

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

FINANCIAL STATEMENT AUDIT REPORT
OF
UNION TOWNSHIP SCHOOL CORPORATION
PORTER COUNTY, INDIANA
July 1, 2018 to June 30, 2020



FILED
04/13/2021

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Pamela Buksar Philip McKelvey	07-01-18 to 06-30-19 07-01-19 to 06-30-21
Superintendent of Schools	John Hunter	07-01-18 to 06-30-21
President of the School Board	Robert Gilliana Stacey Buehler Julie Giorgi	07-01-18 to 12-31-18 01-01-19 to 12-31-19 01-01-20 to 06-30-21



INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE UNION TOWNSHIP SCHOOL CORPORATION, PORTER COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of the Union Township School Corporation (School Corporation), which comprises the financial position and results of operations for the period of July 1, 2018 to June 30, 2020, and the related notes to the financial statement as listed in the Table of Contents.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the financial reporting provisions of the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6). Management is responsible for and has determined that the regulatory basis of accounting, as established by the Indiana State Board of Accounts, is an acceptable basis of presentation. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on this financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the School Corporation's preparation and fair presentation of the financial statement 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, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

INDEPENDENT AUDITOR'S REPORT
(Continued)

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

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

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles* paragraph, the financial statement referred to above does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position and results of operations of the School Corporation for the period of July 1, 2018 to June 30, 2020.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the financial position and results of operations of the School Corporation for the period of July 1, 2018 to June 30, 2020, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.


Other Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the School Corporation's financial statement. The Combining Schedules of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances - Regulatory Basis, Schedule of Payables and Receivables, Schedule of Leases and Debt, and Schedule of Capital Assets, as listed in the Table of Contents, are presented for additional analysis and are not required parts of the financial statement. They have not been subjected to the auditing procedures applied by us in the audit of the financial statement, and, accordingly, we express no opinion on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued a report dated March 31, 2021, on our consideration of the School Corporation's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, 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.


Paul D. Joyce, CPA
State Examiner

March 31, 2021

FINANCIAL STATEMENT AND ACCOMPANYING NOTES

The financial statement and accompanying notes were approved by management of the School Corporation. The financial statement and notes are presented as intended by the School Corporation.

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UNION TOWNSHIP SCHOOL CORPORATION
 STATEMENT OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Years Ended June 30, 2019 and 2020

Fund	Cash and Investments 07-01-18	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-19	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-20
General	\$ 2,354,724	\$ 4,892,886	\$ 6,340,542	\$ (907,068)	\$ -	\$ -	\$ -	\$ -	\$ -
Education	-	5,663,691	3,870,171	126,327	1,919,847	10,902,766	8,936,761	(1,536,083)	2,349,769
Operating Referendum Tax Levy	513,565	1,396,971	1,224,326	-	686,210	1,505,090	1,486,691	-	704,609
Debt Service	2,442,069	3,756,378	3,372,574	-	2,825,873	3,577,911	4,356,503	-	2,047,281
Retirement/Severance Bond Debt Service	56,111	87,623	91,815	-	51,919	86,886	88,071	-	50,734
Operations	-	3,306,404	1,535,754	1,102,031	2,872,681	4,753,970	5,304,056	636,083	2,958,678
Capital Projects	1,124,598	578,501	1,477,750	(225,349)	-	-	-	-	-
School Transportation	973,694	628,152	1,050,373	(551,473)	-	-	-	-	-
School Bus Replacement	161,236	143,682	160,450	(144,468)	-	-	-	-	-
Local Rainy Day	5,410,279	14,377	913,935	600,000	5,110,721	72,437	443,663	900,000	5,639,495
Post-Retirement/Severance Future Benefits	170,099	-	-	-	170,099	-	-	-	170,099
School Lunch	200,004	551,482	546,968	-	204,518	436,487	478,998	-	162,007
Curricular Materials Rental	121,196	191,989	229,461	-	83,724	169,246	30,247	-	222,723
Levy Excess	2,084	-	-	-	2,084	-	-	-	2,084
Wellness Program	1,817	-	-	-	1,817	-	-	-	1,817
Wetland Enhancement	9,523	12,208	15,400	-	6,331	500	367	-	6,464
Educational License Plates	12,695	169	-	-	12,864	225	-	-	13,089
Lilly Grant - Counseling	10,678	-	10,678	-	-	-	-	-	-
Scholarships and Awards	5,000	1,150	1,000	-	5,150	-	1,000	-	4,150
Formative Assessment	-	15,951	15,951	-	-	15,965	15,965	-	-
Instruction Support	-	32,100	32,100	-	-	31,743	31,743	-	-
Secured Schools Safety Grant	100	40,387	40,487	-	-	50,000	50,000	-	-
Non-English Speaking Programs	-	1,800	1,800	-	-	-	-	-	-
School Technology	-	13,570	13,570	-	-	14,777	-	-	14,777
Career and Technical Performance Grant	4,860	2,757	2,203	-	5,414	-	-	-	5,414
Teacher Appreciation Grant	-	43,206	43,206	-	-	54,210	54,210	-	-
Miscellaneous Programs	-	5,002	5,002	-	-	-	-	-	-
Title I	-	151,268	151,268	-	-	86,695	86,695	-	-
Title IV, Part A	-	5,000	5,000	-	-	-	-	-	-
Title II, Part A, Supporting Effective Instruction	-	26,081	26,081	-	-	21,779	21,779	-	-
Title III, English Language Acquisition	-	1,212	1,212	-	-	-	-	-	-
Payroll Withholding	-	2,472,927	2,470,866	-	2,061	2,580,964	2,529,468	-	53,557
Superintendent Installation	-	23,100	15,433	-	7,667	-	7,667	-	-
IAPSS Presidency	-	-	-	-	-	2,500	2,500	-	-
Prepaid School Lunch	8,833	55,428	54,559	-	9,702	127,071	116,051	-	20,722
Totals	\$ 13,583,165	\$ 24,115,452	\$ 23,719,935	\$ -	\$ 13,978,682	\$ 24,491,222	\$ 24,042,435	\$ -	\$ 14,427,469

The notes to the financial statement are an integral part of this statement.

UNION TOWNSHIP SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

School Corporation, as used herein, shall include, but is not limited to, the following: school townships, school towns, school cities, consolidated school corporations, joint schools, metropolitan school districts, township school districts, county schools, united schools, school districts, cooperatives, educational service centers, community schools, community school corporations, and charter schools.

The School Corporation was established under the laws of the State of Indiana. The School Corporation operates under a Board of School Trustees form of government and provides educational services.

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

B. Basis of Accounting

The financial statement is reported on a regulatory basis of accounting prescribed by the Indiana State Board of Accounts in accordance with state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The basis of accounting involves the reporting of only cash and investments and the changes therein resulting from cash inflows (receipts) and cash outflows (disbursements) reported in the period in which they occurred.

The regulatory basis of accounting differs from accounting principles generally accepted in the United States of America, in that receipts are recognized when received in cash, rather than when earned, and disbursements are recognized when paid, rather than when a liability is incurred.

C. Cash and Investments

Investments are stated at cost. Any changes in fair value of the investments are reported as receipts in the year of the sale of the investment.

D. Receipts

Receipts are presented in the aggregate on the face of the financial statement. The aggregate receipts include the following sources:

Local sources. Amounts received from taxes, revenue from local governmental units other than school corporations, transfer tuition, transportation fees, investment income, food services, School Corporation activities, revenue from community service activities, and other revenue from local sources.

Intermediate sources. Amounts received as distributions from the County for fees collected for or on behalf of the School Corporation including, but not limited to, the following: educational license plate fees, congressional interest, riverboat distributions, and other similar fees.

UNION TOWNSHIP SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

State sources. Amounts received as distributions from the State of Indiana that are to be used by the School Corporation for various purposes, including, but not limited to, the following: unrestricted grants, restricted grants, revenue in lieu of taxes, and revenue for or on behalf of the School Corporation.

Federal sources. Amounts received as distributions from the federal government that are to be used by the School Corporation for various purposes, including, but not limited to, the following: unrestricted grants, restricted grants, revenue in lieu of taxes, and revenue for or on behalf of the School Corporation.

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

Other receipts. Amounts received from various sources, including, but not limited to, the following: return of petty cash, return of cash change, insurance claims for losses, sale of securities, and other receipts not listed in another category above.

E. Disbursements

Disbursements are presented in the aggregate on the face of the financial statement. The aggregate disbursements include the following uses:

Instruction. Amounts disbursed for regular programs, special programs, adult and continuing education programs, summer school programs, enrichment programs, remediation, and payments to other governmental units.

Support services. Amounts disbursed for support services related to students, instruction, general administration, school administration, outflows for central services, operation and maintenance of plant services, and student transportation.

Noninstructional services. Amounts disbursed for food service operations and community service operations.

Facilities acquisition and construction. Amounts disbursed for the acquisition, development, construction, and improvement of new and existing facilities.

Debt services. Amounts disbursed for fixed obligations resulting from financial transactions previously entered into by the School Corporation, including: all expenditures for the reduction of the principal and interest of the School Corporation's general obligation indebtedness.

Nonprogrammed charges. Amounts disbursed for donations to foundations, securities purchased, indirect costs, scholarships, and self-insurance payments.

F. Other Financing Sources and Uses

Other financing sources and uses are presented in the aggregate on the face of the financial statement. The aggregate other financing sources and uses include the following:

UNION TOWNSHIP SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

Transfers in. Amounts received by one fund as a result of transferring money from another fund. The transfers are used for cash flow purposes as provided by various statutory provisions.

Transfers out. Amounts paid by one fund to another fund. The transfers are used for cash flow purposes as provided by various statutory provisions.

G. Fund Accounting

Separate funds are established, maintained, and reported by the School Corporation. Each fund is used to account for amounts received from and used for specific sources and uses as determined by various regulations. Restrictions on some funds are set by statute while other funds are internally restricted by the School Corporation. The amounts accounted for in a specific fund may only be available for use for certain, legally-restricted purposes. Additionally, some funds are used to account for assets held by the School Corporation in a trustee capacity as an agent of individuals, private organizations, other funds, or other governmental units, and, therefore, the funds cannot be used for any expenditures of the unit itself.

Note 2. Budgets

The operating budget is initially prepared and approved at the local level. The fiscal officer of the School Corporation submits a proposed operating budget to the governing board for the following calendar year. The budget is advertised as required by law. Prior to adopting the budget, the governing board conducts public hearings and obtains taxpayer comments. Prior to November 1, the governing board approves the budget for the next year. The budget for funds for which property taxes are levied or highway use taxes are received is subject to final approval by the Indiana Department of Local Government Finance.

Note 3. Property Taxes

Property taxes levied are collected by the County Treasurer and are scheduled to be distributed to the School Corporation in June and December; however, situations can arise which would delay the distributions. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by December 31 of the year preceding the budget year or January 15 of the budget year if the School Corporation is issuing debt after December 1 or intends on filing a shortfall appeal. These rates were based upon the assessed valuations adjusted for various tax credits from the preceding year's lien date of January 1. Taxable property is assessed at 100 percent of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which normally become delinquent if not paid by May 10 and November 10, respectively.

Note 4. Deposits and Investments

Deposits, made in accordance with state statute (IC 5-13), with financial institutions in the State of Indiana, at year end, should be entirely insured by the Federal Depository Insurance Corporation or by the Indiana Public Deposit Insurance Fund. This includes any deposit accounts issued or offered by a qualifying financial institution.

UNION TOWNSHIP SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

State statutes authorize the School Corporation to invest in securities including, but not limited to, the following: federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

Note 5. Risk Management

The School Corporation may be exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; job-related illnesses or injuries to employees; medical benefits to employees, retirees, and dependents; and natural disasters.

These risks can be mitigated through the purchase of insurance, establishment of a self-insurance fund, and/or participation in a risk pool. The purchase of insurance transfers the risk to an independent third-party. The establishment of a self-insurance fund allows the School Corporation to set aside money for claim settlements. The self-insurance fund would be included in the financial statement. The purpose of participation in a risk pool is to provide a medium for the funding and administration of the risks.

Note 6. Pension Plans

A. Public Employees' Retirement Fund

Plan Description

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

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

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

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

Financial Report

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

UNION TOWNSHIP SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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

Contributions

Members' contributions are set by state statute at 3 percent of compensation for both the defined contribution component of PERF Hybrid and My Choice. The employer may elect to make the contribution on behalf of the member of the defined contribution component of PERF Hybrid and My Choice members may receive additional employer contribution in lieu of the PERF DB. Contributions to the PERF DB are determined by INPRS Board based on actuarial valuation.

B. Teachers' Retirement Fund

Plan Descriptions

The Indiana Teachers' Hybrid Plan (TRF Hybrid) consists of two components: Indiana Teachers' Pre-1996 Defined Benefit Account (Teachers' Pre-1996 DB) or Indiana Teachers' 1996 Defined Benefit Account (Teachers' 1996 DB) the monthly employer-funded defined benefit components, along with the Indiana Teachers' Defined Contribution Account (TRF DC), the defined contribution component. Generally, members hired before 1996 participate in the Teachers' Pre-1996 DB and members hired after 1995 participate in the Teachers' 1996 DB.

The Teachers' 1996 DB is a cost-sharing multiple-employer defined benefit pension plan and provides retirement, disability, and survivor benefits to plan members. All legally qualified and regularly employed licensed teachers serving in State of Indiana public schools are eligible to participate in the Teachers' 1996 DB.

The Teachers' Pre-1996 DB is a pay-as-you-go, cost-sharing multiple-employer defined benefit pension plan and provides retirement, disability, and survivor benefits to plan members. Membership in the Teacher' Pre-1996 DB is closed to new entrants.

The TRF DC is a multiple-employer defined contribution plan providing supplemental retirement benefits to Teachers' 1996 DB and Teachers' Pre-1996 DB members.

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

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

Financial Report

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

UNION TOWNSHIP SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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

Contributions

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

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

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

Note 7. Holding Corporation

The School Corporation has entered into capital leases with the Wheeler-Union Township School Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessor has been determined to be a related-party of the School Corporation. Lease payments during the years ending June 30, 2019 and 2020, totaled \$2,233,908 and \$2,253,578, respectively.

Note 8. Subsequent Events

The School Corporation began a building project on Union Center Elementary. A preliminary determination hearing was performed on March 11, 2020. Notices were posted on February 20, 2020, and February 24, 2020, in The Tribune and The Times, respectively. The final preliminary determination hearing was completed on March 18, 2020. On April 29, 2020, the School Corporation received confirmation that no petition was filed through the Board of Voter Registration. The process was bid through a CMc format and a lease hearing was performed on July 8, 2020. An AA+/AA- rating was earned through S&P Global. Bonds were closed on in the amount of \$11,366,552 on October 21, 2020.

UNION TOWNSHIP SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 9. *Establishment of the Education Fund and Operations Fund*

State statute (IC 20-40-2-2) required the establishment of an Education fund to be used to pay expenses allocated to student instruction and learning. The balance in the School Corporation's General fund as of December 31, 2018, was required to be transferred to the Education fund on January 1, 2019 (IC 20-40-2-7).

In addition, an Operations fund was required to be established under state statute (IC 20-40-18-1). The fund may be used to carry out capital project plans; pay transportation costs attributable to the transportation of school children; carry out a school bus replacement plan; pay expenses that are allocated to overhead and operational expenditures; provide funds to an art association or a historical society; and establish, maintain, and equip a public playground. The Indiana Codes establishing the Capital Projects fund (IC 20-40-8-6); School Transportation (IC 20-40-6-4); School Bus Replacement (IC 20-40-7-5); Historical fund; Playground fund; and Art fund were repealed effective January 1, 2019. Guidance was provided by the Indiana Department of Education to transfer the balances remaining in these funds as of December 31, 2018, to the Operations fund.

The Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, issued by the Indiana State Board of Accounts, includes the chart of accounts used by school corporations which coincides with the State Board of Education's determined categories in accordance with state statute (IC 20-42.5-3-7).

OTHER INFORMATION - UNAUDITED

The School Corporation's Financial Reports can be found on the Indiana Department of Education website: <http://www.doe.in.gov/finance/school-financial-reports>. This website is maintained by the Indiana Department of Education. More current financial information is available from the School Corporation Treasurer's office. Additionally, some financial information of the School Corporation can be found on the Indiana Gateway for Government Units website: <https://gateway.ifionline.org/>.

Differences may be noted between the financial information presented in the financial statement contained in this report and the financial information presented in the School Corporation's Financial Reports referenced above. These differences, if any, are due to adjustments made to the financial information during the course of the audit. This is a common occurrence in any financial statement audit. The financial information presented in this report is audited information, and the accuracy of such information can be determined by reading the opinion given in the Independent Auditor's Report.

The other information presented was approved by management of the School Corporation. It is presented as intended by the School Corporation.

UNION TOWNSHIP SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2019

	General	Education	Operating Referendum Tax Levy	Debt Service	Retirement/ Severance Bond Debt Service	Operations	Capital Projects	School Transportation	School Bus Replacement	Local Rainy Day
Cash and investments - beginning	\$ 2,354,724	\$ -	\$ 513,565	\$ 2,442,069	\$ 56,111	\$ -	\$ 1,124,598	\$ 973,694	\$ 161,236	\$ 5,410,279
Receipts:										
Local sources	139,757	379,363	1,396,971	2,756,378	87,623	1,799,556	578,501	623,202	143,682	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	4,735,036	4,781,405	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	500,000	-	1,000,000	-	1,500,000	-	-	-	-
Other receipts	18,093	2,923	-	-	-	6,848	-	4,950	-	14,377
Total receipts	4,892,886	5,663,691	1,396,971	3,756,378	87,623	3,306,404	578,501	628,152	143,682	14,377
Disbursements:										
Instruction	3,893,505	3,183,911	229,173	-	-	-	-	-	-	-
Support services	1,447,037	686,260	684,692	-	-	1,477,250	428,889	550,373	160,450	4,622
Noninstructional services	-	-	310,461	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	58,504	548,861	-	-	857,817
Debt services	1,000,000	-	-	3,372,574	91,815	-	500,000	500,000	-	51,496
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	6,340,542	3,870,171	1,224,326	3,372,574	91,815	1,535,754	1,477,750	1,050,373	160,450	913,935
Excess (deficiency) of receipts over disbursements	(1,447,656)	1,793,520	172,645	383,804	(4,192)	1,770,650	(899,249)	(422,221)	(16,768)	(899,558)
Other financing sources (uses):										
Transfers in	-	907,068	-	-	-	1,102,031	-	-	-	600,000
Transfers out	(907,068)	(780,741)	-	-	-	-	(225,349)	(551,473)	(144,468)	-
Total other financing sources (uses)	(907,068)	126,327	-	-	-	1,102,031	(225,349)	(551,473)	(144,468)	600,000
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,354,724)	1,919,847	172,645	383,804	(4,192)	2,872,681	(1,124,598)	(973,694)	(161,236)	(299,558)
Cash and investments - ending	\$ -	\$ 1,919,847	\$ 686,210	\$ 2,825,873	\$ 51,919	\$ 2,872,681	\$ -	\$ -	\$ -	\$ 5,110,721

UNION TOWNSHIP SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2019

	Post- Retirement/ Severance Future Benefits	School Lunch	Curricular Materials Rental	Levy Excess	Wellness Program	Wetland Enhancement	Educational License Plates	Lilly Grant Counseling	Scholarships and Awards	Formative Assessment
Cash and investments - beginning	\$ 170,099	\$ 200,004	\$ 121,196	\$ 2,084	\$ 1,817	\$ 9,523	\$ 12,695	\$ 10,678	\$ 5,000	\$ -
Receipts:										
Local sources	-	333,775	163,975	-	-	12,208	-	-	1,150	-
Intermediate sources	-	-	-	-	-	-	169	-	-	-
State sources	-	8,521	28,014	-	-	-	-	-	-	15,951
Federal sources	-	209,186	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-
Total receipts	-	551,482	191,989	-	-	12,208	169	-	1,150	15,951
Disbursements:										
Instruction	-	-	-	-	-	-	-	-	-	-
Support services	-	12,000	229,461	-	-	-	-	10,678	-	15,951
Noninstructional services	-	534,968	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	15,400	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	1,000	-
Total disbursements	-	546,968	229,461	-	-	15,400	-	10,678	1,000	15,951
Excess (deficiency) of receipts over disbursements	-	4,514	(37,472)	-	-	(3,192)	169	(10,678)	150	-
Other financing sources (uses):										
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	4,514	(37,472)	-	-	(3,192)	169	(10,678)	150	-
Cash and investments - ending	\$ 170,099	\$ 204,518	\$ 83,724	\$ 2,084	\$ 1,817	\$ 6,331	\$ 12,864	\$ -	\$ 5,150	\$ -

UNION TOWNSHIP SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2019

	Instruction Support	Secured Schools Safety Grant	Non-English Speaking Programs	School Technology	Career and Technical Performance Grant	Teacher Appreciation Grant	Miscellaneous Programs	Title I	Title IV, Part A	Title II, Part A, Supporting Effective Instruction
Cash and investments - beginning	\$ -	\$ 100	\$ -	\$ -	\$ 4,860	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	32,100	40,387	1,800	13,570	2,757	43,206	5,002	-	-	-
Federal sources	-	-	-	-	-	-	-	151,268	5,000	26,081
Temporary loans	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-
Total receipts	32,100	40,387	1,800	13,570	2,757	43,206	5,002	151,268	5,000	26,081
Disbursements:										
Instruction	32,100	-	1,800	-	2,203	42,698	5,002	150,936	5,000	10,647
Support services	-	-	-	-	-	508	-	332	-	15,434
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	40,487	-	13,570	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	32,100	40,487	1,800	13,570	2,203	43,206	5,002	151,268	5,000	26,081
Excess (deficiency) of receipts over disbursements	-	(100)	-	-	554	-	-	-	-	-
Other financing sources (uses):										
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(100)	-	-	554	-	-	-	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ 5,414	\$ -	\$ -	\$ -	\$ -	\$ -

UNION TOWNSHIP SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2019

	Title III, English Language Acquisition	Payroll Withholding	Superintendent Installation	IAPSS Presidency	Prepaid School Lunch	Totals
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ 8,833	\$ 13,583,165
Receipts:						
Local sources	-	-	-	-	-	8,416,141
Intermediate sources	-	-	-	-	-	169
State sources	1,212	-	-	-	-	9,708,961
Federal sources	-	-	-	-	-	391,535
Temporary loans	-	-	-	-	-	3,000,000
Other receipts	-	2,472,927	23,100	-	55,428	2,598,646
Total receipts	1,212	2,472,927	23,100	-	55,428	24,115,452
Disbursements:						
Instruction	-	-	-	-	-	7,556,975
Support services	1,212	-	-	-	-	5,725,149
Noninstructional services	-	-	-	-	-	845,429
Facilities acquisition and construction	-	-	-	-	-	1,534,639
Debt services	-	-	-	-	-	5,515,885
Nonprogrammed charges	-	2,470,866	15,433	-	54,559	2,541,858
Total disbursements	1,212	2,470,866	15,433	-	54,559	23,719,935
Excess (deficiency) of receipts over disbursements	-	2,061	7,667	-	869	395,517
Other financing sources (uses):						
Transfers in	-	-	-	-	-	2,609,099
Transfers out	-	-	-	-	-	(2,609,099)
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	2,061	7,667	-	869	395,517
Cash and investments - ending	\$ -	\$ 2,061	\$ 7,667	\$ -	\$ 9,702	\$ 13,978,682

UNION TOWNSHIP SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2020

	General	Education	Operating Referendum Tax Levy	Debt Service	Retirement/ Severance Bond Debt Service	Operations	Capital Projects	School Transportation	School Bus Replacement	Local Rainy Day
Cash and investments - beginning	\$ -	\$ 1,919,847	\$ 686,210	\$ 2,825,873	\$ 51,919	\$ 2,872,681	\$ -	\$ -	\$ -	\$ 5,110,721
Receipts:										
Local sources	-	516,127	1,505,090	2,574,560	86,886	3,210,178	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	9,878,653	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	501,676	-	1,003,351	-	1,505,027	-	-	-	-
Other receipts	-	6,310	-	-	-	38,765	-	-	-	72,437
Total receipts	-	10,902,766	1,505,090	3,577,911	86,886	4,753,970	-	-	-	72,437
Disbursements:										
Instruction	-	7,182,934	428,889	-	-	-	-	-	-	-
Support services	-	1,253,827	728,350	-	-	3,703,946	-	-	-	61,648
Noninstructional services	-	-	329,452	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	100,110	-	-	-	382,015
Debt services	-	500,000	-	4,356,503	88,071	1,500,000	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	8,936,761	1,486,691	4,356,503	88,071	5,304,056	-	-	-	443,663
Excess (deficiency) of receipts over disbursements	-	1,966,005	18,399	(778,592)	(1,185)	(550,086)	-	-	-	(371,226)
Other financing sources (uses):										
Transfers in	-	-	-	-	-	1,536,083	-	-	-	900,000
Transfers out	-	(1,536,083)	-	-	-	(900,000)	-	-	-	-
Total other financing sources (uses)	-	(1,536,083)	-	-	-	636,083	-	-	-	900,000
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	429,922	18,399	(778,592)	(1,185)	85,997	-	-	-	528,774
Cash and investments - ending	\$ -	\$ 2,349,769	\$ 704,609	\$ 2,047,281	\$ 50,734	\$ 2,958,678	\$ -	\$ -	\$ -	\$ 5,639,495

UNION TOWNSHIP SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2020

	Post- Retirement/ Severance Future Benefits	School Lunch	Curricular Materials Rental	Levy Excess	Wellness Program	Wetland Enhancement	Educational License Plates	Lilly Grant Counseling	Scholarships and Awards	Formative Assessment
Cash and investments - beginning	\$ 170,099	\$ 204,518	\$ 83,724	\$ 2,084	\$ 1,817	\$ 6,331	\$ 12,864	\$ -	\$ 5,150	\$ -
Receipts:										
Local sources	-	254,599	137,236	-	-	500	-	-	-	-
Intermediate sources	-	-	-	-	-	-	225	-	-	-
State sources	-	8,065	32,010	-	-	-	-	-	-	15,965
Federal sources	-	173,823	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-
Total receipts	-	436,487	169,246	-	-	500	225	-	-	15,965
Disbursements:										
Instruction	-	-	-	-	-	219	-	-	-	-
Support services	-	14,000	30,247	-	-	148	-	-	-	15,965
Noninstructional services	-	464,998	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	1,000	-
Total disbursements	-	478,998	30,247	-	-	367	-	-	1,000	15,965
Excess (deficiency) of receipts over disbursements	-	(42,511)	138,999	-	-	133	225	-	(1,000)	-
Other financing sources (uses):										
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(42,511)	138,999	-	-	133	225	-	(1,000)	-
Cash and investments - ending	\$ 170,099	\$ 162,007	\$ 222,723	\$ 2,084	\$ 1,817	\$ 6,464	\$ 13,089	\$ -	\$ 4,150	\$ -

UNION TOWNSHIP SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2020

	Instruction Support	Secured Schools Safety Grant	Non-English Speaking Programs	School Technology	Career and Technical Performance Grant	Teacher Appreciation Grant	Miscellaneous Programs	Title I	Title IV, Part A	Title II, Part A, Supporting Effective Instruction
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ 5,414	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	31,743	50,000	-	14,777	-	54,210	-	-	-	-
Federal sources	-	-	-	-	-	-	86,695	-	-	21,779
Temporary loans	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-
Total receipts	31,743	50,000	-	14,777	-	54,210	-	86,695	-	21,779
Disbursements:										
Instruction	31,743	-	-	-	-	54,210	-	86,695	-	8,912
Support services	-	-	-	-	-	-	-	-	-	12,867
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	50,000	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	31,743	50,000	-	-	-	54,210	-	86,695	-	21,779
Excess (deficiency) of receipts over disbursements	-	-	-	14,777	-	-	-	-	-	-
Other financing sources (uses):										
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	14,777	-	-	-	-	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ 14,777	\$ 5,414	\$ -	\$ -	\$ -	\$ -	\$ -

UNION TOWNSHIP SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2020

	Title III, English Language Acquisition	Payroll Withholding	Superintendent Installation	IAPSS Presidency	Prepaid School Lunch	Totals
Cash and investments - beginning	\$ -	\$ 2,061	\$ 7,667	\$ -	\$ 9,702	\$ 13,978,682
Receipts:						
Local sources	-	-	-	-	-	8,285,176
Intermediate sources	-	-	-	-	-	225
State sources	-	-	-	-	-	10,085,423
Federal sources	-	-	-	-	-	282,297
Temporary loans	-	-	-	-	-	3,010,054
Other receipts	-	2,580,964	-	2,500	127,071	2,828,047
Total receipts	-	2,580,964	-	2,500	127,071	24,491,222
Disbursements:						
Instruction	-	-	-	-	-	7,793,602
Support services	-	-	-	-	-	5,820,998
Noninstructional services	-	-	-	-	-	794,450
Facilities acquisition and construction	-	-	-	-	-	532,125
Debt services	-	-	-	-	-	6,444,574
Nonprogrammed charges	-	2,529,468	7,667	2,500	116,051	2,656,686
Total disbursements	-	2,529,468	7,667	2,500	116,051	24,042,435
Excess (deficiency) of receipts over disbursements	-	51,496	(7,667)	-	11,020	448,787
Other financing sources (uses):						
Transfers in	-	-	-	-	-	2,436,083
Transfers out	-	-	-	-	-	(2,436,083)
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	51,496	(7,667)	-	11,020	448,787
Cash and investments - ending	\$ -	\$ 53,557	\$ -	\$ -	\$ 20,722	\$ 14,427,469

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UNION TOWNSHIP SCHOOL CORPORATION
 SCHEDULE OF PAYABLES AND RECEIVABLES
 June 30, 2020

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	<u>\$ 333,801</u>	<u>\$ -</u>

UNION TOWNSHIP SCHOOL CORPORATION
 SCHEDULE OF LEASES AND DEBT
 June 30, 2020

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Wheeler-Union Township School Building Corporation	2009 QSCB	\$ 155,000	7/16/2011	7/16/2025
Wheeler-Union Township School Building Corporation	2010 QSCB	144,100	1/1/2012	1/1/2026
Wheeler-Union Township School Building Corporation	2015 Wheeler-Union Twp Series 2015	<u>982,000</u>	7/15/2016	1/15/2022
Total governmental activities		<u>1,281,100</u>		
Total of annual lease payments		<u>\$ 1,281,100</u>		

Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:			
General obligation bonds	2006 Pension Bonds	\$ 507,195	\$ 89,327
General obligation bonds	2015 GO Bond	<u>960,000</u>	<u>974,400</u>
Total governmental activities		<u>1,467,195</u>	<u>1,063,727</u>
Totals		<u>\$ 1,467,195</u>	<u>\$ 1,063,727</u>

UNION TOWNSHIP SCHOOL CORPORATION
 SCHEDULE OF CAPITAL ASSETS
 June 30, 2020

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed or donated assets are reported at estimated fair value at the time received.

	Ending Balance
Governmental activities:	
Land	\$ 522,588
Buildings	74,620,081
Machinery, equipment, and vehicles	<u>4,994,782</u>
Total governmental activities	<u>80,137,451</u>
Total capital assets	<u><u>\$ 80,137,451</u></u>

OTHER REPORTS

In addition to this report, other reports may have been issued for the School Corporation. All reports can be found on the Indiana State Board of Accounts' website: <http://www.in.gov/sboa/>.