,254,226</u>
Liabilities, Deferred Inflows of Resources, and Fund Balance							
Liabilities							
Accounts payable	\$ 25	\$ 1,846	\$ -	\$ 10,529	\$ 370	\$ 6,089	\$ 54,751
Salaries and payroll deductions payable	-	-	-	-	-	-	-
Interfund payable	-	-	-	-	-	-	-
Total liabilities	<u>25</u>	<u>1,846</u>	<u>-</u>	<u>10,529</u>	<u>370</u>	<u>6,089</u>	<u>54,751</u>
Deferred Inflows of Resources							
Unavailable revenues	-	-	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances							
Nonspendable	-	-	-	-	-	-	-
Restricted - Grant expenses	-	-	-	-	-	-	-
Assigned - Food services	-	-	-	-	-	-	-
Assigned - Textbook program	-	-	-	-	-	-	-
Assigned - Instruction	12,400	35,387	123,274	152,672	16,740	175,000	1,199,475
Assigned - Other	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total fund balance	<u>12,400</u>	<u>35,387</u>	<u>123,274</u>	<u>152,672</u>	<u>16,740</u>	<u>175,000</u>	<u>1,199,475</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 12,425</u>	<u>\$ 37,233</u>	<u>\$ 123,274</u>	<u>\$ 163,201</u>	<u>\$ 17,110</u>	<u>\$ 181,089</u>	<u>\$ 1,254,226</u>

HAMILTON SOUTHEASTERN SCHOOLS
Other Supplementary Information
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Nonmajor Governmental Funds – Special Revenue
June 30, 2023

	<u>Geist Elementary Fund</u>	<u>Hamilton Southeastern High Fund</u>	<u>Hamilton Southeastern Junior High Fund</u>	<u>Harrison Parkway Elementary Fund</u>	<u>Hoosier Road Elementary Fund</u>	<u>Lantern Road Elementary Fund</u>	<u>New Britton Elementary Fund</u>
Assets							
Cash and investments	\$ 29,773	\$ 1,491,606	\$ 193,644	\$ 95,401	\$ 53,323	\$ 45,466	\$ 17,529
Cash and investments - restricted	-	-	-	-	-	-	-
Receivables, net							
Interest receivable	166	6,889	1,239	412	245	216	83
Intergovernmental receivable	-	-	-	-	-	-	-
Other receivables	3,713	17,682	363	93	586	1,559	1,963
Prepaid items	-	-	-	-	-	-	-
Total assets	<u>\$ 33,652</u>	<u>\$ 1,516,177</u>	<u>\$ 195,246</u>	<u>\$ 95,906</u>	<u>\$ 54,154</u>	<u>\$ 47,241</u>	<u>\$ 19,575</u>
Liabilities, Deferred Inflows of Resources, and Fund Balance							
Liabilities							
Accounts payable	\$ 798	\$ 37,319	\$ 5,120	\$ 1,437	\$ 448	\$ -	\$ -
Salaries and payroll deductions payable	-	-	-	-	-	-	-
Interfund payable	-	-	-	-	-	-	-
Total liabilities	<u>798</u>	<u>37,319</u>	<u>5,120</u>	<u>1,437</u>	<u>448</u>	<u>-</u>	<u>-</u>
Deferred Inflows of Resources							
Unavailable revenues	-	-	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances							
Nonspendable	-	-	-	-	-	-	-
Restricted - Grant expenses	-	-	-	-	-	-	-
Assigned - Food services	-	-	-	-	-	-	-
Assigned - Textbook program	-	-	-	-	-	-	-
Assigned - Instruction	32,854	1,478,858	190,126	94,469	53,706	47,241	19,575
Assigned - Other	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total fund balance	<u>32,854</u>	<u>1,478,858</u>	<u>190,126</u>	<u>94,469</u>	<u>53,706</u>	<u>47,241</u>	<u>19,575</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 33,652</u>	<u>\$ 1,516,177</u>	<u>\$ 195,246</u>	<u>\$ 95,906</u>	<u>\$ 54,154</u>	<u>\$ 47,241</u>	<u>\$ 19,575</u>

HAMILTON SOUTHEASTERN SCHOOLS
Other Supplementary Information
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Nonmajor Governmental Funds – Special Revenue
June 30, 2023

	<u>Riverside Intermediate Fund</u>	<u>Riverside Junior High Fund</u>	<u>Sand Creek Elementary Fund</u>	<u>Sand Creek Intermediate Fund</u>	<u>Thorpe Creek Elementary Fund</u>	<u>Southeastern Elementary Fund</u>	<u>Deer Creek Elementary Fund</u>	<u>5243 Fund</u>	<u>Total Nonmajor Special Revenue Funds</u>
Assets									
Cash and investments	\$ 100,957	\$ 192,675	\$ 33,385	\$ 122,994	\$ 31,843	\$ 16,588	\$ 20,680	\$ -	\$ 12,775,468
Cash and investments - restricted	-	-	-	-	-	-	-	-	1,787,963
Receivables, net									
Interest receivable	655	878	151	527	147	95	97	-	20,789
Intergovernmental receivable	-	-	-	-	-	-	-	8,937	1,472,949
Other receivables	1,921	220	599	1,989	572	990	870	-	457,511
Prepaid items	-	-	-	-	-	-	-	-	21,800
Total assets	<u>\$ 103,533</u>	<u>\$ 193,773</u>	<u>\$ 34,135</u>	<u>\$ 125,510</u>	<u>\$ 32,562</u>	<u>\$ 17,673</u>	<u>\$ 21,647</u>	<u>\$ 8,937</u>	<u>\$ 16,536,480</u>
Liabilities, Deferred Inflows of Resources, and Fund Balance									
Liabilities									
Accounts payable	\$ 1,330	\$ 2,729	\$ 649	\$ 1,288	\$ 500	\$ -	\$ 411	\$ 38	\$ 1,837,974
Salaries and payroll deductions payable	-	-	-	-	-	-	-	-	459,232
Interfund payable	-	-	-	-	-	-	-	-	1,233,893
Total liabilities	<u>1,330</u>	<u>2,729</u>	<u>649</u>	<u>1,288</u>	<u>500</u>	<u>-</u>	<u>411</u>	<u>38</u>	<u>3,531,099</u>
Deferred Inflows of Resources									
Unavailable revenues	-	-	-	-	-	-	-	8,937	1,288,250
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,937</u>	<u>1,288,250</u>
Fund balances									
Nonspendable	-	-	-	-	-	-	-	-	21,800
Restricted - Grant expenses	-	-	-	-	-	-	-	-	1,928,695
Assigned - Food services	-	-	-	-	-	-	-	-	6,225,509
Assigned - Textbook program	-	-	-	-	-	-	-	-	824,976
Assigned - Instruction	102,203	191,044	33,486	124,222	32,062	17,673	21,236	-	4,287,576
Assigned - Other	-	-	-	-	-	-	-	-	49,157
Unassigned	-	-	-	-	-	-	-	(38)	(1,620,582)
Total fund balance	<u>102,203</u>	<u>191,044</u>	<u>33,486</u>	<u>124,222</u>	<u>32,062</u>	<u>17,673</u>	<u>21,236</u>	<u>(38)</u>	<u>11,717,131</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 103,533</u>	<u>\$ 193,773</u>	<u>\$ 34,135</u>	<u>\$ 125,510</u>	<u>\$ 32,562</u>	<u>\$ 17,673</u>	<u>\$ 21,647</u>	<u>\$ 8,937</u>	<u>\$ 16,536,480</u>

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	<u>Food Services Fund</u>	<u>Textbook Rental Fund</u>	<u>Coca-Cola Fund</u>	<u>Gifts & Donations Fund</u>	<u>2401 Fund</u>	<u>High Ability 2021-22 Fund</u>	<u>High Ability 2022-23 Fund</u>
Revenues							
State basic aid	\$ 90,216	\$ 302,545	\$ -	\$ -	\$ -	\$ -	\$ 128,588
Investment income	-	-	-	-	-	-	-
Federal sources	5,711,486	-	-	-	-	-	-
Other revenues	<u>6,289,077</u>	<u>2,508,145</u>	<u>135,192</u>	<u>289,298</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>12,090,779</u>	<u>2,810,690</u>	<u>135,192</u>	<u>289,298</u>	<u>-</u>	<u>-</u>	<u>128,588</u>
Expenditures							
Current:							
Instruction	-	-	-	14,319	(351)	10,043	84,550
Support services	36,018	2,547,038	94,844	29,725	(2,051)	19,248	44,865
Operation of noninstructional services	9,284,049	-	-	81,510	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Capital outlays	-	-	-	208,384	-	-	-
Total expenditures	<u>9,320,067</u>	<u>2,547,038</u>	<u>94,844</u>	<u>333,938</u>	<u>(2,402)</u>	<u>29,291</u>	<u>129,415</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,770,712</u>	<u>263,652</u>	<u>40,348</u>	<u>(44,640)</u>	<u>2,402</u>	<u>(29,291)</u>	<u>(827)</u>
Other financing sources (uses)							
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	2,770,712	263,652	40,348	(44,640)	2,402	(29,291)	(827)
Fund balances at beginning of year	<u>3,454,797</u>	<u>563,124</u>	<u>8,809</u>	<u>1,027,536</u>	<u>(2,402)</u>	<u>24,710</u>	<u>-</u>
Fund balances at end of year	<u>\$ 6,225,509</u>	<u>\$ 826,776</u>	<u>\$ 49,157</u>	<u>\$ 982,896</u>	<u>\$ -</u>	<u>\$ (4,581)</u>	<u>\$ (827)</u>

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	<u>Formative Assessment Fund</u>	<u>Step Ahead I-Read Fund</u>	<u>Medicaid Reimbursement Fund</u>	<u>Secured Schools Safety Fund</u>	<u>STEM Acceleration Grant 2020 Fund</u>	<u>State Alternative Education Fund</u>	<u>Early Intervention Grant Fund</u>
Revenues							
State basic aid	\$ 266,400	\$ -	\$ 16,514	\$ 100,000	\$ -	\$ 15,885	\$ 51,460
Investment income	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Other revenues	-	-	-	-	-	-	-
Total revenues	<u>266,400</u>	<u>-</u>	<u>16,514</u>	<u>100,000</u>	<u>-</u>	<u>15,885</u>	<u>51,460</u>
Expenditures							
Current:							
Instruction	250,175	-	-	-	-	15,885	54,230
Support services	-	-	-	100,000	-	-	-
Operation of noninstructional services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Capital outlays	-	-	-	-	-	-	-
Total expenditures	<u>250,175</u>	<u>-</u>	<u>-</u>	<u>100,000</u>	<u>-</u>	<u>15,885</u>	<u>54,230</u>
Excess (deficiency) of revenues over (under) expenditures	<u>16,225</u>	<u>-</u>	<u>16,514</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,770)</u>
Other financing sources (uses)							
Transfers out	-	-	(8,724)	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(8,724)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	16,225	-	7,790	-	-	-	(2,770)
Fund balances at beginning of year	<u>58,575</u>	<u>903</u>	<u>4,722</u>	<u>-</u>	<u>1</u>	<u>-</u>	<u>2,953</u>
Fund balances at end of year	<u>\$ 74,800</u>	<u>\$ 903</u>	<u>\$ 12,512</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 183</u>

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	<u>Lilly Foundation</u>	<u>Non English</u>	<u>Non English</u>	<u>Career/Technical</u>	<u>IN School</u>	<u>State Connectivity</u>	<u>Title I</u>	<u>Title I</u>
	<u>Grant</u>	<u>Speaking FY22</u>	<u>Speaking FY23</u>	<u>Perform</u>	<u>Incentive Awards</u>	<u>Grant (E-rate)</u>	<u>2021-2022</u>	<u>2022-2023</u>
	<u>Fund</u>	<u>Fund</u>	<u>Fund</u>	<u>Fund</u>	<u>Fund</u>	<u>Fund</u>	<u>Fund</u>	<u>Fund</u>
Revenues								
State basic aid	\$ -	\$ -	\$ 422,991	\$ 2,457	\$ 790,130	\$ 180,211	\$ -	\$ -
Investment income	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	13,900	240,849
Other revenues	9,330	-	-	-	-	-	-	-
Total revenues	<u>9,330</u>	<u>-</u>	<u>422,991</u>	<u>2,457</u>	<u>790,130</u>	<u>180,211</u>	<u>13,900</u>	<u>240,849</u>
Expenditures								
Current:								
Instruction	-	190,556	247,388	-	790,572	-	12,303	448,126
Support services	9,330	6,773	3,244	-	-	-	-	5,305
Operation of noninstructional services	-	-	-	-	-	-	-	4,780
Nonprogrammed charges	-	-	-	-	-	-	-	-
Capital outlays	-	-	-	-	-	(214,924)	-	-
Total expenditures	<u>9,330</u>	<u>197,329</u>	<u>250,632</u>	<u>-</u>	<u>790,572</u>	<u>(214,924)</u>	<u>12,303</u>	<u>458,211</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(197,329)</u>	<u>172,359</u>	<u>2,457</u>	<u>(442)</u>	<u>395,135</u>	<u>1,597</u>	<u>(217,362)</u>
Other financing sources (uses)								
Transfers 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 balances	-	(197,329)	172,359	2,457	(442)	395,135	1,597	(217,362)
Fund balances at beginning of year	-	197,330	-	15,499	-	166,529	(1,597)	-
Fund balances at end of year	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 172,359</u>	<u>\$ 17,956</u>	<u>\$ (442)</u>	<u>\$ 561,664</u>	<u>\$ -</u>	<u>\$ (217,362)</u>

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	<u>Project Aware Fund</u>	<u>Stop Violence Grant Fund</u>	<u>Federal Preschool 2021-2022 Fund</u>	<u>Federal Preschool 2022-2023 Fund</u>	<u>Federal Special Ed Part B 2021-2022 Fund</u>	<u>Federal Special Ed Part B 2022-2023 Fund</u>	<u>Federal Special Ed Part B 2019-2020 Fund</u>
Revenues							
State basic aid	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment income	-	-	-	-	-	-	-
Federal sources	13,683	-	-	95,863	116,997	3,269,559	-
Other revenues	-	-	-	-	-	-	-
Total revenues	<u>13,683</u>	<u>-</u>	<u>-</u>	<u>95,863</u>	<u>116,997</u>	<u>3,269,559</u>	<u>-</u>
Expenditures							
Current:							
Instruction	5,920	-	(3,071)	102,684	(58,392)	3,145,371	21,835
Support services	18,671	35,237	-	-	31,758	705,209	-
Operation of noninstructional services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Capital outlays	-	-	-	-	-	-	-
Total expenditures	<u>24,591</u>	<u>35,237</u>	<u>(3,071)</u>	<u>102,684</u>	<u>(26,634)</u>	<u>3,850,580</u>	<u>21,835</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(10,908)</u>	<u>(35,237)</u>	<u>3,071</u>	<u>(6,821)</u>	<u>143,631</u>	<u>(581,021)</u>	<u>(21,835)</u>
Other financing sources (uses)							
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(10,908)	(35,237)	3,071	(6,821)	143,631	(581,021)	(21,835)
Fund balances at beginning of year	-	-	(3,071)	-	(151,411)	-	(1)
Fund balances at end of year	<u>\$ (10,908)</u>	<u>\$ (35,237)</u>	<u>\$ -</u>	<u>\$ (6,821)</u>	<u>\$ (7,780)</u>	<u>\$ (581,021)</u>	<u>\$ (21,836)</u>

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	<u>Federal Special Ed Part B 2020-2021 Fund</u>	<u>Title IV 2020-2022 Fund</u>	<u>Title IV 2021-2023 Fund</u>	<u>Title IV 2022-2024 Fund</u>	<u>Mental Health Grant Fund</u>	<u>Medicaid Reimbursement Federal Fund</u>
Revenues						
State basic aid	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment income	-	-	-	-	-	-
Federal sources	1,926	633	30,271	156	-	89,859
Other revenues	-	-	-	-	-	-
Total revenues	<u>1,926</u>	<u>633</u>	<u>30,271</u>	<u>156</u>	<u>-</u>	<u>89,859</u>
Expenditures						
Current:						
Instruction	15,109	-	519	156	-	-
Support services	-	633	30,271	-	20,898	32,477
Operation of noninstructional services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Capital outlays	-	-	-	-	-	2,250
Total expenditures	<u>15,109</u>	<u>633</u>	<u>30,790</u>	<u>156</u>	<u>20,898</u>	<u>34,727</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(13,183)</u>	<u>-</u>	<u>(519)</u>	<u>-</u>	<u>(20,898)</u>	<u>55,132</u>
Other financing sources (uses)						
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(13,183)	-	(519)	-	(20,898)	55,132
Fund balances at beginning of year	<u>(13)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>70,285</u>
Fund balances at end of year	<u>\$ (13,196)</u>	<u>\$ -</u>	<u>\$ (519)</u>	<u>\$ -</u>	<u>\$ (20,898)</u>	<u>\$ 125,417</u>

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	<u>Title II Part A</u> <u>2019-2021</u> <u>Fund</u>	<u>Title II Part A</u> <u>2020-2022</u> <u>Fund</u>	<u>Title II Part A</u> <u>2021-2023</u> <u>Fund</u>	<u>Title II Part A</u> <u>2022-2024</u> <u>Fund</u>	<u>Title II Mini-Grants</u> <u>2020-21</u> <u>Fund</u>	<u>Title III</u> <u>2020-2022</u> <u>Fund</u>	<u>Immigrant Influx</u> <u>2020-2022</u> <u>Fund</u>
Revenues							
State basic aid	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment income	-	-	-	-	-	-	-
Federal sources	(1,742)	77,414	107,585	24,550	1,742	32,461	2,123
Other revenues	-	-	-	-	-	-	-
Total revenues	<u>(1,742)</u>	<u>77,414</u>	<u>107,585</u>	<u>24,550</u>	<u>1,742</u>	<u>32,461</u>	<u>2,123</u>
Expenditures							
Current:							
Instruction	-	-	-	-	-	9,419	-
Support services	-	99,421	208,228	25,111	-	75	2,123
Operation of noninstructional services	-	-	-	-	-	580	-
Nonprogrammed charges	-	-	-	-	-	-	-
Capital outlays	-	-	-	-	-	-	-
Total expenditures	<u>-</u>	<u>99,421</u>	<u>208,228</u>	<u>25,111</u>	<u>-</u>	<u>10,074</u>	<u>2,123</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,742)</u>	<u>(22,007)</u>	<u>(100,643)</u>	<u>(561)</u>	<u>1,742</u>	<u>22,387</u>	<u>-</u>
Other financing sources (uses)							
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(1,742)	(22,007)	(100,643)	(561)	1,742	22,387	-
Fund balances at beginning of year	<u>1,742</u>	<u>22,007</u>	<u>-</u>	<u>-</u>	<u>(1,742)</u>	<u>(28,392)</u>	<u>1</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (100,643)</u>	<u>\$ (561)</u>	<u>\$ -</u>	<u>\$ (6,005)</u>	<u>\$ 1</u>

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	<u>Title III</u> <u>2021-2023</u> <u>Fund</u>	<u>Immigrant Influx</u> <u>2018-2021</u> <u>Fund</u>	<u>Title III</u> <u>2022-2024</u> <u>Fund</u>	<u>7907</u> <u>Fund</u>	<u>Explore, Engage</u> <u>Experience (3E) Grant</u> <u>Fund</u>	<u>ARP/IDEA</u> <u>School Age</u> <u>Fund</u>	<u>ARP/IDEA</u> <u>Preschool</u> <u>Fund</u>
Revenues							
State basic aid	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment income	-	-	-	-	-	-	-
Federal sources	39,951	-	35,116	5,631	130,561	583,702	42,267
Other revenues	-	-	-	-	-	-	-
Total revenues	<u>39,951</u>	<u>-</u>	<u>35,116</u>	<u>5,631</u>	<u>130,561</u>	<u>583,702</u>	<u>42,267</u>
Expenditures							
Current:							
Instruction	32,448	-	75,415	5,631	-	436,542	42,266
Support services	-	-	1,308	-	117,031	171,094	-
Operation of noninstructional services	-	-	347	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Capital outlays	-	-	-	-	295,907	-	-
Total expenditures	<u>32,448</u>	<u>-</u>	<u>77,070</u>	<u>5,631</u>	<u>412,938</u>	<u>607,636</u>	<u>42,266</u>
Excess (deficiency) of revenues over (under) expenditures	<u>7,503</u>	<u>-</u>	<u>(41,954)</u>	<u>-</u>	<u>(282,377)</u>	<u>(23,934)</u>	<u>1</u>
Other financing sources (uses)							
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	7,503	-	(41,954)	-	(282,377)	(23,934)	1
Fund balances at beginning of year	<u>(7,503)</u>	<u>1</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(6,531)</u>	<u>-</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ (41,954)</u>	<u>\$ -</u>	<u>\$ (282,377)</u>	<u>\$ (30,465)</u>	<u>\$ 1</u>

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	<u>7921</u> <u>Fund</u>	<u>ESSER III</u> <u>Fund</u>	<u>ESSER II</u> <u>Fund</u>	<u>Fed Stimulus 18003</u> <u>Educ Stabilization Re</u> <u>Fund</u>	<u>7960</u> <u>Fund</u>	<u>Project Aware</u> <u>2021-2022</u> <u>Fund</u>	<u>Prepaid Lunch</u> <u>Accounts</u> <u>Fund</u>
Revenues							
State basic aid	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment income	-	-	-	-	-	-	-
Federal sources	1,263,073	1,325,172	90,616	-	223,867	25,322	-
Other revenues	-	-	-	-	-	-	496,772
Total revenues	<u>1,263,073</u>	<u>1,325,172</u>	<u>90,616</u>	<u>-</u>	<u>223,867</u>	<u>25,322</u>	<u>496,772</u>
Expenditures							
Current:							
Instruction	-	696,835	103,235	-	-	-	-
Support services	1,263,073	649,042	-	(1,177)	223,867	23,307	-
Operation of noninstructional services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	496,772
Capital outlays	-	-	-	-	-	-	-
Total expenditures	<u>1,263,073</u>	<u>1,345,877</u>	<u>103,235</u>	<u>(1,177)</u>	<u>223,867</u>	<u>23,307</u>	<u>496,772</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(20,705)</u>	<u>(12,619)</u>	<u>1,177</u>	<u>-</u>	<u>2,015</u>	<u>-</u>
Other financing sources (uses)							
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	(20,705)	(12,619)	1,177	-	2,015	-
Fund balances at beginning of year	<u>-</u>	<u>(182,241)</u>	<u>(21,547)</u>	<u>(1,176)</u>	<u>-</u>	<u>(2,015)</u>	<u>-</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ (202,946)</u>	<u>\$ (34,166)</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

HAMILTON SOUTHEASTERN SCHOOLS
 Other Supplementary Information
 Combining Statement of Revenues, Expenses and Changes in Fund Balance
 Nonmajor Governmental Funds – Special Revenue
 June 30, 2023

	<u>Brooks Elementary Fund</u>	<u>Cumberland Road Elementary Fund</u>	<u>Fall Creek Elementary Fund</u>	<u>Fall Creek Intermediate Fund</u>	<u>Fall Creek Junior High Fund</u>	<u>Fishers Elementary Fund</u>	<u>Fishers Junior High Fund</u>	<u>Fishers High Fund</u>
Revenues								
State basic aid	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment income	583	24	111	362	383	66	525	4,125
Federal sources	-	-	-	-	-	-	-	-
Other revenues	<u>577,834</u>	<u>275,815</u>	<u>282,056</u>	<u>639,848</u>	<u>928,846</u>	<u>203,679</u>	<u>695,020</u>	<u>3,776,747</u>
Total revenues	<u>578,417</u>	<u>275,839</u>	<u>282,167</u>	<u>640,210</u>	<u>929,229</u>	<u>203,745</u>	<u>695,545</u>	<u>3,780,872</u>
Expenditures								
Current:								
Instruction	566,531	289,553	278,784	625,591	1,002,425	203,903	682,731	3,536,957
Support services	-	-	-	-	-	-	-	-
Operation of noninstructional services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Capital outlays	-	-	-	-	-	-	-	-
Total expenditures	<u>566,531</u>	<u>289,553</u>	<u>278,784</u>	<u>625,591</u>	<u>1,002,425</u>	<u>203,903</u>	<u>682,731</u>	<u>3,536,957</u>
Excess (deficiency) of revenues over (under) expenditures	<u>11,886</u>	<u>(13,714)</u>	<u>3,383</u>	<u>14,619</u>	<u>(73,196)</u>	<u>(158)</u>	<u>12,814</u>	<u>243,915</u>
Other financing sources (uses)								
Transfers 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 balances	11,886	(13,714)	3,383	14,619	(73,196)	(158)	12,814	243,915
Fund balances at beginning of year	<u>121,987</u>	<u>26,114</u>	<u>32,004</u>	<u>108,655</u>	<u>225,868</u>	<u>16,898</u>	<u>162,186</u>	<u>955,560</u>
Fund balances at end of year	<u>\$ 133,873</u>	<u>\$ 12,400</u>	<u>\$ 35,387</u>	<u>\$ 123,274</u>	<u>\$ 152,672</u>	<u>\$ 16,740</u>	<u>\$ 175,000</u>	<u>\$ 1,199,475</u>

HAMILTON SOUTHEASTERN SCHOOLS
 Other Supplementary Information
 Combining Statement of Revenues, Expenses and Changes in Fund Balance
 Nonmajor Governmental Funds – Special Revenue
 June 30, 2023

	<u>Geist Elementary Fund</u>	<u>Hamilton Southeastern High Fund</u>	<u>Hamilton Southeastern Junior High Fund</u>	<u>Harrison Parkway Elementary Fund</u>	<u>Hoosier Road Elementary Fund</u>	<u>Lantern Road Elementary Fund</u>	<u>New Britton Elementary Fund</u>
Revenues							
State basic aid	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment income	123	4,537	942	277	157	162	66
Federal sources	-	-	-	-	-	-	-
Other revenues	390,035	4,072,260	1,087,995	258,863	312,180	285,688	258,417
Total revenues	<u>390,158</u>	<u>4,076,797</u>	<u>1,088,937</u>	<u>259,140</u>	<u>312,337</u>	<u>285,850</u>	<u>258,483</u>
Expenditures							
Current:							
Instruction	381,107	3,948,410	1,068,736	254,228	312,501	273,299	249,779
Support services	-	-	-	-	-	-	-
Operation of noninstructional services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Capital outlays	-	-	-	-	-	-	-
Total expenditures	<u>381,107</u>	<u>3,948,410</u>	<u>1,068,736</u>	<u>254,228</u>	<u>312,501</u>	<u>273,299</u>	<u>249,779</u>
Excess (deficiency) of revenues over (under) expenditures	<u>9,051</u>	<u>128,387</u>	<u>20,201</u>	<u>4,912</u>	<u>(164)</u>	<u>12,551</u>	<u>8,704</u>
Other financing sources (uses)							
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	9,051	128,387	20,201	4,912	(164)	12,551	8,704
Fund balances at beginning of year	<u>23,803</u>	<u>1,350,471</u>	<u>169,925</u>	<u>89,557</u>	<u>53,870</u>	<u>34,690</u>	<u>10,871</u>
Fund balances at end of year	<u>\$ 32,854</u>	<u>\$ 1,478,858</u>	<u>\$ 190,126</u>	<u>\$ 94,469</u>	<u>\$ 53,706</u>	<u>\$ 47,241</u>	<u>\$ 19,575</u>

HAMILTON SOUTHEASTERN SCHOOLS
 Other Supplementary Information
 Combining Statement of Revenues, Expenses and Changes in Fund Balance
 Nonmajor Governmental Funds – Special Revenue
 June 30, 2023

	<u>Riverside Intermediate Fund</u>	<u>Riverside Junior High Fund</u>	<u>Sand Creek Elementary Fund</u>	<u>Sand Creek Intermediate Fund</u>	<u>Thorpe Creek Elementary Fund</u>	<u>Southeastern Elementary Fund</u>	<u>Deer Creek Elementary Fund</u>	<u>5243 Fund</u>	Total Nonmajor Special Revenue Funds
Revenues									
State basic aid	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,367,397
Investment income	489	561	107	343	100	70	71	-	14,184
Federal sources	-	-	-	-	-	-	-	-	13,594,593
Other revenues	556,214	813,809	242,732	501,360	344,952	494,551	265,986	-	26,992,701
Total revenues	<u>556,703</u>	<u>814,370</u>	<u>242,839</u>	<u>501,703</u>	<u>345,052</u>	<u>494,621</u>	<u>266,057</u>	<u>-</u>	<u>42,968,875</u>
Expenditures									
Current:									
Instruction	535,088	804,224	237,939	502,792	347,151	491,897	260,793	38	23,604,175
Support services	-	-	-	-	-	-	-	-	6,551,998
Operation of noninstructional services	-	-	-	-	-	-	-	-	9,371,266
Nonprogrammed charges	-	-	-	-	-	-	-	-	496,772
Capital outlays	-	-	-	-	-	-	-	-	291,617
Total expenditures	<u>535,088</u>	<u>804,224</u>	<u>237,939</u>	<u>502,792</u>	<u>347,151</u>	<u>491,897</u>	<u>260,793</u>	<u>38</u>	<u>40,315,828</u>
Excess (deficiency) of revenues over (under) expenditures	<u>21,615</u>	<u>10,146</u>	<u>4,900</u>	<u>(1,089)</u>	<u>(2,099)</u>	<u>2,724</u>	<u>5,264</u>	<u>(38)</u>	<u>2,653,047</u>
Other financing sources (uses)									
Transfers out	-	-	-	-	-	-	-	-	(8,724)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,614</u>
Net change in fund balances	21,615	10,146	4,900	(1,089)	(2,099)	2,724	5,264	(38)	2,644,323
Fund balances at beginning of year	<u>80,588</u>	<u>180,898</u>	<u>28,586</u>	<u>125,311</u>	<u>34,161</u>	<u>14,949</u>	<u>15,972</u>	<u>-</u>	<u>9,072,808</u>
Fund balances at end of year	<u>\$ 102,203</u>	<u>\$ 191,044</u>	<u>\$ 33,486</u>	<u>\$ 124,222</u>	<u>\$ 32,062</u>	<u>\$ 17,673</u>	<u>\$ 21,236</u>	<u>\$ (38)</u>	<u>\$ 11,717,131</u>

HAMILTON SOUTHEASTERN SCHOOLS
Other Supplementary Information
Combining Balance Sheet
Nonmajor Governmental Funds – Debt Service
June 30, 2023

	<u>Taxable Pension Bonds Fund</u>	<u>Capital Referendum Fund</u>	<u>Total Nonmajor Debt Service Funds</u>
Assets			
Cash and investments - restricted	\$ 253,326	\$ 11,898,608	\$ 12,151,934
Receivables, net			
Taxes receivable	112,642	5,077,108	5,189,750
Total assets	<u>\$ 365,968</u>	<u>\$ 16,975,716</u>	<u>\$ 17,341,684</u>
Liabilities, Deferred Inflows of Resources, and Fund Balance			
Liabilities			
Interfund payable	\$ 100,000	\$ -	\$ 100,000
Total liabilities	<u>100,000</u>	<u>-</u>	<u>100,000</u>
Deferred Inflows of Resources			
Unavailable revenues	112,642	5,077,108	5,189,750
Total deferred inflows of resources	<u>112,642</u>	<u>5,077,108</u>	<u>5,189,750</u>
Fund balances			
Restricted - Debt service	153,326	11,898,608	12,051,934
Total fund balance	<u>153,326</u>	<u>11,898,608</u>	<u>12,051,934</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 365,968</u>	<u>\$ 16,975,716</u>	<u>\$ 17,341,684</u>

HAMILTON SOUTHEASTERN SCHOOLS
 Other Supplementary Information
 Combining Statement of Revenues, Expenses and Changes in Fund Balance
 Nonmajor Governmental Funds – Debt Service
 June 30, 2023


	<u>Taxable Pension Bonds Fund</u>	<u>Capital Referendum Fund</u>	<u>Total Nonmajor Debt Service Funds</u>
Revenues			
Property taxes	\$ 309,217	\$ 12,243,494	\$ 12,552,711
Other taxes	22,544	766,178	788,722
Total revenues	<u>331,761</u>	<u>13,009,672</u>	<u>13,341,433</u>
Expenditures			
Debt service:			
Principal payments on debt	355,000	7,745,000	8,100,000
Interest on debt	34,089	4,662,600	4,696,689
Other debt services	-	16,100	16,100
Total expenditures	<u>389,089</u>	<u>12,423,700</u>	<u>12,812,789</u>
Net change in fund balances	(57,328)	585,972	528,644
Fund balances at beginning of year	<u>210,654</u>	<u>11,312,636</u>	<u>11,523,290</u>
Fund balances at end of year	<u>\$ 153,326</u>	<u>\$ 11,898,608</u>	<u>\$ 12,051,934</u>



Hamilton Southeastern Schools

Single Audit Report

June 30, 2023



Hamilton Southeastern Schools

June 30, 2023

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Hamilton Southeastern Schools

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2023

Federal Grantor	Pass-Through Grantor	Pass-Through Identifying Number	Program Title	Federal Assistance Listing Number	Passed Through to Subrecipients	2023 Total Federal Expenditures
U.S. Department of Agriculture						
Child Nutrition Cluster:						
	Indiana Department of Education	3005	School Breakfast Program	10.553	\$ -	\$ 504,885
	Indiana Department of Education	3005	School Lunch Program	10.555	-	5,871,224
	Total Child Nutrition Cluster				-	6,376,109
Total U.S. Department of Agriculture					-	6,376,109
Federal Communications Commission						
	Indiana Department of Education	ECF202106788	COVID-19 Emergency Connectivity Fund	32.009	-	1,263,073
Total Federal Communications Commission					-	1,263,073
U.S. Department of Education						
	Indiana Department of Education	S010A210014	Title I Grants to Local Education Agencies	84.010	-	13,900
	Indiana Department of Education	S010A230014	Title I Grants to Local Education Agencies	84.010	-	456,463
	Total Title I Grants to Local Education Agencies				-	470,363
Special Education Cluster:						
	Indiana Department of Education	21611-101-PN01	Special Education Part B	84.027	-	1,913
	Indiana Department of Education	22611-101-PN01	Special Education Part B	84.027	-	112,620
	Indiana Department of Education	23611-101-PN01	Special Education Part B	84.027	-	3,854,365
	Indiana Department of Education	H027X210084	COVID-19 Special Education Part B	84.027	-	607,819
	Total COVID-19 Special Education Part B				-	4,576,717
	Indiana Department of Education	23619-101-PN01	Special Education Preschool	84.173	-	102,652
	Indiana Department of Education	H173X210104	COVID-19 Special Education Preschool	84.173	-	42,266
	Total Special Education Cluster				-	4,721,635

Hamilton Southeastern Schools

Schedule of Expenditures of Federal Awards (Continued)

Year Ended June 30, 2023

Federal Grantor	Pass-Through Grantor	Pass-Through Identifying Number	Program Title	Federal Assistance Listing Number	Passed Through to Subrecipients	2023 Total Federal Expenditures
U.S. Department of Education						
	Direct	N/A	Mental Health Grant	84.184	\$ -	\$ 20,872
	Indiana Department of Education	S365A190014	English Language Acquisition State Grants	84.365	-	13,735
	Indiana Department of Education	S365A210014	English Language Acquisition State Grants	84.365	-	39,951
	Indiana Department of Education	S365A220014	English Language Acquisition State Grants	84.365	-	75,540
					<u>-</u>	<u>129,226</u>
	Indiana Department of Education	7000-S367A210013	Supporting Effective Instruction State Grants	84.367	-	191,362
	Indiana Department of Education	S367A200013	Supporting Effective Instruction State Grants	84.367	-	101,968
	Indiana Department of Education	S367A220013	Supporting Effective Instruction State Grants	84.367	-	25,111
					<u>-</u>	<u>318,441</u>
	Indiana Department of Education	S424A190015	Student Support and Academic Enrichment Program	84.424	-	30,790
	Indiana Department of Education	S424A200015	Student Support and Academic Enrichment Program	84.424	-	789
					<u>-</u>	<u>31,579</u>
	Indiana Department of Education	S425D200013	COVID-19 Elementary and Secondary School Emergency Relief Fund (Education Stabilization Fund)	84.425D	-	124,683
	Indiana Department of Education	S425U200013	COVID-19 Elementary and Secondary School Emergency Relief Fund (Education Stabilization Fund)	84.425U	-	1,393,535
	Indiana Department of Education	S425U210013	COVID-19 Elementary and Secondary School Emergency Relief Fund (Education Stabilization Fund)	84.425U	5,631	5,631
	Central Indiana Educational Service Center	7000S425U210013	COVID-19 Elementary and Secondary School Emergency Relief Fund (Education Stabilization Fund)	84.425U	-	130,561
					<u>5,631</u>	<u>1,654,410</u>
			Total U.S. Department of Education		<u>5,631</u>	<u>7,346,526</u>
U.S. Department of Health and Human Services						
	Indiana Department of Education	6H79SM080975-04	Substance Abuse and Mental Health Services Projects	93.243	-	47,994
					<u>-</u>	<u>47,994</u>
	Indiana Department of Education	FY2022	Medical Assistance Program (<i>Medicaid Cluster</i>)	93.778	-	54,727
					<u>-</u>	<u>54,727</u>
			Total U.S. Department of Health and Human Services		<u>-</u>	<u>102,721</u>
Federal Emergency Management Agency						
	Indiana Department of Homeland Security	PA-05-IN4515DR-IN-057-UO45E-00(150754)	COVID-19 Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	-	223,867
					<u>-</u>	<u>223,867</u>
			Total Federal Emergency Management Agency		<u>-</u>	<u>223,867</u>
			Total Federal Expenditures		<u>\$ 5,631</u>	<u>\$ 15,312,296</u>

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

Note 1: Basis of Presentation

The accompanying schedule of expenditures of federal awards (Schedule) includes the federal award activity of Hamilton Southeastern Schools (HSE) under programs of the federal government for the year ended June 30, 2023. The accompanying notes are an integral part of this Schedule. 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 HSE, it is not intended to and does not present the financial position, changes in net position or cash flows of HSE.

Note 2: Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the 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.

Note 3: Indirect Cost Rate

HSE has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

Note 4: Federal Loans Programs

HSE had no federal loans that they were administering as of June 30, 2023.

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 Auditor's Report

School Board
Hamilton Southeastern Schools
Fishers, Indiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Hamilton Southeastern Schools (School Corporation), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collective comprise the School Corporation's basic financial statements, and have issued our report thereon dated March 14, 2024, which contained an other matter paragraph for management's omission of the management's discussion and analysis..

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 opinion 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. Given these limitations, during our audit, we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

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*.

Purpose of This Report

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

FORVIS,LLP

Indianapolis, Indiana
March 14, 2024

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

Independent Auditor's Report

School Board
Hamilton Southeastern Schools
Fishers, Indiana

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Hamilton Southeastern School's (School Corporation) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the School Corporation's major federal programs for the year ended June 30, 2023. The School Corporation's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Hamilton Southeastern Schools complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control Over Compliance

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

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

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 have issued our report thereon dated March 14, 2024, which contained unmodified opinions on those financial statements and included an other matter paragraph for management’s omission of the management’s discussion and analysis. Our audit was conducted for the purpose of forming opinions on the 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 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.

FORVIS,LLP

Indianapolis, Indiana
March 14, 2024

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

Section I – Summary of Auditor’s Results

Financial Statements

1. Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:
 Unmodified Qualified Adverse Disclaimer

2. Internal control over financial reporting:
Significant deficiency(ies) identified? Yes None reported
Material weakness(es) identified? Yes No

3. Noncompliance material to the financial statements noted? Yes No

Federal Awards

4. Internal control over major federal awards programs:
Significant deficiency(ies) identified? Yes None reported
Material weakness(es) identified? Yes No

5. Type of auditor’s report issued on compliance for major federal program(s):
(Check each description that applies. If any other than unmodified apply, also list the name of each major program by the type of opinion applicable to that program.)
 Unmodified Qualified Adverse Disclaimer

6. Any audit findings disclosed that are required to be reported by 2 CFR 200.516(a)? Yes No

Hamilton Southeastern Schools
Schedule of Findings and Questioned Costs (Continued)
Year Ended June 30, 2023

7. Identification of major federal programs:

Assistance Listing Numbers	Name of Federal Program or Cluster
84.027 & 84.173	Special Education Cluster
84.425D & 84.425U	COVID-19 Elementary and Secondary School Emergency Relief Fund (Education Stabilization Fund)

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

9. Auditee qualified as a low-risk auditee? Yes No

Hamilton Southeastern Schools
Schedule of Findings and Questioned Costs (Continued)
Year Ended June 30, 2023

Section II – Financial Statement Findings

Reference Number	Finding
	No matters are reportable.

Section III - Federal Award Findings and Questioned Costs

Reference Number	Finding
	No matters are reportable.

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

Reference Number	Summary of Finding	Status
2022-001	Financial Reporting The District's internal control environment over financial reporting did not detect certain adjustments to capital assets, accounts payables, and accounts receivables that were needed to prevent the financial statements from being misstated.	Resolved