

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

FINANCIAL STATEMENT AUDIT REPORT

OF

MILAN COMMUNITY SCHOOLS

RIPLEY COUNTY, INDIANA

July 1, 2018 to June 30, 2020



**FILED**

06/23/2021



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### SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Gretchen Berger	07-01-18 to 06-30-21
Superintendent of Schools	Jane Rogers	07-01-18 to 06-30-21
President of the School Board	Douglas Norman Timothy Tuttle Gregory Lewis Douglas Norman	07-01-18 to 12-31-18 01-01-19 to 12-31-19 01-01-20 to 12-31-20 01-01-21 to 06-30-21



## INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE MILAN COMMUNITY SCHOOLS, RIPLEY COUNTY, INDIANA

### **Report on the Financial Statement**

We have audited the accompanying financial statement of the Milan Community Schools (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 June 7, 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

June 7, 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.

MILAN COMMUNITY SCHOOLS  
 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	\$ 742,051	\$ 3,720,779	\$ 3,699,156	\$ (763,674)	\$ -	\$ -	\$ -	\$ -	\$ -
Education	-	3,726,282	3,255,746	213,678	684,214	7,260,762	6,092,071	(1,013,864)	839,041
Debt Service	750,056	990,031	988,927	(53,572)	697,588	1,043,791	1,010,727	(47,562)	683,090
Operations	-	1,289,110	1,561,142	2,294,122	2,022,090	2,254,576	2,552,849	813,864	2,537,681
Capital Projects	174,670	333,615	328,253	(180,032)	-	-	-	-	-
School Transportation	589,302	422,311	365,627	(645,982)	4	-	-	-	4
School Bus Replacement	1,000,384	117,730	-	(1,118,112)	2	-	-	-	2
Local Rainy Day	435,462	-	58,434	200,000	577,028	-	120,489	200,000	656,539
School Lunch	167,936	557,803	609,629	-	116,110	494,222	608,348	-	1,984
Curricular Materials Rental	(179,270)	173,060	231,468	53,572	(184,106)	220,642	121,532	47,562	(37,434)
Levy Excess	53	-	-	-	53	-	-	-	53
Joint Operations - Special Education Cooperative	(13,283)	158,057	149,799	-	(5,025)	181,723	239,538	-	(62,840)
Bayer Grant - Ag	-	-	-	-	-	25,000	-	-	25,000
Mes - Duke Grant	16,829	17,500	19,678	-	14,651	9,240	12,228	-	11,663
Rccf - Covid-19	-	-	-	-	-	2,500	2,137	-	363
Rccf - Stem Grant	-	-	-	-	-	1,000	995	-	5
Rccf - Mhs	-	-	-	-	-	500	500	-	-
Leader In Me - Mms	-	-	-	-	-	56,188	3,429	-	52,759
Oxbow Grant	-	-	-	-	-	1,000	-	-	1,000
Cr Baylor Foundation	-	-	-	-	-	8,970	8,970	-	-
Rising Sun - Mes	5,563	3,000	2,880	-	5,683	-	-	-	5,683
Rising Sun - Mms	5,994	-	4,950	-	1,044	-	1,044	-	-
Rising Sun - Mhs	1,505	5,000	8,528	-	(2,023)	3,528	-	-	1,505
Rising Sun - Class Locks	-	-	-	-	-	57,000	55,150	-	1,850
Rising Sun - Stem Class	-	24,013	-	-	24,013	-	24,013	-	-
Rising Sun - Stop Arm Cam	-	-	-	-	-	12,630	12,630	-	-
Educational License Plates	4,894	113	-	-	5,007	113	-	-	5,120
Mes	(1,905)	4,323	3,781	-	(1,363)	1,289	2,362	-	(2,436)
Mhs	(15,818)	129,662	102,570	-	11,274	48,923	53,061	-	7,136
Mes - Pto Grants	-	-	-	-	-	460	-	-	460
Non-Program	(48,749)	31,718	-	-	(17,031)	17,031	-	-	-
Mes - Duke Grant - Brenda	-	10,035	2,592	-	7,443	-	-	-	7,443
Rccf - Mes	2,694	700	200	-	3,194	3,336	3,336	-	3,194
Rccf - Jutzi Grant	-	-	-	-	-	5,000	5,000	-	-
Rccf - Mms	4,248	1,100	1,582	-	3,766	500	2,234	-	2,032
In-Mac Grant	-	2,000	802	-	1,198	2,000	995	-	2,203
HSDL Grant	-	-	38	-	(38)	-	(38)	-	-
STARS Grant	(26,795)	150,904	163,644	-	(39,535)	49,513	9,978	-	-

MILAN COMMUNITY SCHOOLS  
 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
Formative Assessment	(5,040)	12,191	7,126	-	25	14,384	21,581	-	(7,172)
Secured Schools Safety Grant	(58,847)	117,636	100,415	-	(41,626)	66,625	50,000	-	(25,001)
Stem Grant	-	-	750	-	(750)	-	110,796	-	(111,546)
Recreational Activities	-	4,349	-	-	4,349	3,581	4,349	-	3,581
School Technology	21,474	-	39,647	18,173	-	-	-	-	-
Digital Learning Grant	4,968	-	36,700	30,807	(925)	-	(925)	-	-
Career and Technical Performance Grant	10,565	8,295	7,083	-	11,777	-	-	-	11,777
Teacher Appreciation Grant	3,968	31,873	31,748	-	4,093	37,844	40,711	-	1,226
High Ability Students	-	30,327	13,529	-	16,798	29,844	27,024	-	19,618
State Connectivity Grant	-	-	-	-	-	11,083	-	-	11,083
Dlg - 2018-19	-	6,000	20,389	(30,807)	(45,196)	1,339	21,711	-	(65,568)
Tech Loan - B0056	-	-	72,884	(18,173)	(91,057)	111,848	(683)	-	21,474
Tech Loan - 2019	-	-	-	-	-	-	139,283	-	(139,283)
School Construction	-	-	301,602	-	(301,602)	292,615	(8,987)	-	-
Rising Sun - Leader In Me	-	27,566	27,566	-	-	-	-	-	-
Project Lead the Way	-	18,325	15,973	-	2,352	9,571	4,951	-	6,972
PLTW - GW Verizon	-	10,000	975	-	9,025	849	10,326	-	(452)
Const Loan - C0018	-	-	-	-	-	-	30,094	-	(30,094)
Tech Loan - 2020	-	-	-	-	-	-	99,750	-	(99,750)
QZAB	(25,931)	-	-	-	(25,931)	-	-	-	(25,931)
Title I	(60,812)	144,042	99,827	-	(16,597)	166,547	126,184	-	23,766
Homeless Assistance Grants	-	-	-	-	-	22,000	22,078	-	(78)
ROD Federal Grant	(35,980)	277,909	272,023	-	(30,094)	372,841	346,284	-	(3,537)
Student Support, Title IV	-	6,356	5,902	(3,178)	(2,724)	3,644	920	-	-
Title IV - FY19-20	-	-	-	-	-	10,000	10,000	-	-
Title IV - FY18-19	-	-	3,178	3,178	-	-	-	-	-
Environmental Benefits Grants	-	500	500	-	-	-	-	-	-
Title II A - FFY 2017	-	23,317	23,317	-	-	-	-	-	-
Title II A - FFY 2018	-	-	-	-	-	26,972	26,972	-	-
Title II A - FFY 2019	-	-	-	-	-	27,975	27,975	-	-
Prepaid Meals	8,725	254,028	253,488	-	9,265	193,316	185,692	-	16,889
Payroll Clearing Funds	(11,536)	1,878,589	1,873,356	-	(6,303)	1,788,074	1,779,502	-	2,269
<b>Totals</b>	<b>\$ 3,467,375</b>	<b>\$ 14,720,149</b>	<b>\$ 14,767,404</b>	<b>\$ -</b>	<b>\$ 3,420,120</b>	<b>\$ 14,952,389</b>	<b>\$ 14,019,166</b>	<b>\$ -</b>	<b>\$ 4,353,343</b>

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

MILAN COMMUNITY SCHOOLS  
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.

MILAN COMMUNITY SCHOOLS  
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.

*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.

*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:

*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.

MILAN COMMUNITY SCHOOLS  
NOTES TO FINANCIAL STATEMENT  
(Continued)

**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.

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.

MILAN COMMUNITY SCHOOLS  
NOTES TO FINANCIAL STATEMENT  
(Continued)

**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:

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

MILAN COMMUNITY SCHOOLS  
NOTES TO FINANCIAL STATEMENT  
(Continued)

*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 Funds*

*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 Teachers' 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:

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

MILAN COMMUNITY SCHOOLS  
NOTES TO FINANCIAL STATEMENT  
(Continued)

*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. Negative Disbursements**

The financial statement contains some disbursements which appear as negative entries. This is a result of correction of errors from prior periods.

**Note 8. Cash Balance Deficits**

The financial statement contains some funds with deficits in cash. This is a result of some funds being set up for reimbursable grants and loans. The reimbursements of expenditures made by the School Corporation were not received before June 30, 2019 and 2020. The Curricular Materials Rental fund was negative due to individual school extracurricular accounts not reimbursing the School Corporation before June 30, 2019 and 2020. Other funds were negative due to disbursements exceeding receipts.

**Note 9. Holding Corporation**

The School Corporation has entered into a capital lease with the Milan 21<sup>st</sup> Century 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 fiscal years 2018-2019 and 2019-2020 totaled \$166,500 and \$206,000, respectively.

MILAN COMMUNITY SCHOOLS  
NOTES TO FINANCIAL STATEMENT  
(Continued)

**Note 10. Subsequent Events**

The School Board approved bids to enter construction contracts for phases I and II totaling \$6,743,600 on May 17, 2021, for two school building projects. The School Corporation contracted with The Poole Group, Inc., for \$5,209,700 for elementary school building renovations and contracted with Smither Roofing Company, Inc., for \$1,533,900 for middle/high school roofing renovations. On May 20, 2021, the School Corporation entered into three capital lease agreements with Milan 21<sup>st</sup> Century School Building Corporation totaling \$10,122,000 for financing the three phases of the project. The estimated start date for phase III of the project could not be determined.

**Note 11. 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.

MILAN COMMUNITY SCHOOLS  
 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	Debt Service	Operations	Capital Projects	School Transportation	School Bus Replacement	Local Rainy Day
Cash and investments - beginning	\$ 742,051	\$ -	\$ 750,056	\$ -	\$ 174,670	\$ 589,302	\$ 1,000,384	\$ 435,462
Receipts:								
Local sources	99,712	48,673	990,031	1,284,182	333,615	422,311	117,730	-
Intermediate sources	14	17	-	-	-	-	-	-
State sources	3,621,053	3,677,592	-	4,928	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Total receipts	3,720,779	3,726,282	990,031	1,289,110	333,615	422,311	117,730	-
Disbursements:								
Instruction	2,550,409	2,568,605	-	-	-	-	-	-
Support services	1,093,772	614,109	-	1,517,780	308,596	365,627	-	-
Noninstructional services	54,975	73,032	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	43,362	19,657	-	-	58,434
Debt services	-	-	988,927	-	-	-	-	-
Total disbursements	3,699,156	3,255,746	988,927	1,561,142	328,253	365,627	-	58,434
Excess (deficiency) of receipts over disbursements	21,623	470,536	1,104	(272,032)	5,362	56,684	117,730	(58,434)
Other financing sources (uses):								
Transfers in	-	763,674	-	2,494,122	-	-	-	200,000
Transfers out	(763,674)	(549,996)	(53,572)	(200,000)	(180,032)	(645,982)	(1,118,112)	-
Total other financing sources (uses)	(763,674)	213,678	(53,572)	2,294,122	(180,032)	(645,982)	(1,118,112)	200,000
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(742,051)	684,214	(52,468)	2,022,090	(174,670)	(589,298)	(1,000,382)	141,566
Cash and investments - ending	\$ -	\$ 684,214	\$ 697,588	\$ 2,022,090	\$ -	\$ 4	\$ 2	\$ 577,028

MILAN COMMUNITY SCHOOLS  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH AND  
 INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2019

	School Lunch	Curricular Materials Rental	Levy Excess	Joint Operations - Special Education Cooperative	Bayer Grant - Ag	Mes - Duke Grant	Rccf - Covid-19
Cash and investments - beginning	\$ 167,936	\$ (179,270)	\$ 53	\$ (13,283)	\$ -	\$ 16,829	\$ -
Receipts:							
Local sources	261,525	173,060	-	158,057	-	17,500	-
Intermediate sources	-	-	-	-	-	-	-
State sources	7,483	-	-	-	-	-	-
Federal sources	288,795	-	-	-	-	-	-
Total receipts	557,803	173,060	-	158,057	-	17,500	-
Disbursements:							
Instruction	-	-	-	149,799	-	19,678	-
Support services	-	231,468	-	-	-	-	-
Noninstructional services	604,970	-	-	-	-	-	-
Facilities acquisition and construction	4,659	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	609,629	231,468	-	149,799	-	19,678	-
Excess (deficiency) of receipts over disbursements	(51,826)	(58,408)	-	8,258	-	(2,178)	-
Other financing sources (uses):							
Transfers in	-	53,572	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	53,572	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(51,826)	(4,836)	-	8,258	-	(2,178)	-
Cash and investments - ending	\$ 116,110	\$ (184,106)	\$ 53	\$ (5,025)	\$ -	\$ 14,651	\$ -

MILAN COMMUNITY SCHOOLS  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
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 For the Year Ended June 30, 2019

	Rccf - Stem Grant	Rccf - Mhs	Leader In Me - Mms	Oxbow Grant	Cr Baylor Foundation	Rising Sun - Mes	Rising Sun - Mms
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,563	\$ 5,994
Receipts:							
Local sources	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	3,000	-
Federal sources	-	-	-	-	-	-	-
Total receipts	-	-	-	-	-	3,000	-
Disbursements:							
Instruction	-	-	-	-	-	-	4,950
Support services	-	-	-	-	-	2,880	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	-	-	-	-	-	2,880	4,950
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	120	(4,950)
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	-	-	-	-	-	120	(4,950)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,683	\$ 1,044

MILAN COMMUNITY SCHOOLS  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
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 For the Year Ended June 30, 2019

	Rising Sun - Mhs	Rising Sun - Class Locks	Rising Sun - Stem Class	Rising Sun - Stop Arm Cam	Educational License Plates	Mes	Mhs
Cash and investments - beginning	\$ 1,505	\$ -	\$ -	\$ -	\$ 4,894	\$ (1,905)	\$ (15,818)
Receipts:							
Local sources	5,000	-	24,013	-	-	4,323	129,662
Intermediate sources	-	-	-	-	113	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Total receipts	<u>5,000</u>	<u>-</u>	<u>24,013</u>	<u>-</u>	<u>113</u>	<u>4,323</u>	<u>129,662</u>
Disbursements:							
Instruction	8,528	-	-	-	-	-	-
Support services	-	-	-	-	-	3,781	102,570
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	<u>8,528</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,781</u>	<u>102,570</u>
Excess (deficiency) of receipts over disbursements	<u>(3,528)</u>	<u>-</u>	<u>24,013</u>	<u>-</u>	<u>113</u>	<u>542</u>	<u>27,092</u>
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(3,528)</u>	<u>-</u>	<u>24,013</u>	<u>-</u>	<u>113</u>	<u>542</u>	<u>27,092</u>
Cash and investments - ending	<u>\$ (2,023)</u>	<u>\$ -</u>	<u>\$ 24,013</u>	<u>\$ -</u>	<u>\$ 5,007</u>	<u>\$ (1,363)</u>	<u>\$ 11,274</u>

MILAN COMMUNITY SCHOOLS  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
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 For the Year Ended June 30, 2019

	Mes - Pto Grants	Non-Program	Mes - Duke Grant - Brenda	Rccf - Mes	Rccf - Jutzi Grant	Rccf - Mms	In-Mac Grant
Cash and investments - beginning	\$ -	\$ (48,749)	\$ -	\$ 2,694	\$ -	\$ 4,248	\$ -
Receipts:							
Local sources	-	31,718	10,035	700	-	1,100	2,000
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Total receipts	-	31,718	10,035	700	-	1,100	2,000
Disbursements:							
Instruction	-	-	2,592	200	-	1,582	802
Support services	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	-	-	2,592	200	-	1,582	802
Excess (deficiency) of receipts over disbursements	-	31,718	7,443	500	-	(482)	1,198
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	-	31,718	7,443	500	-	(482)	1,198
Cash and investments - ending	\$ -	\$ (17,031)	\$ 7,443	\$ 3,194	\$ -	\$ 3,766	\$ 1,198

MILAN COMMUNITY SCHOOLS  
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 For the Year Ended June 30, 2019

	HSDL Grant	STARS Grant	Formative Assessment	Secured Schools Safety Grant	Stem Grant	Recreational Activities	School Technology
Cash and investments - beginning	\$ -	\$ (26,795)	\$ (5,040)	\$ (58,847)	\$ -	\$ -	\$ 21,474
Receipts:							
Local sources	-	150,904	-	50,000	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	12,191	67,636	-	4,349	-
Federal sources	-	-	-	-	-	-	-
Total receipts	-	150,904	12,191	117,636	-	4,349	-
Disbursements:							
Instruction	38	-	-	-	750	-	-
Support services	-	163,644	7,126	100,415	-	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	39,647
Debt services	-	-	-	-	-	-	-
Total disbursements	38	163,644	7,126	100,415	750	-	39,647
Excess (deficiency) of receipts over disbursements	(38)	(12,740)	5,065	17,221	(750)	4,349	(39,647)
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	18,173
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	18,173
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(38)	(12,740)	5,065	17,221	(750)	4,349	(21,474)
Cash and investments - ending	\$ (38)	\$ (39,535)	\$ 25	\$ (41,626)	\$ (750)	\$ 4,349	\$ -

MILAN COMMUNITY SCHOOLS  
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 For the Year Ended June 30, 2019

	Digital Learning Grant	Career and Technical Performance Grant	Teacher Appreciation Grant	High Ability Students	State Connectivity Grant	Dlg - 2018-19	Tech Loan - B0056
Cash and investments - beginning	\$ 4,968	\$ 10,565	\$ 3,968	\$ -	\$ -	\$ -	\$ -
Receipts:							
Local sources	-	-	-	116	-	6,000	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	8,295	31,873	30,211	-	-	-
Federal sources	-	-	-	-	-	-	-
Total receipts	-	8,295	31,873	30,327	-	6,000	-
Disbursements:							
Instruction	2,420	7,083	31,748	13,529	-	-	-
Support services	19,446	-	-	-	-	5,690	72,884
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	14,834	-	-	-	-	14,699	-
Debt services	-	-	-	-	-	-	-
Total disbursements	36,700	7,083	31,748	13,529	-	20,389	72,884
Excess (deficiency) of receipts over disbursements	(36,700)	1,212	125	16,798	-	(14,389)	(72,884)
Other financing sources (uses):							
Transfers in	30,807	-	-	-	-	-	-
Transfers out	-	-	-	-	-	(30,807)	(18,173)
Total other financing sources (uses)	30,807	-	-	-	-	(30,807)	(18,173)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(5,893)	1,212	125	16,798	-	(45,196)	(91,057)
Cash and investments - ending	\$ (925)	\$ 11,777	\$ 4,093	\$ 16,798	\$ -	\$ (45,196)	\$ (91,057)

MILAN COMMUNITY SCHOOLS  
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 For the Year Ended June 30, 2019

	Tech Loan - 2019	School Construction	Rising Sun - Leader In Me	Project Lead the Way	PLTW - GW Verizon	Const Loan - C0018	Tech Loan - 2020
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Local sources	-	-	27,566	18,325	10,000	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Total receipts	-	-	27,566	18,325	10,000	-	-
Disbursements:							
Instruction	-	-	27,566	-	975	-	-
Support services	-	-	-	15,973	-	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	301,602	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	-	301,602	27,566	15,973	975	-	-
Excess (deficiency) of receipts over disbursements	-	(301,602)	-	2,352	9,025	-	-
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	-	(301,602)	-	2,352	9,025	-	-
Cash and investments - ending	\$ -	\$ (301,602)	\$ -	\$ 2,352	\$ 9,025	\$ -	\$ -

MILAN COMMUNITY SCHOOLS  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
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	QZAB	Title I	Homeless Assistance Grants	ROD Federal Grant	Student Support, Title IV	Title IV - FY19-20	Title IV - FY18-19
Cash and investments - beginning	\$ (25,931)	\$ (60,812)	\$ -	\$ (35,980)	\$ -	\$ -	\$ -
Receipts:							
Local sources	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	144,042	-	277,909	6,356	-	-
Total receipts	-	144,042	-	277,909	6,356	-	-
Disbursements:							
Instruction	-	99,827	-	272,023	5,902	-	3,178
Support services	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	-	99,827	-	272,023	5,902	-	3,178
Excess (deficiency) of receipts over disbursements	-	44,215	-	5,886	454	-	(3,178)
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	3,178
Transfers out	-	-	-	-	(3,178)	-	-
Total other financing sources (uses)	-	-	-	-	(3,178)	-	3,178
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	44,215	-	5,886	(2,724)	-	-
Cash and investments - ending	\$ (25,931)	\$ (16,597)	\$ -	\$ (30,094)	\$ (2,724)	\$ -	\$ -

MILAN COMMUNITY SCHOOLS  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
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 For the Year Ended June 30, 2019

	Environmental Benefits Grants	Title II A - FFY 2017	Title II A - FFY 2018	Title II A - FFY 2019	Prepaid Meals	Payroll Clearing Funds	Totals
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ 8,725	\$ (11,536)	\$ 3,467,375
Receipts:							
Local sources	500	-	-	-	254,028	1,878,589	6,510,975
Intermediate sources	-	-	-	-	-	-	144
State sources	-	-	-	-	-	-	7,468,611
Federal sources	-	23,317	-	-	-	-	740,419
Total receipts	500	23,317	-	-	254,028	1,878,589	14,720,149
Disbursements:							
Instruction	500	23,317	-	-	-	-	5,796,001
Support services	-	-	-	-	-	-	4,625,761
Noninstructional services	-	-	-	-	253,488	1,873,356	2,859,821
Facilities acquisition and construction	-	-	-	-	-	-	496,894
Debt services	-	-	-	-	-	-	988,927
Total disbursements	500	23,317	-	-	253,488	1,873,356	14,767,404
Excess (deficiency) of receipts over disbursements	-	-	-	-	540	5,233	(47,255)
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	3,563,526
Transfers out	-	-	-	-	-	-	(3,563,526)
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	-	540	5,233	(47,255)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ 9,265	\$ (6,303)	\$ 3,420,120

MILAN COMMUNITY SCHOOLS  
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 For the Year Ended June 30, 2020

	General	Education	Debt Service	Operations	Capital Projects	School Transportation	School Bus Replacement	Local Rainy Day
Cash and investments - beginning	\$ -	\$ 684,214	\$ 697,588	\$ 2,022,090	\$ -	\$ 4	\$ 2	\$ 577,028
Receipts:								
Local sources	-	122,683	1,043,791	2,254,576	-	-	-	-
Intermediate sources	-	27	-	-	-	-	-	-
State sources	-	7,138,052	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Total receipts	-	7,260,762	1,043,791	2,254,576	-	-	-	-
Disbursements:								
Instruction	-	4,665,074	-	-	-	-	-	-
Support services	-	1,310,934	-	2,453,565	-	-	-	-
Noninstructional services	-	116,063	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	99,284	-	-	-	120,489
Debt services	-	-	1,010,727	-	-	-	-	-
Total disbursements	-	6,092,071	1,010,727	2,552,849	-	-	-	120,489
Excess (deficiency) of receipts over disbursements	-	1,168,691	33,064	(298,273)	-	-	-	(120,489)
Other financing sources (uses):								
Transfers in	-	-	-	1,013,864	-	-	-	200,000
Transfers out	-	(1,013,864)	(47,562)	(200,000)	-	-	-	-
Total other financing sources (uses)	-	(1,013,864)	(47,562)	813,864	-	-	-	200,000
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	154,827	(14,498)	515,591	-	-	-	79,511
Cash and investments - ending	\$ -	\$ 839,041	\$ 683,090	\$ 2,537,681	\$ -	\$ 4	\$ 2	\$ 656,539

MILAN COMMUNITY SCHOOLS  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH AND  
 INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2020

	School Lunch	Curricular Materials Rental	Levy Excess	Joint Operations - Special Education Cooperative	Bayer Grant - Ag	Mes - Duke Grant	Rccf - Covid-19
Cash and investments - beginning	\$ 116,110	\$ (184,106)	\$ 53	\$ (5,025)	\$ -	\$ 14,651	\$ -
Receipts:							
Local sources	194,524	138,820	-	181,723	25,000	9,240	2,500
Intermediate sources	-	-	-	-	-	-	-
State sources	6,213	81,822	-	-	-	-	-
Federal sources	293,485	-	-	-	-	-	-
<b>Total receipts</b>	<b>494,222</b>	<b>220,642</b>	<b>-</b>	<b>181,723</b>	<b>25,000</b>	<b>9,240</b>	<b>2,500</b>
Disbursements:							
Instruction	-	-	-	239,538	-	12,228	-
Support services	-	121,532	-	-	-	-	2,137
Noninstructional services	566,012	-	-	-	-	-	-
Facilities acquisition and construction	42,336	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>608,348</b>	<b>121,532</b>	<b>-</b>	<b>239,538</b>	<b>-</b>	<b>12,228</b>	<b>2,137</b>
Excess (deficiency) of receipts over disbursements	(114,126)	99,110	-	(57,815)	25,000	(2,988)	363
Other financing sources (uses):							
Transfers in	-	47,562	-	-	25,000	-	-
Transfers out	-	-	-	-	(25,000)	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>47,562</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(114,126)	146,672	-	(57,815)	25,000	(2,988)	363
Cash and investments - ending	\$ 1,984	\$ (37,434)	\$ 53	\$ (62,840)	\$ 25,000	\$ 11,663	\$ 363

MILAN COMMUNITY SCHOOLS  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH AND  
 INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2020

	Rccf - Stem Grant	Rccf - Mhs	Leader In Me - Mms	Oxbow Grant	Cr Baylor Foundation	Rising Sun - Mes	Rising Sun - Mms
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,683	\$ 1,044
Receipts:							
Local sources	1,000	500	56,188	1,000	8,970	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Total receipts	<u>1,000</u>	<u>500</u>	<u>56,188</u>	<u>1,000</u>	<u>8,970</u>	<u>-</u>	<u>-</u>
Disbursements:							
Instruction	995	500	3,429	-	8,970	-	1,044
Support services	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	<u>995</u>	<u>500</u>	<u>3,429</u>	<u>-</u>	<u>8,970</u>	<u>-</u>	<u>1,044</u>
Excess (deficiency) of receipts over disbursements	<u>5</u>	<u>-</u>	<u>52,759</u>	<u>1,000</u>	<u>-</u>	<u>-</u>	<u>(1,044)</u>
Other financing sources (uses):							
Transfers in	-	-	-	-	-	5,683	-
Transfers out	-	-	-	-	-	(5,683)	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>5</u>	<u>-</u>	<u>52,759</u>	<u>1,000</u>	<u>-</u>	<u>-</u>	<u>(1,044)</u>
Cash and investments - ending	<u>\$ 5</u>	<u>\$ -</u>	<u>\$ 52,759</u>	<u>\$ 1,000</u>	<u>\$ -</u>	<u>\$ 5,683</u>	<u>\$ -</u>

MILAN COMMUNITY SCHOOLS  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH AND  
 INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2020

	Rising Sun - Mhs	Rising Sun - Class Locks	Rising Sun - Stem Class	Rising Sun - Stop Arm Cam	Educational License Plates	Mes	Mhs
Cash and investments - beginning	\$ (2,023)	\$ -	\$ 24,013	\$ -	\$ 5,007	\$ (1,363)	\$ 11,274
Receipts:							
Local sources	3,528	57,000	-	12,630	-	1,289	48,923
Intermediate sources	-	-	-	-	113	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Total receipts	<u>3,528</u>	<u>57,000</u>	<u>-</u>	<u>12,630</u>	<u>113</u>	<u>1,289</u>	<u>48,923</u>
Disbursements:							
Instruction	-	-	24,013	-	-	-	-
Support services	-	55,150	-	12,630	-	2,362	53,061
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>55,150</u>	<u>24,013</u>	<u>12,630</u>	<u>-</u>	<u>2,362</u>	<u>53,061</u>
Excess (deficiency) of receipts over disbursements	<u>3,528</u>	<u>1,850</u>	<u>(24,013)</u>	<u>-</u>	<u>113</u>	<u>(1,073)</u>	<u>(4,138)</u>
Other financing sources (uses):							
Transfers in	2,023	1,850	-	-	-	-	-
Transfers out	(2,023)	(1,850)	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>3,528</u>	<u>1,850</u>	<u>(24,013)</u>	<u>-</u>	<u>113</u>	<u>(1,073)</u>	<u>(4,138)</u>
Cash and investments - ending	<u>\$ 1,505</u>	<u>\$ 1,850</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,120</u>	<u>\$ (2,436)</u>	<u>\$ 7,136</u>

MILAN COMMUNITY SCHOOLS  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH AND  
 INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2020

	Mes - Pto Grants	Non-Program	Mes - Duke Grant - Brenda	Rccf - Mes	Rccf - Jutzi Grant	Rccf - Mms	In-Mac Grant
Cash and investments - beginning	\$ -	\$ (17,031)	\$ 7,443	\$ 3,194	\$ -	\$ 3,766	\$ 1,198
Receipts:							
Local sources	460	17,031	-	3,336	5,000	500	2,000
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Total receipts	<u>460</u>	<u>17,031</u>	<u>-</u>	<u>3,336</u>	<u>5,000</u>	<u>500</u>	<u>2,000</u>
Disbursements:							
Instruction	-	-	-	3,336	-	2,234	995
Support services	-	-	-	-	5,000	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,336</u>	<u>5,000</u>	<u>2,234</u>	<u>995</u>
Excess (deficiency) of receipts over disbursements	<u>460</u>	<u>17,031</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,734)</u>	<u>1,005</u>
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>460</u>	<u>17,031</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,734)</u>	<u>1,005</u>
Cash and investments - ending	<u>\$ 460</u>	<u>\$ -</u>	<u>\$ 7,443</u>	<u>\$ 3,194</u>	<u>\$ -</u>	<u>\$ 2,032</u>	<u>\$ 2,203</u>

MILAN COMMUNITY SCHOOLS  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH AND  
 INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2020

	HSDL Grant	STARS Grant	Formative Assessment	Secured Schools Safety Grant	Stem Grant	Recreational Activities	School Technology
Cash and investments - beginning	\$ (38)	\$ (39,535)	\$ 25	\$ (41,626)	\$ (750)	\$ 4,349	\$ -
Receipts:							
Local sources	-	49,513	2,287	53,508	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	12,097	13,117	-	3,581	-
Federal sources	-	-	-	-	-	-	-
Total receipts	-	49,513	14,384	66,625	-	3,581	-
Disbursements:							
Instruction	(38)	-	-	-	110,796	4,349	-
Support services	-	9,978	21,581	50,000	-	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	(38)	9,978	21,581	50,000	110,796	4,349	-
Excess (deficiency) of receipts over disbursements	38	39,535	(7,197)	16,625	(110,796)	(768)	-
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	38	39,535	(7,197)	16,625	(110,796)	(768)	-
Cash and investments - ending	\$ -	\$ -	\$ (7,172)	\$ (25,001)	\$ (111,546)	\$ 3,581	\$ -

MILAN COMMUNITY SCHOOLS  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH AND  
 INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2020

	Digital Learning Grant	Career and Technical Performance Grant	Teacher Appreciation Grant	High Ability Students	State Connectivity Grant	Dlg - 2018-19	Tech Loan - B0056
Cash and investments - beginning	\$ (925)	\$ 11,777	\$ 4,093	\$ 16,798	\$ -	\$ (45,196)	\$ (91,057)
Receipts:							
Local sources	-	-	-	340	-	1,339	111,848
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	37,844	29,504	11,083	-	-
Federal sources	-	-	-	-	-	-	-
Total receipts	-	-	37,844	29,844	11,083	1,339	111,848
Disbursements:							
Instruction	-	-	40,711	27,024	-	-	-
Support services	(924)	-	-	-	-	18,896	(683)
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	(1)	-	-	-	-	2,815	-
Debt services	-	-	-	-	-	-	-
Total disbursements	(925)	-	40,711	27,024	-	21,711	(683)
Excess (deficiency) of receipts over disbursements	925	-	(2,867)	2,820	11,083	(20,372)	112,531
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	925	-	(2,867)	2,820	11,083	(20,372)	112,531
Cash and investments - ending	\$ -	\$ 11,777	\$ 1,226	\$ 19,618	\$ 11,083	\$ (65,568)	\$ 21,474

MILAN COMMUNITY SCHOOLS  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH AND  
 INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2020

	Tech Loan - 2019	School Construction	Rising Sun - Leader In Me	Project Lead the Way	PLTW - GW Verizon	Const Loan - C0018	Tech Loan - 2020
Cash and investments - beginning	\$ -	\$ (301,602)	\$ -	\$ 2,352	\$ 9,025	\$ -	\$ -
Receipts:							
Local sources	-	292,615	-	9,571	849	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Total receipts	-	292,615	-	9,571	849	-	-
Disbursements:							
Instruction	-	-	-	-	10,326	-	-
Support services	139,283	-	-	4,951	-	-	99,750
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	(8,987)	-	-	-	30,094	-
Debt services	-	-	-	-	-	-	-
Total disbursements	139,283	(8,987)	-	4,951	10,326	30,094	99,750
Excess (deficiency) of receipts over disbursements	(139,283)	301,602	-	4,620	(9,477)	(30,094)	(99,750)
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	(139,283)	301,602	-	4,620	(9,477)	(30,094)	(99,750)
Cash and investments - ending	\$ (139,283)	\$ -	\$ -	\$ 6,972	\$ (452)	\$ (30,094)	\$ (99,750)

MILAN COMMUNITY SCHOOLS  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH AND  
 INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2020

	QZAB	Title I	Homeless Assistance Grants	ROD Federal Grant	Student Support, Title IV	Title IV - FY19-20	Title IV - FY18-19
Cash and investments - beginning	\$ (25,931)	\$ (16,597)	\$ -	\$ (30,094)	\$ (2,724)	\$ -	\$ -
Receipts:							
Local sources	-	-	4,000	68,982	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	166,547	18,000	303,859	3,644	10,000	-
Total receipts	-	166,547	22,000	372,841	3,644	10,000	-
Disbursements:							
Instruction	-	126,184	-	346,284	920	-	-
Support services	-	-	22,078	-	-	10,000	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	-	126,184	22,078	346,284	920	10,000	-
Excess (deficiency) of receipts over disbursements	-	40,363	(78)	26,557	2,724	-	-
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	-	40,363	(78)	26,557	2,724	-	-
Cash and investments - ending	\$ (25,931)	\$ 23,766	\$ (78)	\$ (3,537)	\$ -	\$ -	\$ -

MILAN COMMUNITY SCHOOLS  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH AND  
 INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2020

	Environmental Benefits Grants	Title II A - FFY 2017	Title II A - FFY 2018	Title II A - FFY 2019	Prepaid Meals	Payroll Clearing Funds	Totals
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ 9,265	\$ (6,303)	\$ 3,420,120
Receipts:							
Local sources	-	-	-	-	193,316	1,788,074	6,768,454
Intermediate sources	-	-	-	-	-	-	140
State sources	-	-	-	-	-	-	7,333,313
Federal sources	-	-	26,972	27,975	-	-	850,482
Total receipts	-	-	26,972	27,975	193,316	1,788,074	14,952,389
Disbursements:							
Instruction	-	-	26,972	27,975	-	-	5,683,859
Support services	-	-	-	-	-	-	4,391,281
Noninstructional services	-	-	-	-	185,692	1,779,502	2,647,269
Facilities acquisition and construction	-	-	-	-	-	-	286,030
Debt services	-	-	-	-	-	-	1,010,727
Total disbursements	-	-	26,972	27,975	185,692	1,779,502	14,019,166
Excess (deficiency) of receipts over disbursements	-	-	-	-	7,624	8,572	933,223
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	1,295,982
Transfers out	-	-	-	-	-	-	(1,295,982)
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	-	7,624	8,572	933,223
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ 16,889	\$ 2,269	\$ 4,353,343

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MILAN COMMUNITY SCHOOLS  
 SCHEDULE OF PAYABLES AND RECEIVABLES  
 June 30, 2020

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	<u>\$ 405,342</u>	<u>\$ -</u>

MILAN COMMUNITY SCHOOLS  
 SCHEDULE OF LEASES AND DEBT  
 June 30, 2020

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Milan 21st Century School Building Corporation	Trane Project	\$ 247,000	7/15/2016	1/15/2026

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Type	Purpose	
Governmental activities:		
Notes and Loans Payable	Common School Loans	\$ 3,303,101
Bonds Payable	QZAB	910,000
		\$ 625,489
		184,531
Total governmental activities		4,213,101
		810,020
Totals		\$ 4,213,101
		\$ 810,020

MILAN COMMUNITY SCHOOLS  
 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.

	<u>Ending Balance</u>
Governmental activities:	
Land	\$ 251,700
Buildings	39,706,700
Improvements other than buildings	1,404,560
Machinery, equipment, and vehicles	<u>3,040,625</u>
Total governmental activities	<u>44,403,585</u>
Total capital assets	<u><u>\$ 44,403,585</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/>.