



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
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INDIANAPOLIS, INDIANA 46204-2769

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March 15, 2022

To: The Officials of the Pioneer Regional School Corporation
Pioneer Regional School Corporation
115 S Chicago St, Box 577
Royal Center, IN 46978

As authorized under Indiana Code 5-11-1, we engaged private examiners under our review to perform the audit of Pioneer Regional School Corporation. We have reviewed the audit report opined upon by Crowe LLP, Independent Public Accountants, for the period July 1, 2018 to June 30, 2020. Per the *Independent Auditor's Report*, the financial statements included in the report present fairly, in all material respects, the cash and investment balances of the School Corporation as of June 30, 2019 and 2020, and its cash receipts, disbursements, and other financing sources (uses) for the years then ended in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

In our opinion, Crowe LLP prepared the audit report in accordance with the guidelines established by the State Board of Accounts.

In addition to the report presented herein, a Supplemental Report for Pioneer Regional School Corporation was prepared in accordance with the guidelines established by the State Board of Accounts.

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

A handwritten signature in black ink that reads "Tammy R. White".

Tammy R. White, CPA
Deputy State Examiner

PIONEER REGIONAL SCHOOL CORPORATION
Cass County, Indiana

FINANCIAL STATEMENTS
June 30, 2019 and 2020

PIONEER REGIONAL SCHOOL CORPORATION
Cass County, Indiana

FINANCIAL STATEMENTS
June 30, 2019 and 2020

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PIONEER REGIONAL SCHOOL CORPORATION
SCHEDULE OF OFFICIALS (Unaudited)
June 30, 2019 and 2020

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Melissa J. Hardy Lori Kimbrell	07-01-18 to 12-31-19 01-01-20 to 06-30-20
Superintendent of Schools	Charles R. Grable	07-01-18 to 06-30-20
President of the School Board	Lisa Kesling	07-01-18 to 06-30-20

INDEPENDENT AUDITOR'S REPORT

Those Charged with Governance
Pioneer Regional School Corporation
Cass County, Indiana

Report on the Financial Statement

We have audited the accompanying statements of receipts, disbursements, other financing sources (uses), and cash and investment balances of the Pioneer Regional School Corporation (the School Corporation) as of and for the years ended June 30, 2019 and 2020, and the related notes (the financial statements).

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6) as described in Note 1. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity'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 statements.

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

(Continued)

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

As discussed in Note 1 to the financial statements, the School Corporation prepares its financial statements 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 statements 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 statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the School Corporation as of June 30, 2019 and 2020, or changes in net position or cash flows thereof for the years then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the cash and investment balances of the School Corporation as of June 30, 2019 and 2020, and its cash receipts, disbursements, other financing sources (uses) for the years then ended in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

Other Matters

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying Schedule of Officials and Supplementary Information Schedules are presented for purposes of additional analysis and are not a required part of the financial statements. The information has not been subjected to the auditing procedures applied in the audits of the financial statements, and accordingly, we do not express an opinion or provide any assurance on it.


Crowe LLP

Indianapolis, Indiana
March 14, 2022

FINANCIAL STATEMENTS AND ACCOMPANYING NOTES

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

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

Fund	Cash and			Other	Cash and			Other	Cash and
	Investments	Receipts	Disbursements	Financing	Investments	Receipts	Disbursements	Financing	Investments
	07-01-18			Sources (Uses)	06-30-19			Sources (Uses)	06-30-20
General	\$ 714,980	\$ 3,056,604	\$ 3,093,226	\$ (678,358)	\$ -	\$ -	\$ -	\$ -	\$ -
Education	-	2,981,397	2,617,318	64,791	428,870	6,506,677	5,418,209	(839,788)	677,550
Debt Service	448,123	671,227	679,634	-	439,716	655,261	717,368	-	377,609
Retirement/Severance Bond Debt Service	96,167	154,869	153,756	-	97,280	150,437	157,595	-	90,122
Operations	-	1,217,031	1,622,311	2,743,682	2,338,402	2,198,153	2,722,452	849,600	2,663,703
Capital Projects	878,516	501,481	444,945	(935,052)	-	-	-	-	-
School Transportation	1,153,565	426,959	405,438	(1,175,086)	-	-	-	-	-
School Bus Replacement	62,118	41,912	98,886	(5,144)	-	-	-	-	-
Local Rainy Day	1,079,334	-	248,036	-	831,298	-	-	-	831,298
School Lunch	169,725	487,327	495,822	-	161,230	491,623	570,724	-	82,129
Curricular Materials Rental	95,546	182,600	161,967	-	116,179	197,350	198,162	-	115,367
Educational License Plates	1,481	37	-	-	1,518	38	-	-	1,556
School Library Printed Material	103	-	-	(103)	-	-	-	-	-
Gifts and Donations	597	-	-	(597)	-	-	-	-	-
Gifts, Donations and Trusts	5,000	-	-	(5,000)	-	-	-	-	-
Scholarships and Awards	24,727	-	20,000	(4,727)	-	-	-	-	-
Miscellaneous Programs	43	-	-	(43)	-	-	-	-	-
Formative Assessment	-	10,723	10,723	-	-	11,399	11,399	-	-
Instruction Support	(13,526)	25,203	1,865	-	9,812	-	-	(9,812)	-
Prime Time Makeover	1,132	-	-	(1,132)	-	-	-	-	-
Tech Prep	-	3,470	3,470	-	-	-	-	-	-
Recreational Activities	-	-	-	-	-	2,862	1,239	-	1,623
Non-English Speaking Programs	-	-	-	-	-	5,159	-	-	5,159
School Technology	38,422	-	38,422	-	-	-	-	-	-
Career and Technical Performance Grant	812	3,559	3,740	-	631	-	-	-	631
Indiana School Academic Improvement Plan (ISAIP)	836	-	-	(836)	-	-	-	-	-
High Ability Students	-	28,832	28,701	-	131	28,142	12,147	-	16,126
Miscellaneous Programs	1,100	-	-	(1,100)	-	-	-	-	-
Net Day Grant	500	-	-	(500)	-	-	-	-	-
2017-2018 Title I Grant	(2,073)	9,224	7,151	-	-	-	-	-	-
CH-1 Program Improvement	317	-	317	-	-	-	-	-	-
Title 1 FY 18-19	-	109,195	127,274	-	(18,079)	26,391	8,312	-	-
Title 1 FY 19-20	-	-	-	-	-	61,671	102,027	-	(40,356)
Serve America	796	-	-	(796)	-	-	-	-	-
Student Support, Title IV	-	9,850	9,850	-	-	810	810	-	-
Title IV Part A FY 19	-	-	-	-	-	5,000	5,075	-	(75)
Drug Free	458	-	-	-	458	-	-	-	458
Title II - Eisenhower - Science and Math Technology Grants	973	-	973	-	-	-	-	-	-
Homeland Sec. Grant FY 1	-	35,000	35,000	-	-	-	-	-	-
Medicaid Reimbursement - Federal	57	-	-	-	57	4,994	598	-	4,453
Title II, Part A, Supporting Effective Instruction	2,331	-	2,331	-	-	-	-	-	-
Title 2 FY 18	-	7,800	16,367	-	(8,567)	16,284	9,056	-	(1,339)
Title 2 FY 19	-	-	-	-	-	10,840	12,819	-	(1,979)

(Continued)

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

<u>Fund</u>	Cash and Investments <u>07-01-18</u>	<u>Receipts</u>	<u>Disbursements</u>	Other Financing Sources (Uses)	Cash and Investments <u>06-30-19</u>	<u>Receipts</u>	<u>Disbursements</u>	Other Financing Sources (Uses)	Cash and Investments <u>06-30-20</u>
2017-2018 Title II Grant	(8,654)	14,220	5,566	-	-	-	-	-	-
Title III, English Language Acquisition	3,527	-	-	-	3,527	-	-	-	3,527
High School Sign Fund	461	-	-	-	461	-	-	-	461
Panther Kids Camp	450	-	-	-	450	-	-	-	450
Prepaid School Lunch	15,106	225,511	223,809	-	16,808	174,612	176,924	-	14,496
Payroll Withholdings	9,987	1,379,853	1,379,323	-	10,517	1,460,734	1,458,474	-	12,777
Totals	<u>\$ 4,783,037</u>	<u>\$ 11,583,884</u>	<u>\$ 11,936,221</u>	<u>\$ (1)</u>	<u>\$ 4,430,699</u>	<u>\$ 12,008,437</u>	<u>\$ 11,583,390</u>	<u>\$ -</u>	<u>\$ 4,855,746</u>

See notes to financial statements.

PIONEER REGIONAL SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2019 and 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity: School Corporation, as used herein, shall include, but is not limited to, the following: 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.

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 (GAAP), 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. The regulatory basis also allows for all investments to be stated at cost, while GAAP requires fair value for qualifying investments.

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.

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.

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.

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

(Continued)

PIONEER REGIONAL SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2019 and 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

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

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

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

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

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.

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 School Corporation 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.

(Continued)

PIONEER REGIONAL SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2019 and 2020

NOTE 3 - PROPERTY TAXES

Property taxes levied are collected by the County Treasurer and are scheduled to be distributed to the School in June and December; however, situations can arise which would delay the distributions. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's lien date (March 1 in a year ending before January 1, 2016 and January 1 in a year beginning after June 30, 2015) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100 percent of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which normally become delinquent if not paid by May 10 and November 10, respectively.

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 Depositary Insurance Corporation or by the Indiana Public Deposit Insurance Fund (PDIF). 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. Given the limited investment parameters applicable under state statute, certain risks, such as credit, custodial, concentration, and interest rate are not deemed significant.

The School Corporation held cash deposits and certificates of deposit with financial institutions that maintained FDIC and PDIF coverages, as applicable. The School Corporation did not hold investments for any of the years under audit.

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 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.

The School Corporation has purchased insurance to address the risks described above.

(Continued)

NOTE 6 - PENSION PLANS

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

Teachers' Retirement Fund

Plan Description

The Indiana Teachers' Retirement Fund (TRF) Defined Benefit Plan is a cost-sharing multiple-employer defined benefit pension plan and provides retirement, disability, and survivor benefits to plan members. TRF is administered through the Indiana Public Retirement System (INPRS) Board in accordance with state statutes (IC 5-10.2 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 fund.

TRF is composed of two accounts: Teachers' Pre-1996 and Teachers' 1996. All legally qualified and regularly employed licensed teachers serving in State of Indiana public schools are eligible to participate in Teachers' 1996. Membership in Teachers' Pre-1996 is closed to new entrants. Generally, members hired before 1996 participate in this account and members hired after 1995 participate in Teachers' 1996. Both accounts have two components: the employer-funded defined benefit component and a defined contribution account.

(Continued)

PIONEER REGIONAL SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2019 and 2020

NOTE 6 - PENSION PLANS (Continued)

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

Contributions

The School Corporation contributes the employer's share to Teachers' 1996 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 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) is considered to be an obligation of, and is paid by, the State of Indiana.

NOTE 7 - CASH BALANCE DEFICITS

The Title 1 FY 18-19 and Title 2 FY 18 deficits are a result of the funds being set up for reimbursable grant. The Financial Statement contains the Title 1 FY18-19 funds with deficit in cash for the year ended June 30, 2020 due to a rounding difference. The Title 2 FY 18 deficit is a result of the funds being set up for reimbursable grant.

NOTE 8 - HOLDING CORPORATION

The School Corporation has entered into a capital lease with the Pioneer School Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing, constructing and renovating of the Elementary and High Schools. The lessor has been determined to be a related-party of the School Corporation. Lease payments during the years 2019 and 2020 totaled \$94,500 and \$193,000, respectively.

Additionally, the School Corporation has entered into a capital lease with the Pioneer School Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of renovation, improvements and equipping of school facilities as part of a Guaranteed Energy Savings contract. The lessor has been determined to be a related-party of the School Corporation. Lease payments during the years 2019 and 2020 totaled \$40,500 and \$90,500, respectively.

(Continued)

PIONEER REGIONAL SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2019 and 2020

NOTE 9 - ESTABLISHMENT OF THE EDUCATION FUND AND OPERATIONS FUND

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

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

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

SUPPLEMENTAL INFORMATION (Unaudited)

PIONEER REGIONAL SCHOOL CORPORATION
OTHER INFORMATION
June 30, 2020

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 statements 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 statements 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.

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

	General	Education	Debt Service	Retirement/ Severance Bond Debt Service	Operations	Capital Projects	School Transportation	School Bus Replacement	Local Rainy Day	School Lunch	Curricular Materials Rental	Educational License Plates	School Library Printed Materials	Gifts and Donations	Gifts, Donations and Trusts
Cash and investments - beginning	\$ 714,980	\$ -	\$ 448,123	\$ 96,167	\$ -	\$ 878,516	\$ 1,153,565	\$ 62,118	\$ 1,079,334	\$ 169,725	\$ 95,546	\$ 1,481	\$ 103	\$ 597	\$ 5,000
Receipts:															
Local sources	79,417	50,417	671,227	154,869	1,206,746	501,481	426,959	41,912	-	227,869	-	-	-	-	-
Intermediate sources	23	28	-	-	-	-	-	-	-	-	-	37	-	-	-
State sources	2,977,164	2,930,952	-	-	10,285	-	-	-	-	-	182,600	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	259,458	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total receipts	3,056,604	2,981,397	671,227	154,869	1,217,031	501,481	426,959	41,912	-	487,327	182,600	37	-	-	-
Disbursements:															
Instruction	2,011,705	2,001,250	-	-	-	-	-	-	-	-	-	-	-	-	-
Support services	1,024,768	616,068	-	-	1,494,999	238,450	405,438	98,886	248,036	-	161,967	-	-	-	-
Noninstructional services	56,753	-	-	-	95,600	-	-	-	-	495,822	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	31,712	206,495	-	-	-	-	-	-	-	-	-
Debt services	-	-	679,634	153,756	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	3,093,226	2,617,318	679,634	153,756	1,622,311	444,945	405,438	98,886	248,036	495,822	161,967	-	-	-	-
Excess (deficiency) of receipts over disbursements	(36,622)	364,079	(8,407)	1,113	(405,280)	56,536	21,521	(56,974)	(248,036)	(8,495)	20,633	37	-	-	-
Other financing sources (uses):															
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	693,191	-	-	2,743,682	-	-	-	-	-	-	-	-	-	-
Transfers out	(678,358)	(628,400)	-	-	-	(935,052)	(1,175,086)	(5,144)	-	-	-	-	(103)	(597)	(5,000)
Total other financing sources (uses)	(678,358)	64,791	-	-	2,743,682	(935,052)	(1,175,086)	(5,144)	-	-	-	-	(103)	(597)	(5,000)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(714,980)	428,870	(8,407)	1,113	2,338,402	(878,516)	(1,153,565)	(62,118)	(248,036)	(8,495)	20,633	37	(103)	(597)	(5,000)
Cash and investments - ending	\$ -	\$ 428,870	\$ 439,716	\$ 97,280	\$ 2,338,402	\$ -	\$ -	\$ -	\$ 831,298	\$ 161,230	\$ 116,179	\$ 1,518	\$ -	\$ -	\$ -

(Continued)

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

	Scholarships and Awards	Miscellaneous Programs	Formative Assessment	Instruction Support	Prime Time Makeover	Tech Prep	School Technology	Career and Technical Performance Grant	Indiana School Academic Improvement Plan (ISAIP)	High Ability Students	Miscellaneous Programs	Net Day Grant	2017-2018 Title I Grant	CH-1 Program Improvement	Title I FY 18-19
Cash and investments - beginning	\$ 24,727	\$ 43	\$ -	\$ (13,526)	\$ 1,132	\$ -	\$ 38,422	\$ 812	\$ 836	\$ -	\$ 1,100	\$ 500	\$ (2,073)	\$ 317	\$ -
Receipts:															
Local sources	-	-	-	25,203	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	10,723	-	-	3,470	-	3,559	-	28,832	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-	-	-	9,224	-	109,195
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total receipts	-	-	10,723	25,203	-	3,470	-	3,559	-	28,832	-	-	9,224	-	109,195
Disbursements:															
Instruction	-	-	10,723	1,865	-	3,470	-	3,740	-	28,701	-	-	7,151	-	127,274
Support services	20,000	-	-	-	-	-	38,422	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-	-	-	317	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	20,000	-	10,723	1,865	-	3,470	38,422	3,740	-	28,701	-	-	7,151	317	127,274
Excess (deficiency) of receipts over disbursements	(20,000)	-	-	23,338	-	-	(38,422)	(181)	-	131	-	-	2,073	(317)	(18,079)
Other financing sources (uses):															
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers out	(4,727)	(43)	-	-	(1,132)	-	-	-	(836)	-	(1,100)	(500)	-	-	-
Total other financing sources (uses)	(4,727)	(43)	-	-	(1,132)	-	-	-	(836)	-	(1,100)	(500)	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(24,727)	(43)	-	23,338	(1,132)	-	(38,422)	(181)	(836)	131	(1,100)	(500)	2,073	(317)	(18,079)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ 9,812	\$ -	\$ -	\$ -	\$ 631	\$ -	\$ 131	\$ -	\$ -	\$ -	\$ -	\$ (18,079)

(Continued)

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

	Serve America	Student Support, Title IV	Drug Free	Title II Eisenhower Science and Math Technology Grants	Homeland Sec. Grant FY 1	Medicaid Reimbursement - Federal	Title II, Part A, Supporting Effective Instruction	Title 2 FY 18	2017-2018 Title II Grant	Title III, English Language Acquisition	High School Sign Fund	Panther Kids Camp	Prepaid School Lunch	Payroll Withholdings	Totals
Cash and investments - beginning	\$ 796	\$ -	\$ 458	\$ 973	\$ -	\$ 57	\$ 2,331	\$ -	\$ (8,654)	\$ 3,527	\$ 461	\$ 450	\$ 15,106	\$ 9,987	\$ 4,783,037
Receipts:															
Local sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,386,100
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	88
State sources	-	-	-	-	35,000	-	-	-	-	-	-	-	-	-	6,182,585
Federal sources	-	-	-	-	-	-	7,800	14,220	-	-	-	-	-	-	399,897
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	9,850	-	-	-	-	-	-	-	-	-	-	225,511	1,379,853	1,615,214
Total receipts	-	9,850	-	-	35,000	-	-	7,800	14,220	-	-	-	225,511	1,379,853	11,583,884
Disbursements:															
Instruction	-	9,850	-	-	-	-	-	13,367	5,566	-	-	-	-	-	4,224,662
Support services	-	-	-	-	35,000	-	-	3,000	-	-	-	-	-	-	4,385,034
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	648,175
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-	-	-	-	238,207
Debt services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	833,390
Nonprogrammed charges	-	-	-	973	-	-	2,331	-	-	-	-	-	223,809	1,379,323	1,606,753
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	9,850	-	973	35,000	-	2,331	16,367	5,566	-	-	-	223,809	1,379,323	11,936,221
Excess (deficiency) of receipts over disbursements	-	-	-	(973)	-	-	(2,331)	(8,567)	8,654	-	-	-	1,702	530	(352,337)
Other financing sources (uses):															
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,436,873
Transfers out	(796)	-	-	-	-	-	-	-	-	-	-	-	-	-	(3,436,874)
Total other financing sources (uses)	(796)	-	-	-	-	-	-	-	-	-	-	-	-	-	(1)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(796)	-	-	(973)	-	-	(2,331)	(8,567)	8,654	-	-	-	1,702	530	(352,338)
Cash and investments - ending	\$ -	\$ -	\$ 458	\$ -	\$ -	\$ 57	\$ -	\$ (8,567)	\$ -	\$ 3,527	\$ 461	\$ 450	\$ 16,808	\$ 10,517	\$ 4,430,699

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

	Education	Debt Service	Retirement/ Severance Bond Debt Service	Operations	Local Rainy Day	School Lunch	Curricular Materials Rental	Educational License Plates	Scholarships and Awards	Formative Assessment	Instruction Support	Recreational Activities	Non-English Speaking Programs
Cash and investments - beginning	\$ 428,870	\$ 439,716	\$ 97,280	\$ 2,338,402	\$ 831,298	\$ 161,230	\$ 116,179	\$ 1,518	\$ -	\$ -	\$ 9,812	\$ -	\$ -
Receipts:													
Local sources	111,369	655,261	150,437	2,188,147	-	178,634	-	-	-	-	-	-	-
Intermediate sources	28	-	-	-	-	-	-	38	-	-	-	-	-
State sources	6,325,446	-	-	10,006	-	6,562	197,350	-	-	11,399	-	2,862	5,159
Federal sources	69,834	-	-	-	-	306,427	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-	-	-
Total receipts	6,506,677	655,261	150,437	2,198,153	-	491,623	197,350	38	-	11,399	-	2,862	5,159
Disbursements:													
Instruction	4,129,730	-	-	-	-	-	143,787	-	-	11,399	-	1,239	-
Support services	1,168,559	-	-	2,431,033	-	-	54,375	-	-	-	-	-	-
Noninstructional services	119,920	-	-	9,438	-	570,724	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	281,981	-	-	-	-	-	-	-	-	-
Debt services	-	717,368	157,595	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	5,418,209	717,368	157,595	2,722,452	-	570,724	198,162	-	-	11,399	-	1,239	-
Excess (deficiency) of receipts over disbursements	1,088,468	(62,107)	(7,158)	(524,299)	-	(79,101)	(812)	38	-	-	-	1,623	5,159
Other financing sources (uses):													
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	9,812	-	-	849,600	-	-	-	-	-	-	-	-	-
Transfers out	(849,600)	-	-	-	-	-	-	-	-	-	(9,812)	-	-
Total other financing sources (uses)	(839,788)	-	-	849,600	-	-	-	-	-	-	(9,812)	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	248,680	(62,107)	(7,158)	325,301	-	(79,101)	(812)	38	-	-	(9,812)	1,623	5,159
Cash and investments - ending	\$ 677,550	\$ 377,609	\$ 90,122	\$ 2,663,703	\$ 831,298	\$ 82,129	\$ 115,367	\$ 1,556	\$ -	\$ -	\$ -	\$ 1,623	\$ 5,159

(Continued)

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

	Career and Technical Performance Grant	High Ability Students	Title I FY 18-19	Title I FY 19-20	Student Support, Title IV	Title IV Part A FY 19	Drug Free	Medicaid Reimbursement - Federal	Title 2 FY 18	Title 2 FY 19	Title III, English Language Acquisition	High School Sign Fund	Panther Kids Camp	Prepaid School Lunch	Payroll Withholding	Totals
Cash and investments - beginning	\$ 631	\$ 131	\$ (18,079)	\$ -	\$ -	\$ -	\$ 458	\$ 57	\$ (8,567)	\$ -	\$ 3,527	\$ 461	\$ 450	\$ 16,808	\$ 10,517	\$ 4,430,699
Receipts:																
Local sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,283,848
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	66
State sources	-	28,142	-	-	-	-	-	4,994	-	-	-	-	-	-	-	6,591,920
Federal sources	-	-	26,391	61,671	810	5,000	-	-	16,284	10,840	-	-	-	-	-	497,257
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-	-	-	174,612	1,460,734	1,635,346
Total receipts	-	28,142	26,391	61,671	810	5,000	-	4,994	16,284	10,840	-	-	-	174,612	1,460,734	12,008,437
Disbursements:																
Instruction	-	12,147	8,312	102,027	810	5,075	-	-	2,306	12,819	-	-	-	-	-	4,429,651
Support services	-	-	-	-	-	-	-	598	6,750	-	-	-	-	-	-	3,661,315
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	700,082
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	281,981
Debt services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	874,963
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-	-	-	176,924	1,458,474	1,635,398
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	12,147	8,312	102,027	810	5,075	-	598	9,056	12,819	-	-	-	176,924	1,458,474	11,583,390
Excess (deficiency) of receipts over disbursements	-	15,995	18,079	(40,356)	-	(75)	-	4,396	7,228	(1,979)	-	-	-	(2,312)	2,260	425,047
Other financing sources (uses):																
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	859,412
Transfers out	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(859,412)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	15,995	18,079	(40,356)	-	(75)	-	4,396	7,228	(1,979)	-	-	-	(2,312)	2,260	425,047
Cash and investments - ending	\$ 631	\$ 16,126	\$ -	\$ (40,356)	\$ -	\$ (75)	\$ 458	\$ 4,453	\$ (1,339)	\$ (1,979)	\$ 3,527	\$ 461	\$ 450	\$ 14,496	\$ 12,777	\$ 4,855,746

PIONEER REGIONAL SCHOOL CORPORATION
SCHEDULE OF LEASES AND DEBT
June 30, 2020

<u>Lessor</u>	<u>Purpose</u>	<u>Annual Lease Payment</u>	<u>Lease Beginning Date</u>	<u>Lease Ending Date</u>
Governmental activities:				
CDL COMPANY INC	COPIER LEASE	\$ 23,820	8/1/2018	7/31/2023
CDL COMPANY INC	COPIER LEASE	<u>900</u>	2/1/2019	2/1/2024
Total governmental activities		<u>24,720</u>		
Total of annual lease payments		<u>\$ 24,720</u>		

<u>Description of Debt</u>		<u>Ending Principal Balance</u>	<u>Principal and Interest Due Within One Year</u>
<u>Type</u>	<u>Purpose</u>		
Governmental activities:			
General obligation bonds	Common School Loan	\$ 1,053,750	\$ 382,827
General obligation bonds	Pension Debt	995,568	155,984
General obligation bonds	2015 and 2016 Lease Rental Payments 1St Series Bonds	<u>4,955,000</u>	<u>277,456</u>
Total governmental activities		<u>7,004,318</u>	<u>816,267</u>
Totals		<u>\$ 7,004,318</u>	<u>\$ 816,267</u>

PIONEER REGIONAL SCHOOL CORPORATION
SCHEDULE OF CAPITAL ASSETS
June 30, 2020

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

	<u>Ending Balance</u>
Governmental activities:	
Land	\$ 331,433
Buildings	10,405,967
Machinery, equipment, and vehicles	<u>2,893,017</u>
Total governmental activities	<u>13,630,417</u>
Total capital assets	<u>\$ 13,630,417</u>

PIONEER REGIONAL SCHOOL CORPORATION
OTHER REPORT
June 30, 2019 and 2020

The reports presented herein were prepared in addition to another official report prepared for the School Corporation as listed below:

Indiana State Board of Accounts Compliance Examination of the Pioneer Regional School Corporation.

The above report contains the results of the compliance examination as required by the Indiana State Board of Accounts' *Accounting and Uniform Compliance Guidelines Manual For Indiana Public School Corporations*.

PIONEER REGIONAL SCHOOL CORPORATION
EXIT CONFERENCE
July 1, 2018 to June 30, 2020

The contents of this report were discussed on December 14, 2021 with Loretta Kimbrell, Treasurer, Charles Grable, Superintendent, and Lisa Kesling, President of the School Board.