

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

FEDERAL COMPLIANCE AUDIT REPORT

OF

PERRY TOWNSHIP SCHOOLS

MARION COUNTY, INDIANA

July 1, 2019 to June 30, 2020



**FILED**  
06/09/2021



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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Kent A. Hatcher	02-12-19 to 06-30-22
Superintendent of Schools	Patrick W. Mapes	07-01-17 to 06-30-22
President of the School Board	Emily Hartman Steve Johnson James Hernandez	01-01-19 to 12-31-19 01-01-20 to 12-31-20 01-01-21 to 12-31-21



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

TO: THE OFFICIALS OF THE PERRY TOWNSHIP SCHOOLS, MARION COUNTY, INDIANA

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Perry Township Schools (School Corporation), as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the School Corporation's basic financial statements and have issued our report thereon dated April 13, 2021. A qualified opinion was issued on the financial statements of the governmental activities, due to a scope limitation related to other post-employment benefits (OPEB). The amount(s) by which this departure would affect the assets, deferred outflow of resources, liabilities, deferred inflow of resources, net position, and expense of the governmental activities has not been determined.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies, and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify a certain deficiency in internal control, described in the accompanying Schedule of Findings and Questioned Costs as item Finding 2020-001, that we consider to be material weaknesses.

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

***Compliance and Other Matters***

As part of obtaining reasonable assurance about whether the School Corporation's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Questioned Costs as item 2020-001.

***Perry Township Schools' Response to Findings***

The School Corporation's response to the findings identified in our audit is described in the accompanying Corrective Action Plan. The School Corporation's response was not subjected to the auditing procedures applied in the audit of the financial statements, and, accordingly, we express no opinion on it.

***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.

  
Paul D. Joyce, CPA  
State Examiner

April 13, 2021, except for the Schedule of Expenditures  
of Federal Awards, for which the date is May 18, 2021



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

TO: THE OFFICIALS OF THE PERRY TOWNSHIP SCHOOLS, MARION COUNTY, INDIANA

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

We have audited the Perry Township Schools' (School Corporation) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020. 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.

***Management's Responsibility***

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of the School Corporation's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; 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). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School Corporation's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the School Corporation's compliance.

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

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

In our opinion, the School Corporation complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

**Report on Internal Control over Compliance**

Management of the School Corporation is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the School Corporation's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School Corporation's internal control over compliance.

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

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

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.

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

**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, 2020, and the related notes to the financial statements, which collectively comprise the School Corporation's basic financial statements. We issued our report thereon dated April 13, 2021, which contained unmodified opinions on each major fund and the aggregate remaining fund information. The opinion on the governmental activities was qualified, due to a scope limitation related to other post-employment benefits (OPEB). The amount(s) by which this departure would affect the assets, deferred outflow of resources, liabilities, deferred inflow of resources, net position, and expense of the governmental activities has not been determined. 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 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.

*Paul D. Joyce*  
Paul D. Joyce, CPA  
State Examiner

May 18, 2021

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## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND ACCOMPANYING NOTES

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

PERRY TOWNSHIP SCHOOLS  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 For the Year Ended June 30, 2020

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Passed Through to Subrecipient	Total Federal Awards Expended
<u>Department of Agriculture</u>					
Child Nutrition Cluster					
School Breakfast Program	Indiana Department of Education	10.553	FY 2019-2020	\$ -	\$ 1,580,855
School Breakfast Program					
COVID-19 - School Breakfast Program	Indiana Department of Education	10.553	FY 2019-2020	-	111,312
COVID-19 - School Breakfast Program					
Total - School Breakfast Program				-	1,692,167
National School Lunch Program	Indiana Department of Education	10.555	FY 2019-2020	-	4,833,312
National School Lunch Program			FY 2019-2020	-	49,890
National After School Snack Program			FY 2019-2020	-	654,723
National School Lunch Program - Commodities					
Subtotal - National School Lunch Program				-	5,537,925
COVID-19 - National School Lunch Program	Indiana Department of Education	10.555	FY 2019-2020	-	328,565
COVID-19 - National School Lunch Program			FY 2019-2020	-	3,323
COVID-19 - National After School Snack Program					
Total - National School Lunch Program				-	5,869,813
Summer Food Service Program for Children	Indiana Department of Education	10.559	FY 2019-2020	-	271,078
Nutrition Program					
COVID-19 - Summer Food Service Program for Children	Indiana Department of Education	10.559	FY 2019-2020	-	679,015
COVID-19 - Summer Food Service Program for Children					
Total - Summer Food Service Program for Children				-	950,093
Total - Child Nutrition Cluster				-	8,512,072
Child and Adult Care Food Program	Indiana Department of Education	10.558	FY 2019-2020	-	86,691
Nutrition Program					
Total - Department of Agriculture				-	8,598,764
<u>Department of Education</u>					
Special Education Cluster (IDEA)					
Special Education Grants to States	Indiana Department of Education	84.027	18611-093-PN01	-	452,954
Part B 611			19611-093-PN01	-	1,860,126
Part B 611			20611-96-PN01	-	1,756,312
Part B 611					
Total - Special Education Grants to States				-	4,069,391
Special Education Preschool Grants	Indiana Department of Education	84.173	18619-093-PN01	-	36,277
Part B 619			19619-093-PN01	-	51,686
Part B 619			20619-96-PN01	-	73,871
Part B 619					
Total - Special Education Preschool Grants				-	161,834
Total - Special Education Cluster (IDEA)				-	4,231,226

PERRY TOWNSHIP SCHOOLS  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 For the Year Ended June 30, 2020

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Passed Through to Subrecipient	Total Federal Awards Expended
Teacher and School Leader Incentive Grants Teacher and School Leader Incentive Program	National Institute for Excellence in Teaching	84.374	U374A190013	-	368,014
Title I Grants to Local Educational Agencies Title I 2018-19 Title I 2019-20	Indiana Department of Education	84.010	S010A180014 S010A190014	- -	956,203 2,332,755
Total - Title I Grants to Local Educational Agencies				-	3,288,959
English Language Acquisition State Grants Title III Title III Title III	Indiana Department of Education	84.365	01118-062-PN01 S365A180014 S365A190014	- - -	52,162 461,716 5,800
Total - English Language Acquisition State Grants				-	519,677
Supporting Effective Instruction State Grants Title II Title II Title II	Indiana Department of Education	84.367	S367A170013 S367A180013 S367A180013	- - -	196,008 286,622 28,275
Total - Supporting Effective Instruction State Grant				-	510,906
Student Support and Academic Enrichment Program Title IV Part A Title IV Part A	Indiana Department of Education	84.424	S424A180015 S424A190015	- -	128,632 3,820
Total - Student Support and Academic Enrichment				-	132,452
Total - Department of Education				-	9,051,234
<u>Department of Health and Human Services</u>					
Medicaid Cluster Medical Assistance Program Medicaid Administrative Claiming Medicaid Reimbursements for IEP Services	Indiana Department of Education	93.778	FY 2019-20 FY 2019-20	- -	98,098 196,623
Total - Medical Assistance Program				-	294,721
Total - Medicaid Cluster				-	294,721
Refugee and Entrant Assistance State/Replacement Designee Administered Programs Refugee Refugee	Indiana Department of Education	93.566	700REFSOCSVCF19 700REFSUPPORTF20	- -	26,144 31,503
Total - Refugee and Entrant Assistance State/Replacement Designee Administered Programs				-	57,647
Total - Department of Health and Human Services				-	352,368
Total federal awards expended				\$ -	\$ 18,002,365

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

PERRY TOWNSHIP SCHOOLS  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

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

*A. Basis of Presentation*

The accompanying Schedule of Expenditures of Federal Awards (SEFA) includes the federal grant activity of the School Corporation under programs of the federal government for the year ended June 30, 2020. The information in the SEFA is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the SEFA presents only a select portion of the operations of the School Corporation, it is not intended to and does not present the financial position of the School Corporation.

*B. Other Significant Accounting Policies*

Expenditures reported on the SEFA are reported on the cash basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles in OMB Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments*, or the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement. When federal grants are received on a reimbursement basis, the federal awards are considered expended when the reimbursement is received.

**Note 2. Indirect Cost Rate**

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

PERRY TOWNSHIP SCHOOLS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

**Section I - Summary of Auditor's Results**

Financial Statements:

Type of auditor's report issued:

Name of Opinion Unit	Opinion Issued
Governmental activities	Qualified
Each major fund	Unmodified
Aggregate remaining fund information	Unmodified
Internal control over financial reporting:	
Material weaknesses identified?	yes
Significant deficiencies identified?	none reported
Noncompliance material to financial statements noted?	yes

Federal Awards:

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

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

CFDA Number	Name of Federal Program or Cluster	Opinion Issued
84.010	Title I Grants to Local Educational Agencies Child Nutrition Cluster Special Education Cluster (IDEA)	Unmodified Unmodified Unmodified

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

Auditee qualified as low-risk auditee? no

**Section II - Financial Statement Findings**

**FINDING 2020-001**

Subject: Internal Control over Financial Transactions and Reporting  
Audit Findings: Material Weakness, Noncompliance

PERRY TOWNSHIP SCHOOLS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

*Condition and Context*

The School Corporation did not have effective internal controls in place over financial transactions and reporting to ensure the financial statements and notes to the financial statements were materially accurate. Even though the financial statements were reviewed by a school official prior to submission on the Indiana Gateway for Government Units financial reporting system, the financial statements contained material errors.

We identified the following material errors:

- Cash was understated by \$10,340,374.
- Prepaid Expenses were overstated by \$10,234,640.
- Taxes Receivable were overstated by \$3,895,417.

Errors were also identified in revenues, expenditures, transfers, interest receivable, other receivables, and gain/loss on sale of capital assets, but were not material amounts.

Various errors were also identified in the notes to the financial statements.

Adjustments were proposed for material errors and corrections were made to the financial statements and notes to the financial statements presented in this report.

*Criteria*

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

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

An integral part of the control activity component is segregation of duties. . . .

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

"Management remediates identified issues. . . ."

All financial transactions pertaining to the unit must be recorded in the records of the unit at the time of the transaction. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 1)

PERRY TOWNSHIP SCHOOLS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

All documents and entries to records must be made in a timely manner to ensure that accurate financial information is available to allow the unit to make informed management decisions and to help ensure compliance with IC 5-15-1-1. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 1)

*Cause*

Management of the School Corporation had not established a proper system of internal controls that would have ensured accurate financial reporting.

*Effect*

The failure to establish a system of internal controls enabled material misstatements or irregularities to remain undetected.

*Views of Responsible Officials*

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

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

No matters are reportable.

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#### AUDITEE-PREPARED DOCUMENTS

The subsequent documents were provided by management of the School Corporation. The documents are presented as intended by the School Corporation.



# Perry Township Schools

6548 Orinoco Avenue • Indianapolis, IN • 46227-4820

## SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

### ***FINDING 2019-001*** (Auditor Assigned Reference Number)

Fiscal year in which the finding initially occurred: FY 2019

Status of Audit Finding: Corrected

The Payroll Register, which includes a list of personnel assignments for each Federal Grant, is sent to a program area expert for review and approval. The approvals are documented and maintained with each pay period. The new process was implemented in January 2020. All payroll runs have been reviewed and approved beginning in July 2019.



# Perry Township Schools

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## SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

***FINDING 2019-002*** (Auditor Assigned Reference Number)

Fiscal year in which the finding initially occurred: FY 2019

Status of Audit Finding: Corrected

Perry Township Schools is no longer a participating member school of the Southside Special Services of Marion County Special Education Cooperative (Cooperative). Perry Township Schools continues to utilize proper bid, selection, suspension and debarment protocols to ensure proper procurement procedures are followed in this program. Documentation is maintained within our Special Education department.



# Perry Township Schools

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## SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

***FINDING 2019-003*** (Auditor Assigned Reference Number)

Fiscal year in which the finding initially occurred: FY 2019

Status of Audit Finding: Corrected

Perry Township Schools, starting with the 2019-2020 school year, and the 2020 Cohort, has implemented the Indiana Department of Education (IDOE) requirements and guidelines for student removal from our Graduation Cohorts.



## SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

### ***FINDING 2019-004*** (Auditor Assigned Reference Number)

Fiscal year in which the finding initially occurred: FY 2019

Status of Audit Finding: Corrected

#### Allowable Activities, Allowable Costs/Cost Principles:

The Payroll Register, which includes a list of personnel assignments for each Federal Grant, is sent to a program area expert for review and approval. The approvals are documented and maintained with each pay period. The new process was implemented in January 2020. All payroll runs have been reviewed and approved beginning with July 2019.

#### Program Income:

The Child Nutrition Director continues to provide pricing change requests to our Information Technology Staff which then make the changes. The Director verifies within the system and prints confirmation and retains on file.

#### Eligibility:

Child Nutrition staff implemented a change to add a signature line, on the paper application, for a separate employee to sign after they review that the information that was entered into the computer system is correct.



# Perry Township Schools

6548 Orinoco Avenue • Indianapolis, IN • 46227-4820

## SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

***FINDING 2019-005*** (Auditor Assigned Reference Number)

Fiscal year in which the finding initially occurred: FY 2019

Status of Audit Finding: Corrected

Goods and Equipment purchases as well as service agreements are now put out via RFP/RFQ and all required documentation is maintained. This documentation includes Director approvals and suspension and debarment testing.



# Perry Township Schools

6548 Orinoco Avenue • Indianapolis, IN • 46227-4820

## SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

***FINDING 2019-006*** (Auditor Assigned Reference Number)

Fiscal year in which the finding initially occurred: FY 2019

Status of Audit Finding: Corrected

The Child Nutrition Director reviews all claims prior to submission, in addition to the Assistant Director. Both sign each claim and a tracking sheet is maintained to monitor claims submitted and reimbursement received.



# Perry Township Schools

6548 Orinoco Avenue • Indianapolis, IN • 46227-4820

## CORRECTIVE ACTION PLAN

**FINDING 2020-001** (Auditor Assigned Reference Number)  
Contact Person Responsible for Corrective Action: Kent A. Hatcher  
Contact Phone Number: 317-789-3763

Views of Responsible Official: We concur with the finding

Description of Corrective Action Plan: All items listed were new reporting requirements to comply with IC 5-1-11.5-3, for school corporations that have an ADM of more than fifteen thousand (15,000) for the school corporation's most recent fall count, the school corporation has for its preceding budget year prepared an annual financial report using the modified accrual basis of accounting in accordance with generally accepted accounting principles. Each item was corrected and resubmitted as soon as it was communicated from the Indiana State Board of Accounts that it must be included. Corrections have already been completed, revised financials were submitted, accepted, and included in the final audit. Identified entries will also be included annually going forward. Controls are in place for the Chief Financial Officer and the Finance Director to review all GAAP reporting prior to submission.

Anticipated Completion Date: Adjustments were completed and approved by the Indiana State Board of Accounts in April 2021. Controls are currently in place for the review of all GAAP reporting prior to submission by both the Chief Financial Officer and the Finance Director.

## 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/>.