



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
ROOM E418
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

June 7, 2022

Charter School Board
Irvington Community Schools, Inc.
5751 East University Avenue
Indianapolis, IN 46219

We have reviewed the audit report of Irvington Community Schools, Inc. which was opined upon by Donovan CPAs, Independent Public Accountants, for the period July 1, 2020 to June 30, 2021. Per the *Independent Auditors' Report* the financial statements included in the report present fairly the financial condition of Irvington Community Schools, Inc. as of June 30, 2021 and the results of its operations for the period then ended, on the basis of accounting described in the report.

We call your attention to the findings included in the report on pages 23 through 24. Please see the Schedule of Findings and Questioned Costs for complete details related to the findings. Management's Corrective Action Plan appears on pages 25 through 26.

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

In addition to the report presented herein, a Supplemental Audit Report for Irvington Community Schools, Inc., 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 cursive script that reads "Tammy R. White".

Tammy R. White, CPA
Deputy State Examiner

IRVINGTON COMMUNITY SCHOOLS, INC.

FINANCIAL STATEMENTS
Together with Independent Auditors' Report

For the Years Ended June 30, 2021 and 2020



TABLE OF CONTENTS

	Page
INDEPENDENT AUDITORS' REPORT	1 - 2
FINANCIAL STATEMENTS	
Statements of Financial Position.....	3
Statements of Activities and Change in Net Assets (Deficit)	4
Statements of Functional Expenses.....	5
Statements of Cash Flows.....	6
Notes to the Financial Statements.....	7 - 14
SUPPLEMENTARY INFORMATION	
Schedule of Expenditures of Federal Awards.....	15
Notes to the Schedule of Expenditures of Federal Awards.....	16
INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS	17 - 18
INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH THE <i>UNIFORM GUIDANCE</i>	19 - 21
SCHEDULE OF FINDINGS AND QUESTIONED COSTS	22 - 24
CORRECTIVE ACTION PLAN	25 - 26
OTHER REPORT	27



Independent Auditors' Report

The Board of Directors
Irvington Community Schools, Inc.

Report on the Financial Statements

We have audited the accompanying financial statements of Irvington Community Schools, Inc., which comprise the statements of financial position as of June 30, 2021 and 2020, and the related statements of activities and change in net assets (deficit), functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditors' 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 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 audits 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 auditors' 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 auditors consider 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.

www.cpadonovan.com

Avon | 5151 E. US Hwy 36, Avon, IN 46123 | 317.745.6411

Indianapolis | 9292 N. Meridian Street, Suite 150, Indianapolis, IN 46260 | 317.844.8300

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Irvington Community Schools, Inc. as of June 30, 2021 and 2020, and the changes in its net assets (deficit), functional expenses, and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (“Uniform Guidance”) and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 29, 2022 on our consideration of Irvington Community Schools, Inc.’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of 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 Irvington Community Schools, Inc.’s internal control over financial reporting and compliance.

DONOVAN



Indianapolis, Indiana
March 29, 2022

IRVINGTON COMMUNITY SCHOOLS, INC.

STATEMENTS OF FINANCIAL POSITION

June 30, 2021 and 2020

	<u>2021</u>	<u>2020</u>
ASSETS		
CURRENT ASSETS		
Cash	\$ 2,975,252	\$ 2,400,024
Grants receivable	89,315	168,337
Prepaid expenses	<u>113,182</u>	<u>90,728</u>
<i>Total current assets</i>	<u>3,177,749</u>	<u>2,659,089</u>
PROPERTY AND EQUIPMENT, NET	<u>6,821,172</u>	<u>6,927,037</u>
OTHER ASSETS		
In-kind contributions receivable	841,005	841,005
Restricted cash	<u>696,339</u>	<u>1,026,357</u>
<i>Total other assets</i>	<u>1,537,344</u>	<u>1,867,362</u>
TOTAL ASSETS	<u><u>\$ 11,536,265</u></u>	<u><u>\$ 11,453,488</u></u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Current portion of capital lease obligation	\$ 21,988	\$ 20,357
Current portion of notes payable	90,700	90,700
Current portion of bonds payable	217,629	203,076
Accounts payable and accrued expenses	65,084	100,492
Refundable advances - CARES Act funding	-	479,392
Accrued bond interest	<u>266,940</u>	<u>270,840</u>
<i>Total current liabilities</i>	<u>662,341</u>	<u>1,164,857</u>
LONG-TERM LIABILITIES		
Capital lease obligation, net of current portion	-	21,988
Notes payable, net of current portion	408,150	498,850
Bonds payable, net of current portion	9,541,936	9,759,565
Less: unamortized bond issuance costs	<u>(485,512)</u>	<u>(503,329)</u>
<i>Total long-term liabilities, net of unamortized bond issuance costs</i>	<u>9,464,574</u>	<u>9,777,074</u>
<i>Total liabilities</i>	<u>10,126,915</u>	<u>10,941,931</u>
NET ASSETS		
Net assets (deficiency), without donor restrictions	568,345	(329,448)
Net assets, with donor restrictions	<u>841,005</u>	<u>841,005</u>
<i>Total net assets</i>	<u>1,409,350</u>	<u>511,557</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 11,536,265</u></u>	<u><u>\$ 11,453,488</u></u>

See independent auditors' report and accompanying notes to the financial statements

IRVINGTON COMMUNITY SCHOOLS, INC.
STATEMENTS OF ACTIVITIES AND CHANGE IN NET ASSETS
For the Years Ended June 30, 2021 and 2020

	<u>2021</u>	<u>2020</u>
REVENUE AND SUPPORT		
State education support	\$ 7,284,432	\$ 7,169,904
Grants	2,363,844	2,011,197
In-kind revenue	1,195,236	1,195,236
Student fees	19,981	188,055
Contributions	9,663	29,419
Fundraising	6,914	34,211
Interest	228	14,476
Other	<u>66,295</u>	<u>43,240</u>
 <i>Total revenue and support</i>	 <u>10,946,593</u>	 <u>10,685,738</u>
 EXPENSES		
Program services	9,052,206	8,541,814
Management and general	<u>1,475,986</u>	<u>1,567,283</u>
 <i>Total expenses</i>	 <u>10,528,192</u>	 <u>10,109,097</u>
 CHANGE IN NET ASSETS FROM OPERATIONS	 418,401	 576,641
 OTHER EXPENSE		
Paycheck Protection Program loan forgiveness income	<u>479,392</u>	<u>695,608</u>
 CHANGE IN NET ASSETS	 897,793	 1,272,249
 NET ASSETS (DEFICIENCY), BEGINNING OF YEAR	 <u>511,557</u>	 <u>(760,692)</u>
 NET ASSETS, END OF YEAR	 <u>\$ 1,409,350</u>	 <u>\$ 511,557</u>

See independent auditors' report and accompanying notes to the financial statements

IRVINGTON COMMUNITY SCHOOLS, INC.

STATEMENTS OF FUNCTIONAL EXPENSES

For the Years Ended June 30, 2021 and 2020

	2021			2020		
	<u>Program Services</u>	<u>Management and General</u>	<u>Total</u>	<u>Program Services</u>	<u>Management and General</u>	<u>Total</u>
Salaries and wages	\$ 4,215,222	\$ 960,429	\$ 5,175,651	\$ 3,911,451	\$ 1,072,175	\$ 4,983,626
Employee benefits	972,515	196,757	1,169,272	869,757	214,509	1,084,266
Professional services	807,385	124,794	932,179	763,341	65,844	829,185
Occupancy	900,669	-	900,669	910,775	-	910,775
Depreciation	869,203	-	869,203	612,358	-	612,358
Interest	547,835	-	547,835	570,986	-	570,986
Food costs	172,858	-	172,858	310,454	-	310,454
Classroom and office supplies	144,460	2,793	147,253	175,301	3,475	178,776
Software	136,577	-	136,577	88,832	-	88,832
Repairs and maintenance	124,934	-	124,934	115,755	-	115,755
Insurance	-	81,830	81,830	-	78,841	78,841
Equipment	51,297	-	51,297	51,573	-	51,573
Authorizer fee	-	44,120	44,120	-	56,950	56,950
Staff development	40,970	-	40,970	40,041	-	40,041
Advertising	-	35,535	35,535	-	50,527	50,527
Amortization	17,817	-	17,817	17,817	-	17,817
Clubs	2,422	-	2,422	18,099	-	18,099
Student transportation	1,250	-	1,250	23,791	-	23,791
Other	46,792	29,728	76,520	61,483	24,962	86,445
<i>Total functional expenses</i>	<u>\$ 9,052,206</u>	<u>\$ 1,475,986</u>	<u>\$ 10,528,192</u>	<u>\$ 8,541,814</u>	<u>\$ 1,567,283</u>	<u>\$ 10,109,097</u>

See independent auditors' report and accompanying notes to the financial statements

IRVINGTON COMMUNITY SCHOOLS, INC.

STATEMENTS OF CASH FLOWS

For the Years Ended June 30, 2021 and 2020

	<u>2021</u>	<u>2020</u>
OPERATING ACTIVITIES		
Change in net assets	\$ 897,793	\$ 1,272,249
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Paycheck Protection Program loan forgiveness income	(479,392)	(695,608)
Depreciation	869,203	612,358
Amortization of debt issuance costs	17,817	17,817
Changes in certain assets and liabilities:		
Grants receivable	79,022	(116,843)
Prepaid expenses	(22,454)	(63,798)
Accounts payable and accrued expenses	(35,408)	(115,651)
Accrued bond interest	<u>(3,900)</u>	<u>(2,850)</u>
<i>Net cash provided by operating activities</i>	<u>1,322,681</u>	<u>907,674</u>
INVESTING ACTIVITIES		
Purchases of property and equipment	<u>(763,338)</u>	<u>(1,011,553)</u>
FINANCING ACTIVITIES		
Proceeds from Paycheck Protection Program loan	-	1,175,000
Principal payments on capital lease obligation	(20,357)	(18,847)
Principal payments on notes payable	(90,700)	(98,487)
Principal payments on bonds payable	<u>(203,076)</u>	<u>(163,790)</u>
<i>Net cash provided by (used in) financing activities</i>	<u>(314,133)</u>	<u>893,876</u>
NET CHANGE IN CASH	245,210	789,997
CASH AND RESTRICTED CASH, BEGINNING OF YEAR	<u>3,426,381</u>	<u>2,636,384</u>
CASH AND RESTRICTED CASH, END OF YEAR	<u>\$ 3,671,591</u>	<u>\$ 3,426,381</u>
CASH AND RESTRICTED CASH, END OF YEAR		
Cash - unrestricted	\$ 2,975,252	\$ 2,400,024
Cash - restricted on deposit with bond trustee	413,820	407,684
Cash - restricted for capital projects	79,491	415,665
Cash - restricted for repairs and replacement	<u>203,028</u>	<u>203,008</u>
<i>Total cash and restricted cash, end of year</i>	<u>\$ 3,671,591</u>	<u>\$ 3,426,381</u>
SUPPLEMENTAL INFORMATION		
Cash paid for interest	\$ 551,735	\$ 573,836

See independent auditors' report and accompanying notes to the financial statements

IRVINGTON COMMUNITY SCHOOLS, INC.
NOTES TO THE FINANCIAL STATEMENTS
For the Years Ended June 30, 2021 and 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

General – Irvington Community Schools, Inc. (the "School") is a public benefit not-for-profit organization incorporated under the laws of the State of Indiana. The School operates three public charter schools under Indiana Code 20-24; an elementary school, a middle school, and a high school. The School is sponsored by the Office of Education Innovation of the Mayor of the City of Indianapolis. The charter is effective through June 30, 2023 and is renewable thereafter by mutual consent. The School served approximately 1,030 students in grades kindergarten through twelve during both the 2020-2021 and 2019-2020 school years.

Financial Statement Presentation – The School reports its financial position and activities according to two classes of net assets:

- net assets without donor restrictions, which include unrestricted resources that are available for the operating objectives of the School; and
- net assets with donor restrictions, which represent resources restricted by donors for specific time or purpose.

Basis of Accounting and Use of Estimates – The School prepares its financial statements in conformity with accounting principles generally accepted in the United States of America ("U.S. GAAP"), which requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

Cash and Cash Equivalents – Cash consists of cash held in bank accounts and cash equivalents consists of short-term, highly liquid investments with original maturities of three months or less. There were no cash equivalents at June 30, 2021 and 2020.

Restricted Cash – The terms of the bonds payable require the School to establish cash accounts restricted for certain purposes including capital projects, debt service, and repair and replacement.

Grants Receivable – Grants receivable relate primarily to activities funded under federal programs and legislation enacted by the State of Indiana. The School believes it is operating in compliance with regulatory requirements and as such no allowance for doubtful accounts is deemed necessary.

In-kind Contributions Receivable – The School leases its high school building from the Consolidated City of Indianapolis for \$1 in annual rent. The lease agreement requires a minimum fifteen-month notice of intent to terminate by the lessor. The balance of in-kind contributions receivable of \$841,005 as of both June 30, 2021 and 2020 represents an estimate of the fair market value of in-kind rent to be received by the School in the fifteen-month period following notice of termination of the lease. This amount is also reflected as net assets with donor restrictions as of both June 30, 2021 and 2020.

Property and Equipment – Purchases of assets and expenditures that materially increase value or extend useful lives are capitalized and are included in the accounts at cost. Routine maintenance and repairs, minor replacement costs, and small equipment purchases with a unit cost of less than \$1,000 are charged to expense as incurred.

IRVINGTON COMMUNITY SCHOOLS, INC.
NOTES TO THE FINANCIAL STATEMENTS
For the Years Ended June 30, 2021 and 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Depreciation is provided over the estimated useful lives of the respective assets using the straight-line method. The estimated useful lives generally are as follows:

Building and improvements	40 years
Furniture and equipment	5 years
Computer hardware and software	3 - 5 years
Textbooks and educational materials	3 years
Vehicles	5 years

Bond Issuance Costs – The School refinanced its Series 2009 bonds into Series 2018 bonds in September 2018 and incurred \$532,120 in bond issuance costs. The School capitalizes the costs of long-term debt issuance and amortizes those costs on the straight-line method over the life of the underlying bond debt of thirty years. Accumulated amortization was \$48,997 and \$31,180 as of June 30, 2021 and 2020, respectively.

Contributed Materials and Services – Contributed services are recognized as contributions if the services (a) create or enhance non-financial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the School. Contributions of tangible assets are recognized at fair value when received. The amounts reflected in the accompanying financial statements as in-kind contributions are offset by like amounts included in expenses or additions to property and equipment.

Non-cash, in-kind contributions are recorded at fair value and recognized as revenue and expense in the accounting period in which they are received.

Volunteers provide program services throughout the year that are not recognized as contributions in the financial statements since they do not meet the recognition criteria under U.S. GAAP.

Taxes on Income – Irvington Community Schools, Inc. has received a determination from the U.S. Treasury Department stating that it qualifies under the provisions of Section 501(c)(3) of the Internal Revenue Code as a tax-exempt organization; however, the School would be subject to tax on income unrelated to its tax-exempt purpose. For the years ended June 30, 2021 and 2020, no accounting for federal and state income taxes was required to be included in the accompanying financial statements.

Professional accounting standards require the School to recognize a tax liability only if it is more likely than not the tax position would be sustained in a tax examination, with a tax examination being presumed to occur. The amount recognized is the largest amount of tax liability that is greater than 50% likely of being realized on examination. For tax positions not meeting the more-likely-than-not test, no tax liability is recorded. The School has examined this issue and has determined that there are no material contingent tax liabilities or questionable tax positions. Tax years ended after June 30, 2017 are open to audit for both federal and state purposes.

IRVINGTON COMMUNITY SCHOOLS, INC.
NOTES TO THE FINANCIAL STATEMENTS
For the Years Ended June 30, 2021 and 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Advertising – Advertising costs are expensed as incurred and amounted to \$35,535 and \$50,527 for the years ended June 30, 2021 and 2020, respectively.

Subsequent Events – The School evaluated subsequent events through March 29, 2022, the date these financial statements were available to be issued. Events occurring through that date have been evaluated to determine if changes to the financial statements or related disclosures are required.

NOTE 2 - REVENUE RECOGNITION

Revenue Recognition Standard – Effective July 1, 2020, the School adopted Accounting Standards Update (“ASU”) No. 2014-09, *Revenue from Contracts with Customers* (Topic 606). ASU 2014-09 replaced previous revenue recognition guidance under U.S. GAAP and requires expanded disclosures relating to the nature, amount, timing, and uncertainty of revenue and cash flows arising from contracts with customers. The amendments in this update are required to be applied retrospectively to each prior reporting period presented or with the cumulative effect being recognized at the date of initial application. The School has applied the provisions of this ASU to the June 30, 2021 and 2020 financial statements. There was no material impact on the financial statements.

Revenue Recognition Policy – Revenues primarily come from resources provided under the Indiana Charter Schools Act. Under the Act, the School receives an amount per student in relation to the funding received by other public schools in the same geographic area. Funding from the State of Indiana is based on enrollment and paid in monthly installments in July through June coinciding with the academic school year. Revenue is recognized in the year in which the educational services are rendered.

A significant portion of the School’s revenue is the product of cost reimbursement grants. Accordingly, the School recognizes revenue under these grants in the amount of costs and expenses at the time they are incurred. Incurring approved costs under the grants is considered satisfaction of the performance obligations.

The School also receives contributions and grants from other agencies and individuals, which are recorded in accordance with the terms of the underlying agreements.

Disaggregation of Revenue – Revenue is disaggregated on the statements of activities and changes in net assets.

In-Kind Revenue – The School has recorded in-kind revenues and offsetting expenses totaling \$1,195,236 for both years ended June 30, 2021 and 2020. This amount represents approximately \$673,000 in in-kind rent (Note 7), and approximately \$522,000 in professional nursing services provided by Community Health Network.

IRVINGTON COMMUNITY SCHOOLS, INC.
NOTES TO THE FINANCIAL STATEMENTS
For the Years Ended June 30, 2021 and 2020

NOTE 3 - PROPERTY AND EQUIPMENT

Property and equipment is comprised of the following as of June 30:

	<u>2021</u>	<u>2020</u>
Land	\$ 418,523	\$ 418,523
Building and improvements	8,809,999	8,766,598
Furniture and equipment	1,960,234	1,507,400
Computer hardware and software	1,539,861	1,285,177
Textbooks and educational materials	643,027	630,608
Vehicles	41,749	41,749
Less: accumulated depreciation	<u>(6,592,221)</u>	<u>(5,723,018)</u>
<i>Property and equipment, net</i>	<u>\$ 6,821,172</u>	<u>\$ 6,927,037</u>

NOTE 4 - PAYCHECK PROTECTION PROGRAM

In response to the COVID-19 pandemic, the United States federal government adopted the Coronavirus Aid, Relief, and Economic Security (“CARES”) Act which includes the Paycheck Protection Program (“PPP”) administered through the Small Business Administration. The proceeds from PPP notes payable can be used for costs related to payroll, employee healthcare, rent, and utilities. On April 23, 2020, the School was granted a note payable from The Huntington National Bank in the amount of \$1,175,000, pursuant to the PPP under Division A, Title I of the CARES Act. Under the terms of the PPP, the note payable will be forgiven if the funds are used for qualifying expenses as described in the CARES Act. During the year ended June 30, 2020, the School expended \$695,608 of the PPP funds for allowable expenses, which were recognized as a contribution in accordance with FASB ASC 958-605 by reflecting the amount of funds expended as PPP loan forgiveness income. The remaining unspent portion of \$479,392 as of June 30, 2020 was reflected as a refundable advance on the statement of financial position. During the year ended June 30, 2021, the School incurred allowable expenses for the remainder of the funds. The School received notification that the loan was forgiven in full effective December 28, 2020, therefore the remaining balance of the loan was recognized as PPP loan forgiveness income as of that date.

IRVINGTON COMMUNITY SCHOOLS, INC.
NOTES TO THE FINANCIAL STATEMENTS
For the Years Ended June 30, 2021 and 2020

NOTE 5 - BONDS PAYABLE

Bonds payable consisted of the following as of June 30:

	<u>2021</u>	<u>2020</u>
Bonds payable in semi-annual installments, including interest computed at rates ranging from 5.50% to 6.00%, through maturities in July 2021 to July 2048 (a)	\$ 9,045,000	\$ 9,175,000
Bonds payable in semi-annual installments, including variable rate interest as noted below, through maturity in December 2025 (b)	<u>714,565</u>	<u>787,641</u>
	<u>9,759,565</u>	<u>9,962,641</u>
Less: current portion	<u>(217,629)</u>	<u>(203,076)</u>
Long-term portion	\$ <u>9,541,936</u>	\$ <u>9,759,565</u>

- (a) Education Facilities Revenue Bonds, Series 2018A and Series 2018B. The bonds are collateralized by the building.
- (b) Qualified Zone Academy Bond (QZABs). Under the American Recover and Reinvestment Act of 2009, the Federal Treasury created QZABs tax credit bonds, which provide federal subsidy equal to 5.67% interest. Interest on the QZABs is a fixed per annum rate of interest adjusted on each bond interest rate adjustment date equal to the greater of the Federal Home Loan Banks rate plus 400 basis points, 6%, or the QZAB rate. As of June 30, 2021, the interest rate was 6%. The bond is collateralized by the building and assignment of rent and lease interest.

The bond agreements contain certain covenants that limit the School's ability to create liens, incur debt, and change management. The bond agreements also contain covenants requiring the maintenance of required reserves, establishes a minimum debt service coverage ratio, and establishes a minimum days cash on hand. The School was in compliance with all bond covenants as of June 30, 2021 and 2020.

Principal maturities of bonds payable are as follows for the years ending June 30:

2022	\$ 217,629
2023	227,466
2024	242,604
2025	253,062
2026	543,804
Thereafter	<u>8,275,000</u>
Total	\$ <u>9,759,565</u>

IRVINGTON COMMUNITY SCHOOLS, INC.
NOTES TO THE FINANCIAL STATEMENTS
For the Years Ended June 30, 2021 and 2020

NOTE 6 - NOTES PAYABLE

Notes payable consisted of the following as of June 30:

	<u>2021</u>	<u>2020</u>
Common School Loan payable in semi-annual installments, including interest computed at 1.00%, through maturity in January 2027	\$ 498,850	\$ 589,550
Less: current portion	<u>(90,700)</u>	<u>(90,700)</u>
Long-term portion	\$ <u>408,150</u>	\$ <u>498,850</u>

Principal maturities of notes payable are as follows for the years ending June 30:

2022 through 2026, each year	\$ 90,700
Thereafter	<u>45,350</u>
Total	<u>\$ 498,850</u>

NOTE 7 - OPERATING LEASES

The School leases various equipment and facilities under separate operating leases expiring through June 2026. The School incurred \$51,297 and \$51,573 of expense related to the leases during the years ended June 30, 2021 and 2020, respectively.

The future minimum rental payments required under the operating leases for subsequent years ending June 30, are as follows:

2022	\$ 68,088
2023	66,178
2024	45,169
2025	45,171

The School also leases its high school location from the City of Indianapolis for \$1 annually through June 30, 2026. In-kind revenue and occupancy expense is recorded based on an independent appraisal conducted in 2017 which estimated the fair market value of the building rent at approximately \$673,000 for each of the years ended June 30, 2021 and 2020.

IRVINGTON COMMUNITY SCHOOLS, INC.
NOTES TO THE FINANCIAL STATEMENTS
For the Years Ended June 30, 2021 and 2020

NOTE 8 - CAPITAL LEASE OBLIGATION

The School leases equipment under a capital lease obligation with monthly payments of \$1,910 maturing in May 2022.

The assets and liabilities under the capital lease are recorded at the lower of the present value of the minimum lease payments or the fair value of the assets. The assets are amortized over the lesser of their related lease terms or their estimated useful lives. As leases expire, the School generally expects to purchase the leased equipment. The leased equipment had an original cost of \$95,496. The amortization of these assets under the capital lease is included in depreciation expense.

The required minimum capital lease payments and present value of future minimum lease payments are as follows for the year ending June 30, 2022:

Minimum capital lease payments	\$	22,919
Less: amount representing interest		<u>(931)</u>
 Present value of future minimum lease payments, current portion	 \$	 <u>21,988</u>

NOTE 9 - RETIREMENT PLANS

The School provides retirement benefits covering substantially all full-time employees. Retirement benefits are provided by the Indiana State Teachers' Retirement Fund ("TRF") and the Indiana Public Employees' Retirement Fund ("PERF"), both of which are cost-sharing multiple-employer defined benefit retirement plans governed by the State of Indiana and administered by the Indiana Public Retirement System ("INPRS") Board. Contribution requirements of plan members are determined annually by the INPRS Board. Under the plans, the School contributed 5.5% of compensation for electing teaching faculty to TRF and 11.2% of compensation for other electing employees to PERF during both years ended June 30, 2021 and 2020. Should the School elect to withdraw from TRF or PERF, the School could be subject to a withdrawal fee. The School's contributions represent an insignificant percentage of the total contributions received by TRF or PERF. As of June 30, 2020 (the latest year reported), TRF was over 100% funded and PERF was over 80% funded.

In lieu of participating in either the TRF or PERF plans, full-time employees have the option to participate in a 403(b) defined contribution retirement plan. The School made discretionary contributions to the 403(b) plan equal to 7.5% of participants' salaries. Retirement plan expense under all plans was \$351,026 and \$308,315 for the years ended June 30, 2021 and 2020, respectively.

IRVINGTON COMMUNITY SCHOOLS, INC.
NOTES TO THE FINANCIAL STATEMENTS
For the Years Ended June 30, 2021 and 2020

NOTE 10 - RISKS AND UNCERTAINTIES

The School provides educational instruction services to families residing in Marion and surrounding counties in Indiana and is subject to the risks of economic and competitive forces at work within this geographic area.

The majority of revenues relate to legislation enacted by the State of Indiana and grants awarded under federal programs. Changes in state or federal legislation could significantly affect the School. Additionally, the School is subject to monitoring and audit by state and federal agencies. Those examinations may result in additional liability to be imposed on the School.

Financial instruments that potentially subject the School to concentrations of credit risk consist principally of grants receivables from the State of Indiana. At June 30, 2021 and 2020, all of the grants receivable balance was due from the State of Indiana. In addition, deposits maintained at Huntington and Horizon Banks are insured up to the FDIC insurance limit of \$250,000. Funds held exceeded the FDIC insurance limit as of June 30, 2021 and 2020.

NOTE 11 - LIQUIDITY

The School's financial assets include cash, restricted cash, and grants receivable. Following is a schedule of financial assets and the ability thereof to meet cash needs as of June 30:

	<u>2021</u>	<u>2020</u>
Financial assets	\$ 3,760,906	\$ 3,594,718
Less: deposits with bond trustee unavailable for general expenditures within one year	<u>(696,339)</u>	<u>(1,026,357)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 3,064,567</u>	<u>\$ 2,568,361</u>

From time to time, the School receives donor restricted contributions. Because donor restrictions require resources to be used in a particular manner or in a future period, the School must maintain sufficient resources to meet those responsibilities to its donors. Thus, financial assets may not be available for general expenditure within one year. As part of the School's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

NOTE 12 - FUNCTIONAL EXPENSE REPORTING

The costs of providing the educational activities have been summarized on a functional basis in the statements of activities and change in net assets. Management of the School has categorized expenses as program services or management and general according to the underlying nature of the expense. As such, no allocation of specific transactions between these categories was required.

SUPPLEMENTARY INFORMATION

IRVINGTON COMMUNITY SCHOOLS, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2021

<u>Federal Grantor Agency/Pass-Through Entity/ Cluster Title/Program Title/Project Title</u>	<u>Assistance Listing Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Total Federal Awards Expended</u>
<u>U.S. DEPARTMENT OF AGRICULTURE</u>			
Pass-through Indiana Department of Education			
Child Nutrition Cluster			
School Breakfast Program	10.553		\$ 63,663
National School Lunch Program	10.555		<u>146,673</u>
<i>Total U.S Department of Agriculture</i>			<u>210,336</u>
<u>U.S. DEPARTMENT OF EDUCATION</u>			
Pass-through Indiana Department of Education			
Title I, Grants to Local Educational Agencies	84.010	S010A200014	441,266
Title II, Supporting Effective Instruction State Grants	84.367	S367A200013	54,183
	84.367	S367A190013	17,159
Title III, English Language Acquisition State Grants	84.365		4,814
Title IV, Student Support and Academic Enrichment	84.424A	S424A200015	38,215
	84.424A	S424A190015	20,761
Special Education Cluster			
Special Education - Grants to States	84.027A	21611-506-PN01	178,887
Charter School Program Quality Counts	84.282A		6,872
Education Stabilization Fund			
Governor's Emergency Education Relief Fund	84.425C	S425C200018	105,144
Elementary and Secondary School Emergency Relief Fund	84.425D	S425D200013	<u>232,586</u>
<i>Total U.S. Department of Education</i>			<u>1,099,887</u>
<i>Total federal awards expended</i>			<u>\$ 1,310,223</u>

See independent auditors' report and accompanying notes to this schedule

IRVINGTON COMMUNITY SCHOOLS, INC.
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2021

NOTE 1 - BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes the federal award activity of Irvington Community Schools, Inc. (the "School") under programs of the federal government for the year ended June 30, 2021. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"). Because the Schedule presents only a selected portion of the operations of the School, it is not intended to and does not present the financial position, change in net assets, functional expenses, or cash flows of the School.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE 3 - INDIRECT COST RATE

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



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

The Board of Directors
Irvington Community Schools, Inc.

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Irvington Community Schools, Inc. (the "School"), which comprise the statement of financial position as of June 30, 2021, and the related statements of activities and change in net assets, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated March 29, 2022.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the School's internal control over financial reporting ("internal control") to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School's internal control. Accordingly, we do not express an opinion on the effectiveness of the School's internal control.

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

DONOVAN

A handwritten signature in dark ink that reads "DONOVAN". The signature is written in a cursive style with a large, looped initial "D".

Indianapolis, Indiana
March 29, 2022



INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH THE *UNIFORM GUIDANCE*

The Board of Directors
Irvington Community Schools, Inc.

Report on Compliance for Each Major Federal Program

We have audited Irvington Community Schools, Inc.'s (the "School") compliance with the types of compliance requirements described in the U.S. *Office of Management and Budget (OMB) Compliance Supplement* that could have a direct and material effect on the School's major federal programs for the year ended June 30, 2021. The School's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the School's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"). Those standards and Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, the School complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as items 2021-001 and 2021-002. Our opinion on each major federal program is not modified with respect to these matters.

Report on Internal Control over Compliance

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

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2020-001 to be a material weakness.

A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2021-002 to be a significant deficiency.

The School's responses to the internal control over compliance findings identified in our audit are described in the corrective action plan on pages 25 to 26. The School's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control over Compliance, Continued

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

DONOVAN

A handwritten signature in dark ink that reads "DONOVAN". The signature is written in a cursive style with a large, prominent initial "D".

Indianapolis, Indiana
March 29, 2022

IRVINGTON COMMUNITY SCHOOLS, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2021

I. Summary of Auditors' Results

Financial Statements

Type of auditors' report issued:	Unmodified
Internal control over financial reporting:	
• Material weakness identified?	No
• Significant deficiency identified?	None Reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
• Material weakness identified?	Yes
• Significant deficiency identified?	Yes
Type of auditors' report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	Yes
Identification of major programs:	

<u>Assistance Listing Number</u>	<u>Name of Federal Program or Cluster</u>
10.553 & 10.555	Child Nutrition Cluster
84.425C & 84.425D	Education Stabilization Fund

Dollar threshold use to distinguish between Type A and Type B programs:	\$750,000
Auditee qualified as low-risk auditee?	No

II. Financial Statement Findings

No matters are reportable.

IRVINGTON COMMUNITY SCHOOLS, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2021

III. Federal Award Findings and Questioned Costs

FINDING 2021-001 CASH MANAGEMENT (REPEAT FINDING)
MATERIAL WEAKNESS

Federal Program: Child Nutrition Cluster
Assistance Listing Number: 10.553 & 10.555

Criteria

Per 7 CFR 210.14(b) and 7 CFR 220.7(e)(1)(iv), the “school food authority shall limit its net cash resources to an amount that does not exceed 3 months average expenditures for its nonprofit school food service or such other amount as may be approved by the State agency”.

Condition

Based on the School’s expense reporting, a three months average of expenditures would be approximately \$113,000. The School was carrying a balance in excess of the three months average of expenditures in all twelve months, including a balance of approximately \$191,000 as of June 30, 2021, after subtracting prepaid balances.

Cause

The School has not properly monitored the balance of these funds to make sure funds were expended in a manner to allow for compliance with federal guidelines.

Effect

This material weakness in internal control resulted in the School having an excessive cash balance in its meal program funds and not being in compliance with 7 CFR 210.14(b) and 7 CFR 220.7(e)(1)(iv).

Recommendation

We recommend the School develop internal controls to allow for closer monitoring of the balance of these funds. We also recommend the School proactively communicate the cash management finding to the Indiana Department of Education to discuss a remedial plan of action.

Views of Responsible Officials

The School’s Corrective Action Plan is included on page 25.

IRVINGTON COMMUNITY SCHOOLS, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2021

III. Federal Award Findings and Questioned Costs, Continued

FINDING 2021-002 DOCUMENT RETENTION
SIGNIFICANT DEFICIENCY

Federal Program: Child Nutrition Cluster
Assistance Listing Number: 10.553 & 10.555

Criteria

Per 7 CFR 200.334, “Financial records, supporting documents, statistical records, and all other non-Federal entity records pertinent to a Federal award must be retained for a period of three years from the date of submission of the final expenditure report or, for Federal awards that are renewed quarterly or annually, from the date of the submission of the quarterly or annual financial report, respectively, as reported to the Federal awarding agency or pass-through entity in the case of a subrecipient.”

Condition

Three claims for meal reimbursement were selected for testing. The School was unable to provide records of meals served that directly reconciled with those claims. A reconciliation was provided showing total meals served during the year compared to total meals claimed. A variance was noted, but this variance was below the \$25,000 threshold for reporting questioned costs.

Cause

The School did not maintain documentation for each individual claim.

Effect

Reconciliation of meals served data to individual claims was not possible.

Recommendation

We recommend the School develop internal controls requiring the maintenance of documentation of meals served for the individual claims submitted for the program.

Views of Responsible Officials

The School’s Corrective Action Plan is included on page 26.

IRVINGTON COMMUNITY SCHOOLS, INC.

CORRECTIVE ACTION PLAN

For the Year Ended June 30, 2021

III. Federal Award Findings and Questioned Costs

**FINDING 2021-001 CASH MANAGEMENT (REPEAT FINDING)
MATERIAL WEAKNESS**

Federal Program: Child Nutrition Cluster
CFDA Number: 10.553 & 10.555

Criteria

Per 7 CFR 210.14(b) and 7 CFR 220.7(e)(1)(iv), the “school food authority shall limit its net cash resources to an amount that does not exceed 3 months average expenditures for its nonprofit school food service or such other amount as may be approved by the State agency”

Condition

Based on the School’s expense reporting, a three months average of expenditures would be approximately \$113,000. The School was carrying a balance in excess of the three months average of expenditures in all twelve months, including a balance of approximately \$191,000 as of June 30, 2021, after subtracting prepaid balances.

Response

Management had begun addressing this previous finding during the 2020-21 audit year but the process was interrupted with the departure of the organization’s CFO. The existence/status of this item was not transferred to the interim CFO for completion.

Irvington has subsequently hired a permanent CFO replacement who will address the completion of the legacy issue and assure ongoing compliance. The legacy issue is targeted to be completed during 2021-22 Q4.

Irvington will assure the fund balance is managed such that it does not exceed one quarter’s average expenses. As part of this endeavor, the cost allocation model will be modified such that all applicable expenses are allocated as they are incurred; both direct *AND* indirect.

Responsible Person/Position: A. Johnson/CFO

IRVINGTON COMMUNITY SCHOOLS, INC.

CORRECTIVE ACTION PLAN

For the Year Ended June 30, 2021

III. Federal Award Findings and Questioned Costs, Continued

FINDING 2021-002 DOCUMENT RETENTION SIGNIFICANT DEFICIENCY

Federal Program: Child Nutrition Cluster
CFDA Number: 10.553 & 10.555

Criteria

Per 7 CFR 200.334, "Financial records, supporting documents, statistical records, and all other non-Federal entity records pertinent to a Federal award must be retained for a period of three years from the date of submission of the final expenditure report or, for Federal awards that are renewed quarterly or annually, from the date of the submission of the quarterly or annual financial report, respectively, as reported to the Federal awarding agency or pass-through entity in the case of a subrecipient."

Condition

Three claims for meal reimbursement were selected for testing. The School was unable to provide a record of meals served that directly reconciled with those claims. A reconciliation was provided showing total meals served during the year compared to total meals claimed. A variance was noted, but this variance was below the \$25,000 threshold for reporting questioned costs.

Response

Management has re-implemented a food-service point-of-sale system to record all meals served. Prior to 2020-21, Irvington had a POS system in place but disengaged after implementing the state approved "Seamless Summer Meals" program. Seamless Summer has less paperwork, making it easier for schools to feed children, allowing the school to serve meals free of charge to children, including teenagers through age 18, under the school meal program rules. The reengaged POS system will allow for a monthly reconciliation of the number of meals served.

The POS has been in place since the beginning of 2021-22 school year is managed by the Food Service Coordinator. The CFO facilitates the payment of the food service vendor based on the counts provided by the Food Service Coordinator.

Responsible Person/Position: A. Johnson/CFO

IRVINGTON COMMUNITY SCHOOLS, INC.
OTHER REPORT
For the Year Ended June 30, 2021

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

Supplemental Audit Report of Irvington Community Schools, Inc.

The Supplemental Audit Report contains the results of compliance testing required by the Indiana State Board of Accounts under its *Guidelines for the Audits of Charter Schools Performed by Private Examiners* pertaining to matters addressed in its *Accounting and Uniform Compliance Guidelines Manual for Indiana Charter Schools*.