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July 8, 2022

To: The Officials of the Evansville Vanderburgh School Corporation
Evansville Vanderburgh School Corporation
951 Walnut Street
Evansville IN 47713

As authorized under Indiana Code 5-11-1, we engaged private examiners under our review to perform the audit of the Evansville Vanderburgh School Corporation. We have reviewed the audit report opined upon by FORVIS, LLP, Independent Public Accountants, for the period July 1, 2020 to June 30, 2021. Per the *Independent Auditor's Report*, the financial statements present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, the aggregate remaining fund information of the School Corporation as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

In our opinion, FORVIS, LLP prepared the audit report 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

Evansville Vanderburgh School Corporation

Annual Financial Report

As of and for the Year Ended June 30, 2021



EVANSVILLE VANDERBURGH SCHOOL CORPORATION

ANNUAL FINANCIAL REPORT

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EVANSVILLE VANDERBURGH SCHOOL CORPORATION

ANNUAL FINANCIAL REPORT

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Independent Auditor's Report

School Board
Evansville Vanderburgh School Corporation
Evansville, Indiana

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Evansville Vanderburgh School Corporation (School Corporation), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the School Corporation's basic financial statements as listed in the table of contents.

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.

Auditor's Responsibility

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the School Corporation as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

The 2020 financial statements, before they were restated for the matter discussed in Note III G, were audited by other auditors, and their report thereon, dated March 30, 2021, expressed an unmodified opinion. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison, pension and other postemployment information as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

The combining statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we also have issued our report dated June 21, 2022, on our consideration of the School Corporation'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 the School Corporation's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School Corporation's internal control over financial reporting and compliance.

FORVIS, LLP

Evansville, Indiana
June 21, 2022

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Evansville Vanderburgh School Corporation, Indiana ("EVSC"), we offer readers of EVSC's financial statements this narrative overview and analysis of the financial activities for the fiscal year ended June 30, 2021. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

Financial Highlights

- Total assets and deferred outflows of EVSC exceeded its total liabilities and deferred inflows by \$140,884 (reported as net position). Of this amount \$(58,386) was reported as "unrestricted net position."
- As of the close of the current fiscal year, EVSC's governmental funds reported a combined ending fund balance of \$88,790.
- At the end of the current fiscal year, the fund balance for the Operations Fund was \$33,526 which represented 50.9% of total operations fund expenditures, excluding transfers out.
- EVSC's total bond and loan related debt as of June 30, 2021 is \$170,895.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the basic financial statements. The basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other required supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements. The government-wide financial statements are designed to provide readers with a broad overview of EVSC's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all EVSC's assets, deferred outflows, liabilities, and deferred inflows with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of EVSC is improving or deteriorating.

The statement of activities presents information showing how EVSC's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in the future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of EVSC that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of EVSC include instruction, support services, community services, and facilities acquisition and construction. In 2021, EVSC did not have any business-type activities.

The government-wide financial statements can be found on pages 1-3 of this report.

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. EVSC, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All the funds of EVSC can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

MANAGEMENT'S DISCUSSION AND ANALYSIS

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

EVSC maintains over 50 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the Education Fund, Debt Service, Operations Fund, and Exempt Debt Service/Referendum, which are considered to be major funds. Data for the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in the report. EVSC adopts an annual appropriated budget for its Operations, Education, and Debt Service funds. Budgetary comparison schedules have been provided for the major special revenue funds in the required supplementary information to demonstrate compliance with this budget.

The governmental fund financial statements can be found on pages 4-6 of this report.

Proprietary Funds. EVSC maintains one proprietary fund for internal services. Internal service funds are an accounting device used to accumulate and allocate costs internally among EVSC's various functions. EVSC uses the internal service fund to account for medical and liability insurance. Because these services benefit the governmental-type functions, they have been included within the governmental activities on the Statement of Net Position in the government-wide financial statements.

The basic proprietary fund financial statements can be found on pages 7-9 of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those are not available to support EVSC's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 10-11 of this report.

Notes to the Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 12-57 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning EVSC's budgets for its major funds as well as a reconciliation between the budget schedules and fund financial statements. Since EVSC budgets on a calendar year basis and reports on fiscal year ending June 30th basis, there is a timing exception. In addition, EVSC's progress in funding its obligation to provide pension and other post-employment benefits to certain employees is included as supplementary information. Required supplementary information can be found on pages 58-73 of this report.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

MANAGEMENT'S DISCUSSION AND ANALYSIS

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information on budgets. Combining and individual fund statements and schedules can be found on pages 74-102 of this report.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of government's financial position. For EVSC, total assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$140,884 at the close of the most recent fiscal year.

By far the largest portion, \$118,169 (83.9%) of EVSC's net position reflects the investment in capital assets (e.g., land, buildings, machinery, equipment, and infrastructure) less any related debt used to acquire those assets that is still outstanding. EVSC uses these capital assets to provide services; consequently, these assets are not available for future spending. Although EVSC's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The following table reflects the condensed statement of EVSC's net position:

Evansville Vanderburgh School Corporation Net Position as of June 30,

	Governmental-Type Activities	
	2021	2020**
Current and Other Assets	\$ 124,606	\$ 119,956
Capital Assets	251,987	254,090
Total Assets	<u>376,593</u>	<u>374,046</u>
Deferred Outflow of Resources	<u>24,381</u>	<u>18,539</u>
Long-term Liabilities Outstanding	227,414	241,388
Other Liabilities	<u>14,044</u>	<u>15,989</u>
Total Liabilities	<u>241,458</u>	<u>257,377</u>
Deferred Inflow of Resources	<u>18,632</u>	<u>19,318</u>
Net Investment in Capital Assets	118,169	108,397
Restricted	81,101	57,196
Unrestricted	<u>(58,386)</u>	<u>(49,703)</u>
Total Net Position	<u>\$ 140,884</u>	<u>\$ 115,890</u>

** 2020 amounts reported have been restated in the December 31, 2021 financial statements.

A portion of EVSC's net position, \$81,101 (57.6%), represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, EVSC reported a positive balance in net position for Net Investment in Capital Assets and Restricted Net Position. The remaining balance of unrestricted net position was (\$58,386). A negative balance for unrestricted net position is more common for units of government like EVSC that utilize pay as you go policies for long-term debt, pensions and other post-employment benefits rather than accumulating assets in advance.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

MANAGEMENT'S DISCUSSION AND ANALYSIS

The following table provides a summary of changes in net position for EVSC.

Evansville Vanderburgh School Corporation – Changes in Net Position

	Governmental Activities	
	2021	2020
Revenues;		
Program Revenues:		
Charges for Services	\$ 5,828	\$ 8,827
Operating Grants and Contributions	57,476	52,599
General Revenues:		
Taxes:		
Property	57,839	57,318
Other	6,486	6,667
State Aid	156,774	158,498
Other	9,792	6,013
	<u>294,195</u>	<u>289,922</u>
Expenses:		
Instruction	137,467	140,733
Support Services	95,847	93,334
Community Services	17,142	18,736
Facilities Acquisition and Construction	3,488	4,516
Interest on Long Term Debt	4,054	6,367
Nonprogrammed Charges	14,251	18,342
	<u>272,249</u>	<u>282,028</u>
Changes in Net Position	21,946	7,894
Net Position - beginning of year	115,891	107,996
Net Position - restatement	3,047	-
	<u>\$ 140,884</u>	<u>\$ 115,890</u>

EVSC's net position from governmental activities was \$140,884 as of June 30, 2021. Notable governmental activities revenue and expense for the fiscal year ended June 30, 2021 included the following:

- Operating grants and contributions increased from \$52,597 to \$57,476 as a result of ESSER (Elementary and Secondary School Emergency Relief) funding received during fiscal year 2021.
- Instruction related expenses decreased from \$140,733 to \$137,467 because of a decrease in EVSC's TRF (Teacher's Retirement Fund) contribution rate.
- Expenses nonprogrammed charges decreased from \$18,342 to \$14,250 due to decreases in payments of medical claims from the self-insurance fund and depreciation expense.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

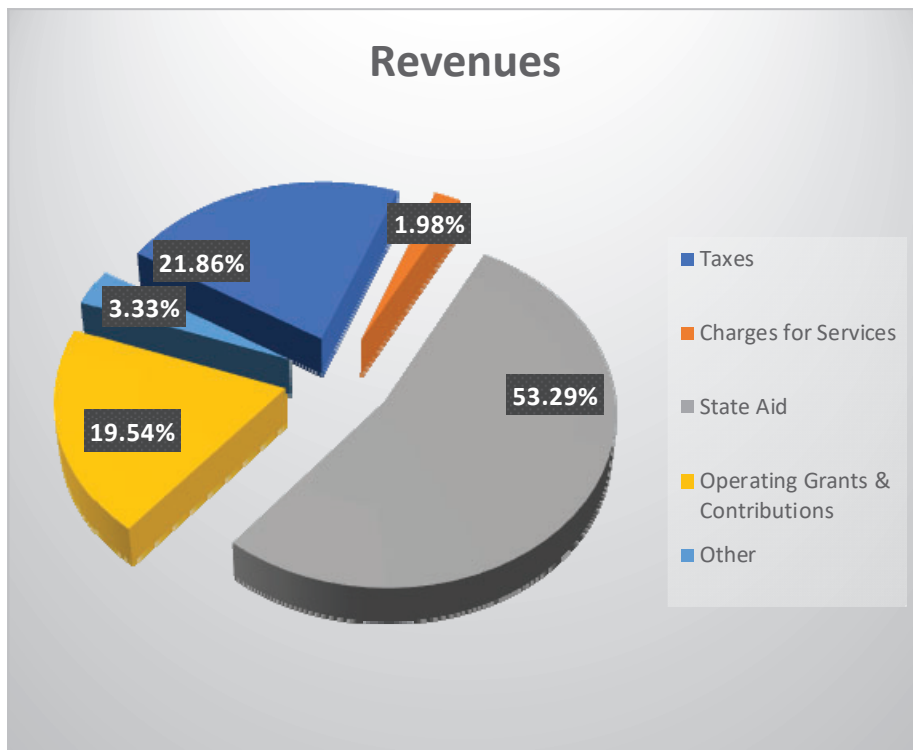
MANAGEMENT'S DISCUSSION AND ANALYSIS

EVSC's overall cash and cash equivalents are \$83,605. EVSC's property tax rate for 2021 is \$0.9386. The rate was \$0.9420 for 2020 (per \$100 of assessed value).

Program Revenue and Expenses – Governmental Activities

State Aid was EVSC's major source of revenue supporting its activities. Other sources of revenue consisted primarily of grants and contributions not restricted to specific programs, investment income, and miscellaneous revenue.

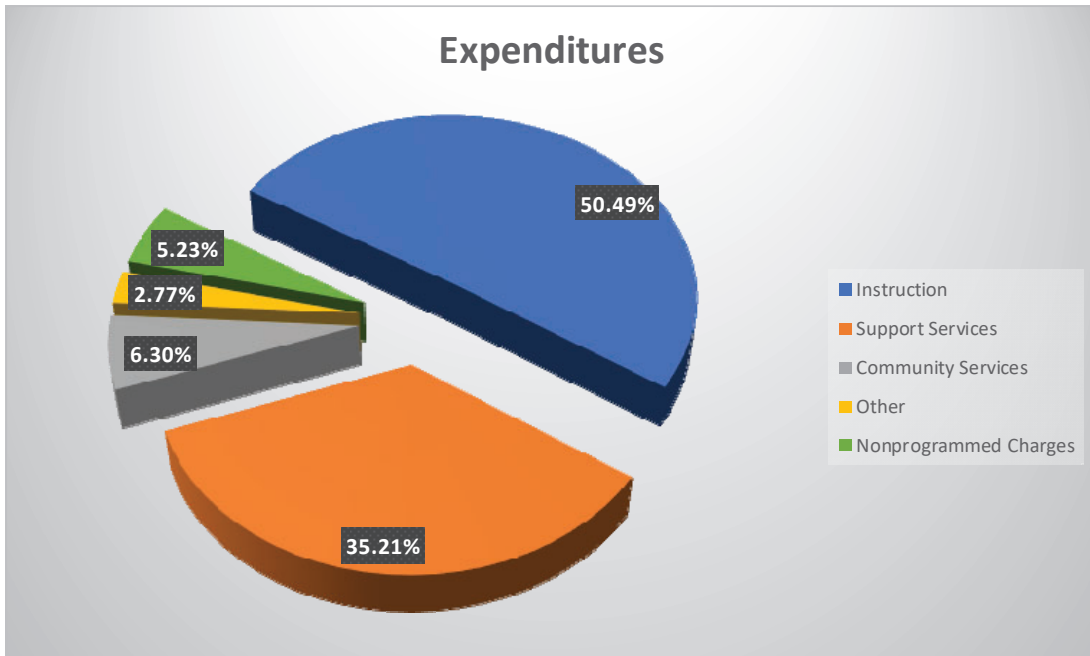
The following chart displays the Revenues by Source for EVSC's governmental activities:



EVANSVILLE VANDERBURGH SCHOOL CORPORATION

MANAGEMENT'S DISCUSSION AND ANALYSIS

Instruction was the major source of expenses for the fiscal year ended June 30, 2021. In addition to instruction, the school corporation incurred costs for support services, community service, facility acquisition and construction, interest on debt and other nonprogrammed charges. The following chart illustrates the fiscal year spending of the governmental funds.



Financial Analysis of the Government's Funds

As noted earlier, EVSC uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds. The focus of EVSC's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing EVSC's financial requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. As of the end of the current fiscal year, EVSC's governmental funds reported combined ending fund balances of \$88,790. Fund balances are the differences between assets and liabilities in a governmental fund. EVSC implemented GASB 54, "Fund Balance Reporting and Governmental Fund Type Definitions". The standard includes five classifications: nonspendable fund balance, restricted fund balance, committed fund balance, assigned fund balance, and unassigned fund balance.

Nonspendable fund balance includes amounts that are not in spendable form or amounts that are required to be maintained intact.

Restricted fund balance includes amounts that can be spent only for the specific purposes stipulated by external providers, such as grant providers or bondholders, as well as amounts that are restricted constitutionally or through legislation.

Committed fund balance includes amounts that can be used only for the specific purposes that are determined by a formal action of the government's highest level of decision-making authority.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

MANAGEMENT'S DISCUSSION AND ANALYSIS

Assigned fund balance applies to amounts that are intended for specific purposes as expressed by governing body or authorized official and applies to remaining resources in any governmental fund other than the general fund.

Unassigned fund balances include all amounts not contained in other classifications for the general fund and deficit fund balances in any other governmental fund.

As of the end of the current fiscal year, EVSC's governmental funds reported combined ending fund balances of \$88,790. The fund balance has restricted fund balance of \$65,194 and committed fund balance of \$24,992.

The Operations Fund is the main operating fund of EVSC. The fund balance of EVSC's Operations Fund is \$33,526 as of June 30, 2021. Key factors are as follows:

- Expenditures exceeded revenues by \$18,663, excluding other financing sources and uses.
- Major sources of revenue include local sources of \$47,111 which includes property, excise and income taxes received.
- Major expenditures include support services of \$47,795 and debt repayment of \$12,374.

The Education Fund is a major fund for the current fiscal year. The fund balance for this major fund is \$3,802. The major source of revenue was state sources, consisting primarily of the state basic grant, in the amount of \$157,699. The expenditures include instruction of \$112,756, and support services of \$22,752.

The Debt Service Fund is reported as a major fund at June 30, 2021. The fund balance for this fund is \$3,087. The major source of revenue was local sources, consisting primarily of property taxes, in the amount of \$13,312. The majority of expenditures from this fund were related to payment of debt obligations in the amount of \$11,156.

The Exempt Debt Service/Referendum Fund was also reported as a major fund with a fund balance of \$7,253. The major source of revenue was local sources in the amount of \$13,524. This amount consists primarily of property taxes in the amount of \$12,314.

Budgetary Highlights

The Evansville Vanderburgh School Board requested the business manager submit a budget that would allow for the continued operation of the school corporation. There were several assumptions used at the time of budget development, but when the actual budget information becomes available in January from the Department of Local Government Finance, EVSC adjusts the budget accordingly. The EVSC budget is prepared on a calendar year basis.

Capital Asset and Debt Administration

Capital Assets. EVSC's investment in capital assets for its governmental activities as of June 30, 2021 are \$251,987 (net of accumulated depreciation). This investment in capital assets includes, land, construction in progress, buildings, machinery and equipment.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

MANAGEMENT'S DISCUSSION AND ANALYSIS

Major capital asset events during the current fiscal year included the following:

- Additions of capital assets during 2021 included buildings of \$5,181, machinery, equipment, and vehicles of \$225, and construction in progress of \$7,703.

The following table displays EVSC's capital assets.

EVSC Capital Assets as of June 30,

Description	Governmental-Type Activities	
	2021	2020
Land	\$ 1,498	\$ 1,498
Buildings	590,182	585,001
Construction in Progress	4,457	2,591
Machinery and Equipment	29,233	29,628
Total Capital Assets	625,370	618,718
Accumulated Depreciation	(373,383)	(364,628)
Net Capital Assets	\$ 251,987	\$ 254,090

Long-Term Debt. As of June 30, 2021, EVSC had outstanding long-term debt of \$227,413. The detail of EVSC's long-term debt is as follows:

EVSC Long-Term Debt as of June 30,

	Governmental-Type Activities	
	2021	2020
General Obligation	\$ 134,039	\$ 142,679
Premium/(Discount) on Bonds	3,124	3,604
Loan Payable	33,732	39,116
Compensated Absences	7,014	7,685
Other Post Employment Benefits	25,815	23,591
Net Pension Liabilities	23,689	24,713
Total	\$ 227,413	\$ 241,388

Overall, EVSC's total long-term debt decreased during the current fiscal year.

EVSC maintains a long-term rating of "A+" on its outstanding general obligation bonds and building corporation first mortgage lease rental bonds (which are rated as a general obligation security) assigned by S&P Global Ratings. All ratings indicate high quality and strong capacity to pay EVSC's bonds.

Other Post Employment Benefits are actuarially determined as \$25,815 at June 30, 2021.

EVSC recognized a Net Pension Liability in 2021 of \$23,689. Additional information on the pension plans can be found in the notes to the financial statements included elsewhere in this report.

Additional information of EVSC's long-term debt can be found in the Notes to the Financial Statements of this report.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

MANAGEMENT'S DISCUSSION AND ANALYSIS

Economic Factors and Next Year's Budget and Rates

- The School Corporations assessed value increased by \$101,996 from \$7,062 in 2020 to \$7,164 in 2021. The School Corporation received an increase in growth quotient of 3.5% for assessed valuation. This increase will help support expenses for the operations fund.
- Property tax and the Basic Tuition Support is the School Corporations largest source of revenue. These funds are used for education expenses as well as operating expenses.
- State-wide property tax caps (based upon a percent of gross AV by property class) became effective in 2009. For the 2020 budget year, the loss to the School Corporation due to the caps is \$8,216. 2021 expected losses of revenue due to circuit breaker is \$8,971.

All the above factors were considered in preparing the School Corporations budget for the 2021 calendar year.

Request for Information

This financial report is designed to provide a general overview of EVSC's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the EVSC Superintendent, 951 Walnut St., Evansville, IN 47713.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

STATEMENT OF NET POSITION

June 30, 2021

	<u>Governmental Activities</u>
ASSETS	
Cash and cash equivalents	83,604,876
Receivables (net):	
Taxes receivable	25,040,106
Intergovernmental receivable	2,408,501
Interest receivable	942
Prepays	502,174
Capital assets:	
Land and construction in progress	5,955,301
Other capital assets, net of depreciation	246,031,281
Restricted cash and cash equivalents	<u>13,049,348</u>
Total Assets	<u>376,592,529</u>
DEFERRED OUTFLOWS OF RESOURCES	
Loss on refunding	470,288
OPEB related amounts	4,121,224
Pension related amounts	<u>19,789,967</u>
Total Deferred Outflows of Resources	<u>24,381,479</u>
 Total Assets and Deferred Outflows of Resources	 <u>\$ 400,974,008</u>

See notes to the financial statements

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

STATEMENT OF NET POSITION

June 30, 2021

	<u>Governmental Activities</u>
LIABILITIES	
Accounts payable	\$ 1,967,000
Accrued wages and payroll withholdings	6,701,232
Interest payable	2,595,256
Claims payable	2,780,913
Noncurrent liabilities:	
Due within one year:	
Loans payable	11,494,826
Bonds payable	13,075,000
Compensated absences	6,021,990
Due in more than one year:	
Loans payable	22,236,887
Bond payable (net of unamortized premiums)	124,088,080
Compensated absences	992,398
Total OPEB Liability	25,815,345
Net pension liability	23,688,961
Total Liabilities	<u>241,457,888</u>
DEFERRED INFLOWS OF RESOURCES	
OPEB related amounts	455,844
Pension related amounts	18,175,914
Total Deferred Inflows of Resources	<u>18,631,758</u>
 Total Liabilities and Deferred Inflows of Resources	 <u>\$ 260,089,646</u>
NET POSITION	
Net investment in capital assets	118,169,336
Restricted for:	
Instruction	3,967,139
Support services	38,316,339
Community services	9,409,030
Building acquisition and construction	8,614,866
Debt service	20,793,725
Unrestricted (deficit)	<u>(58,386,073)</u>
 TOTAL NET POSITION	 <u>\$ 140,884,362</u>
 Total Liabilities, Deferred Inflows of Resources, and Net Position	 <u>\$ 400,974,008</u>

See notes to the financial statements

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

STATEMENT OF ACTIVITIES For the year ended June 30, 2021

Functions/Programs	Expenses	Program Revenues		Net (Expenses) Revenues and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Governmental Activities
Governmental Activities				
Instruction	\$ 137,466,515	\$ 1,471,413	\$ 41,354,416	\$ (94,640,686)
Support services	95,847,467	3,230,861	16,122,073	(76,494,533)
Community services	17,142,446	1,125,393	-	(16,017,053)
Facilities acquisition and construction	3,487,490	-	-	(3,487,490)
Interest on long term debt	4,054,481	-	-	(4,054,481)
Nonprogrammed charges	14,250,984	-	-	(14,250,984)
Total Primary Government	272,249,383	5,827,667	57,476,489	(208,945,227)
General Revenues				
Property taxes				57,839,663
Other taxes				6,485,976
State aid				156,773,645
Grants and contributions not restricted to specific programs				352,916
Investment income				307,028
Miscellaneous				9,132,407
Total General Revenues				230,891,635
			Change in Net Position	21,946,408
			NET POSITION - BEGINNING AS PREVIOUSLY STATED	115,890,886
Adjustment to net position - reclassification of funds, see footnote				3,047,068
			NET POSITION - BEGINNING AS ADJUSTED	118,937,954
			NET POSITION - END OF YEAR	\$ 140,884,362

See notes to the financial statements

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

BALANCE SHEET -
GOVERNMENTAL FUNDS
June 30, 2021

	Education Fund	Debt Service	Operations Fund	Exempt Debt Service/ Referendum	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS						
Cash and cash equivalents	\$ 8,372,423	\$ 3,086,816	\$ 31,881,201	\$ 7,252,817	\$ 31,405,959	\$ 81,999,216
Receivables:						
Taxes	-	4,943,470	14,833,821	5,262,815	-	25,040,106
Intergovernmental	-	-	-	-	2,408,501	2,408,501
Interest	-	-	685	-	257	942
Restricted cash and cash equivalents	-	-	-	-	13,049,348	13,049,348
Due from other funds	-	-	2,553,756	-	-	2,553,756
	<u>8,372,423</u>	<u>8,030,286</u>	<u>49,269,463</u>	<u>12,515,632</u>	<u>46,864,065</u>	<u>125,051,869</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Accounts payable	23,886	-	2,250	-	1,940,864	1,967,000
Accrued wages and payroll withholding	4,546,694	-	907,635	-	1,246,903	6,701,232
Due to other funds	-	-	-	-	2,553,756	2,553,756
Total Liabilities	<u>4,570,580</u>	<u>-</u>	<u>909,885</u>	<u>-</u>	<u>5,741,523</u>	<u>11,221,988</u>
Deferred Inflows of Resources						
Unavailable revenues	-	4,943,470	14,833,821	5,262,815	-	25,040,106
Fund Balances						
Restricted	3,801,843	3,086,816	33,525,757	7,252,817	17,526,937	65,194,170
Committed	-	-	-	-	24,991,748	24,991,748
Unassigned (deficit)	-	-	-	-	(1,396,143)	(1,396,143)
Total Fund Balances	<u>3,801,843</u>	<u>3,086,816</u>	<u>33,525,757</u>	<u>7,252,817</u>	<u>41,122,542</u>	<u>88,789,775</u>
	<u>\$ 8,372,423</u>	<u>\$ 8,030,286</u>	<u>\$ 49,269,463</u>	<u>\$ 12,515,632</u>	<u>\$ 46,864,065</u>	
Amounts reported for governmental activities in the statement of net position are different because:						
Capital assets used in governmental funds are not financial resources and, therefore, are not reported in the fund statements. See Note III.C.						\$ 251,986,582
Internal service funds are used by management to charge the costs of certain services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Position						(1,175,253)
Other liabilities, compensated absences and accrued interest payable, are not due and payable in the current period and, therefore, are not reported in the funds statements.						
Compensated absences						(7,014,388)
Interest payable						(2,595,256)
Some receivables that are not currently available are reported as revenue when collected or currently available in the fund financial statements but are recognized as revenue when earned in the government-wide statements.						
Unavailable revenue						25,040,106
Deferred outflows and deferred inflows of resources related to pensions, bond refinancing, and other post employment benefits, do not relate to current financial resources and are not reported in the governmental funds.						
Deferred outflows - pension related						19,789,967
Deferred outflows - OPEB related						4,121,224
Deferred amount on refunding						470,288
Deferred inflows - pension related						(18,175,914)
Deferred inflows - OPEB related						(455,844)
Some assets, not received in the current period, and therefore, are not reported in the fund financial statements.						
Prepays						502,174
Some liabilities, including long-term debt, are not due and payable in the current period and, therefore, are not reported in the fund financial statements. See Note II.A.						
Loans payable						(33,731,713)
Total OPEB Liability						(25,815,345)
Net pension liability						(23,688,961)
Bonds payable						<u>(137,163,080)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES						<u>\$ 140,884,362</u>

See notes to the financial statements

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
For the year ended June 30, 2021

	Education Fund	Debt Service	Operations Fund	Exempt Debt Service/Referendum	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES						
Local sources	\$ 1,145,491	\$ 13,311,594	\$ 47,111,007	\$ 13,523,827	\$ 7,297,427	\$ 82,389,346
Intermediate sources	-	-	669	-	-	669
State sources	157,698,761	-	-	-	2,562,744	160,261,505
Federal sources	-	-	-	-	40,120,168	40,120,168
Other	-	-	41,788	-	145,729	187,517
Total Revenues	<u>158,844,252</u>	<u>13,311,594</u>	<u>47,153,464</u>	<u>13,523,827</u>	<u>50,126,068</u>	<u>282,959,205</u>
EXPENDITURES						
Current:						
Instruction	112,755,933	-	-	-	10,555,724	123,311,657
Support services	22,752,144	-	47,794,695	-	26,366,160	96,912,999
Community services	-	-	4,170,838	-	13,323,565	17,494,403
Facilities acquisition and construction	-	-	1,476,504	-	9,425,626	10,902,130
Nonprogrammed charges	-	3,725	-	-	3,756,087	3,759,812
Debt service:						
Principal paid on bonds	-	5,445,000	-	-	9,820,000	15,265,000
Principal on loans	-	4,627,600	11,887,081	-	44,142	16,558,823
Interest on debt	-	1,083,872	487,253	-	6,312,950	7,884,075
Total Expenditures	<u>135,508,077</u>	<u>11,160,197</u>	<u>65,816,371</u>	<u>-</u>	<u>79,604,254</u>	<u>292,088,899</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>23,336,175</u>	<u>2,151,397</u>	<u>(18,662,907)</u>	<u>13,523,827</u>	<u>(29,478,186)</u>	<u>(9,129,694)</u>
OTHER FINANCING SOURCES (USES)						
Bond proceeds	-	-	-	-	6,625,000	6,625,000
Premium on bond issuance	-	751,051	-	-	-	751,051
Loan proceeds	-	-	5,660,466	-	5,514,248	11,174,714
Debt issuance costs	-	(35,684)	-	-	-	(35,684)
Temporary loans	-	-	-	-	1,436	1,436
Transfers in	-	-	22,077,885	-	18,080,662	40,158,547
Transfers out	(23,504,019)	(3,803,601)	-	(12,345,000)	(505,927)	(40,158,547)
Total Other Financing Sources (Uses)	<u>(23,504,019)</u>	<u>(3,088,234)</u>	<u>27,738,351</u>	<u>(12,345,000)</u>	<u>29,715,419</u>	<u>18,516,517</u>
Net Change in Fund Balances	<u>(167,844)</u>	<u>(936,837)</u>	<u>9,075,444</u>	<u>1,178,827</u>	<u>237,233</u>	<u>9,386,823</u>
FUND BALANCES - BEGINNING OF YEAR						
	<u>3,969,687</u>	<u>4,023,653</u>	<u>24,450,313</u>	<u>6,073,990</u>	<u>37,838,241</u>	<u>76,355,884</u>
Adjustment to fund balance - correction of an error, see footnote	-	-	-	-	3,047,068	3,047,068
FUND BALANCE, BEGINNING AS RESTATED	<u>3,969,687</u>	<u>4,023,653</u>	<u>24,450,313</u>	<u>6,073,990</u>	<u>40,885,309</u>	<u>79,402,952</u>
FUND BALANCES - END OF YEAR						
	<u>\$ 3,801,843</u>	<u>\$ 3,086,816</u>	<u>\$ 33,525,757</u>	<u>\$ 7,252,817</u>	<u>\$ 41,122,542</u>	<u>\$ 88,789,775</u>

See notes to the financial statements

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the year ended June 30, 2021

Net change in fund balances - total governmental funds	\$ 9,386,823
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of net position the cost of these assets is capitalized and they are depreciated over their estimated useful lives and reported as depreciation expense in the statement of activities.	
Capital outlay is reported as an expenditure in the fund financial statements but is capitalized in the government-wide financial statements	7,272,936
Loss on disposal of assets	103,544
Depreciation is reported in the government-wide statements	(9,479,863)
Receivables not currently available are reported as revenue when collected or currently available in the fund financial statements but are recognized as revenue when earned in the government-wide financial statements.	
Unavailable revenues (net)	(3,327,492)
Debt issued provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	
Debt issued - bonds	(6,625,000)
Debt issued - loans	(11,174,714)
Governmental funds report debt premiums and discounts as other financing sources (uses) or expenditures. However, in the statement of net position, these are reported as additions to or deductions from long-term debt. These are allocated over the period the debt is outstanding in the statement of net activities and are reported as interest expense.	
Premiums on new debt	(751,051)
Changes in net pension liability and net OPEB liability are reported in the government wide statement of activities	
Total OPEB liability	(2,224,374)
Net pension asset	(3,153,850)
Net pension liability	1,024,653
Some expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.	
Compensated absences	670,413
Prepaid expenses	14,247
Deferred outflows - pension related	3,269,262
Deferred outflows - OPEB related	2,692,947
Amortization of loss on refunding	(119,985)
Accrued interest on debt	2,722,794
Some revenues reported in the Statement of Activities do not require the use of current financial resources, and therefore, are not reported as revenue in the funds	
Deferred inflows - pension related	1,142,209
Deferred inflows - OPEB related	(455,844)
Principal paid on debt	
Bonds	15,265,000
Loans	16,558,823
Amortization of bond premium	1,230,809
Internal Service Funds are used by management to change the costs of certain activities to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities.	
	<u>(2,095,879)</u>
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	\$ 21,946,408

See notes to the financial statements

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

STATEMENT OF NET POSITION -
PROPRIETARY FUND
June 30, 2021

	<u>Internal Service</u>
ASSETS	
Current assets:	
Cash and cash equivalents	\$ <u>1,605,660</u>
Total Assets	<u>1,605,660</u>
LIABILITIES AND NET POSITION	
Current liabilities:	
Claims payable	<u>2,780,913</u>
Net position:	
Unrestricted	<u>(1,175,253)</u>
TOTAL NET POSITION	<u>\$ (1,175,253)</u>

See notes to the financial statements

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - PROPRIETARY FUND

For the year ended June 30, 2021

	<u>Internal Service</u>
OPERATING REVENUES	
Charges for services	\$ 33,123,962
Total Operating Revenues	<u>33,123,962</u>
OPERATING EXPENSES	
Insurance claims and expense	<u>35,219,841</u>
Total Operating Expenses	<u>35,219,841</u>
Operating loss	(2,095,879)
NET POSITION - BEGINNING OF YEAR	<u>920,626</u>
NET POSITION - END OF YEAR	<u><u>\$ (1,175,253)</u></u>

See notes to the financial statements

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

STATEMENT OF CASH FLOWS - PROPRIETARY FUND For the year ended June 30, 2021

	<u>Internal Service</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Received from customers	\$ 33,123,962
Paid to vendors	<u>(34,854,525)</u>
Net Cash Flows From Operating Activities	<u>(1,730,563)</u>
 Net Change in Cash and Cash Equivalents	 (1,730,563)
 CASH AND CASH EQUIVALENTS - Beginning of Year	 <u>3,336,223</u>
 CASH AND CASH EQUIVALENTS - END OF YEAR	 <u>\$ 1,605,660</u>
 RECONCILIATION OF OPERATING LOSS TO NET CASH FLOWS FROM OPERATING ACTIVITIES	
Operating loss	\$ (2,095,879)
Adjustments to Reconcile Operating Loss to Net Cash Flows from Operating Activities	
Claims payable	<u>365,316</u>
 NET CASH FLOWS FROM OPERATING ACTIVITIES	 <u>\$ (1,730,563)</u>

See notes to the financial statements

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

STATEMENT OF FIDUCIARY NET POSITION -
FIDUCIARY FUNDS
June 30, 2021

	<u>Custodial Funds</u>
<u>Assets</u>	
Cash and cash equivalents	\$ <u> -</u>
Total Assets	<u> -</u>
<u>Net Position</u>	
Restricted	<u>\$ <u> -</u></u>

See notes to the financial statements

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION -
FIDUCIARY FUNDS
For the Year Ended June 30, 2021

	<u>Custodial Funds</u>
Additions:	
Local sources	\$ -
Total Additions	<u>-</u>
Deductions:	
Instruction	<u>-</u>
Total Deductions	<u>-</u>
Net Increase in Fiduciary Net Position	-
Net Position, Beginning as Previously Stated	<u>3,047,068</u>
Adjustment to net position - reclassification of funds, see footnote	<u>(3,047,068)</u>
Net Position, Ending as Restated	<u><u>\$ -</u></u>

See notes to the financial statements

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

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June 30, 2021

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EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Evansville Vanderburgh School Corporation (primary government) was established under the laws of the State of Indiana. The primary government operates under a Board of School Trustees form of government and provides education services.

The accounting policies of the Evansville Vanderburgh School Corporation, Indiana conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The accepted standard-setting body for establishing governmental accounting and financial reporting principles is the Governmental Accounting Standards Board (GASB).

A. REPORTING ENTITY

This report includes all of the funds of the school corporation. The reporting entity for the school corporation consists of the primary government and its blended component unit. Component units are legally separate organizations for which the primary government is financially accountable or other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading. The primary government is financially accountable if: (1) it appoints a voting majority of the organization's governing body and it is able to impose its will on that organization, (2) it appoints a voting majority of the organization's governing body and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government, (3) the organization is fiscally dependent on and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. Certain legally separate, tax exempt organizations should also be reported as a component unit if all of the following criteria are met: (1) the economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents; (2) the primary government or its component units, is entitled to, or has the ability to access, a majority of the economic resources received or held by the separate organization; and (3) the economic resources received or held by an individual organization that the primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to the primary government.

Component units are reported using one of three methods, discrete presentation, blended, or fiduciary. Generally, component units should be discretely presented in a separate column in the financial statements. A component unit should be reported as part of the primary government using the blending method if it meets any one of the following criteria: (1) the primary government and the component unit have substantively the same governing body and a financial benefit or burden relationship exists, (2) the primary government and the component unit have substantively the same governing body and management of the primary government has operational responsibility for the component unit, (3) the component unit serves or benefits, exclusively or almost exclusively, the primary government rather than its citizens, or (4) the total debt of the component unit will be paid entirely or almost entirely from resources of the primary government.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

A. REPORTING ENTITY (cont.)

Blended Component Unit

The Evansville-Vanderburgh School Building Corporation is a blended component unit of the School Corporation. The Evansville-Vanderburgh School Building Corporation was created for the purpose of financing School buildings and improvements. Although it is legally separate from the primary government, the Building Corporation is reported as if it were a part of the primary government because it provided services entirely or almost entirely to the primary government. To exclude the financial statements of this component unit would render the School's financial statements incomplete or misleading. The Building Corporation is included as two debt service funds and one capital project fund (to account for the retirement of debt). The Building Corporation does not issue separate financial statements.

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

In August 2018, the GASB issued Statement No. 90, *Majority Equity Interests - An Amendment of GASB Statements No. 14 and No. 61*. This statement establishes criteria for reporting a government's majority equity interest in a legally separate organization and improves the relevance of financial statement information for certain component units. This standard was implemented June 30, 2021. There was no impact of adoption on the School Corporation's financial statements.

Government-Wide Financial Statements

The statement of net position and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Direct expenses are clearly identifiable with a specific function or segment. Program revenues include: 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not included among program revenues are reported as general revenues. Internally dedicated resources are reported as general revenues rather than as program revenues.

Fund Financial Statements

Financial statements of the school corporation are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, deferred outflows of resources, liabilities, deferred inflows of resources, net position/fund balance, revenues, and expenditures/expenses.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)

Fund Financial Statements (cont.)

Funds are organized as major funds or nonmajor funds within the governmental statements. An emphasis is placed on major funds within the governmental category. A fund is considered major if it is the primary operating fund of the school corporation or meets the following criteria:

- a. Total assets/deferred outflows of resources, liabilities/deferred inflows of resources, revenues, or expenditures/expenses of that individual governmental fund are at least 10% of the corresponding total for all funds of that category or type, and
- b. The same element of the individual governmental fund that met the 10% test is at least 5% of the corresponding total for all governmental funds combined.
- c. In addition, any other governmental fund that the school corporation believes is particularly important to financial statement users may be reported as a major fund.

Separate financial statements are provided for governmental funds and internal service funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

The school corporation reports the following major governmental funds:

Education Fund - A special revenue fund that is required by IC 20-40-2, and considered the general fund equivalent. It is used to account for all tuition receipts and disbursements related to student instruction and learning.

Operations Fund - A special revenue fund that is required by IC 20-40-18. It is used to account for receipt of the operation property tax levy and other excise and local income taxes. It is also used to pay expenses allocated to overhead and operational activities.

During the year, the school corporation determined the Rainy Day fund did not meet the requirements of a special revenue fund in accordance with GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions and should be reported within the Operations Fund. As a result, the opening balance of the Operations Fund was revised to include the prior year ending balance of the Rainy Day fund of \$7,934,518.

Debt Service Fund - accounts for all financial resources related to the debt of the general government.

Exempt Debt Service/Referendum Fund - accounts for all financial resources for the payment of bonds that were approved by taxpayers and are exempt from circuit breaker credits.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)

Fund Financial Statements (cont.)

The school corporation reports the following nonmajor governmental fund types:

Special Revenue Funds - used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes (other than debt service or capital projects).

During the year, the school corporation determined the Extra-Curricular Account funds did not meet the requirements of a custodial fund in accordance with GASB Statement No. 84, Fiduciary Activities and should be reported as a special revenue fund. As a result, the Extra-Curricular Accounts were reported as a special revenue fund and the beginning of net position was restated by \$3,047,068. See Footnote III.G

Nonmajor Debt Service Funds - used to account for and report financial resources that are restricted, committed, or assigned to expenditure for the payment of general long-term debt principal, interest, and related costs.

Capital Projects Funds - used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

In addition, the school corporation reports the following fund types:

Internal Service Fund - used to account for and report the financing of goods or services provided by one department or agency to other departments or agencies of the school corporation, or to other governmental units, on a cost-reimbursement basis.

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

Government-Wide Financial Statements

The government-wide statement of net position and statement of activities are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Property taxes are recognized as revenues in the year for which they are levied. Taxes receivable for the following year are recorded as receivables and deferred inflows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met. Special assessments are recorded as revenue when earned. Unbilled receivables are recorded as revenues when services are provided.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (cont.)

Fund Financial Statements

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the school corporation considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on long-term debt, claims, judgments, compensated absences, and pension expenditures, which are recorded as a fund liability when expected to be paid with expendable available financial resources.

Property taxes are recognized as revenues in the year when services financed by the levy are being provided.

Intergovernmental aids and grants are recognized as revenues in the period the school corporation is entitled to the resources and the amounts are available. Amounts owed to the school corporation which are not available are recorded as receivables and unavailable revenues. Amounts received before eligibility requirements (excluding time requirements) are met are recorded as liabilities. Amounts received in advance of meeting time requirements are recorded as deferred inflows.

Special assessments are recorded as revenues when they become measurable and available. Annual installments due in future years are reflected as receivables and unavailable revenues. Delinquent special assessments being held by the county are reported as receivables and unavailable revenues.

Revenues susceptible to accrual include property taxes, miscellaneous taxes, public charges for services, special assessments and interest. Other general revenues such as fines and forfeitures, inspection fees, recreation fees, and miscellaneous revenues are recognized when received in cash or when measurable and available under the criteria described above.

All Financial Statements

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities, and deferred inflows of resources and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, NET POSITION AND FUND BALANCE

1. Deposits and Investments

For purposes of the statement of cash flows, the school corporation considers all highly liquid investments with an initial maturity of three months or less when acquired to be cash equivalents.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, NET POSITION AND FUND BALANCE (cont.)

1. Deposits and Investments (cont.)

The School Corporation's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

State statute (IC 5-13-9) authorizes the school corporation to invest in securities, including but not limited to, federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investment made by local governmental units.

Nonparticipating certificates of deposit, demand deposits and similar nonparticipating negotiable instruments that are not reported as cash and cash equivalents are reported as investments at cost.

See Note III. A. for further information.

2. Receivables

Property taxes levied are collected by the County Treasurer and are distributed to the primary government in June and in December. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by December 31 of the year preceding the budget year or January 15 of the budget year if the County is issuing debt after December 1 or intends on filing a shortfall appeal. These rates were based upon the preceding year's January 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100% 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 that become delinquent if not paid by May 10 and November 10, respectively. All property taxes collected by the County Treasurer and available for distribution were distributed to the primary government prior to December 31 of the year collected.

During the course of operations, transactions occur between individual funds that may result in amounts owed between funds. Short-term interfund loans are reported as "due to and from other funds." Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the statement of net position.

3. Inventories and Prepaid Items

Governmental fund inventories, if material, are recorded at cost based on the FIFO method using the purchases method of accounting.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in the government-wide financial statements.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, NET POSITION AND FUND BALANCE (cont.)

4. Restricted Assets

Mandatory segregations of assets are presented as restricted assets. Such segregations are required by bond agreements and other external parties. Current liabilities payable from these restricted assets are so classified. The excess of restricted assets over current liabilities payable from restricted assets will be used first for retirement of related long-term debt. The remainder, if generated from earnings, is shown as restricted net position.

5. Capital Assets

Government-Wide Statements

Capital assets, which include property, plant and equipment, are reported in the government-wide financial statements. Capital assets are defined by the government as assets with an initial cost of more than \$5,000. All capital assets are valued at historical cost, or estimated historical cost if actual amounts are unavailable. Donated capital assets are recorded at their estimated acquisition value at the date of donation.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net position. Depreciation is provided over the assets' estimated useful lives using the straight-line method. The range of estimated useful lives by type of asset is as follows:

Buildings and building improvements	40 Years
Machinery and equipment	10 Years
Vehicles	10 Years
Works of art	10 Years
Historic treasures	10 Years

For depreciated assets, the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Fund Financial Statements

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, NET POSITION AND FUND BALANCE (cont.)

6. Deferred Outflows of Resources

A deferred outflow of resources represents a consumption of net position/fund balance that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until that future time. The School Corporation is reporting deferred outflows of resources for pension and OPEB related amounts and deferred amount on refunding.

A deferred charge on refunding arises from the advance refunding of debt. The difference between the cost of the securities placed in trust for future payments of the refunded debt and the net carrying value of that debt is deferred and amortized as a component of interest expense over the shorter of the term of the refunding issue or the original term of the refunded debt. The unamortized amount is reported as a deferred outflow of resources in the government-wide financial statements.

7. Compensated Absences

Certified Employees

Teachers hired prior to July 1, 2004, whom are at least 50 years of age by December 31st of the calendar year preceding retirement, and have at least 10 consecutive years of service, will be paid out all remaining sick days at \$70 per day upon retirement. This amount will be deposited into their 401a.

Classified Employees

Classified Employees' leave balances are paid out upon retirement at various rates and maximums, based on years of service, age at retirement, job classification, and start date with the school corporation.

Food Service Employees

Food service employees, whom are at least 50 years of age and have served at least 10 years of consecutive service for the School Corporation will be paid out for a maximum of 215 days, ranging from 40% to 70% of a day's pay.

Payments for vacation and sick leave will be made at rates in effect when the benefits are used. Accumulated vacation and sick leave liabilities at June 30, 2021, are determined on the basis of current salary rates and include salary related payments. Compensated absences for governmental activities typically have been liquidated from the Education Fund and Operations Fund.

8. Long-Term Obligations

All long-term obligations to be repaid from governmental resources are reported as liabilities in the government-wide statements. The long-term obligations consist primarily of notes and bonds payable and accrued compensated absences.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, NET POSITION AND FUND BALANCE (cont.)

8. Long-Term Obligations/Conduit Debt (cont.)

Long-term obligations for governmental funds are not reported as liabilities in the fund financial statements. The face value of debts (plus any premiums) are reported as other financing sources and payments of principal and interest are reported as expenditures.

9. Deferred Inflows of Resources

A deferred inflow of resources represents an acquisition of net position/fund balance that applies to a future period and therefore will not be recognized as an inflow of resources (revenue) until that future time. The School Corporation is reporting deferred inflows for pension related amounts.

10. Net Position/Fund Balance Classifications

Government-Wide Statements

Net position is displayed in three components:

- a. Net investment in capital assets - Consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances (excluding unspent debt proceeds) of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position - Consists of net position with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or 2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position - All other net positions that do not meet the definitions of "restricted" or "net investment in capital assets."

When both restricted and unrestricted resources are available for use, it is the school corporation's policy to use restricted resources first, then unrestricted resources as they are needed.

Fund Statements

Governmental fund balances are displayed as follows:

- a. Nonspendable - Includes fund balance amounts that cannot be spent either because they are not in spendable form or because legal or contractual requirements require them to be maintained intact.
- b. Restricted - Consists of fund balances with constraints placed on their use either by: 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or 2) law through constitutional provisions or enabling legislation.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, NET POSITION AND FUND BALANCE (cont.)

10. Equity Classifications (cont.)

Fund Statements (cont.)

- c. Committed - Includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority. Fund balance amounts are committed through a formal action (resolution) of the School Corporation Board. This formal action must occur prior to the end of the reporting period, but the amount of the commitment, which will be subject to the constraints, may be determined in the subsequent period. Any changes to the constraints imposed require the same formal action of the School Corporation Board that originally created the commitment.
- d. Assigned - Includes spendable fund balance amounts that are intended to be used for specific purposes that do not meet the criteria to be classified as restricted or committed. The School Corporation Board has, by resolution, adopted a financial policy authorizing the Director of Finance to assign amounts for a specific purpose. Assignments may take place after the end of the reporting period.
- e. Unassigned - Unassigned fund balance includes negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those purposes.

The School Corporation considers restricted amounts to be spent first when both restricted and unrestricted fund balance is available unless there are legal documents / contracts that prohibit doing this, such as in grant agreements requiring dollar for dollar spending. Additionally, the School Corporation would first use committed, then assigned and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

See Note III. F. for further information.

11. Postemployment Benefits Other Than Pensions (OPEB)

For purposes of measuring the total OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense have been determined on the same basis as they are reported by the School Corporation OPEB Plan. For this purpose, the School Corporation OPEB Plan recognizes benefit payments when due and payable in accordance with the benefit terms.

12. Pensions

For purposes of measuring the net pension liability or asset, deferred outflows of resources and deferred inflows of resources related to pensions expense, information about the fiduciary net position of the Indiana Public Employees' Retirement Fund, the Teachers' Retirement Fund (TRF), and the Pre-96 TRF Fund (the Plans), and additions to and deductions from the plans' fiduciary net position have been determined on the same basis as they are reported by the plans. For this purpose, plan contributions are recognized as of employer payroll paid dates and benefit payments and refunds are recognized when due and payable in accordance with benefit terms.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE II - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. DEFICIT FUND BALANCES

Generally accepted accounting principles require disclosure of individual funds that have deficit fund balances at year-end.

As of June 30, 2021, the following individual funds held a deficit fund balance:

<u>Fund</u>	<u>Amount</u>	<u>Reason</u>
SEC Schools 18	\$ 28,865	Reimbursable grants
Title I 17-18	188,545	Reimbursable grants
Title II Funds	32,389	Reimbursable grants
McKinney-Vento	2,539	Reimbursable grants
Special Education Funds	219,090	Reimbursable grants
Title IV, Part A	6,539	Reimbursable grants
Perkins	124,741	Reimbursable grants
Cohort 8 yr 1	6,752	Reimbursable grants
Title III (new)	1,011	Reimbursable grants
School Improvement Grants	27,475	Reimbursable grants
1003g-Cedar Hall	864	Reimbursable grants
Full Service 1	7,430	Reimbursable grants
YMCA C9 Yr2	6,465	Reimbursable grants
Esser III	3,107	Reimbursable grants
Esser II	419,916	Reimbursable grants
GEERF	7,455	Reimbursable grants
CARES Act	214,086	Reimbursable grants
Project Aware 20-21	11,694	Reimbursable grants
Internal Service	1,175,253	Insurance claims

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE III - DETAILED NOTES ON ALL FUNDS

A. DEPOSITS AND INVESTMENTS

The school corporation's deposits and investments at year-end were comprised of the following:

	<u>Carrying Value</u>	<u>Statement Balances</u>	<u>Associated Risks</u>
Checking accounts	\$ 48,164,010	\$ 50,004,108	Custodial credit risk
Local government investment pool	26,826,000	26,826,941	Custodial credit risk
Money market accounts	<u>21,664,214</u>	<u>21,664,214</u>	Custodial credit risk
 Total Deposits and Investments	 <u>\$ 96,654,224</u>	 <u>\$ 98,495,263</u>	
Reconciliation to financial statements			
Per statement of net position			
Unrestricted cash and investments	\$ 83,604,876		
Restricted cash and investments	<u>13,049,348</u>		
 Total Deposits and Investments	 <u>\$ 96,654,224</u>		

Indiana Code 5-13-8-1 allows a political subdivision of the State of Indiana to deposit public funds in a financial institution only if the financial institution is a depository eligible to receive state funds and has a principal office or branch that qualifies to receive public funds of the political subdivision. The bank balances were insured by the Federal Deposit Insurance Corporation or the Indiana Public Deposit Insurance Fund, which cover all public funds held in approved depositories.

Custodial Credit Risk

Deposits

Custodial credit risk is the risk that in the event of a financial institution failure, the school corporation's deposits may not be returned to the school corporation.

The School Corporation's deposit policy for custodial credit risk is to comply with Indiana Code 5-13-8-1.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The School's investment policy for credit risk is to stay in compliance with Indiana Code.

See Note I.D. for further information on deposit and investment policies.

B. RECEIVABLES

All of the receivables on the balance sheet are expected to be collected within one year.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS
June 30, 2021

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

B. RECEIVABLES (cont.)

Governmental funds report *unavailable revenue* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. At the end of the current fiscal year, the various components of *unavailable revenue* reported in the governmental funds were as follows:

	<u>Unavailable</u>
Taxes Receivable	\$ <u>25,040,106</u>
Total Unavailable Revenue for Governmental Funds	\$ <u><u>25,040,106</u></u>

C. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2021, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 1,497,900	\$ -	\$ -	\$ 1,497,900
Construction in progress	<u>2,591,138</u>	<u>7,703,373</u>	<u>5,837,110</u>	<u>4,457,401</u>
Total Capital Assets Not Being Depreciated	<u>4,089,038</u>	<u>7,703,373</u>	<u>5,837,110</u>	<u>5,955,301</u>
Capital assets being depreciated				
Buildings	585,000,622	5,181,440	-	590,182,062
Machinery, equipment, and vehicles	<u>29,627,871</u>	<u>225,233</u>	<u>620,417</u>	<u>29,232,687</u>
Total Capital Assets Being Depreciated	<u>614,628,493</u>	<u>5,406,673</u>	<u>620,417</u>	<u>619,414,749</u>
Total Capital Assets	<u>618,717,531</u>	<u>13,110,046</u>	<u>6,457,527</u>	<u>625,370,050</u>
Less: Accumulated depreciation for				
Buildings	(345,172,246)	(7,805,479)	-	(352,977,725)
Machinery, equipment, and vehicles	<u>(19,455,320)</u>	<u>(1,674,384)</u>	<u>723,961</u>	<u>(20,405,743)</u>
Total Accumulated Depreciation	<u>(364,627,566)</u>	<u>(9,479,863)</u>	<u>723,961</u>	<u>(373,383,468)</u>
Net Capital Assets Being Depreciated	<u>250,000,927</u>	<u>(4,073,190)</u>	<u>(103,544)</u>	<u>246,031,281</u>
Total Governmental Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 254,089,965</u>	<u>\$ 3,630,183</u>	<u>\$ 5,733,566</u>	<u>\$ 251,986,582</u>

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS
June 30, 2021

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

C. CAPITAL ASSETS (cont.)

Depreciation expense was charged to functions as follows:

Governmental Activities

Nonprogrammed charges	\$ 9,479,863
Total Governmental Activities Depreciation Expense	<u>\$ 9,479,863</u>

D. INTERFUND RECEIVABLES/PAYABLES AND TRANSFERS

Interfund Receivables/Payables

The following is a schedule of interfund receivables and payables including any overdrafts on pooled cash and investment accounts:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Operations Fund	Nonmajor Governmental Funds	\$ <u>2,553,756</u>
Total - Fund Financial Statements		2,553,756
Less: Government-wide eliminations		<u>(2,553,756)</u>
Total Internal Balances - Government-Wide Statement of Net Position		<u>\$ -</u>

All amounts are due within one year.

The principal purpose of these interfunds is to cover negative cash balances at year end.

Transfers

The following is a schedule of interfund transfers:

<u>Fund Transferred To</u>	<u>Fund Transferred From</u>	<u>Amount</u>	<u>Principal Purpose</u>
Operations fund	Education fund	\$ 22,000,000	For support of operations fund For support of future required
Other governmental funds	Education fund	1,504,019	payouts
Other governmental funds	Debt service fund	3,803,601	For debt service
Operations fund	Other governmental funds	77,885	To support operations
Other governmental funds	Exempt debt service/referendum	12,345,000	To support operations
Other governmental funds	Other governmental funds	<u>428,042</u>	To support operations
Total - Fund Financial Statements		40,158,547	
Less: Government-wide eliminations		<u>(40,158,547)</u>	
Total Transfers - Government-Wide Statement of Activities		<u>\$ -</u>	

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS
June 30, 2021

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

D. INTERFUND RECEIVABLES/PAYABLES AND TRANSFERS (cont.)

Transfers (cont.)

Generally, transfers are used to: (1) move revenues from the fund that collects them to the fund that the budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund, and (3) move balances from the Education fund to the Operations fund as allowed by statute.

E. LONG-TERM OBLIGATIONS

Long-term obligations activity for the year ended June 30, 2021, was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
Governmental Activities					
Bonds and Notes Payable					
General obligation debt	\$ 142,679,000	\$ 6,625,000	\$ 15,265,000	\$ 134,039,000	\$ 13,075,000
Loans payable	39,115,822	11,174,714	16,558,823	33,731,713	11,494,826
(Discounts)/Premiums	<u>3,603,838</u>	<u>751,051</u>	<u>1,230,809</u>	<u>3,124,080</u>	<u>-</u>
Sub-totals	<u>185,398,660</u>	<u>18,550,765</u>	<u>33,054,632</u>	<u>170,894,793</u>	<u>24,569,826</u>
Other Liabilities					
Compensated absences	7,684,801	-	670,413	7,014,388	6,021,990
Total OPEB liabilities	23,590,971	3,762,080	1,537,706	25,815,345	-
Net pension liability	<u>24,713,614</u>	<u>14,186,989</u>	<u>15,211,642</u>	<u>23,688,961</u>	<u>-</u>
Total Other Liabilities	<u>55,989,386</u>	<u>17,949,069</u>	<u>17,419,761</u>	<u>56,518,694</u>	<u>6,021,990</u>
Total Governmental Activities Long-Term Liabilities	<u>\$ 241,388,046</u>	<u>\$ 36,499,834</u>	<u>\$ 50,474,393</u>	<u>\$ 227,413,487</u>	<u>\$ 30,591,816</u>

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS
June 30, 2021

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

E. LONG-TERM OBLIGATIONS (cont.)

General Obligation Debt

All general obligation notes and bonds payable are backed by the full faith and credit of the school corporation. Notes and bonds in the governmental funds will be retired by future property tax levies accumulated by the debt service fund

Governmental Activities

<u>General Obligation Debt</u>	<u>Date of Issue</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Indebtedness</u>	<u>Balance as of June 30, 2021</u>
2017 General Obligation Bonds	11/2/17	1/15/22	2% to 3%	\$ 6,000,000	\$ 1,355,000
2018 General Obligation Bonds	11/6/18	1/15/22	2.5% to 3%	5,000,000	3,445,000
2019 General Obligation Bonds	11/1/19	1/15/25	4% to 5%	7,100,000	6,785,000
2020 General Obligation Bonds	10/22/20	1/15/25	4%	6,625,000	6,505,000
First Mortgage Refunding Bonds Series 2016	11/22/16	1/10/22	4% to 5%	17,115,000	3,500,000
2010 Lease Rental, Series B	2/4/10	1/15/30	2.35% to 6.35%	59,785,000	57,585,000
2010 Lease Rental, Series C	2/4/10	1/16/25	1.90%	10,000,000	3,580,000
2010 Lease Rental, Series D	2/4/10	7/15/31	4% to 6.10%	7,918,862	4,649,000
2010 Lease Rental, Series E	2/4/10	1/15/30	4% to 6.10%	28,080,000	21,165,000
First Mortgage Refunding Bonds, Series 2019	7/15/19	1/1/22	4% to 5%	28,320,000	<u>25,470,000</u>
Total Governmental Activities - General Obligation Debt					<u>\$ 134,039,000</u>

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS
June 30, 2021

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

E. LONG-TERM OBLIGATIONS (cont.)

General Obligation Debt (cont.)

Debt service requirements to maturity are as follows:

<u>Years</u>	Governmental Activities General Obligation Debt	
	<u>Principal</u>	<u>Interest</u>
2022	\$ 13,075,000	\$ 6,261,104
2023	16,295,000	5,940,450
2024	16,655,000	5,229,634
2025	17,200,000	4,444,451
2026	12,515,000	3,691,663
2027-2031	<u>58,299,000</u>	<u>17,872,629</u>
Totals	<u>\$ 134,039,000</u>	<u>\$ 43,439,931</u>

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS
June 30, 2021

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

E. LONG-TERM OBLIGATIONS (cont.)

Loans Payable

Loans Payable at June 30, 2021 consist of the following:

Governmental Activities General Obligation Debt	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance June 30, 2021
Common school loan 1970	8/29/16	7/1/21	1%	\$ 800,316	\$ 80,032
Common school loan 2099	9/21/16	7/1/21	1%	1,999,999	200,000
Common school loan A2848	4/28/17	1/1/22	1%	1,999,999	400,000
Common school loan A2888	6/16/17	7/1/22	0%	751,000	225,300
Common school loan A2905	11/21/17	7/1/22	0%	1,999,999	600,000
Common school loan A2940	6/7/18	7/1/23	0%	1,999,999	1,000,000
Common school loan A2983	6/7/18	7/1/23	0%	513,895	256,948
Common school loan B0005	8/9/18	1/1/24	0%	1,999,999	1,199,999
Common school loan B0043	10/30/18	1/1/24	0%	1,999,999	1,199,999
Common school loan B0085	3/22/19	7/1/24	0%	768,000	537,600
Common school loan B0098	11/26/19	7/1/24	0%	1,999,999	1,399,999
Common school loan B0183	6/16/20	7/1/25	0%	739,100	665,190
Common school loan B0192	8/7/20	7/1/25	0%	1,742,872	1,799,999
Common school loan B0142	8/25/20	7/1/25	1%	1,991,990	1,799,999
Common school loan S0001	10/3/18	1/1/25		450,000	360,000
Common school loan B0227	11/25/20	1/1/26	1%	1,999,999	1,999,999
Common school loan B0264	4/27/21	7/1/26	1%	748,926	748,926
Common school loan B0275	9/8/21	7/1/26	1%	1,999,999	1,652,303
Common school loan B0299	6/16/21	7/1/26	1%	1,999,999	752,974
Energy savings loan	10/26/10	7/15/27	0%	10,200,000	4,353,439
First financial bank	11/21/17	7/15/33	0%	3,422,500	3,061,206
ONB loan - solar loan	5/1/17	7/15/21	2.09%	4,600,000	650,000
Bosse Field Renovations	4/16/20	1/15/39	2.30%	3,794,610	3,526,566
Operations tax anticipation warrant	1/30/20	12/31/20	0%	9,302,167	5,202,457
Dell Financial 12	5/7/18	8/1/22	0%	193,455	58,778
Total Governmental Activities Loans Payable					<u>\$ 33,731,713</u>

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS
June 30, 2021

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

E. LONG-TERM OBLIGATIONS (cont.)

General Obligation Debt

Debt service requirements to maturity are as follows:

<u>School Years Ending June 30,</u>	Governmental Activities Loans Payable	
	<u>Principal</u>	<u>Interest</u>
2022	\$ 11,494,828	\$ 426,588
2023	5,586,953	500,647
2024	4,818,195	401,605
2025	3,359,433	426,471
2026	2,390,824	238,187
2027-2031	3,406,275	573,498
2032-2037	2,023,022	191,730
2038-2039	<u>652,183</u>	<u>24,735</u>
Totals	<u>\$ 33,731,713</u>	<u>\$ 2,783,461</u>

F. NET POSITION/FUND BALANCES

Net position reported on the government wide statement of net position at June 30, 2021, includes the following:

Governmental Activities

Net Investment in Capital Assets	
Land	\$ 1,497,900
Construction in progress	4,457,401
Other capital assets, net of accumulated depreciation	246,031,281
Less: Long-term debt outstanding	(140,689,648)
Plus: Unspent bond proceeds	7,798,826
Plus: Unamortized loss on refunding	470,288
Less: Capital related accounts payable	<u>(1,396,712)</u>
Total Net Investment in Capital Assets	<u>\$ 118,169,336</u>

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS
June 30, 2021

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

F. NET POSITION/FUND BALANCES (cont.)

Governmental Funds

Governmental fund balances reported on the fund financial statements at June 30, 2021, include the following:

	<u>Education Fund</u>	<u>Debt Service Fund</u>	<u>Operations Fund</u>	<u>Exempt Debt Service/Refere ndum</u>	<u>Nonmajor Funds</u>	<u>Total Governmental Funds</u>
Fund Balances						
Restricted for:						
Instruction	\$ 3,801,843	\$ -	\$ -	\$ -	\$ 165,296	\$ 3,967,139
Support Services	-	-	33,525,757	-	4,312,293	37,838,050
Debt Service	-	3,086,816	-	7,252,817	13,049,348	23,388,981
Sub-total	<u>3,801,843</u>	<u>3,086,816</u>	<u>33,525,757</u>	<u>7,252,817</u>	<u>17,526,937</u>	<u>65,194,170</u>
Committed to:						
Support Services	-	-	-	-	478,289	478,289
Community Services	-	-	-	-	3,403,989	3,403,989
Building Acquisition	-	-	-	-	15,104,429	15,104,429
Other	-	-	-	-	6,005,041	6,005,041
Sub-total	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>24,991,748</u>	<u>24,991,748</u>
Unassigned (deficit):	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,396,143)</u>	<u>(1,396,143)</u>
Total Fund Balances (Deficit)	<u>\$ 3,801,843</u>	<u>\$ 3,086,816</u>	<u>\$33,525,757</u>	<u>\$ 7,252,817</u>	<u>\$41,122,542</u>	<u>\$ 88,789,775</u>

G. RESTATEMENT OF FUND BALANCES/NET POSITION

Fund balance has been restated to correct an error in

Special Revenue Funds

Special Revenue Fund balance - June 30, 2020 (as reported)	\$ 8,739,627
Add: Extra Curricular Accounts	<u>3,047,068</u>
Fund Balance - June 30, 2020 (as restated)	<u>\$ 11,786,695</u>

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS
June 30, 2021

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

G. RESTATEMENT OF FUND BALANCES/NET POSITION (cont.)

Net position has been restated to correct an error and include fund changes:

Government Wide Net Position - June 30, 2020 (as reported)	\$ 115,890,886
Add: Adjustment for reclassification of funds from custodial to special revenue	<u>3,047,068</u>
Net Position - June 30, 2020 (as restated)	<u>\$ 118,937,954</u>

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS
June 30, 2021

NOTE IV - OTHER INFORMATION

A. EMPLOYEES' RETIREMENT SYSTEM

The School Corporation participates in the Public Employees' Retirement Fund (PERF) and the Teacher's Retirement Plan (TRF). The information for these funds are summarized below:

	<u>Net Pension Liability(Asset)</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Pension Expense</u>
PERF	\$ 22,032,267	\$ 7,471,082	\$ 5,391,879	\$ 2,057,045
TRF	<u>1,656,694</u>	<u>12,318,885</u>	<u>12,784,035</u>	<u>4,300,970</u>
Totals	<u>\$ 23,688,961</u>	<u>\$ 19,789,967</u>	<u>\$ 18,175,914</u>	<u>\$ 6,358,015</u>

Public Employees' Retirement Fund

Plan description. The School Corporation participates in the Public Employees' Retirement Fund (PERF), a cost-sharing multiple-employer defined benefit plan effective July 1, 2013 based on 35 IAC 21-1-1, 35 IAC 21-1-2 and amended IC 5-10.2-2-11(b). PERF was established to provide retirement, disability, and survivor benefits to full-time employees of the State of Indiana not covered by another plan, those political subdivisions that elect to participate in the retirement plan, and certain INPRS employees. Political subdivisions mean a county, city, town, township, political body corporate, public school corporation, public library, public utility of a county, city, town, township, and any department of, or associated with, a county, city, town, or township, which department receives revenue independently of, or in addition to, funds obtained from taxation. There are two tiers to the PERF Plan. The first is the Public Employees' Defined Benefit Plan (PERF Hybrid Plan) and the second is the My Choice Retirement Savings Plan for Public Employees (My Choice). Details of the PERF Hybrid Plan are described below.

PERF Hybrid Plan Description. The PERF Hybrid Plan was established by the Indiana Legislature in 1945 and is governed by the INPRS Board of Trustees in accordance with Indiana Code (IC) 5-10.2, IC 5-10.3, and IC 5-10.5. There are two (2) aspects to the PERF Hybrid Plan defined benefit structure. The first portion is the monthly defined benefit pension that is funded by the employer. The second portion of the PERF Hybrid Plan benefit structure is the Public Employees' Hybrid Members Defined Contribution Account (DC Account), formerly known as the Annuity Savings Account (ASA), which supplements the defined benefit at retirement.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Public Employees' Retirement Fund (cont.)

Contributions. Members are required to contribute 3 percent of their annual covered salary to their defined contribution account. The primary government is required to contribute at an actuarially determined rate; the current rate for calendar year 2020 is 11.20 percent of annual covered payroll. The rate for 2021 is also 11.20%. The contribution requirements of plan members and the primary government are established and may be amended by the INPRS Board of Trustees. The actuarial amount, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Contributions to the PERF plan from the School Corporation were \$4,501,487 for the fiscal year ended June 30, 2021.

INPRS administers the plan and issues a publicly available financial report that includes financial statements and required supplemental information for the plan as a whole and for its participants. The report is available online at <http://www.inprs.in.gov> or can be obtained by contacting:

Indiana Public Retirement System
1 N Capital Street, Suite 001
Indianapolis, IN 46204
ph. (888) 526-1687

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Public Employees' Retirement Fund (cont.)

Retirement Benefits. The PERF Hybrid Plan retirement benefit consists of the sum of a defined pension benefit provided by employer contributions plus the amount credited to the member's DC Account. Pension benefits vest after 10 years of creditable service. The vesting period is eight (8) years for certain elected officials. Members are immediately vested in their annuity savings account. At retirement, a member may choose to receive a lump sum payment of the amount credited to the member's annuity savings account, receive the amount as an annuity, or leave the contributions invested with INPRS. Vested PERF members leaving a covered position, who wait 30 days after termination, may withdraw their DC Account and will not forfeit creditable service or a full retirement benefit. However, if a member is eligible for a full retirement at the time of the withdrawal request, he/she will have to begin drawing his/her pension benefit in order to withdraw the DC Account. A nonvested member who terminates employment prior to retirement may withdraw his/her DC Account after 30 days, but by doing so, forfeits his/her creditable service. A member who returns to covered service and works no less than six (6) months in a covered position may reclaim his/her forfeited creditable service.

A member who has reached age 65 and has at least 10 years of creditable service is eligible for normal retirement and, as such, is entitled to 100 percent of the pension benefit component. This annual pension benefit is equal to 1.1 percent times the average annual compensation times the number of years of creditable service. The average annual compensation in this calculation uses the highest 20 calendar quarters of salary in a covered position. All 20 calendar quarters do not need to be continuous, but they must be in groups of four (4) consecutive calendar quarters. The same calendar quarter may not be included in two (2) different groups. For PERF members who serve as an elected official, the highest one (1) year (total of four (4) consecutive quarters) of annual compensation is used. Member contributions paid by the employer on behalf of the member and severance pay up to \$2,000 are included as part of the member's annual compensation.

A member who has reached age 60 and has at least 15 years of creditable service is eligible for normal retirement and, as such, is entitled to 100 percent of the pension benefit. A member who is at least 55 years old and whose age plus number of years of creditable service is at least 85 is entitled to 100 percent of the benefits as described above.

A member who has reached at least age 50 and has at least 15 years of creditable service is eligible for early retirement with a reduced pension. A member retiring early receives a percentage of the normal annual pension benefit. The percentage of the pension benefit at retirement remains the same for the member's lifetime. For age 59, the early retirement percentage of the normal annual pension benefit is 89 percent. This amount is reduced five (5) percentage points per year (e.g., age 58 is 84 percent) to age 50 being 44 percent.

The monthly pension benefits for members in pay status may be increased periodically as cost of living adjustments (COLA). Such increases are not guaranteed by statute and have historically been provided on an "ad hoc" basis and can only be granted by the Indiana General Assembly.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Public Employees' Retirement Fund (cont.)

Disability and Survivor Benefits. The PERF Hybrid Plan also provides disability and survivor benefits. A member who has at least five (5) years of creditable service and becomes disabled while in active service, on FMLA leave, receiving workers' compensation benefits, or receiving employer-provided disability insurance benefits may retire for the duration of the disability, if the member has qualified for social security disability benefits and has furnished proof of the qualification. The disability benefit is calculated the same as that for a normal retirement without reduction for early retirement. The minimum benefit is \$180 per month, or the actuarial equivalent.

Upon the death in service of a member with 15 or more years of creditable service as of January 1, 2007, a survivor benefit may be paid to the surviving spouse to whom the member had been married for two (2) or more years, or surviving dependent children under the age of 18. This payment is equal to the benefit which would have been payable to a beneficiary if the member had retired at age 50 or at death, whichever is later, under an effective election of the joint and survivor option available for retirement benefits. A surviving spouse or surviving dependent children are also entitled to a survivor benefit upon the death in service after January 1, 2007, of a member who was at least 65 years of age and had at least 10 but not more than 14 years of creditable service.

Retirement Benefits – My Choice. Members are required to participate in My Choice. The My Choice DC Account consists of the member's contributions, set by statute at three (3) percent of compensation as defined by IC 5-10.2-3-2 for PERF, plus the interest/earnings or losses credited to the member's account. The employer may elect to make the contributions on behalf of the member. The School Corporation has elected to make the contributions on behalf of the member. In addition, under certain conditions, members may elect to make additional voluntary contributions of up to 10 percent of their compensation into their DC Account. A member's contributions and interest credits belong to the member and do not belong to the State or political subdivision.

Rate of Return. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested. For the fiscal year ended June 30, 2021 the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense for Public Employee's Retirement Fund was 2.58 percent.

Net Pension Liability

At June 30, 2021, the school corporation reported a liability of \$22,032,266 for its proportionate share of the net pension liability, based on the June 30, 2020 measurement date. The school corporation's proportion of the total was measured on the ratio of the wages reported by employers relative to the collective wages of the plan. This basis of allocation measures the proportionate relationship of an employer to all employers and is consistent with the manner in which contributions to the pension plan are determined. The plan does not have a special funding situation, as there is not a nonemployer contributing entity legally responsible for making contributions that are used to provide pension benefits to members of the pension plan. At June 30, 2021, the school corporation's proportion was 0.72945%, a decrease of .00183% from .74775% as of June 30, 2020.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS
June 30, 2021

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Public Employees' Retirement Fund (cont.)

Deferred Outflows of Resources and Deferred Inflows of Resources. At June 30, 2021, the school corporation reported deferred outflows of resources and deferred inflows of resources related to pensions, based on the measurement date of June 30, 2020, from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 390,348	\$ 295,812
Changes in assumptions	-	4,590,603
Net differences between projected and actual earnings on pension plan investments	1,885,606	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	693,640	505,464
Employer contributions subsequent to the measurement date	4,501,487	-
Totals	\$ 7,471,081	\$ 5,391,879

\$4,501,487 reported as deferred outflows related to pension resulting from the Employer's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability (asset) in the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Measurement Date Year Ended June 30,	Deferred Outflows of Resources and Deferred Inflows of Resources (Net)
2021	\$ (1,943,326)
2022	(772,559)
2023	(507,360)
2024	800,960

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Public Employees' Retirement Fund (cont.)

Pension Expense. The School Corporation recognized pension expense, for the year ended June 30, 2021, for the following proportionate share of pension expense:

Pension Expense	
Proportionate share of plan pension expense	\$ 1,774,360
Net amortization of deferred amounts from changes in proportion and differences between employer contributions and proportionate share of contributions	<u>282,685</u>
Total	<u><u>\$ 2,057,045</u></u>

Key Methods and Assumptions. Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuations are presented below:

Valuation Date:	June 30, 2020
Assets:	June 30, 2019 - Member census data as of June 30, 2019 was used in the valuation and adjusted where appropriate to reflect changes between June 30, 2019 and June 30, 2020. Standard actuarial roll forward techniques were then used to project the total pension liability computed as of June 30, 2019 to the June 30, 2020 measurement date.
Liabilities:	
Actuarial Cost Method:	Entry Age Normal (Level percent of payroll)
Actuarial Assumptions:	
Experience Study Date:	Period of 5 years ended June 30, 2019
Investment Rate of Return:	6.75%, net of investment expense, including inflation
Cost of Living Increases:	2020-2021 - 13th check
	Beginning January 1, 2022 - 0.40%
	Beginning January 1, 2034 - 0.50%
	Beginning January 1, 2039 - 0.60%
Salary increases, including inflation:	2.75% - 8.75% based on service
Inflation:	2.25%

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Public Employees' Retirement Fund (cont.)

Mortality:

Healthy: Pub-2010 Public Retirement Plans Mortality Tables with a fully generational project of mortality improvements using SOA Scale MP-2019.

Disability: Pub-2010 Public Retirement Plans Mortality Tables with a fully generational projection of mortality improvements using SOA Scale MP-2019

Change in Assumptions. For the June 30, 2020 measurement date, the future salary increase assumption changed from an age-based table ranging from 2.75 percent to 8.75 percent to a service-based table ranging from 2.75 percent to 8.75 percent.

The mortality assumption changed from the RP-2014 (with MP-2014 improvement removed) Total Data Set Mortality Tables projected on a fully generational basis using the future mortality improvement scale inherent in the mortality projection included in the Social Security Administration's 2014 Trustee Report to the Pub-2010 Public Retirement Plans Mortality Tables with a fully generational projection of mortality improvements using SOA Scale MP-2019. Specific mortality table variants and adjustments are used for different subpopulations.

The retirement assumption was updated based on recent experience and was updated from an age- and service-based table to an age based table dependent on eligibility for a reduced benefit or unreduced benefit. Additionally, for actives who are eligible for early retirement (reduced benefit), 30 percent are now assumed to commence benefits immediately and 70 percent are assumed to commence benefits at unreduced retirement eligibility. Previously 33 percent of actives were assumed to commence benefits with early retirement while 67 percent were assumed to wait for unreduced retirement eligibility.

The termination assumption was updated based on recent experience. For state members the tables were combined from being split by salary and sex to being one unisex service-based table. For members in political subdivisions earning more than \$20,000, the sex-distinct tables were combined to one unisex service-based table. For members in political subdivisions earning less than \$20,000, the sex-distinct age-based table was maintained and the rates were updated based on experience.

The disability assumption was updated based on recent experience. The marital assumption was updated based on recent experience. 80 percent of male members and 65 percent of female members are assumed to be married or to have a dependent beneficiary. Previously, 75 percent of male members and 60 percent of female members were assumed to be married or to have a dependent beneficiary.

The load placed on the final average earnings to account for additional wages received upon termination, such as severance pay or unused sick leave, decreased from \$400 to \$200.

Plan Amendments. There were no changes in the plan provisions during the fiscal year based on the June 30, 2020 measurement date.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Public Employees' Retirement Fund (cont.)

Long Term Return Expectation. For the June 30, 2020 measurement date, the long-term return expectation has been determined by using a building-block approach and assumes a time horizon, as defined by INPRS Investment Policy Statement. A forecasted rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been established and the long-term expected nominal rate of return has been determined by calculating a weighted average of the expected real return premiums for each asset class, adding the projected inflation rate, and adding the expected return from rebalancing uncorrelated asset classes.

	Target Asset Allocation %	Long-Term Expected Real Rate of Return % (Geometric Basis)
Public Equity	22%	4.4%
Private Equity	14	7.6
Fixed Income - Ex Inflation-Linked	20	1.9
Fixed Income - Inflation-Linked	7	.5
Commodities	8	1.6
Real Estate	7	5.8
Absolute Return	10	2.9
Risk Parity	12	5.5

Discount rate. The discount rate used to measure the total pension liability was 6.75% as of the measurement date of June 30, 2020 and is equal to the long-term expected return on plan investments.

The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that participating employer contributions will be made at contractually required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Public Employees' Retirement Fund (cont.)

Sensitivity of the school corporation's proportionate share of the net pension liability to changes in the discount rate. For the June 30, 2020 measurement date, the following presents the school corporation's proportionate share of the net pension liability calculated using the discount rate of 6.75 percent, as well as what the school corporation's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.75 percent) or 1-percentage-point higher (7.75 percent) than the current rate:

	1% Decrease to Discount Rate (5.75%)	Current Discount Rate (6.75%)	1% Increase to Discount Rate (7.75%)
School Corporation's proportionate share of the net pension liability	\$35,920,088	\$22,032,266	\$10,400,088

Pension Plan Fiduciary Net Position. Detailed information about the pension plan's fiduciary net position is available in the separately issued INPRS Comprehensive Annual Financial Report and Actuarial Valuations. These reports can be found at:

https://www.in.gov/inprs/files/2020ActuarialReport_PERF.pdf
https://www.in.gov/inprs/files/INPRSConsolidatedAR_FY20.pdf

DEFINED CONTRIBUTION PLANS

The School Corporation provides a 403(b)-retirement plan for all employees and matches up to a maximum of 3% of their salary for eligible groups. These benefits pose a liability to the School Corporation for this year and in future years. Information regarding the benefits can be obtained by contacting the School Corporation who has the authority under which benefits, and contribution requirements are established or can be amended. The School Corporation made ongoing contributions of \$1,108,148.93 to the plan during the year under audit.

The School Corporation also provided a 401(a) plan for certified staff and administrators. Those accounts vest based on the employee's hire date. For pre-7/1/04 hires at 50 years of age by December 31st of the year preceding retirement, with a minimum of 10 consecutive years of service with EVSC, and retirement notification by February 1st. This group was also entitled to a sick day buyout per CBA annually at the end of each academic year and upon retirement for the remainder of the balance of days. For post-7/1/04 hires, a 1% ongoing contribution was given and vesting occurred after 5 consecutive years of EVSC service. All monies from 401(a) accounts of certified staff and administrators who leave the corporation prior to becoming vested is placed into a school district forfeiture account. Monies available in the school district 401(a) forfeiture account are equally distributed among active 401(a) participants by August 1st each year. Information regarding the benefits can be obtained by contacting the School Corporation who has the authority under which benefits, and contribution requirements are established or can be amended. The School Corporation made ongoing contributions of \$566,537.87 to the plan during the year under audit.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

The School Corporation provides a VEBA (voluntary employees' beneficiary association) trust account for certified staff and administrators for retirement health care expenses. Those accounts vest based on the employee's hire date. For pre-7/1/04 hires at 55 years of age by June 30th of the year in which they retire, with a minimum of 17 creditable years of service, and retirement notification by February 1st. For post-7/1/04 hires, a 1% ongoing contribution was given and vesting occurred after 5 consecutive years of EVSC service. Once vesting is met they will be entitled to use funds from the VEBA account to pay health care expenses. In the past, the Board contributed a lump sum to the VEBA account for pre 7/1/04 hires but, those contributions are currently suspended. These benefits pose a liability to the School Corporation for this year and in future years. Information regarding the benefits can be obtained by contacting the School Corporation who has the authority under which benefits, and contribution requirements are established or can be amended. The School Corporation made contributions of \$902,934.75 to the plan during the year under audit.

Teacher's Retirement Fund

Plan Description. Teacher's Retirement Fund (TRF) is a cost-sharing, multiple-employer defined benefit plan providing retirement, disability, and survivor benefits. Membership in TRF is required for all legally qualified and regularly employed licensed teachers who serve in the public schools of Indiana, teachers employed by the state at state institutions, and certain INPRS personnel. Faculty members and professional employees at Ball State University and Vincennes University have the option of selecting membership in the Fund or an alternate University plan not administered by INPRS. Membership in Teacher's Retirement Fund '96 Defined Benefit (TRF '96 DB) plan is optional for teachers employed by charter schools, employees and officials of the Indiana State Board of Education who were Indiana licensed teachers before their employment with the Board, and teachers employed by special management teams as defined under IC 20-31. Administration of the fund is generally in accordance with IC 5-10.2, IC 5-10.4, 35 IAC 14, and other Indiana pension law. TRF '96 DB is a component of the Teachers' Hybrid Plan.

Retirement Benefits - Defined-Benefit Pension. The TRF Plan retirement benefit consists of the sum of the defined pension benefit provided by the employer contributions plus the amount credited to the member's DC Account.

Pension benefits vest after 10 years of creditable service. Members are immediately vested in their annuity savings account. At retirement, a member may choose to receive a lump sum payment of the amount credited to the member's annuity savings account, receive the amount as an annuity, or leave the contributions invested with INPRS. Vested TRF members leaving a covered position, who wait 30 days after termination, may withdraw their annuity savings account and will not forfeit creditable service or a full retirement benefit. However, if a member is eligible for a full retirement at the time of the withdrawal request, he/she will have to begin drawing his/her pension benefit in order to withdraw the annuity savings account. A nonvested member who terminates employment prior to retirement may withdraw his/her annuity savings account after 30 days, but by doing so, forfeits his/her creditable service. A member who returns to covered service and works no less than six (6) months in a covered position may reclaim his/her forfeited creditable service.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Teacher's Retirement Plan (cont.)

A member who has reached age 65 and has at least 10 years of creditable service is eligible for normal retirement and, as such, is entitled to 100 percent of the pension benefit component. This annual pension benefit is equal to 1.1 percent times the average annual compensation times the number of years or creditable service. The average annual compensation in this calculation uses the highest 20 calendar quarters of salary in a covered position. All 20 calendar quarters do not need to be continuous, but they must be in groups of four (4) consecutive calendar quarters. The same calendar quarter may not be included in two (2) difference groups. Member contributions paid by the employer on behalf of the member and severance pay up to \$2,000 are included as part of the member's annual compensation.

A member who has reached age 60 and has at least 15 years of creditable service is eligible for early retirement and, as such, is entitled to 100 percent of the pension benefit. A member who is at least 55 years old and whose age plus number of years of creditable services is at least 85 is entitled to 100 percent of the benefits described above.

A member who has reached at least age 50 and has at least 15 years of creditable service is eligible for early retirement with a reduced pension. A member retiring early receives a percentage of the normal annual pension benefit. The percentage of the pension benefit at retirement remains the same for the member's lifetime. For age 59, the early retirement percentage of the normal annual pension benefit is 89 percent. This amount is reduced five (5) percentage points per year (e.g., age 58 is 84 percent) to age 50 being 44 percent.

The monthly pension benefits for members in pay status may be increased periodically as cost of living adjustments (COLA). Such increases are not guaranteed by statute and have historically been provided on an "ad hoc" basis and can only be granted by the Indiana General Assembly.

Retirement Benefits - Disability and Survivor Benefits. The TRF Plan also provides disability and survivor benefits. A member who has at least five (5) years of creditable service and becomes disabled while in active service, on FMLA leave, receiving workers' compensation benefits, or receiving employer-provided disability insurance benefits may retire for the duration of the disability, if the member has qualified for social security disability benefits and has furnished proof of the qualification. TRF classroom disability may be available for those who do not qualify for social security disability guidelines. The disability benefit is calculated the same as that for a normal retirement without reduction for early retirement. The minimum benefit is \$180 per month, or the actuarial equivalent.

Upon the death in service of a member with 15 or more years of creditable service as of January 1, 2007, a survivor benefit may be paid to the surviving spouse to whom the member had been married for two (2) or more years, or surviving dependent children under the age of 18. This payment is equal to the benefit which would have been payable to a beneficiary if the member had retired at age 50 or at death, whichever is later, under an effective election of the joint and survivor option available for retirement benefits. A surviving spouse or surviving dependent children are also entitled to a survivor benefit upon the death in service after January 1, 2007, of a member who was at least 65 years of age and had at least 10 but not more than 14 years of creditable service.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Teacher's Retirement Plan (cont.)

Contributions. Members are required to contribute 3% of their annual covered salary. The School Corporation is required to contribute at an actuarially determined rate; the rate for fiscal year 2019 was 7.50% of annual covered payroll. The contribution requirements of plan members and the primary government are established and may be amended by the INPRS Board of Trustees. The actuarial amount, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

The School Corporation contributes the employer's share to TRF 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. 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, is considered to be an obligation of, and is paid by, the State of Indiana. Contributions to the TRF plan from the School Corporation were \$4,244,473 for the year ended June 30, 2021.

Pension Liability, Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the INPRS and additions to/deductions from INPRS's fiduciary net position have been determined on the same basis as they are reported by INPRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. At June 30, 2021, the School reported a liability of \$1,656,693 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2020 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The School's proportion of the net pension liability was based on the School's reported wages as a proportion of total collective reported wages for all employers. At the measurement date of June 30, 2020,, the School's proportion was 2.12558 percent, a decrease of .06979% from 2.19537% as of the June 30, 2019 measurement date. The net pension liability as of June 30, 2021 is calculated as set forth in the following table:

	TRF Plan Totals
Net pension asset- beginning	\$ (3,153,850)
Differences between projected and actual experience	(281,225)
Net difference between projected and actual investment	4,364,501
Change of assumptions	410,716
Changes in proportion and differences between employer contributions and proportionate share of contributions	(2,135)
Pension expense	4,300,970
Contributions	(3,982,284)
Net pension liability - ending	\$ 1,656,693

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS
June 30, 2021

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Teacher's Retirement Plan (cont.)

For the measurement date of June 30, 2020 and the year ended June 30, 2021, the School recognized pension expense of \$4,300,970 for the TRF Fund. A breakdown of the pension expense is shown below:

Pension Expense	
Proportionate share of plan pension expense	\$ 4,465,508
Net amortization of deferred amounts from changes in proportion and differences between employer contributions and proportionate share of contributions	<u>(164,538)</u>
Total	<u>\$ 4,300,970</u>

At June 30, 2021, the School reported deferred inflows of resources and deferred outflows of resources related to pensions, based on the June 30, 2020 measurement date, from the following services:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,118,572	\$ 3,710,515
Changes in assumptions	3,206,480	6,236,269
Net differences between projected and actual earnings on pension plan investments	2,638,202	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	1,111,157	2,837,251
Employer contributions subsequent to the measurement date	<u>4,244,473</u>	<u>-</u>
Totals	<u>\$ 12,318,884</u>	<u>\$ 12,784,035</u>

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS
June 30, 2021

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Teacher's Retirement Plan (cont.)

\$4,244,473 reported as deferred outflows related to pension resulting from the Employer's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability (asset) in the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Measurement Date Year Ended June 30,	Deferred Outflows of Resources and Deferred Inflows of Resources (Net)
2021	\$ (596,468)
2022	(365,990)
2023	163,892
2024	309,784
2025	(781,746)
Thereafter	(3,439,096)

Actuarial Assumptions

Inflation:	2.25%
Salary increases, including inflation:	2.75%-12.00% based on years of service
Cost of Living Increases:	2020-2021 - 13th check
	Beginning January 1, 2022 - 0.40%
	Beginning January 1, 2034 - 0.50%
Mortality:	Beginning January 1, 2039 - 0.60%
	Pub-2010 Public Retirement Plans Mortality Tables with a fully generational project of mortality improvements using SOA Scale MP-2019

The actuarial assumptions used in the June 30, 2020 valuation of the Teachers' Pre-1996 Defined Benefit Account were adopted by the INPRS Board in June 2020. The majority of the actuarial assumptions and methods are based on plan experience from July 1, 2014 through June 30, 2019 and were first used in the June 30, 2020 valuation. The INPRS Board adopted a funding policy in April 2014, and the policy was last updated in October 2018.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Teacher's Retirement Plan (cont.)

Changes in Assumption

For the measurement date of June 30, 2020, the future salary increase assumption changed from a table ranging from 2.75 percent to 12.00 percent to a table ranging from 2.75 percent to 12.00 percent.

The mortality assumption changed from the RP-2014 White Collar Mortality Table with Social Security Administration generational projection scale from 2006 to the Pub-2010 Public Retirement Plans Mortality Tables with a fully generational projection of mortality improvements using SOA Scale MP-2019. Specific mortality table variants and adjustments are used for different subpopulations.

The termination assumption was updated based on recent experience. The age-based table and service-based tables which were used previously were replaced by one service-based table.

The disability assumption was updated based on recent experience.

The retirement assumption was updated based on recent experience and was updated from an age-based table split by regular retirement, rule of 85 retirement, and early retirement to an age-based table dependent on eligibility for a reduced benefit or unreduced benefit. Additionally, for actives who are eligible for early retirement (reduced benefit), 30 percent are now assumed to commence benefits immediately and 70 percent are assumed to commence benefits at unreduced retirement eligibility. Previously, all active retirements were assumed to commence benefits immediately.

The marital assumption was updated based on recent experience. 80 percent of male members and 75 percent of female members are assumed to be married or to have a dependent beneficiary. Previously, 100 percent of members were assumed to be married or to have a dependent beneficiary. Additionally, for female members, the assumption for their spouse's age changed from 2 years older to 3 years older.

The load placed on the final average earnings to account for additional wages received upon termination, such as severance pay or unused sick leave, decreased from \$400 to \$200.

Long Term Return Expectation. For the measurement date of June 30, 2020, the long-term return expectation has been determined by using a building-block approach and assumes a time horizon, as defined by INPRS Investment Policy Statement. A forecasted rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been established and the long-term expected nominal rate of return has been determined by calculating a weighted average of the expected real return premiums for each asset class, adding the projected inflation rate, and adding the expected return from rebalancing uncorrelated asset classes.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS
June 30, 2021

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Teacher's Retirement Plan (cont.)

	Target Asset Allocation %	Long-Term Expected Real Rate of Return % (Geometric Basis)
Public Equity	22%	4.4%
Private Equity	14	7.6
Fixed Income - Ex Inflation-Linked	20	1.9
Fixed Income - Inflation-Linked	7	.5
Commodities	8	1.6
Real Estate	7	5.8
Absolute Return	10	2.9
Risk Parity	12	5.5

Discount rate. The discount rate used to measure the total pension liability was 6.75% as of the measurement date of June 30, 2020 and is equal to the long-term expected return on plan investments.

Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the School's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate. For the June 30, 2020 measurement date, the following presents the School's proportional share of the net pension liability calculated using the discount rate of 6.75 percent, as well as what the School's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.75 percent) or 1-percentage-point higher (7.75 percent) than the current rate:

	1% Decrease to Discount Rate (5.75%)	Current Discount Rate (6.75%)	1% Increase to Discount Rate (7.75%)
School Corporation's proportionate share of the net pension (asset) liability	\$25,327,701	\$1,656,693	\$(17,485,418)

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Teacher's Retirement Plan (cont.)

INPRS issues publicly available financial information that includes financial statements and required supplementary information for the PERF and TRF plans that can be found at:

http://www.in.gov/inprs/files/2019_INPRSCAFRBook.pdf

Teachers' Pre-96 Retirement Fund

Plan Description. The School Corporation participates in the Teachers' Pre-1996 Defined Benefit Account, a pay-as-you-go, cost-sharing, multiple-employer defined benefit fund providing retirement, disability, and survivor benefits for teachers, administrators and certain INPRS employees. Administration of the account is generally in accordance with IC 5-10.2, IC 5-10.4, and 35 IAC 14. TRF Pre-'96 DB is the employer-funded defined benefit component of the Teachers' Hybrid Plan, and the Teachers' Hybrid Members Defined Contribution Account (see Defined Contribution Funds section) is the other component. Membership in TRF Pre-96 is closed to new entrants in accordance with GASB Cod.P20.178(b).

The state of Indiana assumes 100% of the net pension liability for the plan. The net pension liability associated with Evansville Vanderburgh School Corporation is \$281,329,167, as of the June 30, 2020 measurement date. The School's share of nonemployer contributing entity contributions made by the State of Indiana was \$26,505,591 for the year ended June 30, 2020.

Retirement Benefits – Defined Benefit Pension. Pension benefits vest after 10 years of creditable service. Members are immediately vested in their annuity savings account. At retirement, a member may choose to receive a lump sum payment of the amount credited to the member's annuity savings account, receive the amount as an annuity, or leave the contributions invested with INPRS. Vested Pre-96 TRF members leaving a covered position, who wait 30 days after termination, may withdraw their annuity savings account and will not forfeit creditable service or a full retirement benefit. However, if a member is eligible for a full retirement at the time of the withdrawal request, he/she will have to begin drawing his/her pension benefit in order to withdraw the annuity savings account. A nonvested member who terminates employment prior to retirement may withdraw his/her annuity savings account after 30 days, but by doing so, forfeits his/her creditable service. A member who returns to covered service and works no less than six (6) months in a covered position may reclaim his/her forfeited creditable service.

A member who has reached age 65 and has at least 10 years of creditable service is eligible for normal retirement and, as such, is entitled to 100 percent of the pension benefit component. This annual pension benefit is equal to 1.1 percent times the average annual compensation times the number of years or creditable service. The average annual compensation in this calculation uses the highest 20 calendar quarters of salary in a covered position. All 20 calendar quarters do not need to be continuous, but they must be in groups of four (4) consecutive calendar quarters. The same calendar quarter may not be included in two (2) difference groups. Member contributions paid by the employer on behalf of the member and severance pay up to \$2,000 are included as part of the member's annual compensation.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Teachers' Pre-96 Retirement Fund (cont.)

A member who has reached age 60 and has at least 15 years of creditable service is eligible for early retirement and, as such, is entitled to 100 percent of the pension benefit. A member who is at least 55 years old and whose age plus number of years of creditable services is at least 85 is entitled to 100 percent of the benefits described above.

A member who has reached at least age 50 and has at least 15 years of creditable service is eligible for early retirement with a reduced pension. A member retiring early receives a percentage of the normal annual pension benefit. The percentage of the pension benefit at retirement remains the same for the member's lifetime. For age 59, the early retirement percentage of the normal annual pension benefit is 89 percent. This amount is reduced five (5) percentage points per year (e.g., age 58 is 84 percent) to age 50 being 44 percent.

The monthly pension benefits for members in pay status may be increased periodically as cost of living adjustments (COLA). Such increases are not guaranteed by statute and have historically been provided on an "ad hoc" basis and can only be granted by the Indiana General Assembly.'

Retirement Benefits - Disability and Survivor Benefits. The Pre-96 TRF Plan also provides disability and survivor benefits. A member who has at least five (5) years of creditable service and becomes disabled while in active service, on FMLA leave, receiving workers' compensation benefits, or receiving employer-provided disability insurance benefits may retire for the duration of the disability, if the member has qualified for social security disability benefits and has furnished proof of the qualification. Pre-96 TRF classroom disability may be available for those who do not qualify for social security disability guidelines. The disability benefit is calculated the same as that for a normal retirement without reduction for early retirement. The minimum benefit is \$180 per month, or the actuarial equivalent.

Upon the death in service of a member with 15 or more years of creditable service as of January 1, 2007, a survivor benefit may be paid to the surviving spouse to whom the member had been married for two (2) or more years, or surviving dependent children under the age of 18. This payment is equal to the benefit which would have been payable to a beneficiary if the member had retired at age 50 or at death, whichever is later, under an effective election of the joint and survivor option available for retirement benefits. A surviving spouse or surviving dependent children are also entitled to a survivor benefit upon the death in service after January 1, 2007, of a member who was at least 65 years of age and had at least 10 but not more than 14 years of creditable service.

Contributions The Pre-96 TRF Plan is funded 100% from the State of Indiana through contributions as required by statute.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Teachers' Pre-96 Retirement Fund (cont.)

Pension Liabilities, Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For purposes of measuring the total pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Indiana Public Retirement System (INPRS) and additions to/deductions from INPRS's fiduciary net position have been determined on the same basis as they are reported by INPRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Revenue was recognized for the contributions made by the State on behalf of the School Corporation in accordance with GASB Cod. P20.182(j). Investments are reported at fair value. At June 30, 2021, the total pension liability is assumed by the State of Indiana and the School does not report any liability for the pension liability.

For the measurement date, year ended June 30, 2020, the School recognized pension expense of \$14,709,688 for the Pre-96 TRF Fund. No amounts were recognized for deferred outflows of resources and deferred inflows of resources.

For the year ended June 30, 2021, the School recognized \$14,709,688 of Non-employer Contributing Entity Contributions as revenue on the financial statements.

Actuarial Assumptions

The total pension liability in the June 30, 2020 actuarial valuation, which was used as the measurement date, was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation:	2.25%
Salary increases, including inflation:	2.50%-12.00% based on years of service
Cost of Living Increases:	2020-2021 - 13th check Beginning January 1, 2022 - 0.40% Beginning January 1, 2034 - 0.50% Beginning January 1, 2039 - 0.60%
Mortality:	Pub-2010 Public Retirement Plans Mortality Tables with a fully generational project of mortality improvements using SOA Scale MP-2019

The actuarial assumptions used in the June 30, 2020 valuation of the Teachers' Pre-1996 Defined Benefit Account were adopted by the INPRS Board in June 2020. The majority of the actuarial and methods are based on plan experience from July 1, 2014 through June 30, 2019 and were first used in the June 30, 2020 valuation. The INPRS Board adopted a funding policy in April 2014, and the policy was last updated in October 2018.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Teachers' Pre-96 Retirement Fund (cont.)

The June 30, 2019 valuations, the COLA assumption was changed due to passage of Senate Enrolled Act No. 373. In lieu of a 1.0 percent COLA beginning on January 1, 2020, INPRS assumes that the COLA will be replaced by a 13th check for 2020 and 2021. The COLA assumption thereafter, would be 0.4 percent beginning on January 1, 2022, change to 0.5 percent beginning on January 1, 2034, and ultimately 0.6 percent beginning on January 1, 2039.

Discount Rate

The discount rate used to measure the total pension liability was 6.75 percent, based on the June 30, 2020 measurement date. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that contributions from units will be made at contractually required rates, actuarially determined.

Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

B. RISK MANAGEMENT AND SELF INSURANCE

The School Corporation may be exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; job-related illnesses or injuries to employees; medical benefits to employees, retirees, and dependents; and natural disasters. These risks can be mitigated through the purchase of insurance, establishment of a self insurance fund, and/or participation in a risk pool. The purchase of insurance transfers the risk to an independent third-party. The establishment of a self-insurance fund allows the School Corporation to set aside money for claim settlements. The purpose of participation in a risk pool is to provide a medium for the funding and administration of the risks.

All of these risks are covered through the purchase of commercial insurance, with minimal deductibles. Settled claims have not exceeded the commercial coverage in any of the past three years. There were no significant reductions in coverage compared to the prior year.

Self Insurance

The primary government has chosen to establish a risk financing fund for risks associated with risk of loss related to employee health claims for School employees. The risk financing fund is accounted for in the Internal Service Fund where assets are set aside for claim settlements. An excess policy through commercial insurance covers individual claims in excess of \$500,000 per year. Settled claims resulting from this risk did not exceed commercial insurance coverage in the past three years. A premium is charged to each fund that accounts for employee payroll. The total charge allocated to each of the funds is based primarily upon the percentage of each fund's current year payroll as it relates to total payroll and are reported as interfund services provided and used. Provisions are also made for unexpected and unusual claims.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE IV - OTHER INFORMATION (cont.)

B. RISK MANAGEMENT AND SELF INSURANCE (cont.)

Self Insurance (cont.)

Claim expenditures and liabilities for the fund are reported when it is probable that a loss has occurred, and the amount of the loss can be reasonably estimated. Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amounts of payouts and other economic and social factors.

Claims Liability

	<u>Prior Year</u>	<u>Current Year</u>
Unpaid claims - Beginning of Year	\$ 1,586,456	\$ 2,415,597
Current year claims and changes in estimates	23,498,606	35,070,890
Claim payments	<u>(22,669,465)</u>	<u>(34,705,574)</u>
Unpaid Claims - End of Year	<u>\$ 2,415,597</u>	<u>\$ 2,780,913</u>

C. COMMITMENTS AND CONTINGENCIES

Claims and judgments are recorded as liabilities if all the conditions of Governmental Accounting Standards Board pronouncements are met. The liability and expenditure for claims and judgments are only reported in governmental funds if it has matured. Claims and judgments are recorded in the government-wide statements and proprietary funds as expenses when the related liabilities are incurred.

From time to time, the school corporation is party to various pending claims and legal proceedings. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of management and the school corporation attorney that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the school corporation's financial position or results of operations.

The school corporation has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursements to the grantor agency for expenditures disallowed under terms of the grants. Management believes such disallowances, if any, would be immaterial.

The school corporation has active construction projects as of June 30, 2021. Work that has been completed on these projects but not yet paid for (including contract retainages) is reflected as accounts payable and expenditures.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE IV - OTHER INFORMATION (cont.)

D. OTHER POSTEMPLOYMENT BENEFITS

General Information about the OPEB Plan

Plan description. The school corporation's single employer defined benefit OPEB plan provides OPEB medical, dental, and vision insurance coverage until age 65 or eligible for Medicare as follows:

- Teachers and Administrators: Age 55 with a minimum of 17 years of service
- Secretaries: Age 57 with a minimum of 18 years of service
- Custodian/Maintenance: Eligible at the earlier of age 56 with 10 years of service or PERF rule of 85
- Food and Nutrition: Age 50 with a minimum of 10 years of service
- Nurses: Age 60 with a minimum of 18 years of service
- Bus Drivers: Age 60 with a minimum of 20 years of service
- Individual Contract: Age 55 with a minimum of 20 years of service

The same benefits are available to retirees as active employees. All health plans are self-insured through the School Corporation. Retirees contribute the full retiree rates, with the exception of the following:

- The School Corporation contributes \$100 toward the monthly premium rate for secretaries
- If certain criteria is met, the district contributes \$100 toward the monthly premium for custodian/maintenance employees
- The School Corporation contributes \$50 toward the monthly premium rate for nurses

No assets were accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

Because the OPEB plan is operated on a pay-as-you-go basis, the employer contributions consisted of the benefit payments made during the year of \$1,537,706.

Employees covered by benefit terms. At June 30, 2021, the following employees were covered by the benefit terms:

Retiree Participants	117
Active Participants	<u>2,380</u>
Total Participants	<u><u>2,497</u></u>

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE IV - OTHER INFORMATION (cont.)

D. OTHER POSTEMPLOYMENT BENEFITS (cont.)

Total OPEB Liability

The school corporation's total OPEB liability of \$25,815,345 was measured as of January 1, 2021.

Actuarial assumptions and other inputs. The total OPEB liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.25% per year
Salary increases	General and teacher employees include a general wage inflation of 2.25% Merit increases range from .25% to 10.25%, dependent on years of service and employee type
Healthcare cost trend rates	8% in 2021 trending down to 4.5% in 2028 and beyond
Retirees' share of benefit-related costs	Retirees contribute the full retiree rates, excluding the individuals defined in the explicit subsidy section.

The discount rate was 2.12% based on the Bond Buyer's 20 bond index..

Under GASB 75, the discount rate used in valuing OPEB liabilities for unfunded plans as of the Measurement Date must be based on a yield for 20-year tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale). For the current valuation, the discount rate was selected from a range of indices from Bond Buyer GO 20-Bond Municipal Bond Index, S&P Municipal Bond 20-Year High Grade Rate Index, and Fidelity 20-Year GO Municipal Bond Index.

Mortality Assumptions:

- Healthy Teacher and Administrator retirees: SOA Pub-2010 Teacher Headcount-Weighted Mortality Table fully generational using Scale MP-2019
- Healthy General retirees: SOA Pub-2010 General Headcount-Weighted Mortality Table fully generational using Scale MP-2019
- Surviving Spouses: SOA Pub-2010 Continuing Survivor Headcount-Weighted Mortality Table fully generational using Scale MP-2019

No experience study was conducted for the actuarial valuation.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS
June 30, 2021

NOTE IV - OTHER INFORMATION (cont.)

D. OTHER POSTEMPLOYMENT BENEFITS (cont.)

Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Balances at June 30, 2021	\$ <u>23,590,971</u>
Changes for the year:	
Service cost	1,112,076
Interest	780,456
Differences between expected and actual experience	(512,824)
Changes in assumptions or other inputs	2,382,372
Benefit payments	<u>(1,537,706)</u>
Net changes	<u>2,224,374</u>
Balances at June 30, 2021	\$ <u><u>25,815,345</u></u>

Changes of assumptions and other inputs reflect a change in the discount rate from 3.26% at the beginning of the year and 2.12% at the end of the year.

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the school corporation, as well as what the school corporation's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.12 percent) or 1-percentage-point higher (3.12 percent) than the current discount rate:

	<u>1% Decrease (1.12%)</u>	<u>Discount Rate (2.12%)</u>	<u>1% Increase (3.12%)</u>
Total OPEB liability	\$ 28,128,630	\$ 25,815,345	\$ 23,711,734

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the total OPEB liability of the school corporation, as well as what the school corporation's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (6.5 percent decreasing to 3.5 percent) or 1-percentage-point higher (8.5 percent decreasing to 5.5 percent) than the current healthcare cost trend rates:

	<u>1% Decrease (6.5% Decreasing to 3.5%)</u>	<u>Healthcare Cost Trend Rates (7.5% Decreasing to 4.5%)</u>	<u>1% Increase (8.5% Decreasing to 5.5%)</u>
Total OPEB liability	\$ 22,641,668	\$ 25,815,345	\$ 29,643,804

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS
June 30, 2021

NOTE IV - OTHER INFORMATION (cont.)

D. OTHER POSTEMPLOYMENT BENEFITS (cont.)

***OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources
Related to OPEB***

For the year ended June 30, 2021, the school corporation recognized OPEB expense of \$2,278,795. At June 30, 2021, the school corporation reported \$4,121,224 for deferred outflows and \$455,848 for deferred inflows related to OPEB. Amounts reported as deferred outflows of resources related to OPEB will be recognized in OPEB expense as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 455,844
Changes of assumptions or other inputs	3,367,406	-
Contributions subsequent to the measurement date	753,818	-
Total	\$ 4,121,224	\$ 455,844

	Year Ended June 30,	Deferred Outflows of Resources and Deferred Inflows of Resources (Net)
2022		\$ 386,263
2023		386,263
2024		386,263
2025		386,263
2026		386,263
Thereafter		980,247

E. SUBSEQUENT EVENT

Bond Issuance. The School Corporation is issuing \$6,500,000 of General Obligation Bonds. The School Corporation plans to sell the bonds in late October and close in mid-November. The bonds will have a final maturity of January 15, 2026.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO FINANCIAL STATEMENTS June 30, 2021

NOTE IV - OTHER INFORMATION (cont.)

F. ACCOUNTING STANDARDS TO BE APPLIED IN FUTURE PERIODS

- Statement No. 87, *Leases*
- Statement No. 91, *Conduit Debt Obligations*
- Statement No. 92, *Omnibus 2020*
- Statement No. 93, *Replacement of Interbank Offered Rates*
- Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*
- Statement No. 96, *Subscription-Based Information Technology Arrangements*
- Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans - an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32*

The School Corporation is currently evaluating the effects, if any, these standards will have on its financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF THE SCHOOL'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 Public Employees' Retirement Fund
 Last 10 Fiscal Years*

<u>Fiscal Year Ended **</u>	<u>Proportion of the Net Pension Liability</u>	<u>Proportionate Share of the Net Pension Liability</u>	<u>Actual Covered Member Payroll</u>	<u>Net Pension Liability as a Percentage of Covered Payroll</u>	<u>Plan Fiduciary Net Position as a Percentage of Total Pension Liability</u>
June 30, 2021	0.72945%	\$ 22,032,266	\$ 39,379,977	55.9%	81.5%
June 30, 2020	0.74775%	24,713,614	38,958,267	63.4%	80.1%
June 30, 2019	0.71950%	24,441,741	36,712,879	66.6%	78.9%
June 30, 2018	0.70109%	31,279,435	34,782,267	89.9%	76.6%
June 30, 2017	0.70090%	31,809,958	33,591,430	94.7%	75.3%
June 30, 2016	0.66803%	27,208,208	31,997,221	85.0%	77.3%
June 30, 2015	0.66917%	17,585,353	32,670,683	53.8%	84.3%
June 30, 2014	0.68174%	23,350,134	32,731,653	71.3%	78.8%

Notes:

* Information presented for the years information is available.

** The data provided in the schedule is based as of the measurement date of INPRS (PERF) net pension liability, which is one year prior than the School Corporation's year end.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF SCHOOL CONTRIBUTIONS
 Public Employees' Retirement Fund
 Last 10 Fiscal Years*

Fiscal Year Ended *	Statutorily Required Contribution Percentage	Actual Employer Contributions	Actual Covered Member Payroll	Contributions as a Percentage of Covered Payroll
June 30, 2021	11.20%	\$ 4,501,487	\$ 40,400,299	11.14%
June 30, 2020	11.20%	4,395,541	39,379,977	11.16%
June 30, 2019	11.20%	4,353,370	38,958,267	11.17%
June 30, 2018	11.20%	4,097,183	36,712,879	11.16%
June 30, 2017	11.20%	3,875,059	34,782,267	11.14%
June 30, 2016	11.20%	3,735,130	33,591,430	11.12%
June 30, 2015	11.20%	3,551,208	31,997,221	11.10%
June 30, 2014	11.20%	3,362,434	32,670,683	10.29%

Notes:

* Information presented for the years information is available.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF THE SCHOOL'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 Teachers' Retirement Fund
 Last 10 Fiscal Years*

<u>Fiscal Year Ended **</u>	<u>Proportion of the Net Pension Liability (Asset)</u>	<u>Proportionate Share of the Net Pension Liability (Asset)</u>	<u>Actual Covered Member Payroll</u>	<u>Net Pension Liability as a Percentage of Covered Payroll</u>
June 30, 2021	2.12558%	\$ 1,656,693	\$ 73,323,306	2.3%
June 30, 2020	2.19537%	(3,153,850)	71,572,120	-4.4%
June 30, 2019	2.11948%	2,350,757	66,604,296	3.5%
June 30, 2018	2.03999%	13,508,747	61,596,019	21.9%
June 30, 2017	2.01985%	15,765,341	58,179,240	27.1%
June 30, 2016	1.95238%	10,280,803	53,511,037	19.2%
June 30, 2015	1.87290%	890,580	48,469,205	1.8%
June 30, 2014	1.60491%	5,046,986	39,111,274	12.9%

Notes:

* Information presented for the years information is available.

** The data provided in the schedule is based as of the measurement date of INPRS (PERF) net pension liability, which is one year prior than the Corporation's year end.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF SCHOOL CONTRIBUTIONS Teachers' Retirement Fund Last 10 Fiscal Years*

<u>Fiscal Year Ended *</u>	<u>Statutorily Required Contribution Percentage</u>	<u>Actual Employer Contributions</u>	<u>Actual Covered Member Payroll</u>	<u>Contributions as a Percentage of Covered Payroll</u>
June 30, 2021	5.50%	\$ 4,244,473	\$ 75,629,835	5.61%
June 30, 2020	5.50%	4,055,477	73,323,306	5.53%
June 30, 2019	7.50%	5,367,882	71,572,120	7.50%
June 30, 2018	7.50%	4,995,357	66,604,296	7.50%
June 30, 2017	7.50%	4,619,718	61,596,019	7.50%
June 30, 2016	7.50%	4,363,417	58,179,240	7.50%
June 30, 2015	7.50%	4,012,668	53,511,037	7.50%
June 30, 2014	7.50%	3,637,059	48,469,205	7.50%

Notes:

* Information presented for the years information is available.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY Last 10 Years*

TOTAL OPEB LIABILITY	Fiscal Year Ended June 30,	
	2021	2020
TOTAL OPEB LIABILITY		
Interest	\$ 780,456	\$ 896,266
Service cost	1,112,076	900,428
Changes in assumptions	2,382,372	1,606,812
Differences between expected and actual experience	(512,824)	-
Benefit payments	<u>(1,537,706)</u>	<u>(1,423,801)</u>
Net change in total OPEB liability	2,224,374	1,979,705
Total OPEB liability - beginning of year	<u>23,590,971</u>	<u>21,611,266</u>
Total OPEB liability - end of year (1)	<u>\$25,815,345</u>	<u>\$23,590,971</u>
PLAN FIDUCIARY NET POSITION		
Contributions	\$ 1,537,706	\$ 1,423,801
Benefit payments	<u>(1,537,706)</u>	<u>(1,423,801)</u>
Net change in Plan Fiduciary Net Position	<u>-</u>	<u>-</u>
Plan fiduciary net position - beginning of year	<u>-</u>	<u>-</u>
Plan fiduciary net position - end of year (2)	<u>\$ -</u>	<u>\$ -</u>
Net OPEB Liability	<u>\$25,815,345</u>	<u>\$23,590,971</u>

Notes to Schedule:

*Information presented for the years information is available

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF NET OPEB LIABILITY
Last 10 Years*

	Fiscal Year Ended June 30,	
	2021	2020
1. Total OPEB Liability	\$ 25,815,345	\$ 23,590,971
2. Plan Fiduciary Net Position	-	-
3. Net OPEB Liability	<u>\$ 25,815,345</u>	<u>\$ 23,590,971</u>
4. Plan Fiduciary Net Position as a Percentage of Total OPEB Liability = (2) / (1)	0%	0%
5. Covered Payroll	\$ 106,749,524	\$ 104,400,512
6. Total OPEB Liability as a Percentage of Covered Payroll = (3) / (5)	24.2%	22.6%

Notes to Schedule:

*Information presented for the years information is available

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF EMPLOYER CONTRIBUTIONS
 Last 10 Years*

	Fiscal Year Ended June 30,	
	2021	2020
OPEB Contributions		
Actuarially determined contribution**	\$ -	\$ -
Actual employer contributions	1,537,706	1,423,801
Contribution excess	<u>\$ (1,537,706)</u>	<u>\$ (1,423,801)</u>
Covered payroll	\$ 106,749,524	\$ 104,400,512
Contributions as a percentage of covered - employee payroll	1.44%	1.36%

Notes to schedule:

* Information presented for the years information is available

**Not Available

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYERS SHARE OF NONEMPLOYER CONTRIBUTING ENTITY CONTRIBUTIONS
Pre-96 Teacher Retirement Fund
Last 10 Fiscal Years*

<u>Fiscal Year Ended **</u>	<u>Employer Share of the Non-Employer Contributing Entity Contributions</u>
June 30, 2021	\$ 26,505,591
June 30, 2020	25,761,202
June 30, 2019	25,149,267

Notes:

* Information presented for the years information is available.

** The data provided in the schedule is based as of the measurement date of INPRS (PERF) net pension liability, which is one year prior than the School Corporation's year end.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

REQUIRED SUPPLEMENTARY INFORMATION
 BUDGETARY COMPARISON SCHEDULE - NON-GAAP BASIS
 EDUCATION FUND
 For the Year Ended June 30, 2021

	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 157,085,031	\$ 157,085,031	\$ 158,324,827	\$ 1,239,796
Miscellaneous	950,000	950,000	403,912	(546,088)
Unbudgeted	-	-	1,233,777	1,233,777
Total Revenues	158,035,031	158,035,031	159,962,516	1,927,485
Expenditures:				
General government:				
Instruction				
Personal services	117,725,194	117,789,258	111,784,374	6,004,884
Supplies	288,098	715,925	657,143	58,782
Other services and charges	1,118,273	1,327,688	1,031,507	296,181
Capital outlays	53,062	9,464	9,464	-
Support services				
Personal services	24,168,072	24,179,381	22,668,610	1,510,771
Supplies	265,907	432,187	282,577	149,610
Other services and charges	1,061,133	1,070,066	254,297	815,769
Capital outlays	102,974	6,900	2,775	4,125
Total Expenditures	144,782,713	145,530,869	136,690,747	8,840,122
Excess (Deficiency) of Revenues Over (Under) Expenditures	13,252,318	12,504,162	23,271,769	10,767,607
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	-	(22,527,612)	22,527,612
Total Other Financing Sources (Uses)	-	-	(22,527,612)	22,527,612
Net Changes in Fund Balances	13,252,318	12,504,162	744,157	(11,760,005)
Fund Balance - Beginning	18,790,693	18,790,693	18,790,693	-
Fund Balance - Ending	\$ 32,043,011	\$ 31,294,855	\$ 19,534,850	\$ (11,760,005)

See notes to required supplementary information

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE - NON-GAAP BASIS
OPERATIONS FUND
For the Year Ended June 30, 2021

	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes				
Property	\$ 41,685,985	\$ 56,792,165	\$ 32,900,223	\$ (23,891,942)
Intergovernmental	3,917,585	3,550,915	4,359,968	809,053
Interest	800,000	800,000	245,307	(554,693)
Miscellaneous	11,669,819	11,669,819	3,134,424	(8,535,395)
Loans	-	-	31,277	31,277
Unbudgeted	-	(7,226,413)	11,520,411	18,746,824
Total Revenues	58,073,389	65,586,486	52,191,610	(13,394,876)
Expenditures:				
General government:				
Support services				
Personal services	28,150,646	29,723,509	27,989,030	1,734,479
Supplies	3,342,009	10,325,210	8,977,201	1,348,009
Other services and charges	16,505,855	10,148,061	10,014,737	133,324
Capital outlays	9,194,581	69,222	30,867	38,355
Community services				
Personal services	4,251,413	4,289,209	3,200,810	1,088,399
Supplies	315,250	315,893	190,869	125,024
Other services and charges	1,159,950	1,164,897	1,009,072	155,825
Capital outlays	5,000	-	-	-
Facilities acquisition and instruction				
Personal services	1,000,000	1,000,000	870,661	129,339
Supplies	-	454,786	370,483	84,303
Other services and charges	3,593,093	5,653,464	3,834,762	1,818,702
Capital outlays	18,279,090	450,000	-	450,000
Non-program				
Other services and charges	-	-	9,302,167	(9,302,167)
Total Expenditures	85,796,887	63,594,251	65,790,659	(2,196,408)
Excess (deficiency) of revenues over (under) expenditures	(27,723,498)	1,992,235	(13,599,049)	(15,591,284)
Other Financing Sources (Uses):				
Transfers in	20,000,000	25,196,466	21,000,000	(4,196,466)
Transfers out	-	-	(500,000)	500,000
Total Other Financing Sources (Uses)	20,000,000	25,196,466	20,500,000	(3,696,466)
Net Changes in Fund Balances	(7,723,498)	27,188,701	6,900,951	(20,287,750)
Fund Balance - Beginning	21,154,270	21,154,270	21,154,270	-
Fund Balance - Ending	\$ 13,430,772	\$ 48,342,971	\$ 28,055,221	\$ (20,287,750)

See notes to required supplementary information

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

REQUIRED SUPPLEMENTARY INFORMATION BUDGET/GAAP RECONCILIATION EDUCATION AND OPERATIONS FUND For the Year Ended June 30, 2021

The major differences between Budgetary (Non-GAAP) basis and GAAP basis are:

- a. Revenues are recorded when received in cash (budgetary) as opposed to susceptible to accrual (GAAP)
- b. Expenditures are recorded when paid in cash (budgetary) as opposed to when the liability is incurred (GAAP)

Adjustments necessary to convert the results of operations at the end of the year on a budgetary basis to a GAAP basis are as follows:

	Education Fund	Operations Fund
Net changes in fund balances (budgetary basis)	\$ 744,157	\$ 6,900,951
Adjustments:		
Net change in fund balance Jan-Jun 2020	635,042	(10,343,749)
Net change in fund balance Jan-Jun 2021	(2,420,712)	11,740,711
To adjust revenues for accruals	-	(1,415,991)
To adjust expenditures for accruals	873,669	1,693,522
To adjust for Rainy Day fund activity	-	500,000
Net Change in Fund Balance (GAAP Basis)	<u>\$ (167,844)</u>	<u>\$ 9,075,444</u>

See notes to required supplementary information

EVANSVILLE VANDERBURGH SCHOOL CORPORATION, INDIANA

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION June 30, 2021

NOTE 1 – BUDGETS AND BUDGETARY ACCOUNTING

The Evansville Vanderburgh School Corporation, Indiana (the "School") follows these procedures in establishing the budgetary data reflected in the budgetary comparison schedules:

1. The Chief Financial Officer submits to the School Board a proposed operating budget for the calendar year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
2. The School advertises the budget prior to adoption and the School Board holds public hearings to obtain taxpayer comments.
3. The budget is approved in September of each year by the School Board through passage of an ordinance.
4. Copies of the budget ordinance and advertisements are sent to the Indiana Department of Local Government Finance. The budget becomes legally enacted after the Chief Financial Officer receives approval from the Indiana Department of Local Government Finance. The budget ordinance as approved by the Indiana Department of Local Government Finance becomes the School's expenditures budget. The School's maximum tax levy is restricted by Indiana Law, with certain adjustments and exceptions. If the advertised budget exceeds the spending and tax limits of the state control laws, an excess levy can be granted by the Indiana Department of Local Government Finance, upon appeal by the School.
5. The legal level of budgetary control (the level at which expenditures may not exceed appropriations without the governing body's approval) is by object classification for all funds except for the Education and Operations Funds, which is by object classification within each department. The School's management cannot transfer budgeted appropriations between object classifications of a budget without approval of the School Board. Any revisions that alter the total appropriations for any fund or any department of the General fund must be approved by the School Board and in some instances, by the Indiana Department of Local Government Finance.
6. Formal budgetary integration is required by the State Statute and is employed as a management control device. An annual budget was legally adopted for the following funds:

Major fund:	Education Fund
	Operations Fund
	Debt Service
	Exempt Debt Service/Referendum

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

June 30, 2021

NOTE 2 – PENSION PLANS

PERF Plan:

Actuarial cost method	Entry age normal (level percent of payroll)
Experience study date	Period of 5 years ended June 30, 2019
Investment rate of return	6.75%, net of investment expense, including inflation
Asset valuation method	Five-year smoothing of gains and losses on the Fair Value of Assets.
Inflation	2.25%
Salary increases	2.50% to 8.75% based on age
Mortality	Pub 2010 Public Retirement Plans Mortality Table with fully generational improvements using SOA scale MP-2019

Change in Assumptions. The future salary increase assumption changed from an age-based table ranging from 2.50 percent to 4.25 percent to a service-based table ranging from 2.75 percent to 8.75 percent.

The mortality assumption changed from the RP-2014 (with MP-2014 improvement removed) Total Data Set Mortality Tables projected on a fully generational basis using the future mortality improvement scale inherent in the mortality projection included in the Social Security Administration's 2014 Trustee Report to the Pub-2010 Public Retirement Plans Mortality Tables with a fully generational projection of mortality improvements using SOA Scale MP-2019. Specific mortality table variants and adjustments are used for different subpopulations.

The retirement assumption was updated based on recent experience and was updated from an age- and service-based table to an age-based table dependent on eligibility for a reduced benefit or unreduced benefit. Additionally, for actives who are eligible for early retirement (reduced benefit), 30 percent are now assumed to commence benefits immediately and 70 percent are assumed to commence benefits at unreduced retirement eligibility. Previously 33 percent of actives were assumed to commence benefits with early retirement while 67 percent were assumed to wait for unreduced retirement eligibility.

The termination assumption was updated based on recent experience. For state members the tables were combined from being split by salary and sex to being one unisex service-based table. For members in political subdivisions earning more than \$20,000, the sex-distinct tables were combined to one unisex service-based table. For members in political subdivisions earning less than \$20,000, the sex-distinct age-based table was maintained and the rates were updated based on experience.

The disability assumption was updated based on recent experience study.

The marital assumption was updated based on recent experience. 80 percent of male members and 65 percent of female members are assumed to be married or to have a dependent beneficiary. Previously, 75 percent of male members and 60 percent of female members were assumed to be married or to have a dependent beneficiary.

The load placed on the final average earnings to account for additional wages received upon termination, such as severance pay or unused sick leave, decreased from \$400 to \$200.

Plan Amendments. There were no changes in the plan provisions during the fiscal year.

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

June 30, 2021

NOTE 2 – PENSION PLANS (cont.)

TRF Plan:

- a) The actuarial assumptions and methods used in the June 30, 2019 valuation of the Teachers' 1996 Defined Benefit Account were adopted by the INPRS Board in May 2019. The majority of the actuarial assumptions and methods are based on plan experience from July 1, 2011, through June 30, 2014, and were first used in the June 30, 2015, valuation. The INPRS Board adopted a funding policy in April 2014, and the policy was last updated in October 2018.

PRE 96 TRF plan:

- b) The actuarial assumptions and methods used in the June 30, 2019 valuation of the Teachers' Pre-1996 Defined Benefit Account were adopted by the INPRS Board in May 2019. The majority of the actuarial assumptions and methods are based on plan experience from July 1, 2011, through June 30, 2014, and were first used in the June 30, 2015, valuation. The INPRS Board adopted a funding policy in April 2014, and the policy was last updated in October 2018.

NOTE 3 – OPEB PLAN

Cost method	Entry Age Normal Level % of Salary method
Amortization method	N/A
Assumptions:	
Discount rate	2.12% as of January 1, 2021; 3.26% as of January 1, 2020
Discount rate basis	Tax-exempt general obligation bond 20-year rate index
Inflation rate	2.25% per annum
Investment return	Not applicable since the plan is not currently prefunded
Disability	None assumed

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

June 30, 2021

NOTE 3 – OPEB PLAN (cont.)

Mortality and mortality improvement	<p>Healthy Teacher and Administrator retirees: SOA Pub-2010 Teacher Headcount Weighted Mortality Table fully Generational using Scale MP-2019</p> <p>Healthy General retirees; SOA Pub-2010 General Headcount Weighted Mortality Table fully generational using Scale MP-2019</p> <p>Surviving Spouses: SOA Pub-2010 Continuing Survivor Headcount Weighted Mortality Table fully generational using Scale MP-2019</p>
Health care coverage election rate	<p>Active employees with current coverage: 45%</p> <p>Active employees with no coverage: 0%</p> <p>Inactive employees with current coverage: 100%</p> <p>Inactive employees with no coverage 0%</p>
Retirement rates:	<p>General employee retirement rates are based on those used in the Public Employees Retirement Fund (PERF) actuarial valuation as of June 30, 2019. Teacher and Administrator retirement rates are based on the Teachers' Retirement Fund 1996 actuarial valuation as of June 30, 2019.</p>

General Employees

Age	< 10 YOS	10 YOS	20YOS	30YOS
55	0.0%	0.0%	5.0%	14.0%
60	0.0%	0.0%	12.0%	12.0%
65	0.0%	30.0%	30.0%	30.0%
75+	0.0%	100.0%	100.0%	100.0%

Teachers/Administrators

Age	< 10 YOS	10 YOS	20YOS	30YOS
55	0.0%	0.0%	5.0%	15.0%
60	0.0%	0.0%	20.0%	20.0%
65	0.0%	45.0%	45.0%	45.0%
70+	0.0%	100.0%	100.0%	100.0%

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

June 30, 2021

NOTE 3 – OPEB PLAN (cont.)

Termination: Rates represent the probability of termination in the next 12 months.

General - Male

Age	0 YOS	2 YOS	5 YOS	7 YOS	9 YOS	10+ YOS
20	23%	23%	17%	12%	7%	7%
30	22%	19%	13%	12%	7%	7%
40	17%	14%	10%	9%	5%	5%
50	14%	9%	9%	7%	4%	4%
60	13%	7%	7%	7%	4%	4%

General - Female

Age	0 YOS	2 YOS	5 YOS	7 YOS	9 YOS	10+ YOS
20	23%	23%	17%	12%	8%	8%
30	21%	21%	14%	12%	8%	8%
40	18%	16%	12%	9%	8%	6%
50	16%	15%	9%	9%	6%	6%
60	16%	11%	9%	9%	6%	6%

Teachers/Administrators

YOS	Age	Male	Female
0		35.00%	35.00%
2		11.00%	11.00%
4		8.00%	8.00%
6		6.00%	6.00%
8		4.50%	5.00%
10+	30	2.25%	3.00%
	40	2.25%	2.00%
	50	2.25%	2.00%
	60	2.25%	2.00%

* age-based rates apply only if 10 or more years of service.

Spouse: Retiree health care coverage converts to COBRA for surviving spouse upon death of the member (retired or active)

Per capita claims cost: Varies by age, status and plan; representative rates follow:

Age	Plan A		Plan C		Plan E	
	Male	Female	Male	Female	Male	Female
< 55	\$ 11,900	\$ 13,400	\$ 10,700	\$ 12,100	\$ 9,900	\$ 11,200
55 - 59	\$ 16,000	\$ 15,500	\$ 14,400	\$ 13,900	\$ 13,400	\$ 13,000
60 - 64	\$ 21,700	\$ 19,100	\$ 19,500	\$ 17,200	\$ 18,200	\$ 16,000

Age	Plan F		Plan G		Plan H	
	Male	Female	Male	Female	Male	Female
< 55	\$ 9,300	\$ 10,500	\$ 8,900	\$ 10,100	\$ 7,200	\$ 8,200
55 - 59	\$ 12,500	\$ 12,100	\$ 12,000	\$ 11,700	\$ 9,800	\$ 9,400
60 - 64	\$ 16,900	\$ 14,900	\$ 16,300	\$ 14,400	\$ 13,200	\$ 11,600

No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement No. 75.

SUPPLEMENTARY INFORMATION

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS June 30, 2021

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 14,992,267	\$ -	\$ 16,413,692	\$ 31,405,959
Receivables:				
Intergovernmental receivable	2,408,501	-	-	2,408,501
Interest	257	-	-	257
Restricted cash and cash equivalents	-	13,049,348	-	13,049,348
Total Assets	17,401,025	13,049,348	16,413,692	46,864,065
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	631,601	-	1,309,263	1,940,864
Accrued wages and payroll withholding	1,246,903	-	-	1,246,903
Advances from other funds	2,553,756	-	-	2,553,756
Total Liabilities	4,432,260	-	1,309,263	5,741,523
Fund balances:				
Restricted	4,477,589	13,049,348	-	17,526,937
Committed	9,887,319	-	15,104,429	24,991,748
Unassigned (deficit)	(1,396,143)	-	-	(1,396,143)
Total Fund Balances	12,968,765	13,049,348	15,104,429	41,122,542
Total Liabilities and Fund Balances	\$ 17,401,025	\$ 13,049,348	\$ 16,413,692	\$ 46,864,065

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
NONMAJOR GOVERNMENTAL FUNDS

For the year ended June 30, 2021

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Nonmajor Funds
REVENUES				
Local sources	\$ 7,297,309	\$ 118	\$ -	\$ 7,297,427
State sources	2,562,744	-	-	2,562,744
Federal sources	37,721,008	2,399,160	-	40,120,168
Other	145,037	692	-	145,729
Total Revenues	<u>47,726,098</u>	<u>2,399,970</u>	<u>-</u>	<u>50,126,068</u>
EXPENDITURES				
Current:				
Instruction	10,555,724	-	-	10,555,724
Support services	25,809,321	511	556,328	26,366,160
Community services	13,323,565	-	-	13,323,565
Facilities acquisition and construction	87,450	-	9,338,176	9,425,626
Nonprogrammed charges	3,756,087	-	-	3,756,087
Debt service:				
Principal paid on debt	-	9,820,000	-	9,820,000
Principal paid on loans	44,142	-	-	44,142
Interest on debt	4,222	6,299,598	9,130	6,312,950
Total Expenditures	<u>53,580,511</u>	<u>16,120,109</u>	<u>9,903,634</u>	<u>79,604,254</u>
Excess (Deficiency) of Revenues (Under) Expenditures	<u>(5,854,413)</u>	<u>(13,720,139)</u>	<u>(9,903,634)</u>	<u>(29,478,186)</u>
OTHER FINANCING SOURCES				
Debt proceeds	-	-	6,625,000	6,625,000
Common school loan proceeds	5,514,248	-	-	5,514,248
Temporary loans	-	-	1,436	1,436
Transfer in	2,028,162	16,052,500	-	18,080,662
Transfer out	(505,927)	-	-	(505,927)
Total Other Financing Sources	<u>7,036,483</u>	<u>16,052,500</u>	<u>6,626,436</u>	<u>29,715,419</u>
Net Change in Fund Balance	<u>1,182,070</u>	<u>2,332,361</u>	<u>(3,277,198)</u>	<u>237,233</u>
FUND BALANCE -				
BEGINNING AS PREVIOUSLY STATED	<u>8,739,627</u>	<u>10,716,987</u>	<u>18,381,627</u>	<u>37,838,241</u>
Adjustment to fund balance - correction of an error, see footnote	<u>3,047,068</u>	<u>-</u>	<u>-</u>	<u>3,047,068</u>
FUND BALANCE, BEGINNING AS RESTATED	<u>11,786,695</u>	<u>10,716,987</u>	<u>18,381,627</u>	<u>40,885,309</u>
FUND BALANCE -				
END OF YEAR	<u>\$ 12,968,765</u>	<u>\$ 13,049,348</u>	<u>\$ 15,104,429</u>	<u>\$ 41,122,542</u>

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS
June 30, 2021

	Investments for Tax Levy Funds	Post Retirement/ Severance Bond	School Lunch	Textbook Rental	Workman's Comp	Formative Assessment	State Medicaid	SEC Schools 18
ASSETS								
Cash and cash equivalents	\$ -	\$ 2,731,471	\$ 2,271,743	\$ 1,455,322	\$ 2,164,106	\$ -	\$ 19,612	\$ -
Receivables								
Intergovernmental receivable	-	-	-	-	-	-	-	-
Interest	-	-	54	62	107	-	-	-
Total Assets	<u>-</u>	<u>2,731,471</u>	<u>2,271,797</u>	<u>1,455,384</u>	<u>2,164,213</u>	<u>-</u>	<u>19,612</u>	<u>-</u>
LIABILITIES AND FUND BALANCE								
Liabilities:								
Accounts payable	-	-	-	488,135	-	-	-	-
Accrued wages and payroll withholding	-	22,060	76,904	4,857	-	-	-	3,393
Due to another fund	-	-	-	-	-	-	-	25,472
Total Liabilities	<u>-</u>	<u>22,060</u>	<u>76,904</u>	<u>492,992</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>28,865</u>
Fund balances:								
Restricted	-	2,709,411	-	962,392	-	-	-	-
Committed	-	-	2,194,893	-	2,164,213	-	19,612	-
Unassigned (deficit)	-	-	-	-	-	-	-	(28,865)
Total Fund Balances	<u>-</u>	<u>2,709,411</u>	<u>2,194,893</u>	<u>962,392</u>	<u>2,164,213</u>	<u>-</u>	<u>19,612</u>	<u>(28,865)</u>
Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ 2,731,471</u>	<u>\$ 2,271,797</u>	<u>\$ 1,455,384</u>	<u>\$ 2,164,213</u>	<u>\$ -</u>	<u>\$ 19,612</u>	<u>\$ -</u>

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS
June 30, 2021

	Alternative Education	Early Intervention 17-18	Lily Counseling	NESP 17-18	Common School 17-18	High Ability Grants	Title I 17-18	Title II Funds
ASSETS								
Cash and cash equivalents	\$ 135,528	\$ 17,908	\$ 396,409	\$ 75,817	\$ -	\$ 30,387	\$ -	\$ -
Receivables								
Intergovernmental receivable	-	-	-	-	-	-	371,252	57,193
Interest	-	-	-	-	-	-	-	-
Total Assets	<u>135,528</u>	<u>17,908</u>	<u>396,409</u>	<u>75,817</u>	<u>-</u>	<u>30,387</u>	<u>371,252</u>	<u>57,193</u>
LIABILITIES AND FUND BALANCE								
Liabilities:								
Accounts payable	-	-	-	-	-	-	-	-
Accrued wages and payroll withholding	10,928	-	26,524	8,407	-	-	188,545	32,388
Due to another fund	-	-	-	-	-	-	371,252	57,194
Total Liabilities	<u>10,928</u>	<u>-</u>	<u>26,524</u>	<u>8,407</u>	<u>-</u>	<u>-</u>	<u>559,797</u>	<u>89,582</u>
Fund balances:								
Restricted	124,600	17,908	369,885	67,410	-	30,387	-	-
Committed	-	-	-	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-	-	(188,545)	(32,389)
Total Fund Balances	<u>124,600</u>	<u>17,908</u>	<u>369,885</u>	<u>67,410</u>	<u>-</u>	<u>30,387</u>	<u>(188,545)</u>	<u>(32,389)</u>
Total Liabilities and Fund Balances	<u>\$ 135,528</u>	<u>\$ 17,908</u>	<u>\$ 396,409</u>	<u>\$ 75,817</u>	<u>\$ -</u>	<u>\$ 30,387</u>	<u>\$ 371,252</u>	<u>\$ 57,193</u>

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS
June 30, 2021

	McKinney- Vento	Special Education Funds	Title IV, Part A	Perkins	Medicaid/ Federal/ Riley	Medicaid/ Federal/ Bass	Cohort 8 Yr 1	YMCA Cohort 7 Yr.4
ASSETS								
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ 18,441	\$ 365,684	\$ -	\$ -
Receivables								
Intergovernmental receivable	2,100	397,055	25,230	-	-	-	106,366	6,465
Interest	-	-	-	-	-	-	-	-
Total Assets	<u>2,100</u>	<u>397,055</u>	<u>25,230</u>	<u>-</u>	<u>18,441</u>	<u>365,684</u>	<u>106,366</u>	<u>6,465</u>
LIABILITIES AND FUND BALANCE								
Liabilities:								
Accounts payable	-	-	-	47,150	-	-	-	-
Accrued wages and payroll withholding	2,539	219,090	6,539	7,512	-	1,256	5,297	-
Due to another fund	<u>2,100</u>	<u>397,055</u>	<u>25,230</u>	<u>69,809</u>	<u>-</u>	<u>-</u>	<u>107,821</u>	<u>-</u>
Total Liabilities	<u>4,639</u>	<u>616,145</u>	<u>31,769</u>	<u>124,471</u>	<u>-</u>	<u>1,256</u>	<u>113,118</u>	<u>-</u>
Fund balances:								
Restricted	-	-	-	-	-	-	-	-
Committed	-	-	-	-	18,441	364,428	-	6,465
Unassigned (deficit)	<u>(2,539)</u>	<u>(219,090)</u>	<u>(6,539)</u>	<u>(124,471)</u>	<u>-</u>	<u>-</u>	<u>(6,752)</u>	<u>-</u>
Total Fund Balances	<u>(2,539)</u>	<u>(219,090)</u>	<u>(6,539)</u>	<u>(124,471)</u>	<u>18,441</u>	<u>364,428</u>	<u>(6,752)</u>	<u>6,465</u>
Total Liabilities and Fund Balances	<u>\$ 2,100</u>	<u>\$ 397,055</u>	<u>\$ 25,230</u>	<u>\$ -</u>	<u>\$ 18,441</u>	<u>\$ 365,684</u>	<u>\$ 106,366</u>	<u>\$ 6,465</u>

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS
June 30, 2021

	Med Fed/ Butler	Title III (new)	School Improvement Grants	Levy Excess	PBIS-SW Behavior	Misc/Donations	CSF #1	STEM PRIME Math
ASSETS								
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ 69,343	\$ 1,225,472	\$ -	\$ -
Receivables								
Intergovernmental receivable	-	2,713	41,870	-	-	-	30,300	-
Interest	-	-	-	-	-	34	-	-
Total Assets	<u>-</u>	<u>2,713</u>	<u>41,870</u>	<u>-</u>	<u>69,343</u>	<u>1,225,506</u>	<u>30,300</u>	<u>-</u>
LIABILITIES AND FUND BALANCE								
Liabilities:								
Accounts payable	-	-	-	-	-	-	-	-
Accrued wages and payroll withholding	-	1,011	27,475	-	-	16,410	-	-
Due to another fund	-	2,713	41,870	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>3,724</u>	<u>69,345</u>	<u>-</u>	<u>-</u>	<u>16,410</u>	<u>-</u>	<u>-</u>
Fund balances:								
Restricted	-	-	-	-	-	-	30,300	-
Committed	-	-	-	-	69,343	1,209,096	-	-
Unassigned (deficit)	-	(1,011)	(27,475)	-	-	-	-	-
Total Fund Balances	<u>-</u>	<u>(1,011)</u>	<u>(27,475)</u>	<u>-</u>	<u>69,343</u>	<u>1,209,096</u>	<u>30,300</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ 2,713</u>	<u>\$ 41,870</u>	<u>\$ -</u>	<u>\$ 69,343</u>	<u>\$ 1,225,506</u>	<u>\$ 30,300</u>	<u>\$ -</u>

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS
June 30, 2021

	State Connectivity	E-Learning LC	1003g-Cedar Hall	Full Service 1	YMCA C9 Yr 2	ESSER III
ASSETS						
Cash and cash equivalents	\$ -	\$ 174,196	\$ -	\$ -	\$ -	\$ -
Receivables						
Intergovernmental receivable	-	-	12,545	-	-	-
Interest	-	-	-	-	-	-
Total Assets	<u>-</u>	<u>174,196</u>	<u>12,545</u>	<u>-</u>	<u>-</u>	<u>-</u>
LIABILITIES AND FUND BALANCE						
Liabilities:						
Accounts payable	-	-	-	-	-	87,450
Accrued wages and payroll withholding	-	8,900	864	7,430	-	3,107
Due to another fund	-	-	12,545	-	6,465	-
Total Liabilities	<u>-</u>	<u>8,900</u>	<u>13,409</u>	<u>7,430</u>	<u>6,465</u>	<u>90,557</u>
Fund balances:						
Restricted	-	165,296	-	-	-	-
Committed	-	-	-	-	-	-
Unassigned (deficit)	-	-	(864)	(7,430)	(6,465)	(90,557)
Total Fund Balances	<u>-</u>	<u>165,296</u>	<u>(864)</u>	<u>(7,430)</u>	<u>(6,465)</u>	<u>(90,557)</u>
Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ 174,196</u>	<u>\$ 12,545</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS
June 30, 2021

	ESSER II	GEERF	CARES Act	Project Aware 20-21	Athletics	Extra Curricular Accounts	Total Special Revenue Funds
ASSETS							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,840,828	\$ 14,992,267
Receivables							
Intergovernmental receivable	465,399	-	885,603	4,410	-	-	2,408,501
Interest	-	-	-	-	-	-	257
Total Assets	<u>465,399</u>	<u>-</u>	<u>885,603</u>	<u>4,410</u>	<u>-</u>	<u>3,840,828</u>	<u>17,401,025</u>
LIABILITIES AND FUND BALANCE							
Liabilities:							
Accounts payable	-	7,455	1,411	-	-	-	631,601
Accrued wages and payroll withholding	419,916	-	141,028	4,523	-	-	1,246,903
Due to another fund	<u>465,399</u>	<u>-</u>	<u>957,250</u>	<u>11,581</u>	<u>-</u>	<u>-</u>	<u>2,553,756</u>
Total Liabilities	<u>885,315</u>	<u>7,455</u>	<u>1,099,689</u>	<u>16,104</u>	<u>-</u>	<u>-</u>	<u>4,432,260</u>
Fund balances:							
Restricted	-	-	-	-	-	-	4,477,589
Committed	-	-	-	-	-	3,840,828	9,887,319
Unassigned (deficit)	<u>(419,916)</u>	<u>(7,455)</u>	<u>(214,086)</u>	<u>(11,694)</u>	<u>-</u>	<u>-</u>	<u>(1,396,143)</u>
Total Fund Balances	<u>(419,916)</u>	<u>(7,455)</u>	<u>(214,086)</u>	<u>(11,694)</u>	<u>-</u>	<u>3,840,828</u>	<u>12,968,765</u>
 Total Liabilities and Fund Balances	<u>\$ 465,399</u>	<u>\$ -</u>	<u>\$ 885,603</u>	<u>\$ 4,410</u>	<u>\$ -</u>	<u>\$ 3,840,828</u>	<u>\$ 17,401,025</u>

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE NONMAJOR GOVERNMENTAL FUNDS SPECIAL REVENUE FUNDS For the Year Ended June 30, 2021

	Investments for Tax Levy Funds	Post Retirement/ Severance Bond	School Lunch	Textbook Rental	Workman's Comp	Formative Assessment	State Medicaid	SEC Schools 18	Alternative Education
REVENUES									
Local sources	\$ -	\$ -	\$ 1,877,958	\$ 533,862	\$ 197,312	\$ -	\$ -	\$ -	\$ -
State sources	-	-	83,511	947,298	-	231,936	98,711	151,293	277,519
Federal sources	-	-	12,204,358	-	-	-	-	-	-
Other	-	-	134	63	-	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>14,165,961</u>	<u>1,481,223</u>	<u>197,312</u>	<u>231,936</u>	<u>98,711</u>	<u>151,293</u>	<u>277,519</u>
EXPENDITURES									
Current:									
Instruction	-	-	-	-	-	-	-	3,307	-
Support services	-	1,010,715	757,831	1,060,161	-	231,936	81,787	88,583	296,220
Community services	-	-	11,531,567	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	2,040	-	-	-	-	-	-	-	-
Debt service:									
Principal paid on loans	-	-	-	44,142	-	-	-	-	-
Interest on debt	-	-	-	4,222	-	-	-	-	-
Total Expenditures	<u>2,040</u>	<u>1,010,715</u>	<u>12,289,398</u>	<u>1,108,525</u>	<u>-</u>	<u>231,936</u>	<u>81,787</u>	<u>91,890</u>	<u>296,220</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,040)</u>	<u>(1,010,715)</u>	<u>1,876,563</u>	<u>372,698</u>	<u>197,312</u>	<u>-</u>	<u>16,924</u>	<u>59,403</u>	<u>(18,701)</u>
OTHER FINANCING SOURCES/ (USES)									
Common school loan proceeds	-	-	-	102,920	-	-	-	-	-
Transfer in	-	1,500,000	428,042	96,101	-	-	-	-	-
Transfer out	-	-	(428,042)	-	-	-	-	-	-
Total Other Financing Sources	<u>-</u>	<u>1,500,000</u>	<u>-</u>	<u>199,021</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>(2,040)</u>	<u>489,285</u>	<u>1,876,563</u>	<u>571,719</u>	<u>197,312</u>	<u>-</u>	<u>16,924</u>	<u>59,403</u>	<u>(18,701)</u>
FUND BALANCE (DEFICIT) -									
Beginning as Previously Stated	<u>2,040</u>	<u>2,220,126</u>	<u>324,205</u>	<u>406,036</u>	<u>1,966,901</u>	<u>-</u>	<u>2,688</u>	<u>(88,268)</u>	<u>143,301</u>
Adjustment to fund balance - correction of an error, see footnote	<u>-</u>	<u>-</u>	<u>(5,875)</u>	<u>(15,363)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, Beginning as Restated	<u>2,040</u>	<u>2,220,126</u>	<u>318,330</u>	<u>390,673</u>	<u>1,966,901</u>	<u>-</u>	<u>2,688</u>	<u>(88,268)</u>	<u>143,301</u>
FUND BALANCE (DEFICIT) - END OF YEAR	<u>\$ -</u>	<u>\$ 2,709,411</u>	<u>\$ 2,194,893</u>	<u>\$ 962,392</u>	<u>\$ 2,164,213</u>	<u>\$ -</u>	<u>\$ 19,612</u>	<u>\$ (28,865)</u>	<u>\$ 124,600</u>

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE NONMAJOR GOVERNMENTAL FUNDS SPECIAL REVENUE FUNDS For the Year Ended June 30, 2021

	Early Intervention 17-18	Lily Counseling	NESP 17-18	Common School 17-18	High Ability Grants	Title I 17-18	Title II Funds	McKinney- Vento	Special Education Funds
REVENUES									
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	63,068	-	245,946	-	124,644	-	-	-	-
Federal sources	-	-	-	-	-	6,637,728	1,103,663	83,119	6,701,906
Other	-	-	-	-	-	-	-	-	-
Total Revenues	<u>63,068</u>	<u>-</u>	<u>245,946</u>	<u>-</u>	<u>124,644</u>	<u>6,637,728</u>	<u>1,103,663</u>	<u>83,119</u>	<u>6,701,906</u>
EXPENDITURES									
Current:									
Instruction	-	-	125,597	-	-	2,159,817	201,093	-	1,661,412
Support services	112,120	599,484	158,143	1,871	120,393	3,961,486	835,590	66,236	4,684,955
Community services	-	-	8,517	-	-	104,005	-	15,999	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	307,224	42,766	-	293,682
Debt service:									
Principal paid on loans	-	-	-	-	-	-	-	-	-
Interest on debt	-	-	-	-	-	-	-	-	-
Total Expenditures	<u>112,120</u>	<u>599,484</u>	<u>292,257</u>	<u>1,871</u>	<u>120,393</u>	<u>6,532,532</u>	<u>1,079,449</u>	<u>82,235</u>	<u>6,640,049</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(49,052)</u>	<u>(599,484)</u>	<u>(46,311)</u>	<u>(1,871)</u>	<u>4,251</u>	<u>105,196</u>	<u>24,214</u>	<u>884</u>	<u>61,857</u>
OTHER FINANCING SOURCES/ (USES)									
Common school loan proceeds	-	-	-	-	-	-	-	-	-
Transfer in	-	-	-	-	-	-	4,019	-	-
Transfer out	-	-	-	-	-	-	-	-	-
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,019</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>(49,052)</u>	<u>(599,484)</u>	<u>(46,311)</u>	<u>(1,871)</u>	<u>4,251</u>	<u>105,196</u>	<u>28,233</u>	<u>884</u>	<u>61,857</u>
FUND BALANCE (DEFICIT) -									
Beginning as Previously Stated	<u>66,960</u>	<u>969,369</u>	<u>113,721</u>	<u>1,871</u>	<u>26,136</u>	<u>(293,741)</u>	<u>(60,622)</u>	<u>(3,423)</u>	<u>(280,947)</u>
Adjustment to fund balance - correction of an error, see footnote	-	-	-	-	-	-	-	-	-
FUND BALANCE, Beginning as Restated	<u>66,960</u>	<u>969,369</u>	<u>113,721</u>	<u>1,871</u>	<u>26,136</u>	<u>(293,741)</u>	<u>(60,622)</u>	<u>(3,423)</u>	<u>(280,947)</u>
FUND BALANCE (DEFICIT) - END OF YEAR	<u>\$ 17,908</u>	<u>\$ 369,885</u>	<u>\$ 67,410</u>	<u>\$ -</u>	<u>\$ 30,387</u>	<u>\$ (188,545)</u>	<u>\$ (32,389)</u>	<u>\$ (2,539)</u>	<u>\$ (219,090)</u>

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE NONMAJOR GOVERNMENTAL FUNDS SPECIAL REVENUE FUNDS For the Year Ended June 30, 2021

	Title IV, Part A	Perkins	Medicaid/ Federal/ Riley	Medicaid/ Federal/ Bass	Cohort 8 Yr 1	YMCA Cohort 7 Yr.4	Med Fed/ Butler	Title III (new)	School Improvement Grants	Levy Excess
REVENUES										
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-	-	75,098	-	-
Federal sources	348,982	738,500	-	254,205	538,677	6,465	-	-	1,159,547	-
Other	-	-	-	-	-	-	-	-	-	-
Total Revenues	<u>348,982</u>	<u>738,500</u>	<u>-</u>	<u>254,205</u>	<u>538,677</u>	<u>6,465</u>	<u>-</u>	<u>75,098</u>	<u>1,159,547</u>	<u>-</u>
EXPENDITURES										
Current:										
Instruction	57,032	735,692	-	-	-	-	-	34,831	268,685	-
Support services	261,364	67,920	516	137,038	516,757	-	269	37,062	827,441	-
Community services	-	-	-	-	-	-	-	1,200	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	12,491	-	-	-	18,211	-	-	1,895	36,506	-
Debt service:										
Principal paid on loans	-	-	-	-	-	-	-	-	-	-
Interest on debt	-	-	-	-	-	-	-	-	-	-
Total Expenditures	<u>330,887</u>	<u>803,612</u>	<u>516</u>	<u>137,038</u>	<u>534,968</u>	<u>-</u>	<u>269</u>	<u>74,988</u>	<u>1,132,632</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>18,095</u>	<u>(65,112)</u>	<u>(516)</u>	<u>117,167</u>	<u>3,709</u>	<u>6,465</u>	<u>(269)</u>	<u>110</u>	<u>26,915</u>	<u>-</u>
OTHER FINANCING SOURCES/ (USES)										
Common school loan proceeds	-	-	-	-	-	-	-	-	-	-
Transfer in	-	-	-	-	-	-	-	-	-	-
Transfer out	-	-	-	-	-	-	-	-	-	(77,885)
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(77,885)</u>
Net Change in Fund Balance	18,095	(65,112)	(516)	117,167	3,709	6,465	(269)	110	26,915	(77,885)
FUND BALANCE (DEFICIT) -										
Beginning as Previously Stated	<u>(24,634)</u>	<u>(59,359)</u>	<u>18,957</u>	<u>247,261</u>	<u>(10,461)</u>	<u>-</u>	<u>269</u>	<u>(1,121)</u>	<u>(54,390)</u>	<u>77,885</u>
Adjustment to fund balance - correction of an error, see footnote	-	-	-	-	-	-	-	-	-	-
FUND BALANCE, Beginning as Restated	<u>(24,634)</u>	<u>(59,359)</u>	<u>18,957</u>	<u>247,261</u>	<u>(10,461)</u>	<u>-</u>	<u>269</u>	<u>(1,121)</u>	<u>(54,390)</u>	<u>77,885</u>
FUND BALANCE (DEFICIT) - END OF YEAR	<u>\$ (6,539)</u>	<u>\$ (124,471)</u>	<u>\$ 18,441</u>	<u>\$ 364,428</u>	<u>\$ (6,752)</u>	<u>\$ 6,465</u>	<u>\$ -</u>	<u>\$ (1,011)</u>	<u>\$ (27,475)</u>	<u>\$ -</u>

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE NONMAJOR GOVERNMENTAL FUNDS SPECIAL REVENUE FUNDS For the Year Ended June 30, 2021

	PBIS-SW Behavior	Misc/Donations	CSF #1	STEM PRIME Math	State Connectivity	E-Learning LC	1003g-Cedar Hall
REVENUES							
Local sources	\$ -	\$ 782,117	\$ -	\$ -	\$ -	\$ 10,000	\$ -
State sources	255,400	-	-	411	7,909	-	-
Federal sources	-	-	-	-	-	-	153,506
Other	-	6,677	-	-	-	-	-
Total Revenues	<u>255,400</u>	<u>788,794</u>	<u>-</u>	<u>411</u>	<u>7,909</u>	<u>10,000</u>	<u>153,506</u>
EXPENDITURES							
Current:							
Instruction	255,400	-	-	411	-	1,972	88,871
Support services	4,276	192	5,540,549	-	15,298	142,732	51,309
Community services	-	951,347	-	-	357,243	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	6,264
Debt service:							
Principal paid on loans	-	-	-	-	-	-	-
Interest on debt	-	-	-	-	-	-	-
Total Expenditures	<u>259,676</u>	<u>951,539</u>	<u>5,540,549</u>	<u>411</u>	<u>372,541</u>	<u>144,704</u>	<u>146,444</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(4,276)</u>	<u>(162,745)</u>	<u>(5,540,549)</u>	<u>-</u>	<u>(364,632)</u>	<u>(134,704)</u>	<u>7,062</u>
OTHER FINANCING SOURCES/ (USES)							
Common school loan proceeds	-	-	5,411,328	-	-	-	-
Transfer in	-	-	-	-	-	-	-
Transfer out	-	-	-	-	-	-	-
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>5,411,328</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>(4,276)</u>	<u>(162,745)</u>	<u>(129,221)</u>	<u>-</u>	<u>(364,632)</u>	<u>(134,704)</u>	<u>7,062</u>
FUND BALANCE (DEFICIT) -							
Beginning as Previously Stated	<u>73,619</u>	<u>1,371,841</u>	<u>159,521</u>	<u>-</u>	<u>364,632</u>	<u>300,000</u>	<u>(7,926)</u>
Adjustment to fund balance - correction of an error, see footnote	-	-	-	-	-	-	-
FUND BALANCE, Beginning as Restated	<u>73,619</u>	<u>1,371,841</u>	<u>159,521</u>	<u>-</u>	<u>364,632</u>	<u>300,000</u>	<u>(7,926)</u>
FUND BALANCE (DEFICIT) -							
END OF YEAR	<u>\$ 69,343</u>	<u>\$ 1,209,096</u>	<u>\$ 30,300</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 165,296</u>	<u>\$ (864)</u>

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE NONMAJOR GOVERNMENTAL FUNDS SPECIAL REVENUE FUNDS For the Year Ended June 30, 2021

	Full Service 1	YMCA C9 Yr 2	ESSER III	ESSER II	GEERF	CARES Act	Project Aware 20-21	Athletics	Extra Curricular Accounts	Total Special Revenue Funds
REVENUES										
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,896,060	\$ 7,297,309
State sources	-	-	-	-	-	-	-	-	-	2,562,744
Federal sources	151,108	124,060	-	4,096,741	877,903	2,525,286	15,254	-	-	37,721,008
Other	-	-	-	-	-	-	-	-	138,163	145,037
Total Revenues	<u>151,108</u>	<u>124,060</u>	<u>-</u>	<u>4,096,741</u>	<u>877,903</u>	<u>2,525,286</u>	<u>15,254</u>	<u>-</u>	<u>4,034,223</u>	<u>47,726,098</u>
EXPENDITURES										
Current:										
Instruction	-	-	-	2,594,854	885,358	941,933	-	-	539,459	10,555,724
Support services	151,548	130,525	3,107	1,346,065	-	1,738,084	26,948	-	742,810	25,809,321
Community services	-	-	-	343,695	-	9,992	-	-	-	13,323,565
Facilities acquisition and construction	-	-	87,450	-	-	-	-	-	-	87,450
Nonprogrammed charges	6,990	-	-	232,043	-	49,363	-	-	2,746,612	3,756,087
Debt service:										
Principal paid on loans	-	-	-	-	-	-	-	-	-	44,142
Interest on debt	-	-	-	-	-	-	-	-	-	4,222
Total Expenditures	<u>158,538</u>	<u>130,525</u>	<u>90,557</u>	<u>4,516,657</u>	<u>885,358</u>	<u>2,739,372</u>	<u>26,948</u>	<u>-</u>	<u>4,028,881</u>	<u>53,580,511</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(7,430)</u>	<u>(6,465)</u>	<u>(90,557)</u>	<u>(419,916)</u>	<u>(7,455)</u>	<u>(214,086)</u>	<u>(11,694)</u>	<u>-</u>	<u>5,342</u>	<u>(5,854,413)</u>
OTHER FINANCING SOURCES/ (USES)										
Common school loan proceeds	-	-	-	-	-	-	-	-	-	5,514,248
Transfer in	-	-	-	-	-	-	-	-	-	2,028,162
Transfer out	-	-	-	-	-	-	-	-	-	(505,927)
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,036,483</u>
Net Change in Fund Balance	<u>(7,430)</u>	<u>(6,465)</u>	<u>(90,557)</u>	<u>(419,916)</u>	<u>(7,455)</u>	<u>(214,086)</u>	<u>(11,694)</u>	<u>-</u>	<u>5,342</u>	<u>1,182,070</u>
FUND BALANCE (DEFICIT) -										
Beginning as Previously Stated	-	-	-	-	-	-	-	767,180	-	8,739,627
Adjustment to fund balance - correction of an error, see footnote	-	-	-	-	-	-	-	(767,180)	3,835,486	3,047,068
FUND BALANCE, Beginning as Restated	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,835,486</u>	<u>11,786,695</u>
FUND BALANCE (DEFICIT) - END OF YEAR	<u>\$ (7,430)</u>	<u>\$ (6,465)</u>	<u>\$ (90,557)</u>	<u>\$ (419,916)</u>	<u>\$ (7,455)</u>	<u>\$ (214,086)</u>	<u>\$ (11,694)</u>	<u>\$ -</u>	<u>\$ 3,840,828</u>	<u>\$ 12,968,765</u>

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DEBT SERVICE FUNDS
June 30, 2021

	Retirement/ Severance Bond	Building Corporation First Mortgage Refunding Bond, Series 2016	Building Corporation - Debt Service	Total Debt Service Funds
ASSETS				
Restricted cash and cash equivalents	\$ -	\$ 1,906,060	\$ 11,143,288	\$ 13,049,348
 TOTAL ASSETS	<u>-</u>	<u>1,906,060</u>	<u>11,143,288</u>	<u>13,049,348</u>
 Fund balances:				
Restricted	<u>-</u>	<u>1,906,060</u>	<u>11,143,288</u>	<u>13,049,348</u>
 TOTAL FUND BALANCES	<u>\$ -</u>	<u>\$ 1,906,060</u>	<u>\$ 11,143,288</u>	<u>\$ 13,049,348</u>

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE NONMAJOR GOVERNMENTAL FUNDS DEBT SERVICE FUNDS For the year ended June 30, 2021

	Retirement/ Severance Bond	Building Corporation First Mortgage Refunding Bond, Series	Building Corporation - Debt Service	Total Debt Service Funds
REVENUES				
Local sources	\$ -	\$ 118	\$ -	\$ 118
Federal sources	-	-	2,399,160	2,399,160
Other	-	-	692	692
Total Revenues	-	118	2,399,852	2,399,970
EXPENDITURES				
Current				
Support services	511	-	-	511
Debt Service				
Principal paid on debt	-	3,465,000	6,355,000	9,820,000
Interest on debt	-	305,500	5,994,098	6,299,598
Total Expenditures	511	3,770,500	12,349,098	16,120,109
Excess (Deficiency) of Revenues Over (Under) Expenditures	(511)	(3,770,382)	(9,949,246)	(13,720,139)
OTHER FINANCING SOURCES				
Transfer in	-	3,707,500	12,345,000	16,052,500
Transfer out	-	-	-	-
Total Other Financing Sources	-	3,707,500	12,345,000	16,052,500
Net Change in Fund Balance	(511)	(62,882)	2,395,754	2,332,361
FUND BALANCE - Beginning of Year	511	1,968,942	8,747,534	10,716,987
FUND BALANCE - END OF YEAR	\$ -	\$ 1,906,060	\$ 11,143,288	\$ 13,049,348

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
CAPITAL PROJECTS FUNDS
June 30, 2021

	Building Corporation - Capital Projects	General Obligation Bond	Bosse Field Renovations	Total Capital Projects Funds
ASSETS				
Cash and cash equivalents	\$ 8,614,866	\$ 7,798,826	\$ -	\$ 16,413,692
TOTAL ASSETS	<u>\$ 8,614,866</u>	<u>\$ 7,798,826</u>	<u>\$ -</u>	<u>\$ 16,413,692</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	-	1,309,263	-	1,309,263
Total Liabilities	<u>-</u>	<u>1,309,263</u>	<u>-</u>	<u>1,309,263</u>
Fund balances:				
Committed	\$ 8,614,866	\$ 6,489,563	\$ -	\$ 15,104,429
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 8,614,866</u>	<u>\$ 7,798,826</u>	<u>\$ -</u>	<u>\$ 16,413,692</u>

EVANSVILLE VANDERBURGH SCHOOL CORPORATION

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR CAPITAL PROJECTS FUNDS
CAPITAL PROJECTS FUNDS
For the year ended June 30, 2021

	Building Corporation - Capital Projects	General Obligation Bond	Bosse Field Renovations	Total Capital Projects Funds
REVENUES				
Total Revenues	\$ -	\$ -	\$ -	\$ -
EXPENDITURES				
Current:				
Support services	-	556,328	-	556,328
Facilities acquisition and construction	1,712,117	7,236,555	389,504	9,338,176
Debt service:				
Interest on debt	9,130	-	-	9,130
Total Expenditures	<u>1,721,247</u>	<u>7,792,883</u>	<u>389,504</u>	<u>9,903,634</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,721,247)</u>	<u>(7,792,883)</u>	<u>(389,504)</u>	<u>(9,903,634)</u>
OTHER FINANCING SOURCES				
Debt proceeds	-	6,625,000	-	6,625,000
Temporary loans	1,436	-	-	1,436
Total Other Financing Sources	<u>1,436</u>	<u>6,625,000</u>	<u>-</u>	<u>6,626,436</u>
Net Change in Fund Balance	<u>(1,719,811)</u>	<u>(1,167,883)</u>	<u>(389,504)</u>	<u>(3,277,198)</u>
FUND BALANCE (DEFICIT) - BEGINNING OF YEAR	<u>10,334,677</u>	<u>7,657,446</u>	<u>389,504</u>	<u>18,381,627</u>
FUND BALANCE (DEFICIT) - END OF YEAR	<u>\$ 8,614,866</u>	<u>\$ 6,489,563</u>	<u>\$ -</u>	<u>\$ 15,104,429</u>

Evansville Vanderburgh School Corporation

Single Audit Report

For the Year Ended June 30, 2021

Evansville Vanderburgh School Corporation
Year Ended June 30, 2021

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Evansville Vanderburgh School Corporation

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2021

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Assistance Listing Number	Pass-Through Entity (or Other) Identifying Number	Pass-Through To Subrecipient	Total Federal Awards Expended
Department of Agriculture					
Child Nutrition Cluster					
National School Lunch Program	Indiana Department of Education				
COVID 19 – National School Lunch Program		10.555	FY 2021	\$ -	\$ 48,726
National School Lunch Program – Commodities		10.555	FY 2021	-	325,761
Summer Food Service Program for Children	Indiana Department of Education				
COVID 19 – Summer Food Service Program for Children		10.559	FY 2020	-	325,095
COVID 19 – Summer Food Service Program for Children		10.559	FY 2021	-	11,830,537
Total – Summer Food Service Program for Children				-	12,155,632
Total – Child Nutrition Cluster				-	12,530,119
Child and Adult Care Food Program	Indiana Department of Education				
Child and Adult Care Food Program		10.558	FY 2021	-	56,506
Total – Department of Agriculture				-	12,586,625
Department of Justice					
Juvenile Justice and Delinquency Prevention					
Title II Part B Cluster	Indiana Department of Education	16.540	FY 2019	-	16,855
Title II Part B Cluster		16.540	FY 2020	-	64,843
Total – Juvenile Justice and Delinquency Prevention				-	81,698
Total – Department of Justice				-	81,698
Department of Education					
Special Education Cluster (IDEA)					
Special Education Grants to States					
Part B FY 2019	Indiana Department of Education	84.027	19611-015-PN01	-	308,419
Part B FY 2020		84.027	20611-015-PN01	-	2,120,324
Part B FY 2021		84.027	21611-015-PN01	-	4,011,009
Total – Special Education Grants to States				-	6,439,752
Special Education Preschool Grants					
Preschool FY 2019	Indiana Department of Education	84.173	19619-015-PN01	-	20,388
Preschool FY 2020		84.173	20619-015-PN01	-	143,013
Preschool FY 2021		84.173	21619-015-PN01	-	210,021
Total – Special Education Preschool Grants				-	373,422
Total – Special Education Cluster (IDEA)				-	6,813,174
Title I Grants to Local Education Agencies					
Title I Basic	Indiana Department of Education	84.010	20-7995	-	1,922,081
1003a – School Improvement		84.010	20-7995	-	497,025
Title I Basic		84.010	21-7995	-	4,708,778
1003a – School Improvement		84.010	21-7995	-	703,862
Total – Title I Grants to Local Education Agencies				-	7,831,746
Career and Technical Education – Basic Grants to States					
Perkins Assessment FY 19/20	Indiana Governor’s Workforce Cabinet	84.048	20-0512-A046	-	4,996
Perkins FY 19/20		84.048	20-4700-7995	-	214,263
Perkins FY 20/21		84.048	21-0512-7995	-	509,015
Total – Career and Technical Education – Basic Grants to States				-	728,274
Career and Technical Education – Basic Grants to States	Indiana Governor’s Workforce Cabinet	84.048	21-0512-A046	-	3,631
Perkins Assessment FY 20/21					

The accompanying notes are an integral part of this Schedule.

Evansville Vanderburgh School Corporation
Schedule of Expenditures of Federal Awards (Continued)
Year Ended June 30, 2021

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Assistance Listing Number	Pass-Through Entity (or Other) Identifying Number	Pass-Through To Subrecipient	Total Federal Awards Expended
Career and Technical Education – Basic Grants to States Perkins CTE Covid-19 Assistance Grant	Indiana Governor’s Workforce Cabinet	84.048	21-0512-C046	\$ -	\$ 31,550
Total – Career and Technical Education – Basic Grants to States				-	763,455
Education for Homeless Children and Youth McKinney-Vento FY 19/20 McKinney-Vento FY 20/21	Indiana Department of Education	84.196 84.196	S196A190015 S196A200015	- -	33,248 50,296
Total – Education for Homeless Children and Youth				-	83,544
Funds for the Improvement of Education Full Service Grant Yr 1	U.S. Department of Education	84.215	U215J200046	-	151,109
Twenty-First Century Community Learning Centers Cohort 8 Year 4 FY 20/21	Indiana Department of Education	84.287	A58-1-21DL-0151	-	413,715
Twenty-First Century Community Learning Center Cohort 8 Year 3 FY 19/20	Indiana Department of Education	84.287	A58-8-18DL-4604	-	26,688
English Language Acquisition State Grants Title III FY 20/22 Title III FY 21/23	Indiana Department of Education	84.365 84.365	01120-077-PN01 01121-078-PN01	- -	21,234 51,963
Total – English Language Acquisition State Grants				-	73,197
Supporting Effective Instruction State Grants Title II Part A Cluster Title II Part A Cluster Title II Part A Cluster	Indiana Department of Education	84.367 84.367 84.367	Contract #40573 S367A180013 S367A190013	- - -	12,167 315,625 681,934
Total – Supporting Effective Instruction State Grants				-	1,009,726
School Improvement Grants 1003g – Cedar Hall 1003g – Lincoln 1003g – Washington 1003g – Cedar Hall	Indiana Department of Education	84.377 84.377 84.377 84.377	FY 19/20 FY 19/20 FY 19/20 FY 20/21	- - - -	50,974 27,364 25,385 50,012
Total – School Improvement Grants				-	153,735
Student Support and Academic Enrichment Program Title IV Part A	Indiana Department of Education	84.424	S424A180015	-	92,250
Student Support and Academic Enrichment Programs Title IV Part A	Indiana Department of Education	84.424	S424A190015	-	246,597
Student Support and Academic Enrichment Program Title IV Part A	Indiana Department of Education	84.424	S424A200015	-	21,085
Education Stabilization Fund CARES Act/COVID-19/Governor’s Emergency Education Relief Fund CARES Act/COVID-19/Elementary and Secondary School Emergency Relief Fund CARES Act/COVID-19/Elementary and Secondary School Emergency Relief Fund	Indiana Department of Education	84.425C 84.425D 84.425D	S425C200018 S425D20013 S425D21013	- - -	877,903 1,639,683 3,631,341
Total – Education Stabilization Fund				-	6,148,927
Total – Department of Education				-	23,828,948

The accompanying notes are an integral part of this Schedule.

Evansville Vanderburgh School Corporation
Schedule of Expenditures of Federal Awards (Continued)
Year Ended June 30, 2021

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Assistance Listing Number	Pass-Through Entity (or Other) Identifying Number	Pass-Through To Subrecipient	Total Federal Awards Expended
Department of Health and Human Services					
Medicaid Cluster					
Medicaid Cluster	Family and Social Services Administration				
Medical Assistance Program		93.778	FY 2021	\$ -	\$ 254,206
Medical Assistance Program		93.778	FY 2021	-	342,067
Total – Medicaid Cluster				-	596,273
Substance Abuse and Mental Health Services of Regional and National Significance	Indiana Department of Education				
Project Aware 20-21		93.243	Contract #4740	-	10,844
Total – Department of Health and Human Services				-	607,117
Total federal awards expended				\$ -	\$ 37,104,388

Evansville Vanderburgh School Corporation
Notes to the Schedule of Expenditures of Federal Awards
Year Ended June 30, 2021

Notes to Schedule

1. The accompanying schedule of expenditures of federal awards (Schedule) includes the federal award activity of Evansville Vanderburgh School Corporation (the School Corporation) 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 Corporation, it is not intended to and does not present the financial position, changes in net position or cash flows of the School Corporation.
2. Expenditures reported on the Schedule are reported on the cash 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. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. The School Corporation has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.
3. The School Corporation had no federal loans that they were administering as of June 30, 2021, and the School Corporation did not pass-through any federal funds to subrecipients.



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**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***

Independent Auditor's Report

School Board
Evansville Vanderburgh School Corporation
Evansville, Indiana

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Evansville Vanderburgh School Corporation (the School Corporation) as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the School Corporation's basic financial statements and have issued our report thereon dated June 21, 2022, which contained an emphasis of matter paragraph for a restatement for a correction of an error.

Internal Control over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or 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 and, therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as item 2021-001 that we consider to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School Corporation'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 financial statements. 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*.

The School Corporation's Response to Findings

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

FORVIS,LLP

Evansville, Indiana
June 21, 2022

Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

Independent Auditor's Report

School Board
Evansville Vanderburgh School Corporation
Evansville, Indiana

Report on Compliance for Each Major Federal Program

We have audited Evansville Vanderburgh School Corporation's (the School Corporation) compliance with the types of compliance requirements described in the OMB *Compliance Supplement* that could have a direct and material effect on each of the School Corporation's major federal programs for the year ended June 30, 2021. The School Corporation's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

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

Report on Internal Control over Compliance

Management of the School Corporation is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the School Corporation's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing 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 Corporation's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or 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. *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.

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

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

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the School Corporation, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the School Corporation's basic financial statements. We issued our report thereon dated June 21, 2022, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

FORVIS, LLP

Evansville, Indiana
June 21, 2022

Evansville Vanderburgh School Corporation
Schedule of Findings and Questioned Costs
Year Ended June 30, 2021

Summary of Auditor's Results

Financial Statements

1. The type of report the auditor issued on whether the financial statements audited were prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) was (were):

Unmodified Qualified Adverse Disclaimer

2. The independent auditor's report on internal control over financial reporting disclosed:

Significant deficiency(ies)? Yes None reported

Material weakness(es)? Yes No

3. Noncompliance considered material to the financial statements was disclosed by the audit?

Yes No

Federal Awards

4. The independent auditor's report on internal control over compliance for major federal awards programs disclosed:

Significant deficiency(ies)? Yes None reported

Material weakness(es)? Yes No

5. The opinion(s) expressed in the independent auditor's report on compliance for major federal awards was (were):

Unmodified Qualified Adverse Disclaimer

6. The audit disclosed findings required to be reported by 2 CFR 200.516(a)?

Yes No

Evansville Vanderburgh School Corporation
Schedule of Findings and Questioned Costs (Continued)
Year Ended June 30, 2021

7. The School Corporation's major programs were:

Cluster/Program	CFDA Number	Opinion Issued
Child Nutrition Cluster	10.555 & 10.559	Unmodified
Special Education Cluster (IDEA)	84.027 & 84.173	Unmodified
Title I Grants to Local Education Agencies	84.010	Unmodified
Education Stabilization Funds	84.425	Unmodified

8. The threshold used to distinguish between Type A and Type B programs was \$1,113,132.

9. The Organization qualified as a low-risk auditee? Yes No

Evansville Vanderburgh School Corporation
Schedule of Findings and Questioned Costs (Continued)
Year Ended June 30, 2021

Findings Required to be Reported by Government Auditing Standards

Reference Number	Finding
2021-001	<p>Criteria or specific requirement: Management is responsible for establishing and maintaining effective internal controls over financial reporting. Management is responsible for the fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America.</p> <p>Condition: During the 2021 audit, we identified adjusting entries related to claims payable and expense, construction in process and accounts payable, pension contribution expense and correction of extra-curricular funds and prepaid lunch funds reported as custodial funds. These entries and corrections were proposed and management recorded. We also identified entries related to taxes receivable, grants receivable and accruals and various payables and withholdings which management passed on recording these adjustments.</p> <p>Effect: Potentially material misstatements in the financial statements and disclosures.</p> <p>Cause: Management’s estimates did not consider all facts and circumstances in the calculations and thus estimates and balances were revised and adjustments were made primarily as a result of audit procedures performed.</p> <p>Recommendation: Management should continue to review these areas throughout the year and during preparation of year-end financial statements.</p> <p>Views of responsible officials and planned corrective actions: The School Corporation’s management and board of directors agree and will review and record all adjusting journal entries including fiscal year-end journal entries, prior to the beginning of the audit engagement.</p>

Findings Required to be Reported by the Uniform Guidance

Reference Number	Finding
	No matters are reportable.

Evansville Vanderburgh School Corporation
Summary Schedule of Prior Audit Findings
Year Ended June 30, 2021

Reference Number	Summary of Finding	Status
2020-001	<p>Management is responsible for establishing and maintaining effective internal controls over financial reporting. Management is responsible for the fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America. During the 2020 audit, adjustments related to contracts payable, loans payable, pension expense property tax revenue, payables and encumbrances, which were proposed and management recorded.</p> <p>Reason for recurrence: The School Corporation continues to make improvements in internal controls to help identify these adjustments for the annual financial statements.</p>	Not resolved. See Finding 2021-001.
2020-002; 2019-001	<p>Child Nutrition Cluster – Allowable Costs/Cost Principles, Program Income</p> <p>An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the allowable costs/cost principles and program income compliance requirements. The School Corporation paid a portion of the salaries for administrative, custodial and mail delivery personnel from the School Lunch fund without proper documentation to support the percentage paid.</p>	Resolved
2020-003; 2019-003	<p>Title I Grants to Local Educational Agencies – Allowable Costs/Cost Principles</p> <p>An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the allowable costs/cost principles compliance requirement. The School Corporation paid a portion of salaries to employees without proper documentation to support the percentage paid.</p>	Resolved
2020-004; 2019-002	<p>Special Education Cluster (IDEA) – Allowable Costs/Cost Principles</p> <p>An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the allowable costs/cost principles compliance requirement. The School Corporation paid a portion of salaries to employees without proper documentation to support the percentage paid.</p>	Resolved