



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
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October 24, 2022

To: The Officials of Shelbyville Central Schools
Shelbyville Central Schools
1121 E. State Road 44
Shelbyville, IN 46176

As authorized under Indiana Code 5-11-1, we engaged private examiners under our review to perform the audit of Shelbyville Central 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 Shelbyville Central Schools 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.

We call your attention to the findings included in the report on pages 39-42. Please see the Schedule of Findings and Questioned Costs for complete details related to the findings. Management's Corrective Action Plan appears on pages 43-44.

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

In addition to the report presented herein, a Supplemental Report for Shelbyville Central Schools was prepared in accordance with the guidelines established by the State Board of Accounts.

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

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

Tammy R. White, CPA
Deputy State Examiner

SHELBYVILLE CENTRAL SCHOOLS
Shelby County, Indiana

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

SHELBYVILLE CENTRAL SCHOOLS
Shelby 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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SHELBYVILLE CENTRAL 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	Michelle Babock	07-01-19 to 06-30-21
Superintendent of Schools	Mary Harper	07-01-19 to 06-30-21
President of the School Board	Mike Warble Gayle Wiley	07-01-19 to 12-31-19 01-01-20 to 06-30-21

INDEPENDENT AUDITOR'S REPORT

Those Charged with Governance
Shelbyville Central Schools
Shelby 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 Shelbyville Central 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 this financial statement in accordance with the financial reporting provisions of the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6) 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, and State Reporting Information, marked as unaudited on the table of contents, 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 October 14, 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
Crowe LLP

Indianapolis, Indiana
October 14, 2022

SHELBYVILLE CENTRAL 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

<u>Fund</u>	<u>Cash and Investments 07-01-2019</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Other Financing Sources (Uses)</u>	<u>Cash and Investments 06-30-2020</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Other Financing Sources (Uses)</u>	<u>Cash and Investments 06-30-2021</u>
Education	\$ 8,892,715	\$ 27,750,537	\$ 24,042,326	\$ (3,766,617)	\$ 8,834,309	\$ 27,564,836	\$ 23,643,312	\$ (4,100,000)	\$ 8,655,833
Debt Service	3,186,287	6,471,842	6,719,974	(123,354)	2,814,801	7,214,389	6,448,510	(704,363)	2,876,317
Operations	3,702,195	7,833,629	12,083,453	3,768,109	3,220,480	6,491,650	9,652,072	4,801,345	4,861,403
Local Rainy Day	5,363,507	3,069,009	3,328,590	-	5,103,926	-	324,275	-	4,779,651
Construction	1,195,530	419,475	411,329	-	1,203,676	368,638	673,873	3,675,000	4,573,441
School Lunch	1,863,952	2,713,600	2,518,360	(6,243)	2,052,949	3,121,437	3,011,658	74	2,162,802
Curricular Materials Rental	(806,876)	523,612	751,231	123,354	(911,141)	665,887	213,313	197,279	(261,288)
Levy Excess	15,357	-	-	-	15,357	-	-	(15,357)	-
Educational License Plates	22,900	244	-	-	23,144	263	-	-	23,407
Preschool Fund	-	338,828	-	-	338,828	238,077	209,396	-	367,509
Donation: For Students In Need	144	2,083	824	-	1,403	400	324	-	1,479
Staff Appreciation	-	910	70	-	840	-	712	-	128
Sms Golden Bear Court	3,710	-	-	-	3,710	-	-	-	3,710
90% Reading Goal	19,215	868	13,042	(2,129)	4,912	-	297	-	4,615
Shs Gordman Donation	-	-	-	1,000	1,000	-	-	-	1,000
Prevention Services Program	-	4,158	3,353	(3,565)	(2,760)	12,056	12,165	-	(2,869)
Sh Co Drug Free Coalition Grnt	895	-	895	-	-	-	-	-	-
Bridges Program	-	1,800	-	940	2,740	2,000	-	-	4,740
Alternative Education	147,237	17,683	-	-	164,920	18,240	-	-	183,160
Scuffy Social Worker Grant	(485)	2,288	2,758	-	(955)	955	-	-	-
Cpr Account	-	1,188	603	-	585	1,260	880	-	965
Bridges Program	2,437	142	1,639	(940)	-	-	-	-	-
Baby Safe Haven Grant	769	-	-	(769)	-	-	-	-	-
Prevention Services 2011-12	574	-	-	(574)	-	-	-	-	-
Baby Safe Haven Grant 12-13	1,749	-	-	(1,749)	-	-	-	-	-
Prevention Serv Shs	(4,172)	10,677	9,205	2,700	-	-	-	-	-
Prevention Serv Grant Sms	(3,027)	-	161	3,188	-	-	-	-	-
Transportation Driver App	605	-	-	(605)	-	-	-	-	-
Brf Pe Equipment Grant	47	-	-	(47)	-	-	-	-	-
Coulston Brf Musical Grant	179	1	-	(180)	-	-	-	-	-
Coulston Outdoor Lab	361	-	-	(361)	-	-	-	-	-
Shs Gordman Donation	1,000	-	-	(1,000)	-	-	-	-	-
Blue River Found Ms Jazz Grant	300	-	-	(300)	-	-	-	-	-
Health Grant/Donation	-	-	882	882	-	-	-	-	-
Formative Assessment	-	47,691	40,507	-	7,184	40,527	47,705	-	6
Special Education Excess Costs	21,921	-	-	-	21,921	-	-	-	21,921
High Ability Grant 18-19	15,344	-	15,344	-	-	-	-	-	-
High Ability Grant 19-20	-	8,139	6,304	(1,835)	-	-	-	-	-
School Safe Haven	4,604	-	-	-	4,604	-	-	-	4,604
Early Education Matching Grant	-	61,666	78,834	9,243	(7,925)	54,890	46,965	-	-
Medicaid Reimbursement	353,147	154,286	92,927	-	414,506	250,527	363,236	-	301,797
Secured Schools Safety Grant	-	-	100,000	-	(100,000)	175,586	97,978	-	(22,392)
Early Intervention Grant 18-19	13,228	-	13,228	-	-	-	-	-	-
Eig 19-20	-	14,860	8,350	-	6,510	-	6,510	-	-
Early Intervention Grant 2020-2021	-	-	-	-	-	11,290	2,898	-	8,392

(Continued)

SHELBYVILLE CENTRAL 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
Nesp English Speaking Fund	\$ 30,006	\$ -	\$ 30,006	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Nesp 19-20	-	97,491	65,248	-	32,243	-	32,243	-	-
Nesp 2020-2021	-	-	-	-	-	95,689	48,895	-	46,794
Career And Technical Performance Grant	82,234	-	-	-	82,234	-	-	-	82,234
Team Building In Fine Arts	5	1	-	-	6	-	6	-	-
High Ability Students	-	40,953	22,687	1,835	20,101	39,727	56,791	-	3,037
Universal Service Grant	192	-	192	-	-	-	-	-	-
State Connectivity Grant	3,715	3,988	-	-	7,703	7,909	-	-	15,612
East Asia Studies Iu Grant	101	-	-	(101)	-	-	-	-	-
County Council Racino Grant	5,523	-	5,523	-	-	-	-	-	-
Wellness Grant 13-14	882	-	-	(882)	-	-	-	-	-
Come Back Stronger Grant	-	30,000	-	-	30,000	-	29,477	-	523
Cash For College Grant	512	-	-	-	512	-	-	-	512
Title I 2018-2019	(107,492)	172,402	64,910	-	-	-	-	-	-
Title I 19-20	-	448,876	451,998	-	(3,122)	96,643	93,521	-	-
Title I 20-21	-	-	-	-	-	444,619	457,262	-	(12,643)
Idea Part B 611 Fy2019	(128,000)	150,490	22,490	-	-	-	-	-	-
Spec. Ed Part B 611 19-20	-	865,497	897,557	-	(32,060)	76,465	44,405	-	-
Special Education Part B 611 Fy2021	-	-	-	-	-	824,375	933,128	-	(108,753)
Spec. Ed Part B 619 Fy19	(3,427)	12,999	9,572	-	-	-	-	-	-
Spec Ed Part B 619 Fy20	-	20,324	21,492	-	(1,168)	16,557	15,389	-	-
Special Ed Part B 619 Fy2021	-	-	-	-	-	17,367	21,659	-	(4,292)
Title Iv	(362)	30,023	28,113	-	1,548	12,036	13,584	-	-
Title Iv 19	-	-	5,366	-	(5,366)	26,676	34,967	-	(13,657)
Title Iv 2020-2022	-	-	-	-	-	-	8,653	-	(8,653)
Title Ii Part A 18-20	(14,867)	89,324	74,573	116	-	-	-	-	-
Title Ii 17-19 84-367A	(17,677)	24,479	7,497	-	(695)	-	-	-	(695)
Ffy2020 Title Ii	-	-	-	-	-	19,266	61,562	-	(42,296)
Title Ii - Improving Teacher Quality Sta	-	-	-	-	-	-	3,677	-	(3,677)
Title Ii Part A 18-20	-	4,316	8,985	(116)	(4,785)	4,785	-	-	-
Title Ii Part A 2019-2021	-	43,138	43,513	-	(375)	62,131	61,756	-	-
Title Iii 2019-2021	-	-	4,393	-	(4,393)	35,089	30,696	-	-
Title Iii 2020-2022	-	-	-	-	-	14,828	15,398	-	(570)
Title Iii 2017-2018 Ffy17	(3,822)	16,355	12,533	-	-	-	-	-	-
Title Iii 2018-2019 Ffy18	-	46,530	46,530	-	-	2,147	2,147	-	-
ESSER II	-	-	-	-	-	333,179	405,842	-	(72,663)
Governor's Emergency Education Relief	-	-	-	-	-	136,490	136,490	-	-
ESSER	-	-	-	-	-	371,062	385,999	-	(14,937)
Prepaid School Lunch Accounts	(144,727)	564,072	541,839	-	(122,494)	206,661	171,085	-	(86,918)
Foundation Pass Through	(3,342)	69,037	61,758	-	3,937	3,624	17,579	-	(10,018)
Contract Pass Thru To Schools	3,746	426	-	-	4,172	9,837	4,500	-	9,509
Clearing Accounts	319,473	6,013,632	6,019,554	-	313,551	6,154,956	6,151,973	-	316,534
Electronic Payments	(20,627)	191,136	190,846	-	(20,337)	148,061	150,600	-	(22,876)
Totals	\$ 24,017,395	\$ 58,384,705	\$ 58,881,364	\$ -	\$ 23,520,736	\$ 55,393,087	\$ 54,145,363	\$ 3,853,978	\$ 28,622,438

See notes to financial statement.

SHELBYVILLE CENTRAL 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: 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.

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)

SHELBYVILLE CENTRAL 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)

SHELBYVILLE CENTRAL 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 fiscal year presentation. The reclassifications had no effect on total opening cash balances. The clearing fund which was previously reported in the aggregate amount of \$298,846 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:

Clearing Accounts	\$ 319,473
Electronic Payments	(20,627)
	\$ 298,846

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.

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.

(Continued)

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

NOTE 5 - 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 held investments for the period under audit.

NOTE 6 - 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

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

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 June 30, 2020, and 2021. Deficits in other fund balances, including the Curricular Materials Rental, Prepaid School Lunch Accounts, Foundation Pass Through, and Electronic Payments funds, were the result of disbursements exceeding receipts due to under-estimating current requirements for some funds. These deficits are to be prepaid from future receipts.

NOTE 8 - HOLDING CORPORATION

The School Corporation has entered into a series of capital leases with the Shelbyville Elementary School Building Corporation, Shelbyville Middle School Building Corporation, and Shelbyville Central Renovation School Building Corporation (the lessors). The lessors were 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 lessors have been determined to be related parties of the School Corporation. Lease payments for the period July 1, 2019 to June 30, 2020 totaled \$5,998,000. Lease payments for the period July 1, 2020 to June 30, 2021 totaled \$6,009,500.

(Continued)

NOTE 9 - PENSION PLANS

Public Employees' Retirement Fund

Plan Description

The Indiana Public Employees' Retirement Fund Defined Benefit Plan (PERF DB) is a cost sharing multiple-employer defined benefit plan and provides retirement, disability, and survivor benefits to plan members. PERF DB is administered through the Indiana Public Retirement System (INPRS) Board in accordance with state statutes (IC 5-10.2 and IC 5-10.3) and administrative code (35 IAC 1.2), which govern most requirements of the system and give the School Corporation authority to contribute to the plan.

The Public Employees' Hybrid Plan (PERF Hybrid) consists of two components: PERF DB, the employer-funded monthly defined benefit component, and the Public Employees' Hybrid Members Defined Contribution Account, the defined contribution component.

Financial Report

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

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

Contributions

Members' contributions are set by state statute at 3 percent of compensation for the defined contribution component of PERF Hybrid. The employer may elect to make the contribution on behalf of the member of the defined contribution component of PERF Hybrid.

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.

(Continued)

SHELBYVILLE CENTRAL 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)

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

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

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

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

Financial Report

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

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

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.

(Continued)

SHELBYVILLE CENTRAL 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)

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

NOTE 10 - SUBSEQUENT EVENTS

In June 2022, the School Corporation signed a new lease with the Shelbyville Central Renovation School Building Corporation in the amount of \$30,000,000 for the purpose of paying the costs of the renovation of and improvements to school facilities throughout the School Corporation. The lease is based on a construction bond that will be drawn down as expenses are incurred. Approximately \$10,000,000 has been drawn as the report date. Lease payments will begin June 30, 2023.

SUPPLEMENTARY INFORMATION

SHELBYVILLE CENTRAL 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	Debt Service	Operations	Local Rainy Day	Construction	School Lunch	Curricular Materials Rental	Levy Excess	Educational License Plates	Preschool Fund	Donation: For Students In Need
Cash and investments - beginning	\$ 8,892,715	\$ 3,186,287	\$ 3,702,195	\$ 5,363,507	\$ 1,195,530	\$ 1,863,952	\$ (806,876)	\$ 15,357	\$ 22,900	\$ -	\$ 144
Receipts:											
Local sources	471,285	6,121,842	5,333,526	219,009	419,475	603,340	346,886	-	-	-	2,083
Intermediate sources	86	-	103	-	-	-	-	-	244	-	-
State sources	27,279,166	-	-	-	-	16,526	175,526	-	-	338,828	-
Federal sources	-	-	-	-	-	2,093,734	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	350,000	2,500,000	2,850,000	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	1,200	-	-	-	-
Total receipts	27,750,537	6,471,842	7,833,629	3,069,009	419,475	2,713,600	523,612	-	244	338,828	2,083
Disbursements:											
Instruction	19,140,228	-	-	-	-	-	-	-	-	-	824
Support services	4,293,589	-	8,302,260	-	-	33,491	751,231	-	-	-	-
Noninstructional services	603,783	-	-	-	-	2,334,400	-	-	-	-	-
Facilities acquisition and construction	-	-	1,281,193	478,590	411,329	150,469	-	-	-	-	-
Debt services	-	6,369,974	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	4,726	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	350,000	2,500,000	2,850,000	-	-	-	-	-	-	-
Total disbursements	24,042,326	6,719,974	12,083,453	3,328,590	411,329	2,518,360	751,231	-	-	-	824
Excess (deficiency) of receipts over disbursements	3,708,211	(248,132)	(4,249,824)	(259,581)	8,146	195,240	(227,619)	-	244	338,828	1,259
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	887	57,506	3,768,109	1,857,833	-	-	180,860	-	-	-	-
Transfers out	(3,767,504)	(180,860)	-	(1,857,833)	-	(6,243)	(57,506)	-	-	-	-
Total other financing sources (uses)	(3,766,617)	(123,354)	3,768,109	-	-	(6,243)	123,354	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(58,406)	(371,486)	(481,715)	(259,581)	8,146	188,997	(104,265)	-	244	338,828	1,259
Cash and investments - ending	\$ 8,834,309	\$ 2,814,801	\$ 3,220,480	\$ 5,103,926	\$ 1,203,676	\$ 2,052,949	\$ (911,141)	\$ 15,357	\$ 23,144	\$ 338,828	\$ 1,403

(Continued)

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

	Staff Appreciation	Sms Golden Bear Court	90% Reading Goal	Shs Gordman Donation	Prevention Services Program	Sh Co Drug Free Coalition Gmt	Bridges Program	Alternative Education	Scuffy Social Worker Grant	Cpr Account	Bridges Program
Cash and investments - beginning	\$ -	\$ 3,710	\$ 19,215	\$ -	\$ -	\$ 895	\$ -	\$ 147,237	\$ (485)	\$ -	\$ 2,437
Receipts:											
Local sources	910	-	868	-	4,158	-	1,800	-	-	1,188	142
Intermediate sources	-	-	-	-	-	-	-	-	2,288	-	-
State sources	-	-	-	-	-	-	-	17,683	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-
Total receipts	910	-	868	-	4,158	-	1,800	17,683	2,288	1,188	142
Disbursements:											
Instruction	-	-	8,691	-	3,353	895	-	-	2,758	-	1,639
Support services	70	-	4,351	-	-	-	-	-	-	603	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	70	-	13,042	-	3,353	895	-	-	2,758	603	1,639
Excess (deficiency) of receipts over disbursements	840	-	(12,174)	-	805	(895)	1,800	17,683	(470)	585	(1,497)
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	871	1,000	-	-	940	-	-	-	-
Transfers out	-	-	(3,000)	-	(3,565)	-	-	-	-	-	(940)
Total other financing sources (uses)	-	-	(2,129)	1,000	(3,565)	-	940	-	-	-	(940)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	840	-	(14,303)	1,000	(2,760)	(895)	2,740	17,683	(470)	585	(2,437)
Cash and investments - ending	\$ 840	\$ 3,710	\$ 4,912	\$ 1,000	\$ (2,760)	\$ -	\$ 2,740	\$ 164,920	\$ (955)	\$ 585	\$ -

(Continued)

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

	Baby Safe Haven Grant	Prevention Services 2011-12	Baby Safe Haven Grant 12- 13	Prevention Serv Shs	Prevention Serv Grant Sms	Transportation Driver App	Brf Pe Equipment Grant	Coulston Brf Musical Grant	Coulston Outdoor Lab	Shs Gordman Donation	Blue River Found Ms Jazz Grant
Cash and investments - beginning	\$ 769	\$ 574	\$ 1,749	\$ (4,172)	\$ (3,027)	\$ 605	\$ 47	\$ 179	\$ 361	\$ 1,000	\$ 300
Receipts:											
Local sources	-	-	-	10,677	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	1	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	10,677	-	-	-	1	-	-	-
Disbursements:											
Instruction	-	-	-	9,205	161	-	-	-	-	-	-
Support services	-	-	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	9,205	161	-	-	-	-	-	-
Excess (deficiency) of receipts over disbursements	-	-	-	1,472	(161)	-	-	1	-	-	-
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	2,700	3,188	-	-	-	-	-	-
Transfers out	(769)	(574)	(1,749)	-	-	(605)	(47)	(180)	(361)	(1,000)	(300)
Total other financing sources (uses)	(769)	(574)	(1,749)	2,700	3,188	(605)	(47)	(180)	(361)	(1,000)	(300)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(769)	(574)	(1,749)	4,172	3,027	(605)	(47)	(179)	(361)	(1,000)	(300)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(Continued)

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

	Health Grant/Donation	Formative Assessment	Special Education Excess Costs	High Ability Grant 18-19	High Ability Grant 19-20	School Safe Haven	Early Education Matching Grant	Medicaid Reimbursement	Secured Schools Safety Grant	Early Intervention Grant 18-19	Eig 19-20
Cash and investments - beginning	\$ -	\$ -	\$ 21,921	\$ 15,344	\$ -	\$ 4,604	\$ -	\$ 353,147	\$ -	\$ 13,228	\$ -
Receipts:											
Local sources	-	-	-	-	-	-	-	810	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	47,691	-	-	8,139	-	61,666	153,476	-	-	14,860
Federal sources	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-
Total receipts	-	47,691	-	-	8,139	-	61,666	154,286	-	-	14,860
Disbursements:											
Instruction	-	40,507	-	15,344	6,304	-	78,834	80,648	-	13,228	8,350
Support services	882	-	-	-	-	-	-	12,279	100,000	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	882	40,507	-	15,344	6,304	-	78,834	92,927	100,000	13,228	8,350
Excess (deficiency) of receipts over disbursements	(882)	7,184	-	(15,344)	1,835	-	(17,168)	61,359	(100,000)	(13,228)	6,510
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	882	-	-	-	-	-	9,243	-	-	-	-
Transfers out	-	-	-	-	(1,835)	-	-	-	-	-	-
Total other financing sources (uses)	882	-	-	-	(1,835)	-	9,243	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	7,184	-	(15,344)	-	-	(7,925)	61,359	(100,000)	(13,228)	6,510
Cash and investments - ending	\$ -	\$ 7,184	\$ 21,921	\$ -	\$ -	\$ 4,604	\$ (7,925)	\$ 414,506	\$ (100,000)	\$ -	\$ 6,510

(Continued)

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

	Nesp English Speaking Fund	Nesp 19-20	Career And Technical Performance Grant	Team Building In Fine Arts	High Ability Students	Universal Service Grant	State Connectivity Grant	East Asia Studies lu Grant	County Council Racino Grant	Wellness Grant 13-14	Come Back Stronger Grant
Cash and investments - beginning	\$ 30,006	\$ -	\$ 82,234	\$ 5	\$ -	\$ 192	\$ 3,715	\$ 101	\$ 5,523	\$ 882	\$ -
Receipts:											
Local sources	-	-	-	-	350	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	97,491	-	-	40,603	-	3,988	-	-	-	30,000
Federal sources	-	-	-	1	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-
Total receipts	-	97,491	-	1	40,953	-	3,988	-	-	-	30,000
Disbursements:											
Instruction	30,006	65,248	-	-	22,687	-	-	-	-	-	-
Support services	-	-	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	192	-	-	5,523	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	30,006	65,248	-	-	22,687	192	-	-	5,523	-	-
Excess (deficiency) of receipts over disbursements	(30,006)	32,243	-	1	18,266	(192)	3,988	-	(5,523)	-	30,000
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	8,139	-	-	-	-	-	-
Transfers out	-	-	-	-	(6,304)	-	-	(101)	-	(882)	-
Total other financing sources (uses)	-	-	-	-	1,835	-	-	(101)	-	(882)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(30,006)	32,243	-	1	20,101	(192)	3,988	(101)	(5,523)	(882)	30,000
Cash and investments - ending	\$ -	\$ 32,243	\$ 82,234	\$ 6	\$ 20,101	\$ -	\$ 7,703	\$ -	\$ -	\$ -	\$ 30,000

(Continued)

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

	Cash For College Grant	Title I 2018-2019	Title I 19-20	Idea Part B 611 Fy2019	Spec. Ed Part B 611 19-20	Spec. Ed Part B 619 Fy19	Spec Ed Part B 619 Fy20	Title Iv	Title Iv 19	Title Ii Part A 18- 20	Title Ii 17-19 84- 367A
Cash and investments - beginning	\$ 512	\$ (107,492)	\$ -	\$ (128,000)	\$ -	\$ (3,427)	\$ -	\$ (362)	\$ -	\$ (14,867)	\$ (17,677)
Receipts:											
Local sources	-	-	-	-	-	-	-	2,400	-	200	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-
Federal sources	-	172,402	448,876	150,490	865,497	12,999	20,324	27,623	-	89,124	24,479
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-
Total receipts	-	172,402	448,876	150,490	865,497	12,999	20,324	30,023	-	89,324	24,479
Disbursements:											
Instruction	-	61,382	391,853	22,490	897,557	9,572	21,492	-	-	74,573	7,497
Support services	-	-	56,560	-	-	-	-	28,113	5,366	-	-
Noninstructional services	-	3,528	3,585	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	64,910	451,998	22,490	897,557	9,572	21,492	28,113	5,366	74,573	7,497
Excess (deficiency) of receipts over disbursements	-	107,492	(3,122)	128,000	(32,060)	3,427	(1,168)	1,910	(5,366)	14,751	16,982
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	116	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	116	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	107,492	(3,122)	128,000	(32,060)	3,427	(1,168)	1,910	(5,366)	14,867	16,982
Cash and investments - ending	\$ 512	\$ -	\$ (3,122)	\$ -	\$ (32,060)	\$ -	\$ (1,168)	\$ 1,548	\$ (5,366)	\$ -	\$ (695)

(Continued)

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

	Title li Part A 18-20	Title li Part A 2019-2021	Title lii 2019-2021	Title lii 2017-2018 Ffy17	Title lii 2018-2019 Ffy18	Prepaid School Lunch Accounts	Foundation Pass Through	Contract Pass Thru To Schools	Clearing Accounts	Electronic Payments	Totals
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ (3,822)	\$ -	\$ (144,727)	\$ (3,342)	\$ 3,746	\$ 319,473	\$ (20,627)	\$ 24,017,395
Receipts:											
Local sources	1,000	-	-	-	-	-	-	-	-	-	13,541,949
Intermediate sources	-	-	-	-	-	-	-	-	-	-	2,721
State sources	-	-	-	-	-	-	-	-	-	-	28,285,643
Federal sources	3,316	43,138	-	16,355	46,530	-	-	-	-	-	4,014,889
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	5,700,000
Other receipts	-	-	-	-	-	564,072	69,037	426	6,013,632	191,136	6,839,503
Total receipts	4,316	43,138	-	16,355	46,530	564,072	69,037	426	6,013,632	191,136	58,384,705
Disbursements:											
Instruction	8,985	33,559	4,393	12,533	34,086	-	-	-	-	-	21,108,882
Support services	-	9,954	-	-	12,030	-	-	-	-	-	13,610,779
Noninstructional services	-	-	-	-	414	-	-	-	-	-	2,945,710
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	2,327,296
Debt services	-	-	-	-	-	-	-	-	-	-	6,369,974
Nonprogrammed charges	-	-	-	-	-	541,839	61,758	-	6,019,554	190,846	6,818,723
Interfund loans	-	-	-	-	-	-	-	-	-	-	5,700,000
Total disbursements	8,985	43,513	4,393	12,533	46,530	541,839	61,758	-	6,019,554	190,846	58,881,364
Excess (deficiency) of receipts over disbursements	(4,669)	(375)	(4,393)	3,822	-	22,233	7,279	426	(5,922)	290	(496,659)
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	5,892,274
Transfers out	(116)	-	-	-	-	-	-	-	-	-	(5,892,274)
Total other financing sources (uses)	(116)	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(4,785)	(375)	(4,393)	3,822	-	22,233	7,279	426	(5,922)	290	(496,659)
Cash and investments - ending	\$ (4,785)	\$ (375)	\$ (4,393)	\$ -	\$ -	\$ (122,494)	\$ 3,937	\$ 4,172	\$ 313,551	\$ (20,337)	\$ 23,520,736

SHELBYVILLE CENTRAL 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	Debt Service	Operations	Local Rainy Day	Construction	School Lunch	Curricular Materials Rental	Levy Excess	Educational License Plates	Preschool Fund	Donation: For Students In Need
Cash and investments - beginning	\$ 8,834,309	\$ 2,814,801	\$ 3,220,480	\$ 5,103,926	\$ 1,203,676	\$ 2,052,949	\$ (911,141)	\$ 15,357	\$ 23,144	\$ 338,828	\$ 1,403
Receipts:											
Local sources	470,885	7,214,389	6,491,473	-	368,638	187,932	491,843	-	-	-	400
Intermediate sources	-	-	177	-	-	1,500	-	-	263	-	-
State sources	27,093,951	-	-	-	-	19,375	172,044	-	-	238,077	-
Federal sources	-	-	-	-	-	2,912,020	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	610	2,000	-	-	-	-
Total receipts	27,564,836	7,214,389	6,491,650	-	368,638	3,121,437	665,887	-	263	238,077	400
Disbursements:											
Instruction	18,803,650	-	205,636	-	-	-	-	-	-	-	324
Support services	4,250,395	-	8,483,770	-	37,895	40,747	213,313	-	-	-	-
Noninstructional services	589,253	-	-	-	-	2,383,502	-	-	-	-	-
Facilities acquisition and construction	-	-	962,666	324,275	635,128	587,409	-	-	-	-	-
Debt services	-	6,448,510	-	-	850	-	-	-	-	-	-
Nonprogrammed charges	14	-	-	-	-	-	-	-	-	209,396	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	23,643,312	6,448,510	9,652,072	324,275	673,873	3,011,658	213,313	-	-	209,396	324
Excess (deficiency) of receipts over disbursements	3,921,524	765,879	(3,160,422)	(324,275)	(305,235)	109,779	452,574	-	263	28,681	76
Other financing sources (uses)											
Proceeds of long-term debt	-	178,904	-	-	3,675,000	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	74	-	-	-	-	-
Transfers in	-	226,550	5,027,895	-	-	-	197,279	-	-	-	-
Transfers out	(4,100,000)	(1,109,817)	(226,550)	-	-	-	-	(15,357)	-	-	-
Total other financing sources (uses)	(4,100,000)	(704,363)	4,801,345	-	3,675,000	74	197,279	(15,357)	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(178,476)	61,516	1,640,923	(324,275)	3,369,765	109,853	649,853	(15,357)	263	28,681	76
Cash and investments - ending	\$ 8,655,833	\$ 2,876,317	\$ 4,861,403	\$ 4,779,651	\$ 4,573,441	\$ 2,162,802	\$ (261,288)	\$ -	\$ 23,407	\$ 367,509	\$ 1,479

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

	Staff Appreciation	Sms Golden Bear Court	90% Reading Goal	Shs Gordman Donation	Prevention Services Program	Bridges Program	Alternative Education	Scuffy Social Worker Grant	Cpr Account	Prevention Serv Grant Sms	Formative Assessment
Cash and investments - beginning	\$ 840	\$ 3,710	\$ 4,912	\$ 1,000	\$ (2,760)	\$ 2,740	\$ 164,920	\$ (955)	\$ 585	\$ -	\$ 7,184
Receipts:											
Local sources	-	-	-	-	12,056	2,000	-	-	1,260	-	-
Intermediate sources	-	-	-	-	-	-	-	955	-	-	-
State sources	-	-	-	-	-	-	18,240	-	-	-	40,527
Federal sources	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	-	12,056	2,000	18,240	955	1,260	-	40,527
Disbursements:											
Instruction	-	-	-	-	12,165	-	-	-	-	-	47,705
Support services	712	-	297	-	-	-	-	-	880	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	712	-	297	-	12,165	-	-	-	880	-	47,705
Excess (deficiency) of receipts over disbursements	(712)	-	(297)	-	(109)	2,000	18,240	955	380	-	(7,178)
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	(712)	-	(297)	-	(109)	2,000	18,240	955	380	-	(7,178)
Cash and investments - ending	\$ 128	\$ 3,710	\$ 4,615	\$ 1,000	\$ (2,869)	\$ 4,740	\$ 183,160	\$ -	\$ 965	\$ -	\$ 6

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

	Special Education Excess Costs	School Safe Haven	Early Education Matching Grant	Medicaid Reimbursement	Secured Schools Safety Grant	Eig 19-20	Early Intervention Grant 2020-2021	Nesp English Speaking Fund	Nesp 19-20	Nesp 2020-2021	Career And Technical Performance Grant
Cash and investments - beginning	\$ 21,921	\$ 4,604	\$ (7,925)	\$ 414,506	\$ (100,000)	\$ 6,510	\$ -	\$ -	\$ 32,243	\$ -	\$ 82,234
Receipts:											
Local sources	-	-	-	4,327	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	54,890	246,200	175,586	-	11,290	-	-	95,689	-
Federal sources	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-
Total receipts	-	-	54,890	250,527	175,586	-	11,290	-	-	95,689	-
Disbursements:											
Instruction	-	-	46,965	70,821	-	5,509	2,898	-	32,243	48,895	-
Support services	-	-	-	292,415	97,978	1,001	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	46,965	363,236	97,978	6,510	2,898	-	32,243	48,895	-
Excess (deficiency) of receipts over disbursements	-	-	7,925	(112,709)	77,608	(6,510)	8,392	-	(32,243)	46,794	-
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	-	-	7,925	(112,709)	77,608	(6,510)	8,392	-	(32,243)	46,794	-
Cash and investments - ending	\$ 21,921	\$ 4,604	\$ -	\$ 301,797	\$ (22,392)	\$ -	\$ 8,392	\$ -	\$ -	\$ 46,794	\$ 82,234

(Continued)

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

	Team Building In Fine Arts	High Ability Students	State Connectivity Grant	Come Back Stronger Grant	Cash For College Grant	Title I 2018-2019	Title I 19-20	Title I 20-21	Idea Part B 611 Fy2019	Spec. Ed Part B 611 19-20	Special Education Part B 611 Fy2021
Cash and investments - beginning	\$ 6	\$ 20,101	\$ 7,703	\$ 30,000	\$ 512	\$ -	\$ (3,122)	\$ -	\$ -	\$ (32,060)	\$ -
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	39,727	7,909	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	96,643	444,619	-	76,465	824,375
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-
Total receipts	-	39,727	7,909	-	-	-	96,643	444,619	-	76,465	824,375
Disbursements:											
Instruction	6	56,791	-	29,477	-	-	87,419	401,064	-	44,405	933,128
Support services	-	-	-	-	-	-	1,560	56,198	-	-	-
Noninstructional services	-	-	-	-	-	-	4,542	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	6	56,791	-	29,477	-	-	93,521	457,262	-	44,405	933,128
Excess (deficiency) of receipts over disbursements	(6)	(17,064)	7,909	(29,477)	-	-	3,122	(12,643)	-	32,060	(108,753)
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	(6)	(17,064)	7,909	(29,477)	-	-	3,122	(12,643)	-	32,060	(108,753)
Cash and investments - ending	\$ -	\$ 3,037	\$ 15,612	\$ 523	\$ 512	\$ -	\$ -	\$ (12,643)	\$ -	\$ -	\$ (108,753)

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

	Spec. Ed Part B 619 Fy19	Spec Ed Part B 619 Fy20	Special Ed Part B 619 Fy2021	Title Iv	Title Iv 19	Title Iv 2020- 2022	Title li Part A 18- 20	Title li 17-19 84- 367A	Ffy2020 Title li	Title li - Improving Teacher Quality Sta	Title li Part A 18- 20	Title li Part A 2019-2021
Cash and investments - beginning	\$ -	\$ (1,168)	\$ -	\$ 1,548	\$ (5,366)	\$ -	\$ -	\$ (695)	\$ -	\$ -	\$ (4,785)	\$ (375)
Receipts:												
Local sources	-	-	-	2,400	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-	-
Federal sources	-	16,557	17,367	9,636	26,676	-	-	-	19,266	-	4,785	62,131
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-	-
Total receipts	-	16,557	17,367	12,036	26,676	-	-	-	19,266	-	4,785	62,131
Disbursements:												
Instruction	-	15,389	21,659	-	-	-	-	-	52,470	377	-	59,319
Support services	-	-	-	13,584	34,967	8,653	-	-	9,092	3,300	-	2,437
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	15,389	21,659	13,584	34,967	8,653	-	-	61,562	3,677	-	61,756
Excess (deficiency) of receipts over disbursements	-	1,168	(4,292)	(1,548)	(8,291)	(8,653)	-	-	(42,296)	(3,677)	4,785	375
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	-	1,168	(4,292)	(1,548)	(8,291)	(8,653)	-	-	(42,296)	(3,677)	4,785	375
Cash and investments - ending	\$ -	\$ -	\$ (4,292)	\$ -	\$ (13,657)	\$ (8,653)	\$ -	\$ (695)	\$ (42,296)	\$ (3,677)	\$ -	\$ -

(Continued)

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

	Title Iii 2019- 2021	Title Iii 2020- 2022	Title Iii 2017- 2018 Ffy17	Title Iii 2018- 2019 Ffy18	ESSER II	Governor's Emergency Education Relief	ESSER	Prepaid School Lunch Accounts	Foundation Pass Through	Contract Pass Thru To Schools	Clearing Accounts	Electronic Payments	Totals
Cash and investments - beginning	\$ (4,393)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (122,494)	\$ 3,937	\$ 4,172	\$ 313,551	\$ (20,337)	\$ 23,520,736
Receipts:													
Local sources	-	-	-	-	-	-	-	-	-	-	-	-	15,247,603
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-	2,895
State sources	-	-	-	-	-	-	-	-	-	-	-	-	28,213,505
Federal sources	35,089	14,828	-	2,147	333,179	136,490	371,062	-	-	-	-	-	5,403,335
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	206,661	3,624	9,837	6,154,956	148,061	6,525,749
Total receipts	35,089	14,828	-	2,147	333,179	136,490	371,062	206,661	3,624	9,837	6,154,956	148,061	55,393,087
Disbursements:													
Instruction	30,402	13,198	-	2,147	258,395	136,490	11,455	-	-	-	-	-	21,430,402
Support services	-	2,200	-	-	147,447	-	371,834	-	-	-	-	-	14,070,675
Noninstructional services	294	-	-	-	-	-	-	-	-	-	-	-	2,977,591
Facilities acquisition and construction	-	-	-	-	-	-	2,710	-	-	-	-	-	2,512,188
Debt services	-	-	-	-	-	-	-	-	-	-	-	-	6,449,360
Nonprogrammed charges	-	-	-	-	-	-	-	171,085	17,579	4,500	6,151,973	150,600	6,705,147
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	30,696	15,398	-	2,147	405,842	136,490	385,999	171,085	17,579	4,500	6,151,973	150,600	54,145,363
Excess (deficiency) of receipts over disbursements	4,393	(570)	-	-	(72,663)	-	(14,937)	35,576	(13,955)	5,337	2,983	(2,539)	1,247,724
Other financing sources (uses)													
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	3,853,904
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	74
Transfers in	-	-	-	-	-	-	-	-	-	-	-	-	5,451,724
Transfers out	-	-	-	-	-	-	-	-	-	-	-	-	(5,451,724)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-	-	3,853,978
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	4,393	(570)	-	-	(72,663)	-	(14,937)	35,576	(13,955)	5,337	2,983	(2,539)	5,101,702
Cash and investments - ending	\$ -	\$ (570)	\$ -	\$ -	\$ (72,663)	\$ -	\$ (14,937)	\$ (86,918)	\$ (10,018)	\$ 9,509	\$ 316,534	\$ (22,876)	\$ 28,622,438

SHELBYVILLE CENTRAL SCHOOLS
SCHEDULE OF PAYABLES AND RECEIVABLES
June 30, 2021

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	\$ 1,122,652	\$ -

SHELBYVILLE CENTRAL 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:				
Apple Financial Lease	IIPADS 2021 Lease	\$ 64,620	5/22/2021	5/22/2024
Apple Financial Services	IPADS 2019 Lease	73,675	5/11/2019	5/11/2022
Apple Financial Services	IPADS 2020 Lease	62,253	5/15/2020	5/15/2023
Putnam Industries	Printers and Copiers	45,744	4/30/2019	3/31/2024
Shelbyville Central Renovation School Building Corporation	Renovations to High School Loper Elementary and Coulston Elementary	2,527,000	1/15/2006	1/15/2027
Shelbyville Central Renovation School Building Corporation	Purchase and renovate preschool and administrative facilities	614,000	1/15/2019	1/15/2031
Shelbyville Elementary School Building Corporation	Refinance: Renovations to Hendricks Elementary	<u>2,875,000</u>	6/30/2021	12/31/2023
Total governmental activities		<u>6,262,292</u>		
Total of annual lease payments		<u>\$ 6,262,292</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	2014 GO Renovation projects	\$ 745,000	\$ 221,386
General Obligation Bonds	2020 GO projects	<u>3,675,000</u>	<u>385,000</u>
Total governmental activities		<u>4,420,000</u>	<u>606,386</u>
Totals		<u>\$ 4,420,000</u>	<u>\$ 606,386</u>

SHELBYVILLE CENTRAL 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	\$ 825,243
Buildings	87,463,553
Improvements other than buildings	6,844,035
Machinery, equipment, and vehicles	17,072,640
Construction in progress	<u>4,301,780</u>
Total governmental activities	<u>116,507,251</u>
Total capital assets	<u>\$ 116,507,251</u>

SHELBYVILLE CENTRAL SCHOOLS
STATE REPORTING INFORMATION
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.

SHELBYVILLE CENTRAL 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
<u>Department of Agriculture</u>						
Child Nutrition Cluster						
Child Nutrition Cluster						
Indiana Department of Education						
School Breakfast Program		10.553	FY2020, FY2021	\$ 360,465	\$ -	\$ 360,465
School Lunch		10.555	FY2020, FY2021	869,795	-	869,795
School Lunch - After School Snack		10.555	FY2020, FY2021	-	50,544	50,544
Summer Food Services		10.559	FY2020, FY2021	753,092	2,706,779	3,459,871
Commodities		10.559	FY2020, FY2021	170,605	196,938	367,543
Total - Child Nutrition Cluster				2,153,957	2,954,261	5,108,218
Child and Adult Care Food Program						
Supper Program						
Indiana Department of Education						
		10.558	FY2020, FY2021	151,291	154,697	305,988
Total - Child and Adult Care Food Program				151,291	154,697	305,988
Total - Department of Agriculture				2,305,248	3,108,958	5,414,206
<u>Department of Education</u>						
Special Education Cluster(IDEA)						
Special Education Grants to States						
Indiana Department of Education						
Special Ed-Part B		84.027	19611-082-PN01	150,490	-	150,490
Special Ed-Part B		84.027	20611-085-PN01	865,497	76,465	941,962
Special Ed-Part B		84.027	21611-085-PN01	-	824,375	824,375
Total - Special Education Grants to States				1,015,987	900,840	1,916,827
Special Education Preschool Grants						
Indiana Department of Education						
Special Ed Preschool		84.173	19619-082-PN01	12,998	-	12,998
Special Ed Preschool		84.173	20619-085-PN01	20,324	16,557	36,881
Special Ed Preschool		84.173	21619-085-PN01	-	17,367	17,367
Total - Special Education Preschool Grants				33,322	33,924	67,246
Total - Special Education Cluster(IDEA)				1,049,309	934,764	1,984,073
Title I Grants to Local Education Agencies						
Indiana Department of Education						
Title I, Part A		84.010	S010A180014	172,403	-	172,403
Title I, Part A		84.010	S010A190014	448,876	96,643	545,519
Title I, Part A		84.010	S010A200014	-	444,619	444,619
Total - Title I Grants to Local Education Agencies				621,279	541,262	1,162,541

(Continued)

SHELBYVILLE CENTRAL 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
Title III- English Language Acquisition State Grants	Indiana Department of Education					
Title III, Part A		84.365	01118-082-PN01	\$ 16,354	\$ -	\$ 16,354
Title III, Part A		84.365	S365A180014	46,530	2,147	48,677
Title III, Part A		84.365	S365A190014	-	35,089	35,089
Title III, Part A		84.365	S365A200014	-	14,828	14,828
Total - English Language Acquisition State Grants				<u>62,884</u>	<u>52,064</u>	<u>114,948</u>
Title II - Supporting Effective Instruction State Grants	Indiana Department of Education					
Title II, Part A		84.367	S367A170013	24,480	-	24,480
Title II, Part A		84.367	S367A180013	92,439	4,785	97,224
Title II, Part A		84.367	S367A190013	43,138	62,131	105,269
Title II, Part A		84.367	S367A200013	-	19,266	19,266
Total - Title II Supporting Effective Instruction State Grants				<u>160,057</u>	<u>86,182</u>	<u>246,239</u>
Title IV Part A-Student Support and Academic Enrichment Program	Indiana Department of Education					
Title IV, Part A		84.424	S424A180015	27,623	12,036	39,659
Title IV, Part A		84.424	S424A190015	-	26,676	26,676
Total - Title IV Part A-Student Support and Academic Enrichment Program				<u>27,623</u>	<u>38,712</u>	<u>66,335</u>
COVID-19 Education Stabilization Fund	Indiana Department of Education					
Governor's Emergency Education Relief (GEER) Fund		84.425C	S425C200018	-	136,490	136,490
Elementary and Secondary School Emergency Relief (ESSER I) Fund		84.425D	S425D200013	-	371,062	371,062
Elementary and Secondary School Emergency Relief (ESSER II) Fund		84.425D	S425D200013	-	333,179	333,179
Total - COVID-19 - Education Stabilization Fund				<u>-</u>	<u>840,731</u>	<u>840,731</u>
Total - Department of Education				<u>1,921,152</u>	<u>2,493,715</u>	<u>4,414,867</u>
<u>Department of Health and Human Services</u>						
Medicaid Cluster	Indiana Department of Education	93.778	FY2020, FY2021			
Medical Assistance Program				<u>113,501</u>	<u>179,584</u>	<u>293,085</u>
Total - Department of Health and Human Services				<u>113,501</u>	<u>179,584</u>	<u>293,085</u>
Total federal awards expended				<u>\$ 4,339,901</u>	<u>\$ 5,782,257</u>	<u>\$ 10,122,158</u>

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

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

NOTE 1 - BASIS OF PRESENTATION

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
Shelbyville Central Schools
Shelby 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 Shelbyville Central 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 October 14, 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
October 14, 2022

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

Those Charged with Governance
Shelbyville Central Schools
Shelby County, Indiana

Report on Compliance for Each Major Federal Program

We have audited Shelbyville Central Schools' (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 programs for the period July 1, 2019 to 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 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 programs for the period July 1, 2019 to June 30, 2021.

(Continued)

Other Matters

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

The School Corporation's response to the noncompliance 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 compliance and, accordingly, we express no opinion on the response.

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.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be material weaknesses and significant deficiencies.

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 reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2021-002 to be a material weakness.

A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2021-001 and 2021-003 to be significant deficiencies.

The School Corporation's responses to the internal control over compliance findings identified in our audit are described in the accompanying *schedule of findings and questioned costs*. The School Corporation's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

(Continued)

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

Crowe LLP
Crowe LLP

Indianapolis, Indiana
October 14, 2022

SHELBYVILLE CENTRAL SCHOOLS
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 July 1, 2019 to 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	_____ <u>X</u> _____ No
Significant deficiencies identified not considered to be material weaknesses?	_____	Yes	_____ <u>X</u> _____ None Reported
Noncompliance material to financial statement noted?	_____	Yes	_____ <u>X</u> _____ No

Federal Awards

Internal control over major programs			
Material weakness(es) identified?	_____ <u>X</u> _____	Yes	_____ _____ No
Significant deficiencies identified not considered to be material weaknesses?	_____ <u>X</u> _____	Yes	_____ _____ 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)?	_____ <u>X</u> _____	Yes	_____ _____ No

Identification of major programs

<u>Assistance Listing Number</u>	<u>Name of Federal Program or Cluster</u>
10.553, 10.555, 10.559	Child Nutrition Cluster
84.425C, 84.425D	COVID-19 – Education Stabilization Fund

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

Auditee qualified as low-risk auditee?	_____	Yes	_____ <u>X</u> _____	No
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Section II – Financial Statement Findings

None.

(Continued)

SHELBYVILLE CENTRAL SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
July 1, 2019 to June 30, 2021

Section III – Federal Award Findings and Questioned Costs

FINDING 2021-001

Information on the federal program:

Subject: Child Nutrition Cluster - Internal Controls
Federal Agency: Department of Agriculture
Federal Program: School Breakfast Program, National School Lunch Program, Summer Food Services Assistance Listing Number: 10.553, 10.555, 10.559
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Eligibility
Audit Finding: Significant Deficiency

Criteria: 2 CFR section 200.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

Condition: 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 Eligibility compliance requirements.

Cause: The School Corporation's management had not developed a system of internal controls to ensure compliance with the compliance requirements listed above.

Effect: The failure to establish an effective internal control system placed the School Corporation at risk of noncompliance with the grant agreement and the compliance requirements. A lack of segregation of duties within an internal control system could have also allowed noncompliance with the compliance requirements and allowed the misuse and mismanagement of federal funds and assets by not having proper oversight, reviews, and approvals over the activities of the programs.

Questioned Costs: There were no questioned costs identified.

Context: During testing of 40 students for eligibility, we noted 1 instance where there the School Corporation was unable to provide the selected application.

Identification as a repeat finding, if applicable: No.

Recommendation: We recommended that the School Corporation's management establish a system of internal controls related to ensure all applications are properly retained.

Views of Responsible Officials and Planned Corrective Actions: Management agrees with the finding and has prepared a corrective action plan.

SHELBYVILLE CENTRAL SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
July 1, 2019 to June 30, 2021

Section III – Federal Award Findings and Questioned Costs (Continued)

FINDING 2021-002

Information on the federal program:

Subject: Child Nutrition Cluster – Procurement and Suspension and Debarment
Federal Agency: Department of Agriculture
Federal Program: School Breakfast Program, National School Lunch Program, Summer Food Services Assistance Listing Number: 10.553, 10.555, 10.559
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Procurement and Suspension and Debarment
Audit Finding: Material Weakness

Criteria: 2 CFR section 200.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

2 CFR 200.318(a) states: "The non-Federal entity must use its own documented procurement procedures which reflect applicable State, local, and tribal laws and regulations, provided that the procurements conform to applicable Federal law and the standards identified in this part."

2 CFR 200.320 states in part:

"The non-Federal Entity must use one of the following methods of procurement. . . ."

(b) Procurement by small purchase procedures. Small purchase procedures are those relatively simple and informal procurement methods for securing services, supplies, or other property that do not cost more than the Simplified Acquisition Threshold. If small purchase procedures are used, price or rate quotations must be obtained from an adequate number of qualified sources. . . ."

2 CFR 180.300 states:

"When you enter into a covered transaction with another person at the next lower tier, you must verify that the person with whom you intend to do business is not excluded or disqualified.

You do this by:

- (a) Checking the SAM Exclusions; or
- (b) Collecting a certification from that person; or
- (c) Adding a clause or condition to the covered transaction with that person."

Condition: 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 Procurement compliance requirements.

Cause: The School Corporation's management had not developed a system of internal controls to ensure compliance with the compliance requirements listed above.

(Continued)

SHELBYVILLE CENTRAL SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
July 1, 2019 to June 30, 2021

Section III – Federal Award Findings and Questioned Costs (Continued)

Effect: The failure to establish an effective internal control system enabled noncompliance with the grant agreement and the compliance requirements. A lack of segregation of duties within an internal control system allowed noncompliance with the compliance requirements and allowed the misuse and mismanagement of federal funds and assets by not having proper oversight, reviews, and approvals over the activities of the programs.

Questioned Costs: There were no questioned costs identified.

Context: There were two small purchase method procurements for the audit period. For the one small purchase method procurement selected, we noted that for the small purchase method procurement performed by the School Corporation, they did not obtain three quotes from separate vendors. The procurement was a small purchase method procurement for \$57,034 worth of cafeteria tables and seating.

Additionally, the School Corporation did not perform a suspension and debarment check on the vendor selected.

Identification as a repeat finding, if applicable: No.

Recommendation: We recommended that the School Corporation's management establish a system of internal controls related to ensure that 3 quotes are obtained as required for procurements.

Views of Responsible Officials and Planned Corrective Actions: Management agrees with the finding and has prepared a corrective action plan.

Finding 2021-003

Information on the federal program:

Subject: Education Stabilization Fund (ESSER and GEER) – Internal Controls
Federal Agency: Department of Education
Federal Program: COVID-19 – Education Stabilization Fund
Assistance Listing Number: 84.425C and 84.425D
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Reporting
Audit Finding: Significant Deficiency

Criteria: 2 CFR section 200.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

(Continued)

SHELBYVILLE CENTRAL SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
July 1, 2019 to June 30, 2021

Section III – Federal Award Findings and Questioned Costs (Continued)

2 CFR 200.302(b) states in part:

"The financial management system of each non-Federal entity must provide for the following:

(2) Accurate, current, and complete disclosure of the financial results of each Federal award or program in accordance with the reporting requirements set forth in §§ 200.328 Financial reporting"

34 CFR 76.722 states:

"A State may require a subgrantee to submit reports in a manner and format that assists the State in complying with the requirements under 34 CFR 76.720 and in carrying out other responsibilities under the program."

Condition: 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 Reporting compliance requirements.

Cause: The School Corporation's management had not developed a system of internal controls to ensure compliance with the compliance requirements listed above.

Effect: The failure to establish an effective internal control system placed the School Corporation at risk of noncompliance with the grant agreement and the compliance requirements. A lack of segregation of duties within an internal control system could have also allowed noncompliance with the compliance requirements and allowed the misuse and mismanagement of federal funds and assets by not having proper oversight, reviews, and approvals over the activities of the programs.

Questioned Costs: There were no questioned costs identified.

Context: The School Corporation is required to submit an Annual Data Report to the Indiana Department of Education (IDOE) to meet federal reporting requirements for ESSER and GEER grant awards for the period of March 13, 2020 to September 30, 2020. There was one annual report due during the audit period. There was no documented review by someone other than the preparer of the report to ensure the information submitted was complete and accurate.

Identification as a repeat finding: No.

Recommendation: We recommend someone other than the preparer of the report perform a documented review prior to submission to validate the accuracy and completeness of the data submitted.

Views of Responsible Officials and Planned Corrective Actions: Management agrees with the finding and has prepared a corrective action plan.

Shelbyville Central Schools

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CORRECTIVE ACTION PLAN OF CURRENT AUDIT FINDINGS

June 30, 2021

Finding 2021-001 – Child Nutrition Cluster – Eligibility

Contact Person Responsible for Corrective Action: Michelle Babcock
Contact Phone Number: 317-392-2505 x 1254

Views of Responsible Official: We concur with the finding.

Description of Corrective Action Plan: We have updated our procedures and filing system to ensure all applications are kept an orderly fashion. In addition, we have updated our internal control procedures in reviewing the applications. The FSMC provides a group of applications for the Business Manger to review and also sign off on.

Anticipated Completion Date: August 2022

Finding 2021-002 – Child Nutrition Cluster – Procurement and Suspension and Debarment

Contact Person Responsible for Corrective Action: Michelle Babcock
Contact Phone Number: 317-392-2505 x 1254

Views of Responsible Official: We concur with the finding.

Description of Corrective Action Plan: We have established an improved internal controls procedures for procurement. The FSMC will provide the required number of quotes and the Business Manager will review them to ensure they are from separate vendors and not manufacturers. In addition, we will establish a checklist to ensure the Suspension and Debarment check has been completed.

Anticipated Completion Date: October 2022

Finding 2021-003 – Education Stabilization Fund - Reporting

Contact Person Responsible for Corrective Action: Michelle Babcock
Contact Phone Number: 317-392-2505 x 1254

Views of Responsible Official: We concur with the finding.

Description of Corrective Action Plan: We have established an improved internal controls procedure for the grant data reporting. The Business Manager will have the Assistant Superintendent or designee review the data and sign off of on data prior to submitting the required reports.

Anticipated Completion Date: September 2022


(Signature)

Business Manager
(Title)

October 7, 2022
(Date)