



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
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September 7, 2022

To: The Officials of the Zionsville Community Schools
Zionsville Community Schools
900 Mulberry St
Zionsville, IN 46077

As authorized under Indiana Code 5-11-1, we engaged private examiners under our review to perform the audit of the Zionsville Community Schools. We have reviewed the audit report opined upon by Crowe LLP, Independent Public Accountants, for the period July 1, 2019 to June 30, 2021. Per the *Independent Auditor's Report*, the financial statement referred to above presents fairly, in all material respects, the cash and investment balances of the School Corporation as of June 30, 2021, and its cash receipts, cash disbursements, and other financing sources (uses) for the period of July 1, 2019 to June 30, 2021, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

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

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

A handwritten signature in cursive script that reads "Tammy R. White".

Tammy R. White, CPA
Deputy State Examiner

ZIONSVILLE COMMUNITY SCHOOLS
Boone County, Indiana

FINANCIAL STATEMENT
As of June 30, 2021, and for the
period of July 1, 2019 to June 30, 2021

ZIONSVILLE COMMUNITY SCHOOLS
Boone County, Indiana

FINANCIAL STATEMENT
As of June 30, 2021, and for the
period of July 1, 2019 to June 30, 2021

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ZIONSVILLE COMMUNITY SCHOOLS
SCHEDULE OF OFFICIALS (Unaudited)
For the period July 1, 2019 to June 30, 2021

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Michael Shafer Regina May	07-01-19 to 04-17-21 04-17-21 to 06-30-21
Superintendent of Schools	Dr. Scott Robison	07-01-19 to 06-30-21
President of the School Board	Joe Stein Debbie Ungar	07-01-19 to 12-31-20 01-01-21 to 06-30-21

INDEPENDENT AUDITOR'S REPORT

Those Charged with Governance
Zionsville Community Schools
Boone County, Indiana

Report on the Financial Statement

We have audited the accompanying statement of receipts, disbursements, other financing sources (uses) and cash and investment balances of the Zionsville Community Schools (the School Corporation) as of June 30, 2021 and for the period of July 1, 2019 to June 30, 2021, and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 statement.

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

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

As discussed in Note 1 to the financial statement, the School Corporation prepares its financial statement on the prescribed basis of accounting that demonstrates compliance with the reporting requirements established by the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6), which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

(Continued)

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles* paragraph, the financial statement referred to above does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the School Corporation as of June 30, 2021, or changes in net position for the period of July 1, 2019 to June 30, 2021.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the cash and investment balances of the School Corporation as of June 30, 2021, and its cash receipts, cash disbursements, and other financing sources (uses) for the period of July 1, 2019 to June 30, 2021 in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statement as a whole. The accompanying Schedule of Expenditures of Federal Awards as required by Title 2 *U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, Schedule of Officials, Supplementary Information Schedules, and State Reporting Information are presented for purposes of additional analysis and are not a required part of the financial statement.

The Schedule of Expenditures of Federal Awards is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statement. Such information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement 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 statement as a whole.

The Schedule of Officials, Supplementary Information Schedules marked as unaudited on the table of contents, and State Reporting Information have not been subjected to the auditing procedures applied in the audit of the financial statement, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Governmental Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated August 19, 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 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.


Crowe LLP

Indianapolis, Indiana
August 19, 2022

ZIONSVILLE COMMUNITY SCHOOLS
STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES),
AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
As of June 30, 2021 and for the period July 1, 2019 through June 30, 2021

Fund	Cash and Investments			Other Financing Sources (Uses)	Cash and Investments			Other Financing Sources (Uses)	Cash and Investments
	07-01-2019	Receipts	Disbursements		06-30-2020	Receipts	Disbursements		
Education Fund	\$ 8,991,803	\$ 44,950,279	\$ 37,840,255	\$ (3,253,508)	\$ 12,848,319	\$ 46,265,397	\$ 39,284,394	\$ (6,720,284)	\$ 13,109,038
Referendum Tax Levy Fund	6,615,177	8,222,630	8,784,917	-	6,052,890	9,253,000	9,391,966	-	5,913,924
Debt Service Fund	6,848,438	25,947,344	22,525,950	-	10,269,832	24,134,244	24,613,920	-	9,790,156
Retirement/Sev Debt Serv Fund	364,161	660,341	654,243	-	370,259	659,062	649,148	-	380,173
Capital Referendum Fund	-	-	-	-	-	1,288,166	1,075,000	-	213,166
Operations Fund	6,652,272	10,562,692	14,759,426	3,445,376	5,900,914	9,443,493	16,151,304	6,721,372	5,914,475
Local Rainy Day Fund	1,369,040	28,098	-	-	1,397,138	7,331	-	-	1,404,469
2017 A Construction Fund	66,343	-	18,115	-	48,228	14,411	29,377	-	33,262
2017 B Construction Fund	110,963	-	751	-	110,212	586	1,530	-	109,268
2018 A Construction Fund	811,125	-	469,898	-	341,227	750	23,131	-	318,846
2018 B Construction Fund	596,118	-	274,625	-	321,493	750	47,120	-	275,123
2020 Construction	-	-	-	-	-	2,309,902	2,821,030	25,000,000	24,488,872
School Lunch Fund	658,078	2,027,052	2,268,667	(93,902)	322,561	1,683,028	1,678,247	-	327,342
Textbook Rental Fund	750,313	1,064,697	795,212	-	1,019,798	1,260,253	1,049,189	-	1,230,862
Campus Parking	-	2,263	4,130	34,718	32,851	34,628	26,937	-	40,542
Extended Services	-	980,476	1,570,504	2,326,553	1,736,525	2,291,945	2,942,731	-	1,085,739
Comm Foundt'N Of Boone Co Grant	-	-	-	-	-	50,000	50,000	-	-
Donations Fund	876,244	564,827	448,263	136	992,944	390,726	303,547	-	1,080,123
Strong Start Community Grant	-	25,000	-	-	25,000	-	25,000	-	-
Zef Grants Fund	411	-	275	(136)	-	-	-	-	-
Campus Parking	35,512	34,603	33,987	(36,128)	-	-	-	-	-
Extended Services	2,224,901	1,818,323	1,648,268	(2,394,956)	-	-	-	-	-
Formative Assessment Grant	-	72,395	72,395	-	-	63,220	63,220	-	-
Special Ed Excess Costs	(4,936)	282,346	261,232	-	16,178	357,903	451,554	-	(77,473)
High Ability	24,982	-	6,972	(18,010)	-	-	-	-	-
Secured Schools Safety Grant	-	100,000	100,000	-	-	100,000	100,000	-	-
Alternative Education	-	-	-	-	-	12,295	7,688	-	4,607
Early Intervention Grant 1819	3,594	27,189	27,167	-	3,616	20,826	22,450	-	1,992
Lilly Counseling Grant	250,522	50	125,475	-	125,097	1,286	88,982	-	37,401
Nesp-Non English Speaking Grant	27,900	35,520	63,420	-	-	32,865	34,532	-	(1,667)
Cte Performance Grant	10,094	-	10,094	-	-	-	-	-	-
Performance Based Awards Fund	16,420	-	-	-	16,420	270,979	287,399	-	-
High Ability 19/20	-	63,042	54,869	-	8,173	53,552	45,474	-	16,251
Connectivity Grant	29,682	30,346	8,488	-	51,540	15,548	27,975	-	39,113
Title I 2019-2020	(24,663)	30,685	12,499	-	(6,477)	38,960	65,418	-	(32,935)
Spec Ed Grant Fund 18-19	(45,230)	1,104,241	1,253,509	-	(194,498)	1,066,654	1,055,387	-	(183,231)
Spec Ed Pre-School Fund 18-19	(824)	22,845	26,518	-	(4,497)	27,709	27,271	-	(4,059)
Title Iv Drug Free Fund	10,143	-	-	(10,143)	-	-	-	-	-
Title Iv Fund	-	12,227	12,227	-	-	7,959	7,959	-	-
Title Ii Part A Fund	(449)	47,591	49,955	-	(2,813)	50,285	87,388	-	(39,916)

(Continued)

ZIONSVILLE COMMUNITY SCHOOLS
STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES),
AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
As of June 30, 2021 and for the period July 1, 2019 through June 30, 2021

Fund	Cash and Investments 07-01-2019	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-2020	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-2021
Esser li Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 232,664	\$ -	\$ (232,664)
Cares Act-Educ Stabiliz Relief	-	-	-	-	-	68,611	68,611	-	-
Indiana Humanities	-	-	-	-	-	998	998	-	-
School Lunch Prepaid Food	204,867	106,697	4,329	-	307,235	(1,383)	10,455	-	295,397
Federal Taxes	-	3,350,163	3,350,163	-	-	3,365,086	3,365,086	-	-
Social Security	311	3,006,166	3,006,166	-	311	3,124,872	3,124,872	-	311
State Taxes	81,632	1,178,490	1,174,973	-	85,149	1,227,398	1,179,351	-	133,196
County Taxes	36,789	535,668	533,513	-	38,944	564,146	541,837	-	61,253
Group Insurance	29,392	4,992	5,595	-	28,789	-	-	-	28,789
Section 125/Health	117,586	1,584,253	1,584,551	-	117,288	1,664,437	1,609,016	-	172,709
Annuities	147	1,360,614	1,360,614	-	147	1,459,057	1,451,825	-	7,379
Garnishments	-	18,877	18,877	-	-	9,489	9,489	-	-
Ista Dues	-	215,488	215,488	-	-	249,162	249,162	-	-
Optional Life Insurance	4,606	238,104	242,806	-	(95)	250,865	247,277	-	3,493
Flexible Spending Account	-	225,915	225,915	-	-	197,340	197,340	-	-
Health Savings Account	-	226,536	226,536	-	-	271,088	271,088	-	-
Zionsville Education Fund	-	19,323	19,323	-	-	21,852	21,852	-	-
Fringe Benefits	(4,543)	-	-	-	(4,543)	-	-	-	(4,543)
Annuity Loan Repayments	-	51,600	51,600	-	-	49,959	49,959	-	-
Salary Diversion	(679)	762,144	762,144	-	(679)	802,166	802,166	-	(679)
Credit Card	-	4,042,233	3,857,691	-	184,542	5,039,314	4,756,093	-	467,763
Totals	\$ 37,738,242	\$ 115,644,364	\$ 110,822,588	\$ -	\$ 42,560,018	\$ 119,572,170	\$ 120,725,409	\$ 25,001,088	\$ 66,407,867

See notes to financial statements.

ZIONSVILLE COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
As of June 30, 2021 and the Period of
July 1, 2019 to June 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity: School Corporation, as used herein, shall include, but is not limited to, the following: school townships, school towns, school cities, consolidated school corporations, joint schools, metropolitan school districts, township school districts, county schools, united schools, school districts, cooperatives, educational service centers, community schools, community school corporations, and charter schools.

The School Corporation was established under the laws of the State of Indiana. The School Corporation operates under a Board of School Trustees form of government and provides educational services.

The accompanying financial statement presents the financial information for the School Corporation.

Basis of Accounting: The financial statement is reported on a regulatory basis of accounting prescribed by the Indiana State Board of Accounts in accordance with state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The basis of accounting involves the reporting of only cash and investments and the changes therein resulting from cash inflows (receipts) and cash outflows (disbursements) reported in the period in which they occurred.

The regulatory basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP), in that receipts are recognized when received in cash, rather than when earned, and disbursements are recognized when paid, rather than when a liability is incurred. The regulatory basis also allows for all investments to be stated at cost, while GAAP requires fair value for qualifying investments.

Cash and Investments: Investments are stated at cost. Any changes in fair value of the investments are reported as receipts in the year of the sale of the investment.

Receipts: Receipts are presented in the aggregate on the face of the financial statement. The aggregate receipts include the following sources:

Local sources. Amounts received from taxes, revenue from local governmental units other than school corporations, transfer tuition, transportation fees, investment income, food services, School Corporation activities, revenue from community service activities, and other revenue from local sources.

Intermediate sources. Amounts received as distributions from the County for fees collected for or on behalf of the School Corporation including, but not limited to, the following: educational license plate fees, congressional interest, riverboat distributions, and other similar fees.

State sources. Amounts received as distributions from the State of Indiana that are to be used by the School Corporation for various purposes, including, but not limited to, the following: unrestricted grants, restricted grants, revenue in lieu of taxes, and revenue for or on behalf of the School Corporation.

Federal sources. Amounts received as distributions from the federal government that are to be used by the School Corporation for various purposes, including, but not limited to, the following: unrestricted grants, restricted grants, revenue in lieu of taxes, and revenue for or on behalf of the School Corporation.

Temporary loans. Amounts received from a loan obtained to pay current expenses prior to the receipt of revenue from taxes levied for that purpose. These loans, sometimes designated tax anticipation warrants, must be repaid from the next semiannual distribution of local property taxes levied for such fund.

Interfund loans. Amounts temporarily transferred from one fund to a depleted fund for use in paying current operating expenses. Such advancement shall not be made for a period extending beyond the budget year.

(Continued)

ZIONSVILLE COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
As of June 30, 2021 and the Period of
July 1, 2019 to June 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

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

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

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

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

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

Interfund loans. Amounts temporarily transferred from one fund to a depleted fund for use in paying current operating expenses. Such advancement shall not be made for a period extending beyond the budget year.

Other Financing Sources and Uses: Other financing sources and uses are presented in the aggregate on the face of the financial statement. The aggregate other financing sources and uses include the following:

Proceeds of long-term debt. Amounts received in relation to the issuance of bonds or other long-term debt issues.

Sale of capital assets. Amounts received when land, buildings, or equipment owned by the School Corporation are sold.

Transfers in. Amounts received by one fund as a result of transferring money from another fund. The transfers are used for cash flow purposes as provided by various statutory provisions.

Transfers out. Amounts paid by one fund to another fund. The transfers are used for cash flow purposes as provided by various statutory provisions.

(Continued)

ZIONSVILLE COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
As of June 30, 2021 and the Period of
July 1, 2019 to June 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Accounting: Separate funds are established, maintained, and reported by the School Corporation. Each fund is used to account for amounts received from and used for specific sources and uses as determined by various regulations. Restrictions on some funds are set by statute while other funds are internally restricted by the School Corporation. The amounts accounted for in a specific fund may only be available for use for certain, legally-restricted purposes. Additionally, some funds are used to account for assets held by the School Corporation in a trustee capacity as an agent of individuals, private organizations, other funds, or other governmental units and, therefore, the funds cannot be used for any expenditures of the School Corporation itself.

NOTE 2 - RECLASSIFICATION

Certain prior year balances have been reclassified to conform to the current presentation. The reclassification had no effect on total opening cash balances. The Clearing Fund which was previously reported in the aggregate amount of \$470,108 at June 30, 2019, has been reclassified to the following individual fund balances at July 1, 2019 to reflect the nature of the Clearing Fund activity as follows:

School Lunch Prepaid Food	\$	204,867
Social Security		311
State Taxes		81,632
County Taxes		36,789
Group Insurance		29,392
Section 125/Health		117,586
Annuities		147
Optional Life Insurance		4,606
Fringe Benefits		(4,543)
Salary Diversion		(679)
	<u>\$</u>	<u>470,108</u>

NOTE 3 - BUDGETS

The operating budget is initially prepared and approved at the local level. The fiscal officer of the School Corporation submits a proposed operating budget to the governing board for the following calendar year. The budget is advertised as required by law. Prior to adopting the budget, the governing board conducts public hearings and obtains taxpayer comments. Prior to November 1, the governing board approves the budget for the next year. The budget for funds for which property taxes are levied or highway use taxes are received is subject to final approval by the Indiana Department of Local Government Finance.

(Continued)

ZIONSVILLE COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
As of June 30, 2021 and the Period of
July 1, 2019 to June 30, 2021

NOTE 4 - PROPERTY TAXES

Property taxes levied are collected by the County Treasurer and are scheduled to be distributed to the School Corporation in June and December; however, situations can arise which would delay the distributions. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by December 31 of the year preceding the budget year or January 15 of the budget year if the School Corporation is issuing debt after December 1 or intends on filing a shortfall appeal. These rates were based upon the assessed valuations adjusted for various tax credits from the preceding year's lien date of January 1. Taxable property is assessed at 100 percent of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which normally become delinquent if not paid by May 10 and November 10, respectively.

NOTE 5 - RISK MANAGEMENT

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

NOTE 6 - DEPOSITS AND INVESTMENTS

Deposits, made in accordance with state statute (IC 5-13), with financial institutions in the State of Indiana, at year end, should be entirely insured by the Federal Depository Insurance Corporation or by the Indiana Public Deposit Insurance Fund. This includes any deposit accounts issued or offered by a qualifying financial institution.

State statutes authorize the School Corporation to invest in securities including, but not limited to, the following: federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

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

NOTE 7 - CASH BALANCE DEFICITS

The financial statement contains some funds with deficits in cash. This is a result of certain funds being set up for reimbursable grants, but for which reimbursement was not yet received by year-end.

(Continued)

NOTE 8 - HOLDING CORPORATION

The School Corporation has entered into a series of capital leases with the Zionsville Community School Building Corp (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessor has been determined to be a related party of the School Corporation. Lease payments for the period July 1, 2019 to June 30, 2020 totaled \$19,717,000. Lease payments for the period July 1, 2020 to June 30, 2021 totaled \$20,805,500.

NOTE 9 - PENSION PLANS

Teachers' Retirement Fund

Plan Descriptions

The Indiana Teachers' Hybrid Plan (TRF Hybrid) consists of two components: Indiana Teachers' Pre-1996 Defined Benefit Account (Teachers' Pre-1996 DB) or Indiana Teachers' 1996 Defined Benefit Account (Teachers' 1996 DB) the monthly employer-funded defined benefit components, along with the Indiana Teachers' Defined Contribution Account (TRF DC), the defined contribution component. Generally, members hired before 1996 participate in the Teachers' Pre-1996 DB and members hired after 1995 participate in the Teachers' 1996 DB.

The Teachers' 1996 DB is a cost-sharing multiple-employer defined benefit pension plan and provides retirement, disability, and survivor benefits to plan members. All legally qualified and regularly employed licensed teachers serving in State of Indiana public schools are eligible to participate in the Teachers' 1996 DB.

The Teachers' Pre-1996 DB is a pay-as-you-go, cost-sharing multiple-employer defined benefit pension plan and provides retirement, disability, and survivor benefits to plan members. Membership in the Teachers' Pre-1996 DB is closed to new entrants.

The TRF DC is a multiple-employer defined contribution plan providing supplemental retirement benefits to Teachers' 1996 DB and Teachers' Pre-1996 DB members.

The Retirement Savings Plan for Public Teachers (My Choice) is a multiple-employer defined contribution plan. New employees hired after June 30, 2019, have a one-time election to join either the TRF Hybrid plan that is not closed to new entrants or the My Choice plan.

All these plans are administered through the Indiana Public Retirement System (INPRS) Board in accordance with state statutes (IC 5-10.2, IC 5-10.3, and IC 5-10.4) and administrative code (35 IAC 14), which govern most requirements of the system and give the School Corporation authority to contribute to the plan when applicable.

ZIONSVILLE COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
As of June 30, 2021 and the Period of
July 1, 2019 to June 30, 2021

NOTE 9 - PENSION PLANS (Continued)

Financial Report

INPRS issues a publicly available financial report that includes financial statements and required supplementary information for the TRF plan as a whole and for its participants. That report may be obtained by contacting:

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

Contributions

The School Corporation contributes the employer's share to Teachers' 1996 DB for certified employees employed under a federally funded program and all the certified employees hired after July 1, 1995. The School Corporation currently receives partial funding, through the school funding formula, from the State of Indiana for this contribution. These contributions are determined by the INPRS Board based on actuarial valuation. The employer's share of contributions for certified personnel who are not employed under a federally funded program and were hired before July 1, 1995 (Teachers' Pre-1996 DB) is considered to be an obligation of, and is paid by, the State of Indiana.

Contributions for the defined contribution component of TRF Hybrid are determined by statute and the INPRS Board at 3 percent of covered payroll. The employer may choose to make these contributions on behalf of the member. Under certain limitations, voluntary contributions up to 10 percent can be made solely by the member.

My Choice plan is funded with employer contributions and member contributions. The employer contributions must equal the contribution rate for monthly employer-funded defined benefit components of TRF Hybrid. The amount deposited into the employer contribution subaccount for the member is the normal cost of participation. The variable rate contribution can be no less than 3 percent. Member contributions are determined by statute and the Board at 3 percent of covered payroll. The employer must make these contributions on behalf of the member. Under certain limitations, voluntary contributions up to 10 percent can be made solely by the member.

Additional Pension Plans

The School Corporation also contributes to additional pension plans unique to the School Corporation. Information regarding these plans may be obtained from the School Corporation.

NOTE 10 - OTHER POSTEMPLOYMENT BENEFITS

The School Corporation provides to eligible retirees and their spouses the following benefits: participation in the School Corporation's health insurance plan solely at the retiree's expense. 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.

(Continued)

ZIONSVILLE COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
As of June 30, 2021 and the Period of
July 1, 2019 to June 30, 2021

NOTE 11 - SUBSEQUENT EVENTS

In November 2021, the School Corporation issued debt in the amount of \$35,470,000 as the second part of the School's anticipated debt issuance from a Capital Referendum to finance the construction of a new elementary school building and an addition to the high school building.

SUPPLEMENTARY INFORMATION

ZIONSVILLE COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 July 1, 2019 through June 30, 2020

	Education Fund	Referendum Tax Levy Fund	Debt Service Fund	Retirement/Sev Debt Serv Fund	Operations Fund	Local Rainy Day Fund	2017 A Construction Fund	2017 B Construction Fund	2018 A Construction Fund	2018 B Construction Fund	School Lunch Fund	Textbook Rental Fund	Campus Parking
Cash and investments - beginning	\$ 8,991,803	\$ 6,615,177	\$ 6,848,438	\$ 364,161	\$ 6,652,272	\$ 1,369,040	\$ 66,343	\$ 110,963	\$ 811,125	\$ 596,118	\$ 658,078	\$ 750,313	\$ -
Receipts:													
Local sources	274,979	8,222,630	23,867,407	660,341	9,247,867	28,098	-	-	-	-	1,729,850	1,034,713	2,263
Intermediate sources	-	-	-	-	38	-	-	-	-	-	-	-	-
State sources	44,675,300	-	-	-	-	-	-	-	-	-	49,889	29,984	-
Federal sources	-	-	-	-	-	-	-	-	-	-	246,773	-	-
Temporary loans	-	-	2,079,937	-	1,151,836	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	162,951	-	-	-	-	-	540	-	-
Total receipts	44,950,279	8,222,630	25,947,344	660,341	10,562,692	28,098	-	-	-	-	2,027,052	1,064,697	2,263
Disbursements:													
Instruction	26,806,599	8,639,747	-	-	-	-	-	-	-	-	-	1,682	-
Support services	10,562,953	145,170	-	-	12,626,854	-	-	-	-	-	3,031	793,530	4,130
Noninstructional services	470,703	-	-	-	792,722	-	-	-	-	-	2,250,152	-	-
Facilities acquisition and construction	-	-	-	-	1,339,850	-	18,115	751	469,898	274,625	15,484	-	-
Debt services	-	-	22,525,950	654,243	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	37,840,255	8,784,917	22,525,950	654,243	14,759,426	-	18,115	751	469,898	274,625	2,268,667	795,212	4,130
Excess (deficiency) of receipts over disbursements	7,110,024	(562,287)	3,421,394	6,098	(4,196,734)	28,098	(18,115)	(751)	(469,898)	(274,625)	(241,615)	269,485	(1,867)
Other financing sources (uses):													
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	28,153	-	-	-	3,468,474	-	-	-	-	-	-	-	34,718
Transfers out	(3,281,661)	-	-	-	(23,098)	-	-	-	-	-	(93,902)	-	-
Total other financing sources (uses)	(3,253,508)	-	-	-	3,445,376	-	-	-	-	-	(93,902)	-	34,718
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	3,856,516	(562,287)	3,421,394	6,098	(751,358)	28,098	(18,115)	(751)	(469,898)	(274,625)	(335,517)	269,485	32,851
Cash and investments - ending	\$ 12,848,319	\$ 6,052,890	\$ 10,269,832	\$ 370,259	\$ 5,900,914	\$ 1,397,138	\$ 48,228	\$ 110,212	\$ 341,227	\$ 321,493	\$ 322,561	\$ 1,019,798	\$ 32,851

(Continued)

ZIONSVILLE COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 July 1, 2019 through June 30, 2020

	Extended Services	Donations Fund	Strong Start Community Grant	Zef Grants Fund	Campus Parking	Extended Services	Formative Assessment Grant	Special Ed Excess Costs	High Ability	Secured Schools Safety Grant	Early Intervention Grant 1819	Lilly Counseling Grant	Nesp-Non English Speaking Grant
Cash and investments - beginning	\$ -	\$ 876,244	\$ -	\$ 411	\$ 35,512	\$ 2,224,901	\$ -	\$ (4,936)	\$ 24,982	\$ -	\$ 3,594	\$ 250,522	\$ 27,900
Receipts:													
Local sources	980,476	564,827	25,000	-	34,603	1,818,323	-	-	-	-	-	50	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	72,395	282,346	-	100,000	27,189	-	35,520
Federal sources	-	-	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-	-	-
Total receipts	980,476	564,827	25,000	-	34,603	1,818,323	72,395	282,346	-	100,000	27,189	50	35,520
Disbursements:													
Instruction	649,637	292,673	-	275	-	724,794	72,395	261,232	6,972	-	-	-	63,420
Support services	542,016	135,892	-	-	33,987	408,470	-	-	-	100,000	27,167	125,475	-
Noninstructional services	369,761	6,000	-	-	-	450,802	-	-	-	-	-	-	-
Facilities acquisition and construction	9,090	13,698	-	-	-	64,202	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	1,570,504	448,263	-	275	33,987	1,648,268	72,395	261,232	6,972	100,000	27,167	125,475	63,420
Excess (deficiency) of receipts over disbursements	(590,028)	116,564	25,000	(275)	616	170,055	-	21,114	(6,972)	-	22	(125,425)	(27,900)
Other financing sources (uses):													
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	2,326,553	136	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	(136)	(36,128)	(2,394,956)	-	-	(18,010)	-	-	-	-
Total other financing sources (uses)	2,326,553	136	-	(136)	(36,128)	(2,394,956)	-	-	(18,010)	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,736,525	116,700	25,000	(411)	(35,512)	(2,224,901)	-	21,114	(24,982)	-	22	(125,425)	(27,900)
Cash and investments - ending	\$ 1,736,525	\$ 992,944	\$ 25,000	\$ -	\$ -	\$ -	\$ -	\$ 16,178	\$ -	\$ -	\$ 3,616	\$ 125,097	\$ -

(Continued)

ZIONSVILLE COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 July 1, 2019 through June 30, 2020

	Cte Performance Grant	Performance Based Awards Fund	High Ability 19/20	Connectivity Grant	Title I 2019-2020	Spec Ed Grant Fund 18-19	Spec Ed Pre-School Fund 18-19	Title Iv Drug Free Fund	Title Iv Fund	Title Ii Part A Fund	School Lunch Prepaid Fund	Federal Taxes	Social Security
Cash and investments - beginning	\$ 10,094	\$ 16,420	\$ -	\$ 29,682	\$ (24,663)	\$ (45,230)	\$ (824)	\$ 10,143	\$ -	\$ (449)	\$ 204,867	\$ -	\$ 311
Receipts:													
Local sources	-	-	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	63,042	30,346	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	30,685	1,104,241	22,845	-	12,227	47,591	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	106,697	3,350,163	3,006,166
Total receipts	-	-	63,042	30,346	30,685	1,104,241	22,845	-	12,227	47,591	106,697	3,350,163	3,006,166
Disbursements:													
Instruction	10,094	-	54,869	-	2,987	1,253,509	26,518	-	12,227	49,955	-	-	-
Support services	-	-	-	-	9,512	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	8,488	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	4,329	3,350,163	3,006,166
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	10,094	-	54,869	8,488	12,499	1,253,509	26,518	-	12,227	49,955	4,329	3,350,163	3,006,166
Excess (deficiency) of receipts over disbursements	(10,094)	-	8,173	21,858	18,186	(149,268)	(3,673)	-	-	(2,364)	102,368	-	(0)
Other financing sources (uses):													
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	(10,143)	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	(10,143)	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(10,094)	-	8,173	21,858	18,186	(149,268)	(3,673)	(10,143)	-	(2,364)	102,368	-	(0)
Cash and investments - ending	\$ -	\$ 16,420	\$ 8,173	\$ 51,540	\$ (6,477)	\$ (194,498)	\$ (4,497)	\$ -	\$ -	\$ (2,813)	\$ 307,235	\$ -	\$ 311

(Continued)

ZIONSVILLE COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 July 1, 2019 through June 30, 2020

	State Taxes	County Taxes	Group Insurance	Section 125/ Health	Annuities	Garnishments	Ista Dues	Optional Life Insurance	Flexible Spending Account	Health Savings Account	Zionsville Education Fund	Fringe Benefits	Annuity Loan Repayments	Salary Diversion	Credit Card	Totals
Cash and investments - beginning	\$ 81,632	\$ 36,789	\$ 29,392	\$ 117,586	\$ 147	\$ -	\$ -	\$ 4,606	\$ -	\$ -	\$ -	\$ (4,543)	\$ -	\$ (679)	\$ -	\$ 37,738,242
Receipts:																
Local sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	48,491,427
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	38
State sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	45,366,011
Federal sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,464,362
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,231,773
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	1,178,490	535,668	4,992	1,584,253	1,360,613	18,877	215,488	238,104	225,915	226,536	19,323	-	51,600	762,144	4,042,233	17,090,753
Total receipts	1,178,490	535,668	4,992	1,584,253	1,360,613	18,877	215,488	238,104	225,915	226,536	19,323	-	51,600	762,144	4,042,233	115,644,364
Disbursements:																
Instruction	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	38,929,585
Support services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	25,518,187
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,340,140
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,214,201
Debt services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	23,180,193
Nonprogrammed charges	1,174,973	533,513	5,595	1,584,551	1,360,614	18,877	215,488	242,804	225,915	226,536	19,323	-	51,600	762,144	3,857,691	16,640,282
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	1,174,973	533,513	5,595	1,584,551	1,360,614	18,877	215,488	242,804	225,915	226,536	19,323	-	51,600	762,144	3,857,691	110,822,588
Excess (deficiency) of receipts over disbursements	3,517	2,155	(603)	(298)	(1)	-	-	(4,700)	-	-	-	-	-	-	184,542	4,821,776
Other financing sources (uses):																
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	5,858,034
Transfers out	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(5,858,034)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	3,517	2,155	(603)	(298)	(1)	-	-	(4,700)	-	-	-	-	-	-	184,542	4,821,776
Cash and investments - ending	\$ 85,149	\$ 38,944	\$ 28,789	\$ 117,288	\$ 146	\$ -	\$ -	\$ (94)	\$ -	\$ -	\$ -	\$ (4,543)	\$ -	\$ (679)	\$ 184,542	\$ 42,560,018

ZIONSVILLE COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 July 1, 2020 through June 30, 2021

	Education Fund	Referendum Tax Levy Fund	Debt Service Fund	Retirement/Sev Debt Serv Fund	Capital Referendum Fund	Operations Fund	Local Rainy Day Fund	2017 A Construction Fund	2017 B Construction Fund	2018 A Construction Fund	2018 B Construction Fund	2020 Construction	School Lunch Fund
Cash and investments - beginning	\$ 12,848,319	\$ 6,052,890	\$ 10,269,832	\$ 370,259	\$ -	\$ 5,900,914	\$ 1,397,138	\$ 48,228	\$ 110,212	\$ 341,227	\$ 321,493	\$ -	\$ 322,561
Receipts:													
Local sources	107,821	9,253,000	24,129,408	659,062	1,288,166	9,443,457	7,331	14,411	586	750	750	2,309,902	333,967
Intermediate sources	-	-	-	-	-	36	-	-	-	-	-	-	-
State sources	46,157,576	-	-	-	-	-	-	-	-	-	-	-	50,792
Federal sources	-	-	4,836	-	-	-	-	-	-	-	-	-	1,298,269
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-	-	-
Total receipts	46,265,397	9,253,000	24,134,244	659,062	1,288,166	9,443,493	7,331	14,411	586	750	750	2,309,902	1,683,028
Disbursements:													
Instruction	27,661,533	9,302,331	-	-	-	-	-	-	-	-	-	-	-
Support services	11,070,874	89,635	-	-	-	13,521,376	-	30	30	-	-	-	2,194
Noninstructional services	551,987	-	-	-	-	855,506	-	-	-	-	-	-	1,676,053
Facilities acquisition and construction	-	-	-	-	-	622,586	-	29,347	1,500	23,131	47,120	2,821,030	-
Debt services	-	-	24,613,920	649,148	1,075,000	1,151,836	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	39,284,394	9,391,966	24,613,920	649,148	1,075,000	16,151,304	-	29,377	1,530	23,131	47,120	2,821,030	1,678,247
Excess (deficiency) of receipts over disbursements	6,981,003	(138,966)	(479,676)	9,914	213,166	(6,707,811)	7,331	(14,966)	(944)	(22,381)	(46,370)	(511,128)	4,781
Other financing sources (uses)													
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	25,000,000	-
Sale of capital assets	-	-	-	-	-	1,088	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	6,720,284	-	-	-	-	-	-	-
Transfers out	(6,720,284)	-	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	(6,720,284)	-	-	-	-	6,721,372	-	-	-	-	-	25,000,000	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	260,719	(138,966)	(479,676)	9,914	213,166	13,561	7,331	(14,966)	(944)	(22,381)	(46,370)	24,488,872	4,781
Cash and investments - ending	\$ 13,109,038	\$ 5,913,924	\$ 9,790,156	\$ 380,173	\$ 213,166	\$ 5,914,475	\$ 1,404,469	\$ 33,262	\$ 109,268	\$ 318,846	\$ 275,123	\$ 24,488,872	\$ 327,342

(Continued)

ZIONSVILLE COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 July 1, 2020 through June 30, 2021

	Textbook Rental Fund	Campus Parking	Extended Services	Comm Foundt'N Of Boone Co Grant	Donations Fund	Strong Start Community Grant	Formative Assessment Grant	Special Ed Excess Costs	Secured Schools Safety Grant	Alternative Education	Early Intervention Grant 1819	Lilly Counseling Grant	Nesp-Non English Speaking Grant
Cash and investments - beginning	\$ 1,019,798	\$ 32,851	\$ 1,736,525	\$ -	\$ 992,944	\$ 25,000	\$ -	\$ 16,178	\$ -	\$ -	\$ 3,616	\$ 125,097	\$ -
Receipts:													
Local sources	1,260,253	34,628	2,291,945	50,000	390,726	-	-	-	-	-	-	1,286	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	63,220	357,903	100,000	12,295	20,826	-	32,865
Federal sources	-	-	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-	-	-
Total receipts	1,260,253	34,628	2,291,945	50,000	390,726	-	63,220	357,903	100,000	12,295	20,826	1,286	32,865
Disbursements:													
Instruction	1,051	-	1,166,285	-	166,363	25,000	63,220	451,554	-	7,688	-	-	34,532
Support services	1,048,138	26,937	1,044,744	50,000	112,967	-	-	-	100,000	-	22,450	88,982	-
Noninstructional services	-	-	731,501	-	993	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	201	-	23,224	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	1,049,189	26,937	2,942,731	50,000	303,547	25,000	63,220	451,554	100,000	7,688	22,450	88,982	34,532
Excess (deficiency) of receipts over disbursements	211,064	7,691	(650,786)	-	87,179	(25,000)	-	(93,651)	-	4,607	(1,624)	(87,696)	(1,667)
Other financing sources (uses)													
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	211,064	7,691	(650,786)	-	87,179	(25,000)	-	(93,651)	-	4,607	(1,624)	(87,696)	(1,667)
Cash and investments - ending	\$ 1,230,862	\$ 40,542	\$ 1,085,739	\$ -	\$ 1,080,123	\$ -	\$ -	\$ (77,473)	\$ -	\$ 4,607	\$ 1,992	\$ 37,401	\$ (1,667)

(Continued)

ZIONSVILLE COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 July 1, 2020 through June 30, 2021

	Performance Based Awards Fund	High Ability 19/20	Connectivity Grant	Title I 2019-2020	Spec Ed Grant Fund 18-19	Spec Ed Pre-School Fund 18-19	Title Iv Fund	Title Ii Part A Fund	Esser Ii Fund	Cares Act- Educ Stabiliz Relief	Indiana Humanities	School Lunch Prepaid Food	Federal Taxes	Social Security	State Taxes
Cash and investments - beginning	\$ 16,420	\$ 8,173	\$ 51,540	\$ (6,477)	\$ (194,498)	\$ (4,497)	\$ -	\$ (2,813)	\$ -	\$ -	\$ -	\$ 307,235	\$ -	\$ 311	\$ 85,149
Receipts:															
Local sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
State sources	270,979	53,552	15,548	-	-	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	38,960	1,066,654	27,709	7,959	50,285	-	68,611	998	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-	(1,383)	3,365,086	3,124,872	1,227,398
Total receipts	270,979	53,552	15,548	38,960	1,066,654	27,709	7,959	50,285	-	68,611	998	(1,383)	3,365,086	3,124,872	1,227,398
Disbursements:															
Instruction	287,399	45,474	-	36,618	1,055,387	27,271	7,959	87,388	-	-	-	-	-	-	-
Support services	-	-	27,975	28,800	-	-	-	-	232,664	68,611	998	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-	10,455	3,365,086	3,124,872	1,179,351
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	287,399	45,474	27,975	65,418	1,055,387	27,271	7,959	87,388	232,664	68,611	998	10,455	3,365,086	3,124,872	1,179,351
Excess (deficiency) of receipts over disbursements	(16,420)	8,078	(12,427)	(26,458)	11,267	438	-	(37,103)	(232,664)	-	-	(11,838)	-	-	48,047
Other financing sources (uses)															
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(16,420)	8,078	(12,427)	(26,458)	11,267	438	-	(37,103)	(232,664)	-	-	(11,838)	-	-	48,047
Cash and investments - ending	\$ -	\$ 16,251	\$ 39,113	\$ (32,935)	\$ (183,231)	\$ (4,059)	\$ -	\$ (39,916)	\$ (232,664)	\$ -	\$ -	\$ 295,397	\$ -	\$ 311	\$ 133,196

(Continued)

ZIONSVILLE COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 July 1, 2020 through June 30, 2021

	County Taxes	Group Insurance	Section 125/ Health	Annuities	Garnishments	Ista Dues	Optional Life Insurance	Flexible Spending Account	Health Savings Account	Zionsville Education Fund	Fringe Benefits	Annuity Loan Repayments	Salary Diversion	Credit Card	Totals
Cash and investments - beginning	\$ 38,944	\$ 28,789	\$ 117,288	\$ 146	\$ -	\$ -	\$ (94)	\$ -	\$ -	\$ -	\$ (4,543)	\$ -	\$ (679)	\$ 184,542	\$ 42,560,018
Receipts:															
Local sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	51,577,449
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	36
State sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	47,135,556
Federal sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,564,281
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	564,146	-	1,664,437	1,459,057	9,489	249,162	250,865	197,340	271,088	21,852	-	49,959	802,166	5,039,314	18,294,848
Total receipts	564,146	-	1,664,437	1,459,057	9,489	249,162	250,865	197,340	271,088	21,852	-	49,959	802,166	5,039,314	119,572,170
Disbursements:															
Instruction	-	-	-	-	-	-	-	-	-	-	-	-	-	-	40,427,053
Support services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	27,537,405
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,816,040
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,568,139
Debt services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	27,489,904
Nonprogrammed charges	541,837	-	1,609,016	1,451,825	9,489	249,162	247,277	197,340	271,088	21,852	-	49,959	802,166	4,756,093	17,886,868
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	541,837	-	1,609,016	1,451,825	9,489	249,162	247,277	197,340	271,088	21,852	-	49,959	802,166	4,756,093	120,725,409
Excess (deficiency) of receipts over disbursements	22,309	-	55,421	7,232	-	-	3,588	-	-	-	-	-	-	283,221	(1,153,239)
Other financing sources (uses)															
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-	-	25,000,000
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,088
Transfers in	-	-	-	-	-	-	-	-	-	-	-	-	-	-	6,720,284
Transfers out	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(6,720,284)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	25,001,088
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	22,309	-	55,421	7,232	-	-	3,588	-	-	-	-	-	-	283,221	23,847,849
Cash and investments - ending	\$ 61,253	\$ 28,789	\$ 172,709	\$ 7,378	\$ -	\$ -	\$ 3,494	\$ -	\$ -	\$ -	\$ (4,543)	\$ -	\$ (679)	\$ 467,763	\$ 66,407,867

ZIONSVILLE COMMUNITY SCHOOLS
SCHEDULE OF PAYABLES AND RECEIVABLES
June 30, 2021

<u>Government or Enterprise</u>	Accounts <u>Payable</u>	Accounts <u>Receivable</u>
Governmental activities	<u>\$ 853,256</u>	<u>\$ 571,947</u>

ZIONSVILLE COMMUNITY SCHOOLS
SCHEDULE OF LEASES AND DEBT
June 30, 2021

<u>Lessor</u>	<u>Purpose</u>	<u>Annual Lease Payment</u>	<u>Lease Beginning Date</u>	<u>Lease Ending Date</u>
Governmental activities:				
BMO Harris Equipment Finance	LED Lighting Project	\$ 313,939	12/21/2017	7/1/2021
Konica Minolta Finance	Lease of Copiers	53,395	5/15/2017	5/26/2022
Zionsville Community School Building Corp	Lease-Rental Bonds - 2002 CABS	2,210,000	1/24/2002	1/15/2025
Zionsville Community School Building Corp	Lease-Rental Bonds - Series 2007 Refunding	3,608,000	1/30/2007	1/15/2025
Zionsville Community School Building Corp	Lease-Rental Bonds - 1999 CABS	3,390,000	2/24/1999	1/15/2023
Zionsville Community School Building Corp	Refunding Bonds of 2014B	10,511,500	9/30/2014	12/31/2027
Zionsville Community School Building Corp	2020 First Mortgage	1,810,000	12/11/2020	1/15/2040
Zionsville Community School Building Corp	Refunding Bonds of 2014A	<u>33,000</u>	9/30/2014	12/31/2022
Total governmental activities		<u>21,929,834</u>		
Total of annual lease payments		<u>\$ 21,929,834</u>		

<u>Description of Debt</u>		<u>Ending Principal Balance</u>	<u>Principal and Interest Due Within One Year</u>
<u>Type</u>	<u>Purpose</u>		
Governmental activities:			
General Obligation Bonds	Construction Project- 2017A	\$ 160,000	\$ 162,400
General Obligation Bonds	Construction Project- 2017B	160,000	161,600
General Obligation Bonds	Construction Project- 2018A	2,335,000	1,603,575
General Obligation Bonds	Construction Project- 2018B	795,000	544,950
General Obligation Bonds	Refinanced Pension Bonds	<u>2,355,000</u>	<u>658,653</u>
Total governmental activities		<u>5,805,000</u>	<u>3,131,178</u>
Totals		<u>\$ 5,805,000</u>	<u>\$ 3,131,178</u>

ZIONSVILLE COMMUNITY SCHOOLS
SCHEDULE OF CAPITAL ASSETS
June 30, 2021

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

	<u>Ending Balance</u>
Governmental activities:	
Land	\$ 14,144,625
Buildings	213,808,717
Improvements other than buildings	732,412
Machinery, equipment, and vehicles	13,855,545
Construction in progress	<u>519,603</u>
Total governmental activities	<u>243,060,902</u>
Total capital assets	<u>\$ 243,060,902</u>

ZIONSVILLE COMMUNITY SCHOOLS
STATE REPORTING INFORMATION (Unaudited)
July 1, 2019 – June 30, 2021

Financial Statement and Accompanying Notes:

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

In addition to this report, other reports may have been issued for the School Corporation. All reports can be found on the Indiana State Board of Accounts' website: <http://www.in.gov/sboa/>.

Indiana Department of Education Reporting:

The School Corporation's Financial Reports can be found on the Indiana Department of Education website: <http://www.doe.in.gov/finance/school-financial-reports>. This website is maintained by the Indiana Department of Education. More current financial information is available from the School Corporation Treasurer's office. Additionally, some financial information of the School Corporation can be found on the Indiana Gateway for Government Units website: <https://gateway.ifionline.org/>.

Differences may be noted between the financial information presented in the financial statement contained in this report and the financial information presented in the School Corporation's Financial Reports referenced above. These differences, if any, are due to adjustments made to the financial information during the course of the audit. This is a common occurrence in any financial statement audit. The financial information presented in this report is audited information, and the accuracy of such information can be determined by reading the opinion given in the Independent Auditor's Report.

The other information on the IDOE website and on the Indiana Gateway for Government Units presented was approved by management of the School Corporation. It is presented as intended by the School Corporation.

ZIONSVILLE COMMUNITY SCHOOLS
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the period July 1, 2019 through June 30, 2021

Federal Grantor Agency <u>Cluster Title/Program Title/Project Title</u>	<u>Pass-Through Entity or Direct Grant</u>	Assistance Listing <u>Number</u>	Pass-Through Entity (or Other) Identifying <u>Number</u>	Total Federal Awards Expended <u>06-30-20</u>	Total Federal Awards Expended <u>06-30-21</u>	Total Federal Awards Expended 07-01-19 to <u>06-30-21</u>
<u>Department of Agriculture</u>						
Child Nutrition Cluster School Breakfast Program	Indiana Department of Education	10.553		\$ 4,006	\$ 23,098	\$ 27,104
National School Lunch Program School Lunch	Indiana Department of Education	10.555		242,767	1,275,171	1,517,938
Commodities		10.555		154,289	198,406	352,695
Total - Child Nutrition Cluster				401,062	1,496,675	1,897,737
Total - Department of Agriculture				401,062	1,496,675	1,897,737
<u>Department of the Treasury</u>						
COVID-19 - Coronavirus Relief Fund Coronavirus Relief Fund	US Department of Treasury/Indiana Bond Bank	21.019		-	4,836	4,836
COVID-19 - Coronavirus Relief Fund Coronavirus Relief Fund	Indiana Finance Authority/Town of Zionsville	21.019		-	23,334	23,334
Total - Department of the Treasury/Coronavirus Relief Fund				-	28,170	28,170
<u>National Endowment for the Humanities</u>						
Promotion of the Humanities Federal/State Partnership Indiana Humanities	Indiana Humanities	45.129	SO-268694-20	-	998	998
Total - National Endowment for the Humanities				-	998	998
<u>Department of Education</u>						
Special Education Cluster (IDEA)						
Special Education Grants to States Special Ed Part B 611 2018-19	Indiana Department of Education	84.027	H027A180084	307,337	-	307,337
Special Ed Part B 611 2019-2020		84.027	H027A180084	796,907	329,617	1,126,524
Special Ed Part B 611 2020-2021		84.027	H027A190084	-	737,036	737,036
Total - Special Education Grants to States				1,104,244	1,066,653	2,170,897
Special Education Preschools Grants Special Ed Part B 619 2018-19	Indiana Department of Education	84.173	H173A180104	824	-	824
Special Ed Part B 619 2019-2020		84.173	H173A180104	22,022	4,497	26,519
Special Ed Part B 619 2020-2021		84.173	H173A180104	-	23,212	23,212
Total - Special Education Preschools Grants				22,846	27,709	50,555
Total - Special Education Cluster (IDEA)				1,127,090	1,094,362	2,221,452
Title I Grants to Local Educational Agencies						
Title I 2018-19	Indiana Department of Education	84.010	S010A180014	24,872	-	24,872
Title I 2019-2020		84.010	S010A190014	5,813	-	5,813
Title I 2019-2020		84.010	S010A200014	-	38,960	38,960
Total - Title I Grants to Local Educational Agencies				30,685	38,960	69,645

(Continued)

ZIONSVILLE COMMUNITY SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the period July 1, 2019 through 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	Total Federal Awards Expended 06-30-20	Total Federal Awards Expended 06-30-21	Total Federal Awards Expended 07-01-19 to 06-30-21
Title III Part A English Language Acquisition State Grants Indiana Department of Education						
Title III/Wabash Valley Ed Ctr		84.365	S365A190013	\$ 4,485	\$ -	\$ 4,485
Title III/Wabash Valley Ed Ctr		84.365	S365A200013	10,079	6,074	16,153
Title III/Wabash Valley Ed Ctr		84.365	S365A210013	-	4,346	4,346
Total - Title III Part A English Language Acquisition State Grants				<u>14,564</u>	<u>10,420</u>	<u>24,984</u>
Title II Part A; Supporting Effective Instruction State Grant Indiana Department of Education						
Title II Part A FFY18		84.367	S367A180010	31,345	19,700	51,045
Title II Part A FFY 19		84.367	S367A180013	16,246	30,585	46,831
Total - Title II Part A; Supporting Effective Instruction State Grants				<u>47,591</u>	<u>50,285</u>	<u>97,876</u>
Title IV Part A; Student Support and Academic Enrichment Program						
Title IV 2018-2019	Indiana Department of Education	84.424	S424A180015	2,227	-	2,227
Title IV		84.424	S424A190015	10,000	-	10,000
Title IV		84.424	S424A200015	-	7,959	7,959
Total - Title IV Part A; Student Support and Academic Enrichment Program				<u>12,227</u>	<u>7,959</u>	<u>20,186</u>
COVID-19 - Education Stabilization Fund Indiana Department of Education						
Elementary and Secondary School Emergency Relief (ESSER) Fund		84.425D	S425D200013	-	68,611	68,611
Total - Department of Education				<u>1,232,157</u>	<u>1,270,597</u>	<u>2,502,754</u>
<u>Social Security Administration</u>						
Disability Insurance/SSI Cluster						
Social Security Disability Insurance	Indiana Family and					
Disability Determination	Social Services Administration	96.001		14	-	14
Total - Disability Insurance/SSI Cluster				<u>14</u>	<u>-</u>	<u>14</u>
Total - Social Security Administration				<u>14</u>	<u>-</u>	<u>14</u>
Total federal awards expended				<u>\$ 1,633,233</u>	<u>\$ 2,796,440</u>	<u>\$ 4,429,673</u>

See accompanying notes to the schedule of expenditure of federal awards.

ZIONSVILLE COMMUNITY SCHOOLS
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Period of July 1, 2019 to June 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (SEFA) includes the federal grant activity of the School Corporation under programs of the federal government for the period of July 1, 2019 to June 30, 2021. The information in the SEFA is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the SEFA presents only a select portion of the operations of the School Corporation, it is not intended to and does not present the financial position of the School Corporation.

The Uniform Guidance requires an annual audit of nonfederal entities expending a total amount of federal awards equal to or in excess of \$750,000 in any fiscal year unless by constitution or statute a less frequent audit is required. In accordance with Indiana Code (IC 5-11-1-25), audits of school corporations shall be conducted biennially. Such audits shall include both years within the biennial period.

B. Other Significant Accounting Policies

Expenditures reported on the SEFA are reported on the cash basis of accounting. Such expenditures are recognized following the cost principles contained in Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement. When federal grants are received on a reimbursement basis, the federal awards are considered expended when the reimbursement is received.

NOTE 2 – INDIRECT COST RATE

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

NOTE 3 – OTHER INFORMATION

The School Corporation did not have any subrecipient activity for the period July 1, 2019 to June 30, 2021.

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

Those Charged with Governance
Zionsville Community Schools
Boone County, Indiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statement of Zionsville Community Schools ("School Corporation"), which comprise the statement of receipts, disbursements, other financing sources (uses), and cash and investment balances of the School Corporation as of June 30, 2021 and for the period July 1, 2019 to June 30, 2021 and the related notes to the financial statement, which collectively comprise the School Corporation's financial statement, and have issued our report thereon dated August 19, 2022.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statement, 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 statement, 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 statement will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

(Continued)

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School Corporation's financial statement is 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 statement. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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.

Crowe LLP
Crowe LLP

Indianapolis, Indiana
August 19, 2022

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR
EACH MAJOR FEDERAL PROGRAM; REPORT ON
INTERNAL CONTROL OVER COMPLIANCE

Those Charged with Governance
Zionsville Community Schools
Boone, Indiana

Report on Compliance for Each Major Federal Program

We have audited Zionsville Community School'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 the School Corporation's major federal program for the period July 1, 2019 to June 30, 2021. The School Corporation's major federal program is 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 the 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 its major federal program for the period July 1, 2019 to June 30, 2021.

(Continued)

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 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.

Crowe LLP
Crowe LLP

Indianapolis, Indiana
August 19, 2022

ZIONSVILLE COMMUNITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2021

Section I – Summary of Auditor’s Results

Financial Statement

Type of auditor’s report issued: Adverse as to GAAP, Unmodified
as to regulatory basis

Internal control over financial reporting:

Material weakness(es) identified? _____ Yes X No

Significant deficiency(ies) identified? _____ Yes X None Reported

Noncompliance material to financial statement noted? _____ Yes X No

Federal Awards

Internal control over major programs:

Material weakness(es) identified? _____ Yes X No

Significant deficiency(ies) identified? _____ Yes X None Reported

Type of auditor’s report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2CFR 200.516(a)? _____ Yes X No

Identification of major programs:

<u>Assistance Listing Number</u>	<u>Name of Federal Program or Cluster</u>
10.553, 10.555	Child Nutrition Cluster

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

Auditee qualified as low-risk auditee? _____ Yes X No

Section II – Financial Statement Findings

None noted.

Section III – Federal Award Findings and Questioned Costs

None noted.
