



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

Telephone: (317) 232-2513

Fax: (317) 232-4711

Web Site: www.in.gov/sboa

November 18, 2022

To: The Officials of North White School Corporation
North White School Corporation
402 E. Broadway St.
Monon, IN 47959

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

We call your attention to the findings included in the report on pages 36 through 40. Please the Schedule of Findings and Questioned Costs for complete details related to the findings. Management's Corrective Action Plan appears on pages 41 through 43.

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 North White School Corporation was prepared in accordance with the guidelines established by the State Board of Accounts.

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

Handwritten signature of Tammy R. White in cursive.

Tammy R. White, CPA
Deputy State Examiner

NORTH WHITE SCHOOL CORPORATION
White County, Indiana

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

NORTH WHITE SCHOOL CORPORATION
White 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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NORTH WHITE SCHOOL CORPORATION
SCHEDULE OF OFFICIALS (Unaudited)
For the period July 1, 2019 to June 30, 2021

| <u>Office</u> | <u>Official</u> | <u>Term</u> |
|-------------------------------|---|--|
| Treasurer | Emma Conwell | 07-01-19 to 06-30-21 |
| Superintendent of Schools | Dr. Robert Klitzman Nicholas G. Eccles | 07-01-19 to 11-21-19 11-21-19 to 06-30-21 |
| President of the School Board | James White | 01-01-19 to 12-31-21 |

INDEPENDENT AUDITOR'S REPORT

Those Charged with Governance
North White School Corporation
White 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 North White School Corporation (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.

(Continued)

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.

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 November 8, 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
November 8, 2022

NORTH WHITE SCHOOL CORPORATION
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 |
|----------------------------------|---------------------------------------|--------------|---------------|--------------------------------------|---------------------------------------|--------------|---------------|--------------------------------------|---------------------------------------|
| Education Fund | \$ 1,801,923 | \$ 6,130,421 | \$ 4,825,487 | \$ (803,372) | \$ 2,303,485 | \$ 6,076,711 | \$ 4,616,911 | \$ (922,889) | \$ 2,840,396 |
| Debt Service | 400,769 | 1,276,536 | 1,365,215 | (33,751) | 278,339 | 1,632,678 | 1,441,501 | - | 469,516 |
| Pension Bond Fund Debt Service | 8,065 | - | - | - | 8,065 | - | - | - | 8,065 |
| Operations Fund | 2,420,485 | 2,271,527 | 3,051,505 | 803,372 | 2,443,879 | 2,684,331 | 2,904,763 | 922,889 | 3,146,336 |
| Rainy Day Fund | 855,979 | - | 117,737 | - | 738,242 | - | 695,967 | 813,703 | 855,978 |
| Construction Fund | 1,496,298 | 39,807 | 1,253,849 | - | 282,256 | - | 89,605 | 1,739,297 | 1,931,948 |
| Cafeteria Fund | 183,248 | 420,103 | 450,322 | - | 153,029 | 427,056 | 461,119 | - | 118,966 |
| Text-Book Rental | 26,258 | 81,598 | 144,929 | 33,751 | (3,322) | 86,393 | 27,919 | - | 55,152 |
| Levy Excess | 210 | - | - | - | 210 | - | - | - | 210 |
| Early Intervention Grant | 900 | 351 | 1,251 | - | - | - | - | - | - |
| Early Intervention Grant | - | - | - | - | - | 2,727 | 2,727 | - | - |
| Community Foundation Grant-Wojda | - | - | - | - | - | - | 387 | - | (387) |
| Partners Grant | - | - | 3,440 | 1,311 | (2,129) | 4,148 | 1,794 | - | 225 |
| Lilly Grant 2017 | 64,850 | - | 19,229 | - | 45,621 | - | 44,128 | - | 1,493 |
| Iu Arnett Health Donation-Covid | - | - | - | - | - | 3,000 | - | - | 3,000 |
| Iahperd Grant 06-07 Viking Voyag | 113 | - | - | - | 113 | - | - | - | 113 |
| Scholarships & Awards Fund | 1,497 | 3,520 | - | - | 5,017 | 1,000 | 83 | - | 5,934 |
| High School Counselor Award | (17,050) | 56,028 | 56,166 | - | (17,188) | 47,982 | 47,982 | - | (17,188) |
| Donations & Bequests | 8,944 | 7,906 | 1,071 | - | 15,779 | 1,305 | 5,956 | - | 11,128 |
| White County Award | 85 | - | - | - | 85 | - | - | - | 85 |
| Nipsco Voc.Tech.Donation | 5,000 | - | - | - | 5,000 | - | - | - | 5,000 |
| Advertising Fund | 2,221 | - | - | - | 2,221 | - | - | - | 2,221 |
| Partners Drug Free Grant | 2,555 | - | 1,244 | (1,311) | - | - | - | - | - |
| Formative Assessment Grant 17/18 | - | 10,411 | 4,908 | - | 5,503 | 7,491 | 12,994 | - | - |
| Preschool Grant | - | 10,011 | 30,072 | - | (20,061) | 113,353 | 116,977 | - | (23,685) |
| Gifted/ Talented 2008-2009 | 17 | - | - | (17) | - | - | - | - | - |
| High Ability 18-19 | 10,090 | 27,903 | 27,921 | - | 10,072 | 22,839 | 9,782 | - | 23,129 |
| High Ability 20/21 | - | - | - | - | - | - | 15,895 | - | (15,895) |
| High Ability 13/14 | (19) | 1 | - | - | (18) | - | - | - | (18) |
| Medicaid Reimb. Fund | 12,152 | 10,149 | 78 | - | 22,223 | 537 | - | - | 22,760 |
| Secured Schools Safety Grant | (68,814) | 45,001 | 30,000 | - | (53,813) | 19,970 | 58,906 | - | (92,749) |
| STEM Acceleration | - | 29,980 | 29,980 | - | - | - | - | - | - |
| Lit. Early Intervention 19/20 | - | 3,069 | 2,841 | - | 228 | - | 228 | - | - |
| Nesp 17/18 | (657) | - | (657) | - | - | - | - | - | - |
| Nesp 18/19 | 17,590 | - | 86,573 | - | (68,983) | 193,751 | 96,395 | - | 28,373 |
| School Technology Fund | 1,585 | - | 2,760 | - | (1,175) | 3,240 | 2,760 | - | (695) |
| Career & Tech.Ed.Perf.Grants | 6,528 | - | 1,662 | - | 4,866 | - | - | - | 4,866 |
| Perf.Based Awards | (1,861) | - | - | - | (1,861) | - | - | - | (1,861) |
| Teacher Appreciation Grant (Tag) | - | 33,137 | 35,579 | - | (2,442) | 32,124 | 34,539 | - | (4,857) |
| Ind.Graduation Rate Performance | 879 | - | - | - | 879 | - | - | - | 879 |
| G/T 2002-2009 | - | - | - | 17 | 17 | - | - | - | 17 |
| Ed Tech 06-07 | - | 3,240 | - | - | 3,240 | - | - | - | 3,240 |

(Continued)

NORTH WHITE SCHOOL CORPORATION
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 |
|---|---------------------------------------|----------------------|----------------------|--------------------------------------|---------------------------------------|----------------------|----------------------|--------------------------------------|---------------------------------------|
| Title I | \$ (35,812) | \$ 223,456 | \$ 268,119 | \$ - | \$ (80,475) | \$ 98,342 | \$ 46,535 | \$ - | \$ (28,668) |
| Title I 20/21 | - | - | - | - | - | 266,482 | 296,257 | - | (29,775) |
| Title I Fy 17/18 | (15,614) | - | (11,484) | - | (4,130) | - | - | - | (4,130) |
| Adult Ed.Prof.Development | 225 | - | - | - | 225 | - | - | - | 225 |
| Title Iv/Drug Free Sch. 07/08 | - | - | - | - | - | - | - | - | - |
| Title Iv | (3,133) | 32,858 | 19,599 | - | 10,126 | 29,390 | 47,504 | - | (7,988) |
| Medicaid Reimb.-Federal | 8,896 | 1,678 | 458 | - | 10,116 | 955 | 312 | - | 10,759 |
| Title Ii Part-A 10/11 | (486) | 2,131 | - | - | 1,645 | - | - | - | 1,645 |
| Title Ii | (29,350) | 39,137 | 37,385 | - | (27,598) | 71,437 | 71,160 | - | (27,321) |
| Title Ii D 06-07 Ed Tech | (1,863) | - | - | - | (1,863) | - | - | - | (1,863) |
| R.L.I.S | (15,876) | 13,930 | 19,105 | - | (21,051) | 30,113 | 24,358 | - | (15,296) |
| Title Iii 2009/2010 | - | - | - | - | - | - | 63 | - | (63) |
| Title Iii | (28,005) | 27,381 | 15,307 | - | (15,931) | 22,208 | 50,010 | - | (43,733) |
| Nslp Equip.Asst.Grant | - | 14,136 | 15,874 | 1,738 | - | - | - | - | - |
| Govenor's Emergency Education Relief (GEER) | - | - | 28,777 | - | (28,777) | 124,102 | 104,264 | - | (8,939) |
| Nslp Equip Asst. | - | - | - | (1,738) | (1,738) | - | - | - | (1,738) |
| Clearing Fund | 22,606 | 3,300,440 | 3,284,906 | - | 38,140 | 3,215,838 | 3,215,867 | - | 38,111 |
| Prepaid Meals | 15,724 | 96,640 | 77,601 | - | 34,763 | 24,437 | 327 | - | 58,873 |
| Extra Cur. Wages | 8 | 526 | 840 | - | (306) | - | - | - | (306) |
| Totals | \$ 7,157,160 | \$ 14,213,012 | \$ 15,299,649 | \$ - | \$ 6,070,523 | \$ 15,243,940 | \$ 14,545,975 | \$ 2,553,000 | \$ 9,321,488 |

See notes to financial statement.

NORTH WHITE SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
As of June 30, 2021, and the period of
July 1, 2019 to June 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

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

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

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

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

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

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

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

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

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

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

(Continued)

NORTH WHITE SCHOOL CORPORATION
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)

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.

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.

(Continued)

NORTH WHITE SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
As of June 30, 2021, and the period of
July 1, 2019 to June 30, 2021

NOTE 2 - BUDGETS

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

NOTE 3 - PROPERTY TAXES

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

NOTE 4 - DEPOSITS AND INVESTMENTS

Deposits, made in accordance with state statute (IC 5-13), with financial institutions in the State of Indiana, at year end, should be entirely insured by the Federal 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 with financial institutions that maintained FDIC and PDIF coverages, as applicable. The School Corporation did not hold investments for the period under audit.

(Continued)

NORTH WHITE SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
As of June 30, 2021, and the period of
July 1, 2019 to June 30, 2021

NOTE 5 - RISK MANAGEMENT

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

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

NOTE 6 - CASH BALANCE DEFICITS

The financial statements 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 Textbook Rental, Community Foundation Grant-Wodja, High School Counselor Award, and Extra Cur. Wages 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 7 - HOLDING CORPORATION

The School Corporation has entered into a series of capital leases with the North White Elementary School Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessor has been determined to be a related-party of the School Corporation. Lease payments for the period July 1, 2019 to June 30, 2020 totaled \$345,500. Lease payments for the period July 1, 2020 to June 30, 2021 totaled \$443,500.

NOTE 8 - 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.

(Continued)

NORTH WHITE SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
As of June 30, 2021, and the period of
July 1, 2019 to June 30, 2021

NOTE 9 - PENSION PLANS (Continued)

Financial Report

INPRS issues a publicly available financial report that includes financial statements and required supplementary information for the 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.

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.

(Continued)

NORTH WHITE SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
As of June 30, 2021, and the period of
July 1, 2019 to June 30, 2021

NOTE 9 - PENSION PLANS (Continued)

Financial Report

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

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

Contributions

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

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

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

SUPPLEMENTARY INFORMATION

NORTH WHITE SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 July 1, 2019 through June 30, 2020

| | Education Fund | Debt Service | Pension Bond Fund Debt Service | Operations Fund | Rainy Day Fund | Construction Fund | Cafeteria Fund | Text-Book Rental | Levy Excess | Early Intervention Grant | Partners Grant | Lilly Grant 2017 | Iahperd Grant 06-07 Viking Voyag | Scholarships & Awards Fund |
|---|-------------------|-----------------|--------------------------------------|--------------------|-------------------|----------------------|-------------------|---------------------|----------------|--------------------------------|-------------------|---------------------|--|-------------------------------|
| Cash and investments - beginning | \$ 1,801,923 | \$ 400,769 | \$ 8,065 | \$ 2,420,485 | \$ 855,979 | \$ 1,496,298 | \$ 183,248 | \$ 26,258 | \$ 210 | \$ 900 | \$ - | \$ 64,850 | \$ 113 | \$ 1,497 |
| Receipts: | | | | | | | | | | | | | | |
| Local sources | 152,962 | 1,276,536 | - | 2,269,079 | - | 39,807 | 51,537 | 29,000 | - | - | - | - | - | 3,520 |
| Intermediate sources | 286 | - | - | - | - | - | - | - | - | - | - | - | - | - |
| State sources | 5,977,173 | - | - | 2,448 | - | - | 33,498 | 52,598 | - | 351 | - | - | - | - |
| Federal sources | - | - | - | - | - | - | 335,068 | - | - | - | - | - | - | - |
| Temporary loans | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Other receipts | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Total receipts | 6,130,421 | 1,276,536 | - | 2,271,527 | - | 39,807 | 420,103 | 81,598 | - | 351 | - | - | - | 3,520 |
| Disbursements: | | | | | | | | | | | | | | |
| Instruction | 3,785,714 | - | - | - | - | - | - | - | - | 1,251 | 3,440 | - | - | - |
| Support services | 930,412 | 52 | - | 2,643,375 | - | - | - | 144,929 | - | - | - | 19,229 | - | - |
| Noninstructional services | 109,361 | - | - | - | - | - | 450,322 | - | - | - | - | - | - | - |
| Facilities acquisition and construction | - | - | - | 408,130 | - | 1,253,849 | - | - | - | - | - | - | - | - |
| Debt services | - | 1,365,163 | - | - | 117,737 | - | - | - | - | - | - | - | - | - |
| Nonprogrammed charges | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Total disbursements | 4,825,487 | 1,365,215 | - | 3,051,505 | 117,737 | 1,253,849 | 450,322 | 144,929 | - | 1,251 | 3,440 | 19,229 | - | - |
| Excess (deficiency) of receipts over disbursements | 1,304,934 | (88,679) | - | (779,978) | (117,737) | (1,214,042) | (30,219) | (63,331) | - | (900) | (3,440) | (19,229) | - | 3,520 |
| Other financing sources (uses): | | | | | | | | | | | | | | |
| Proceeds of long-term debt | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Sale of capital assets | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Transfers in | - | - | - | 803,567 | - | - | - | 33,751 | - | - | 1,311 | - | - | - |
| Transfers out | (803,372) | (33,751) | - | (195) | - | - | - | - | - | - | - | - | - | - |
| Total other financing sources (uses) | (803,372) | (33,751) | - | 803,372 | - | - | - | 33,751 | - | - | 1,311 | - | - | - |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | 501,562 | (122,430) | - | 23,394 | (117,737) | (1,214,042) | (30,219) | (29,580) | - | (900) | (2,129) | (19,229) | - | 3,520 |
| Cash and investments - ending | \$ 2,303,485 | \$ 278,339 | \$ 8,065 | \$ 2,443,879 | \$ 738,242 | \$ 282,256 | \$ 153,029 | \$ (3,322) | \$ 210 | \$ - | \$ (2,129) | \$ 45,621 | \$ 113 | \$ 5,017 |

(Continued)

NORTH WHITE SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 July 1, 2019 through June 30, 2020

| | High School Counselor Award | Donations & Bequests | White County Award | Nipsco Voc.Tech.Donation | Advertising Fund | Partners Drug Free Grant | Formative Assessment Grant 17/18 | Preschool Grant | Gifted/ Talented 2008-2009 | High Ability 18-19 | High Ability 13/14 | Medicaid Reimb. Fund |
|---|-----------------------------------|-------------------------|-----------------------|-----------------------------|---------------------|-----------------------------|--|--------------------|-------------------------------|-----------------------|-----------------------|-------------------------|
| Cash and investments - beginning | \$ (17,050) | \$ 8,944 | \$ 85 | \$ 5,000 | \$ 2,221 | \$ 2,555 | \$ - | \$ - | \$ 17 | \$ 10,090 | \$ (19) | \$ 12,152 |
| Receipts: | | | | | | | | | | | | |
| Local sources | 56,028 | 7,906 | - | - | - | - | - | 10,011 | - | - | - | - |
| Intermediate sources | - | - | - | - | - | - | - | - | - | - | - | - |
| State sources | - | - | - | - | - | - | 10,411 | - | - | 27,903 | 1 | 10,149 |
| Federal sources | - | - | - | - | - | - | - | - | - | - | - | - |
| Temporary loans | - | - | - | - | - | - | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - | - | - | - | - | - | - |
| Other receipts | - | - | - | - | - | - | - | - | - | - | - | - |
| Total receipts | 56,028 | 7,906 | - | - | - | - | 10,411 | 10,011 | - | 27,903 | 1 | 10,149 |
| Disbursements: | | | | | | | | | | | | |
| Instruction | 8,184 | 1,071 | - | - | - | 1,244 | - | 30,072 | - | 27,921 | - | 78 |
| Support services | 47,982 | - | - | - | - | - | 4,908 | - | - | - | - | - |
| Noninstructional services | - | - | - | - | - | - | - | - | - | - | - | - |
| Facilities acquisition and construction | - | - | - | - | - | - | - | - | - | - | - | - |
| Debt services | - | - | - | - | - | - | - | - | - | - | - | - |
| Nonprogrammed charges | - | - | - | - | - | - | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - | - | - | - | - | - | - |
| Total disbursements | 56,166 | 1,071 | - | - | - | 1,244 | 4,908 | 30,072 | - | 27,921 | - | 78 |
| Excess (deficiency) of receipts over disbursements | (138) | 6,835 | - | - | - | (1,244) | 5,503 | (20,061) | - | (18) | 1 | 10,071 |
| Other financing sources (uses): | | | | | | | | | | | | |
| Proceeds of long-term debt | - | - | - | - | - | - | - | - | - | - | - | - |
| Sale of capital assets | - | - | - | - | - | - | - | - | - | - | - | - |
| Transfers in | - | - | - | - | - | - | - | - | - | - | - | - |
| Transfers out | - | - | - | - | - | (1,311) | - | - | (17) | - | - | - |
| Total other financing sources (uses) | - | - | - | - | - | (1,311) | - | - | (17) | - | - | - |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | (138) | 6,835 | - | - | - | (2,555) | 5,503 | (20,061) | (17) | (18) | 1 | 10,071 |
| Cash and investments - ending | \$ (17,188) | \$ 15,779 | \$ 85 | \$ 5,000 | \$ 2,221 | \$ - | \$ 5,503 | \$ (20,061) | \$ - | \$ 10,072 | \$ (18) | \$ 22,223 |

(Continued)

NORTH WHITE SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 July 1, 2019 through June 30, 2020

| | Secured Schools Safety Grant | STEM Acceleration | Lit. Early Intervention 19/20 | Nesp 17/18 | Nesp 18/19 | School Technology Fund | Career & Tech.Ed.Perf.G rants | Perf.Based Awards | Teacher Appreciation Grant (Tag) | Ind.Graduation Rate Performance | G/T 2002- 2009 | Ed Tech 06-07 | Title I |
|---|------------------------------------|----------------------|-------------------------------------|------------|-------------|------------------------------|-------------------------------------|----------------------|--|------------------------------------|-------------------|------------------|-------------|
| Cash and investments - beginning | \$ (68,814) | \$ - | \$ - | \$ (657) | \$ 17,590 | \$ 1,585 | \$ 6,528 | \$ (1,861) | \$ - | \$ 879 | \$ - | \$ - | \$ (35,812) |
| Receipts: | | | | | | | | | | | | | |
| Local sources | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Intermediate sources | - | - | - | - | - | - | - | - | - | - | - | - | - |
| State sources | 45,001 | 29,980 | 3,069 | - | - | - | - | - | 33,137 | - | - | 3,240 | - |
| Federal sources | - | - | - | - | - | - | - | - | - | - | - | - | 223,456 |
| Temporary loans | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Other receipts | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Total receipts | 45,001 | 29,980 | 3,069 | - | - | - | - | - | 33,137 | - | - | 3,240 | 223,456 |
| Disbursements: | | | | | | | | | | | | | |
| Instruction | - | 29,980 | 2,841 | (657) | 86,293 | - | 1,662 | - | 35,579 | - | - | - | 225,689 |
| Support services | 30,000 | - | - | - | - | 2,760 | - | - | - | - | - | - | 42,325 |
| Noninstructional services | - | - | - | - | 280 | - | - | - | - | - | - | - | 105 |
| Facilities acquisition and construction | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Debt services | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Nonprogrammed charges | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Total disbursements | 30,000 | 29,980 | 2,841 | (657) | 86,573 | 2,760 | 1,662 | - | 35,579 | - | - | - | 268,119 |
| Excess (deficiency) of receipts over disbursements | 15,001 | - | 228 | 657 | (86,573) | (2,760) | (1,662) | - | (2,442) | - | - | 3,240 | (44,663) |
| Other financing sources (uses): | | | | | | | | | | | | | |
| Proceeds of long-term debt | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Sale of capital assets | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Transfers in | - | - | - | - | - | - | - | - | - | - | 17 | - | - |
| Transfers out | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Total other financing sources (uses) | - | - | - | - | - | - | - | - | - | - | 17 | - | - |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | 15,001 | - | 228 | 657 | (86,573) | (2,760) | (1,662) | - | (2,442) | - | 17 | 3,240 | (44,663) |
| Cash and investments - ending | \$ (53,813) | \$ - | \$ 228 | \$ - | \$ (68,983) | \$ (1,175) | \$ 4,866 | \$ (1,861) | \$ (2,442) | \$ 879 | \$ 17 | \$ 3,240 | \$ (80,475) |

(Continued)

NORTH WHITE SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 July 1, 2019 through June 30, 2020

| | Title I 20/21 | Title I Fy 17/18 | Adult Ed.Prof.Development | Title Iv/Drug Free Sch. 07/08 | Title Iv | Medicaid Reimb.- Federal | Title li Part-A 10/11 | Title li | Title li D 06-07 Ed Tech | R.L.I.S | Title lii 2009/2010 |
|---|---------------|------------------|------------------------------|----------------------------------|------------|-----------------------------|--------------------------|-------------|-----------------------------|-------------|------------------------|
| Cash and investments - beginning | \$ - | \$ (15,614) | \$ 225 | \$ - | \$ (3,133) | \$ 8,896 | \$ (486) | \$ (29,350) | \$ (1,863) | \$ (15,876) | \$ - |
| Receipts: | | | | | | | | | | | |
| Local sources | - | - | - | - | - | - | - | - | - | - | - |
| Intermediate sources | - | - | - | - | - | - | - | - | - | - | - |
| State sources | - | - | - | - | - | - | - | - | - | 13,930 | - |
| Federal sources | - | - | - | - | 32,858 | 1,678 | 2,131 | 39,137 | - | - | - |
| Temporary loans | - | - | - | - | - | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - | - | - | - | - | - |
| Other receipts | - | - | - | - | - | - | - | - | - | - | - |
| Total receipts | - | - | - | - | 32,858 | 1,678 | 2,131 | 39,137 | - | 13,930 | - |
| Disbursements: | | | | | | | | | | | |
| Instruction | - | (11,484) | - | - | 257 | - | - | 10,500 | - | 17,905 | - |
| Support services | - | - | - | - | 19,342 | 458 | - | 26,885 | - | 1,200 | - |
| Noninstructional services | - | - | - | - | - | - | - | - | - | - | - |
| Facilities acquisition and construction | - | - | - | - | - | - | - | - | - | - | - |
| Debt services | - | - | - | - | - | - | - | - | - | - | - |
| Nonprogrammed charges | - | - | - | - | - | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - | - | - | - | - | - |
| Total disbursements | - | (11,484) | - | - | 19,599 | 458 | - | 37,385 | - | 19,105 | - |
| Excess (deficiency) of receipts over disbursements | - | 11,484 | - | - | 13,259 | 1,220 | 2,131 | 1,752 | - | (5,175) | - |
| 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 | - | 11,484 | - | - | 13,259 | 1,220 | 2,131 | 1,752 | - | (5,175) | - |
| Cash and investments - ending | \$ - | \$ (4,130) | \$ 225 | \$ - | \$ 10,126 | \$ 10,116 | \$ 1,645 | \$ (27,598) | \$ (1,863) | \$ (21,051) | \$ - |

(Continued)

NORTH WHITE SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 July 1, 2019 through June 30, 2020

| | Title Iii | Nslp Equip.Asst.Gr ant | Govenor's Emergency Education Relief (GEER) | Nslp Equip Asst. | Clearing Fund | Prepaid Meals | Extra Cur. Wages | Totals |
|---|-------------|------------------------------|--|---------------------|------------------|------------------|---------------------|--------------|
| Cash and investments - beginning | \$ (28,005) | \$ - | \$ - | \$ - | \$ 22,606 | \$ 15,724 | \$ 8 | \$ 7,157,160 |
| Receipts: | | | | | | | | |
| Local sources | - | - | - | - | - | - | - | 3,896,386 |
| Intermediate sources | - | - | - | - | - | - | - | 286 |
| State sources | - | - | - | - | - | - | - | 6,242,889 |
| Federal sources | 27,381 | 14,136 | - | - | - | - | - | 675,845 |
| Temporary loans | - | - | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - | - | - |
| Other receipts | - | - | - | - | 3,300,440 | 96,640 | 526 | 3,397,606 |
| Total receipts | 27,381 | 14,136 | - | - | 3,300,440 | 96,640 | 526 | 14,213,012 |
| Disbursements: | | | | | | | | |
| Instruction | - | - | 28,777 | - | - | - | - | 4,286,317 |
| Support services | 14,076 | - | - | - | - | - | - | 3,927,933 |
| Noninstructional services | 1,231 | 15,874 | - | - | - | - | - | 577,173 |
| Facilities acquisition and construction | - | - | - | - | - | - | - | 1,661,979 |
| Debt services | - | - | - | - | - | - | - | 1,482,900 |
| Nonprogrammed charges | - | - | - | - | 3,284,906 | 77,601 | 840 | 3,363,347 |
| Interfund loans | - | - | - | - | - | - | - | - |
| Total disbursements | 15,307 | 15,874 | 28,777 | - | 3,284,906 | 77,601 | 840 | 15,299,649 |
| Excess (deficiency) of receipts over disbursements | 12,074 | (1,738) | (28,777) | - | 15,534 | 19,039 | (314) | (1,086,637) |
| Other financing sources (uses): | | | | | | | | |
| Proceeds of long-term debt | - | - | - | - | - | - | - | - |
| Sale of capital assets | - | - | - | - | - | - | - | - |
| Transfers in | - | 1,738 | - | - | - | - | - | 840,384 |
| Transfers out | - | - | - | (1,738) | - | - | - | (840,384) |
| Total other financing sources (uses) | - | 1,738 | - | (1,738) | - | - | - | - |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | 12,074 | - | (28,777) | (1,738) | 15,534 | 19,039 | (314) | (1,086,637) |
| Cash and investments - ending | \$ (15,931) | \$ - | \$ (28,777) | \$ (1,738) | \$ 38,140 | \$ 34,763 | \$ (306) | \$ 6,070,523 |

NORTH WHITE SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 July 1, 2020 through June 30, 2021

| | Education Fund | Debt Service | Pension Bond Fund Debt Service | Operations Fund | Rainy Day Fund | Construction Fund | Cafeteria Fund | Text-Book Rental | Levy Excess | Early Intervention Grant | Community Foundation Grant- Wojda |
|---|----------------|--------------|--------------------------------------|-----------------|----------------|----------------------|----------------|---------------------|-------------|--------------------------------|---|
| Cash and investments - beginning | \$ 2,303,485 | \$ 278,339 | \$ 8,065 | \$ 2,443,879 | \$ 738,242 | \$ 282,256 | \$ 153,029 | \$ (3,322) | \$ 210 | \$ - | \$ - |
| Receipts: | | | | | | | | | | | |
| Local sources | 119,560 | 1,632,678 | - | 2,644,935 | - | - | 8,097 | 31,640 | - | - | - |
| Intermediate sources | 308 | - | - | - | - | - | - | - | - | - | - |
| State sources | 5,956,843 | - | - | 39,396 | - | - | 2,368 | 54,753 | - | 2,727 | - |
| Federal sources | - | - | - | - | - | - | 416,591 | - | - | - | - |
| Temporary loans | - | - | - | - | - | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - | - | - | - | - | - |
| Other receipts | - | - | - | - | - | - | - | - | - | - | - |
| Total receipts | 6,076,711 | 1,632,678 | - | 2,684,331 | - | - | 427,056 | 86,393 | - | 2,727 | - |
| Disbursements: | | | | | | | | | | | |
| Instruction | 3,721,558 | - | - | - | - | - | - | - | - | 2,727 | 387 |
| Support services | 828,916 | 26 | - | 2,449,577 | - | - | - | 27,919 | - | - | - |
| Noninstructional services | 66,437 | - | - | - | - | - | 461,119 | - | - | - | - |
| Facilities acquisition and construction | - | - | - | 455,186 | - | 89,605 | - | - | - | - | - |
| Debt services | - | 1,441,475 | - | - | 695,967 | - | - | - | - | - | - |
| Nonprogrammed charges | - | - | - | - | - | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - | - | - | - | - | - |
| Total disbursements | 4,616,911 | 1,441,501 | - | 2,904,763 | 695,967 | 89,605 | 461,119 | 27,919 | - | 2,727 | 387 |
| Excess (deficiency) of receipts over disbursements | 1,459,800 | 191,177 | - | (220,432) | (695,967) | (89,605) | (34,063) | 58,474 | - | - | (387) |
| Other financing sources (uses) | | | | | | | | | | | |
| Proceeds of long-term debt | - | - | - | - | - | 2,553,000 | - | - | - | - | - |
| Sale of capital assets | - | - | - | - | - | - | - | - | - | - | - |
| Transfers in | - | - | - | 922,889 | 813,703 | - | - | - | - | - | - |
| Transfers out | (922,889) | - | - | - | - | (813,703) | - | - | - | - | - |
| Total other financing sources (uses) | (922,889) | - | - | 922,889 | 813,703 | 1,739,297 | - | - | - | - | - |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | 536,911 | 191,177 | - | 702,457 | 117,736 | 1,649,692 | (34,063) | 58,474 | - | - | (387) |
| Cash and investments - ending | \$ 2,840,396 | \$ 469,516 | \$ 8,065 | \$ 3,146,336 | \$ 855,978 | \$ 1,931,948 | \$ 118,966 | \$ 55,152 | \$ 210 | \$ - | \$ (387) |

(Continued)

NORTH WHITE SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 July 1, 2020 through June 30, 2021

| | Partners Grant | Lilly Grant 2017 | Iu Arnett Health Donation-Covid | Iahperd Grant 06-07 Viking Voyag | Scholarships & Awards Fund | High School Counselor Award | Donations & Bequests | White County Award | Nipsco Voc.Tech.Donati on | Advertising Fund | Formative Assessment Grant 17/18 |
|---|----------------|------------------|------------------------------------|--|-------------------------------|--------------------------------|-------------------------|-----------------------|---------------------------------|------------------|--|
| Cash and investments - beginning | \$ (2,129) | \$ 45,621 | \$ - | \$ 113 | \$ 5,017 | \$ (17,188) | \$ 15,779 | \$ 85 | \$ 5,000 | \$ 2,221 | \$ 5,503 |
| Receipts: | | | | | | | | | | | |
| Local sources | 4,148 | - | 3,000 | - | 1,000 | 47,982 | 1,305 | - | - | - | - |
| Intermediate sources | - | - | - | - | - | - | - | - | - | - | - |
| State sources | - | - | - | - | - | - | - | - | - | - | 7,491 |
| Federal sources | - | - | - | - | - | - | - | - | - | - | - |
| Temporary loans | - | - | - | - | - | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - | - | - | - | - | - |
| Other receipts | - | - | - | - | - | - | - | - | - | - | - |
| Total receipts | 4,148 | - | 3,000 | - | 1,000 | 47,982 | 1,305 | - | - | - | 7,491 |
| Disbursements: | | | | | | | | | | | |
| Instruction | 1,794 | - | - | - | 83 | - | 5,956 | - | - | - | - |
| Support services | - | 44,128 | - | - | - | 47,982 | - | - | - | - | 12,994 |
| Noninstructional services | - | - | - | - | - | - | - | - | - | - | - |
| Facilities acquisition and construction | - | - | - | - | - | - | - | - | - | - | - |
| Debt services | - | - | - | - | - | - | - | - | - | - | - |
| Nonprogrammed charges | - | - | - | - | - | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - | - | - | - | - | - |
| Total disbursements | 1,794 | 44,128 | - | - | 83 | 47,982 | 5,956 | - | - | - | 12,994 |
| Excess (deficiency) of receipts over disbursements | 2,354 | (44,128) | 3,000 | - | 917 | - | (4,651) | - | - | - | (5,503) |
| 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 | 2,354 | (44,128) | 3,000 | - | 917 | - | (4,651) | - | - | - | (5,503) |
| Cash and investments - ending | \$ 225 | \$ 1,493 | \$ 3,000 | \$ 113 | \$ 5,934 | \$ (17,188) | \$ 11,128 | \$ 85 | \$ 5,000 | \$ 2,221 | \$ - |

(Continued)

NORTH WHITE SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 July 1, 2020 through June 30, 2021

| | Preschool Grant | High Ability 18-19 | High Ability 20/21 | High Ability 13/14 | Medicaid Reimb. Fund | Secured Schools Safety Grant | Lit. Early Intervention 19/20 | Nesp 18/19 | School Technology Fund | Career & Tech.Ed.Perf.Grants | Perf.Based Awards |
|---|-----------------|--------------------|--------------------|--------------------|----------------------|------------------------------|-------------------------------|-------------|------------------------|------------------------------|-------------------|
| Cash and investments - beginning | \$ (20,061) | \$ 10,072 | \$ - | \$ (18) | \$ 22,223 | \$ (53,813) | \$ 228 | \$ (68,983) | \$ (1,175) | \$ 4,866 | \$ (1,861) |
| Receipts: | | | | | | | | | | | |
| Local sources | 113,353 | - | - | - | - | - | - | - | - | - | - |
| Intermediate sources | - | - | - | - | - | - | - | - | - | - | - |
| State sources | - | 22,839 | - | - | 537 | 19,970 | - | 193,751 | 3,240 | - | - |
| Federal sources | - | - | - | - | - | - | - | - | - | - | - |
| Temporary loans | - | - | - | - | - | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - | - | - | - | - | - |
| Other receipts | - | - | - | - | - | - | - | - | - | - | - |
| Total receipts | 113,353 | 22,839 | - | - | 537 | 19,970 | - | 193,751 | 3,240 | - | - |
| Disbursements: | | | | | | | | | | | |
| Instruction | 116,977 | 9,782 | 15,895 | - | - | - | 228 | 92,732 | - | - | - |
| Support services | - | - | - | - | - | 58,906 | - | 3,663 | 2,760 | - | - |
| Noninstructional services | - | - | - | - | - | - | - | - | - | - | - |
| Facilities acquisition and construction | - | - | - | - | - | - | - | - | - | - | - |
| Debt services | - | - | - | - | - | - | - | - | - | - | - |
| Nonprogrammed charges | - | - | - | - | - | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - | - | - | - | - | - |
| Total disbursements | 116,977 | 9,782 | 15,895 | - | - | 58,906 | 228 | 96,395 | 2,760 | - | - |
| Excess (deficiency) of receipts over disbursements | (3,624) | 13,057 | (15,895) | - | 537 | (38,936) | (228) | 97,356 | 480 | - | - |
| 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 | (3,624) | 13,057 | (15,895) | - | 537 | (38,936) | (228) | 97,356 | 480 | - | - |
| Cash and investments - ending | \$ (23,685) | \$ 23,129 | \$ (15,895) | \$ (18) | \$ 22,760 | \$ (92,749) | \$ - | \$ 28,373 | \$ (695) | \$ 4,866 | \$ (1,861) |

(Continued)

NORTH WHITE SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 July 1, 2020 through June 30, 2021

| | Teacher Appreciation Grant (Tag) | Ind. Graduation Rate Performance | G/T 2002-2009 | Ed Tech 06-07 | Title I | Title I 20/21 | Title I Fy 17/18 | Adult Ed. Prof. Develop ement | Title Iv/Drug Free Sch. 07/08 | Title Iv | Medicaid Reimb.- Federal | Title li Part- A 10/11 |
|---|--|--|---------------|---------------|-------------|---------------|------------------|-------------------------------------|----------------------------------|------------|-----------------------------|---------------------------|
| Cash and investments - beginning | \$ (2,442) | \$ 879 | \$ 17 | \$ 3,240 | \$ (80,475) | \$ - | \$ (4,130) | \$ 225 | \$ - | \$ 10,126 | \$ 10,116 | \$ 1,645 |
| Receipts: | | | | | | | | | | | | |
| Local sources | - | - | - | - | - | - | - | - | - | - | - | - |
| Intermediate sources | - | - | - | - | - | - | - | - | - | - | - | - |
| State sources | 32,124 | - | - | - | - | - | - | - | - | - | - | - |
| Federal sources | - | - | - | - | 98,342 | 266,482 | - | - | - | 29,390 | 955 | - |
| Temporary loans | - | - | - | - | - | - | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - | - | - | - | - | - | - |
| Other receipts | - | - | - | - | - | - | - | - | - | - | - | - |
| Total receipts | 32,124 | - | - | - | 98,342 | 266,482 | - | - | - | 29,390 | 955 | - |
| Disbursements: | | | | | | | | | | | | |
| Instruction | 32,915 | - | - | - | 31,810 | 207,096 | - | - | - | 38,572 | - | - |
| Support services | 1,624 | - | - | - | 14,449 | 87,016 | - | - | - | 8,932 | 312 | - |
| Noninstructional services | - | - | - | - | 276 | 2,145 | - | - | - | - | - | - |
| Facilities acquisition and construction | - | - | - | - | - | - | - | - | - | - | - | - |
| Debt services | - | - | - | - | - | - | - | - | - | - | - | - |
| Nonprogrammed charges | - | - | - | - | - | - | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - | - | - | - | - | - | - |
| Total disbursements | 34,539 | - | - | - | 46,535 | 296,257 | - | - | - | 47,504 | 312 | - |
| Excess (deficiency) of receipts over disbursements | (2,415) | - | - | - | 51,807 | (29,775) | - | - | - | (18,114) | 643 | - |
| 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 | (2,415) | - | - | - | 51,807 | (29,775) | - | - | - | (18,114) | 643 | - |
| Cash and investments - ending | \$ (4,857) | \$ 879 | \$ 17 | \$ 3,240 | \$ (28,668) | \$ (29,775) | \$ (4,130) | \$ 225 | \$ - | \$ (7,988) | \$ 10,759 | \$ 1,645 |

(Continued)

NORTH WHITE SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 July 1, 2020 through June 30, 2021

| | Title li | Title li D 06-07 Ed Tech | R.L.I.S | Title lii 2009/2010 | Title lii | Nslp Equip.Asst.Grant | Governor's Emergency Education Relief (GEER) | Nslp Equip Asst. | Clearing Fund | Prepaid Meals | Extra Cur. Wages | Totals |
|---|-------------|-----------------------------|-------------|------------------------|-------------|--------------------------|---|------------------|---------------|---------------|---------------------|--------------|
| Cash and investments - beginning | \$ (27,598) | \$ (1,863) | \$ (21,051) | \$ - | \$ (15,931) | \$ - | \$ (28,777) | \$ (1,738) | \$ 38,140 | \$ 34,763 | \$ (306) | \$ 6,070,523 |
| Receipts: | | | | | | | | | | | | |
| Local sources | - | - | - | - | - | - | - | - | - | - | - | 4,607,698 |
| Intermediate sources | - | - | - | - | - | - | - | - | - | - | - | 308 |
| State sources | - | - | 30,113 | - | - | - | - | - | - | - | - | 6,366,152 |
| Federal sources | 71,437 | - | - | - | 22,208 | - | 124,102 | - | - | - | - | 1,029,507 |
| Temporary loans | - | - | - | - | - | - | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - | - | - | - | - | - | - |
| Other receipts | - | - | - | - | - | - | - | - | 3,215,838 | 24,437 | - | 3,240,275 |
| Total receipts | 71,437 | - | 30,113 | - | 22,208 | - | 124,102 | - | 3,215,838 | 24,437 | - | 15,243,940 |
| Disbursements: | | | | | | | | | | | | |
| Instruction | 22,693 | - | 24,358 | 63 | 14,585 | - | 8,125 | - | - | - | - | 4,348,336 |
| Support services | 48,467 | - | - | - | 34,250 | - | 96,139 | - | - | - | - | 3,768,060 |
| Noninstructional services | - | - | - | - | 1,175 | - | - | - | - | - | - | 531,152 |
| Facilities acquisition and construction | - | - | - | - | - | - | - | - | - | - | - | 544,791 |
| Debt services | - | - | - | - | - | - | - | - | - | - | - | 2,137,442 |
| Nonprogrammed charges | - | - | - | - | - | - | - | - | 3,215,867 | 327 | - | 3,216,194 |
| Interfund loans | - | - | - | - | - | - | - | - | - | - | - | - |
| Total disbursements | 71,160 | - | 24,358 | 63 | 50,010 | - | 104,264 | - | 3,215,867 | 327 | - | 14,545,975 |
| Excess (deficiency) of receipts over disbursements | 277 | - | 5,755 | (63) | (27,802) | - | 19,838 | - | (29) | 24,110 | - | 697,965 |
| Other financing sources (uses) | | | | | | | | | | | | |
| Proceeds of long-term debt | - | - | - | - | - | - | - | - | - | - | - | 2,553,000 |
| Sale of capital assets | - | - | - | - | - | - | - | - | - | - | - | - |
| Transfers in | - | - | - | - | - | - | - | - | - | - | - | 1,736,592 |
| Transfers out | - | - | - | - | - | - | - | - | - | - | - | (1,736,592) |
| Total other financing sources (uses) | - | - | - | - | - | - | - | - | - | - | - | 2,553,000 |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | 277 | - | 5,755 | (63) | (27,802) | - | 19,838 | - | (29) | 24,110 | - | 3,250,965 |
| Cash and investments - ending | \$ (27,321) | \$ (1,863) | \$ (15,296) | \$ (63) | \$ (43,733) | \$ - | \$ (8,939) | \$ (1,738) | \$ 38,111 | \$ 58,873 | \$ (306) | \$ 9,321,488 |

NORTH WHITE SCHOOL CORPORATION
SCHEDULE OF PAYABLES AND RECEIVABLES
June 30, 2021

| <u>Government or Enterprise</u> | <u>Accounts Payable</u> | <u>Accounts Receivable</u> |
|---------------------------------|-----------------------------|--------------------------------|
| Governmental activities | \$ 1,146,241 | \$ 68,257 |

NORTH WHITE SCHOOL CORPORATION
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> |
|---|---------------------------------|-------------------------------------|-------------------------------------|----------------------------------|
| North White Elementary School Building Corporation | Renovations and Improvements | \$ 681,500 | 6/30/2021 | 12/31/2031 |
| Total of annual lease payments | | <u>\$ 681,500</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 | 2019 SOLAR PROJECT | \$ 1,145,442 | \$ 626,500 |
| Totals | | <u>\$ 1,145,442</u> | <u>\$ 626,500</u> |

NORTH WHITE SCHOOL CORPORATION
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 | \$ 350,000 |
| Infrastructure | 1,921,144 |
| Buildings | 18,558,527 |
| Improvements other than buildings | 759,415 |
| Machinery, equipment, and vehicles | 2,878,971 |
| Construction in progress | <u>2,620,359</u> |
| Total governmental activities | <u>27,088,416</u> |
| Total capital assets | <u>\$ 27,088,416</u> |

NORTH WHITE SCHOOL CORPORATION
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.

NORTH WHITE SCHOOL CORPORATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the period July 1, 2019 through June 30, 2021

| Federal Grantor Agency Cluster Title/Program Title/Project Title | Pass-Through Entity or Direct Grant | Assistance Listing Number | Pass-Through Entity (or Other) Identifying Number | Total Federal Awards Expended 06-30-20 | Total Federal Awards Expended 06-30-21 | Total Federal Awards Expended 07-01-19 to 06-30-21 |
|---|-------------------------------------|---------------------------------|--|---|---|--|
| <u>Department of Agriculture</u> | | | | | | |
| Child Nutrition Cluster | Indiana Department of Education | | | | | |
| School Breakfast Program | | 10.553 | FY2020, FY2021 | \$ 86,147 | \$ 102,234 | \$ 188,381 |
| National School Lunch Program | | 10.555 | FY2020, FY2021 | 277,059 | 314,357 | 591,416 |
| Commodities | | 10.555 | FY2020, FY2021 | 36,931 | 34,488 | 71,419 |
| Summer Food Service Program for Children | | 10.559 | FY2020, FY2021 | 3,362 | - | 3,362 |
| Child Nutrition Discretionary Grants Limited Availability | | 10.579 | FY2020, FY2021 | 14,136 | - | 14,136 |
| Total - Child Nutrition Cluster | | | | <u>417,635</u> | <u>451,079</u> | <u>868,714</u> |
| Total - Department of Agriculture | | | | <u>417,635</u> | <u>451,079</u> | <u>868,714</u> |
| <u>Department of Education</u> | | | | | | |
| Special Education Cluster | | | | | | |
| Special Education Grants to States | Indiana Department of Education | | | | | |
| IDEA-Part B | | 84.027 | 19611-049 PN01 | 70,056 | - | 70,056 |
| IDEA-Part B | | 84.027 | 20611-047 PN01 | 136,850 | 102,412 | 239,262 |
| IDEA-Part B | | 84.027 | 21611-047-PN01 | - | 144,824 | 144,824 |
| Total - Special Education Grants to States | | | | <u>206,906</u> | <u>247,236</u> | <u>454,142</u> |
| Special Education Preschools Grants | Indiana Department of Education | | | | | |
| IDEA-Preschool | | 84.173 | 19619-049 PN01 | 5,693 | - | 5,693 |
| IDEA-Preschool | | 84.173 | 20619-047 PN01 | 332 | 5,386 | 5,718 |
| Total - Special Education Preschools Grants | | | | <u>6,025</u> | <u>5,386</u> | <u>11,411</u> |
| Total - Special Education Cluster(IDEA) | | | | <u>212,931</u> | <u>252,622</u> | <u>465,553</u> |
| Title I Grants to Local Educational Agencies | Indiana Department of Education | | | | | |
| Title I, Part A | | 84.010 | S010A180014 | 49,321 | - | 49,321 |
| Title I, Part A | | 84.010 | S010A190014 | 174,136 | 98,342 | 272,478 |
| Title I, Part A | | 84.010 | S010A210014 | - | 266,482 | 266,482 |
| Total - Title I Grants to Local Educational Agencies | | | | <u>223,457</u> | <u>364,824</u> | <u>588,281</u> |

(Continued)

NORTH WHITE SCHOOL CORPORATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the period July 1, 2019 through June 30, 2021

| Federal Grantor Agency Cluster Title/Program Title/Project Title | Pass-Through Entity or Direct Grant | Assistance Listing Number | Pass-Through Entity (or Other) Identifying Number | Total Federal Awards Expended 06-30-20 | Total Federal Awards Expended 06-30-21 | Total Federal Awards Expended 07-01-19 to 06-30-21 |
|---|-------------------------------------|---------------------------------|--|---|---|--|
| Rural Education | Indiana Department of Education | | | | | |
| Rural & Low Income School 2018-2019 | | 84.358 | S358B170014 | \$ 8,473 | \$ - | \$ 8,473 |
| Rural & Low Income School 2018-2020 | | 84.358 | S358B180014 | 1,830 | 8,481 | 10,311 |
| Rural & Low Income School 2019-2021 | | 84.358 | S358B190014 | 3,627 | 8,294 | 11,921 |
| Rural & Low Income School 2020-2022 | | 84.358 | S358B200014 | - | 13,337 | 13,337 |
| Total - Rural Education | | | | <u>13,930</u> | <u>30,112</u> | <u>44,042</u> |
| English Language Acquisition State Grants | Indiana Department of Education | | | | | |
| Title III, Part A | | 84.365 | S365A170014 | 14,434 | - | 14,434 |
| Title III, Part A | | 84.365 | S365A190014 | - | 600 | 600 |
| Title III, Part A | | 84.365 | S365A200014 | - | 21,608 | 21,608 |
| Total - English Language Acquisition State Grants | | | | <u>14,434</u> | <u>22,208</u> | <u>36,642</u> |
| Supporting Effective Instruction State Grants | Indiana Department of Education | | | | | |
| Title II, Part A | | 84.367 | S367A160013 | 2,131 | - | 2,131 |
| Title II, Part A | | 84.367 | S367A170013 | 11,652 | - | 11,652 |
| Title II, Part A | | 84.367 | S367A180013 | 25,206 | 12,866 | 38,072 |
| Title II, Part A | | 84.367 | S367A190013 | 2,280 | 38,584 | 40,864 |
| Title II, Part A | | 84.367 | S367A200013 | - | 19,987 | 19,987 |
| Total - Supporting Effective Instruction State Grants | | | | <u>41,269</u> | <u>71,437</u> | <u>112,706</u> |
| Student Support and Academic Enrichment Program | Indiana Department of Education | | | | | |
| Title IV, Part A | | 84.424 | S424A170015 | 11,790 | - | 11,790 |
| Title IV, Part A | | 84.424 | S424A180015 | 21,067 | - | 21,067 |
| Title IV, Part A | | 84.424 | S424A190015 | - | 17,468 | 17,468 |
| Title IV, Part A | | 84.424 | S424A200015 | - | 11,923 | 11,923 |
| Total - Student Support and Academic Enrichment Program | | | | <u>32,857</u> | <u>29,391</u> | <u>62,248</u> |
| COVID-19 - Education Stabilization Fund | Indiana Department of Education | | | | | |
| Governor's Emergency Education Relief (GEER) Fund | | 84.425C | S425C200018 | - | 21,445 | 21,445 |
| Elementary and Secondary School Emergency Relief (ESSER) Fund | | 84.425D | S425D200013 | - | 102,657 | 102,657 |
| Total - COVID-19 - Education Stabilization Fund | | | | <u>-</u> | <u>124,102</u> | <u>124,102</u> |
| Total - Department of Education | | | | <u>538,878</u> | <u>894,696</u> | <u>1,433,574</u> |

(Continued)

NORTH WHITE SCHOOL CORPORATION
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the period July 1, 2019 through June 30, 2021

| Federal Grantor Agency Cluster Title/Program Title/Project Title | Pass-Through Entity or Direct Grant | Assistance Listing Number | Pass-Through Entity (or Other) Identifying Number | Total Federal Awards Expended 06-30-20 | Total Federal Awards Expended 06-30-21 | Total Federal Awards Expended 07-01-19 to 06-30-21 |
|---|-------------------------------------|---------------------------------|--|---|---|--|
| <u>Department of Health and Human Services</u> | | | | | | |
| Medicaid Cluster | Indiana Department of Education | | | | | |
| Medicaid Reimbursement - INMAC | | 93.778 | FY2020, FY2021 | \$ 1,678 | \$ 955 | \$ 2,633 |
| Total - Department of Health and Human Services | | | | <u>1,678</u> | <u>955</u> | <u>2,633</u> |
| <u>Department of Homeland Security</u> | | | | | | |
| Disaster Grants - Public Assistance | Indiana Department of Education | 97.036 | n/a | - | 21,881 | 21,881 |
| Total - Department of Health and Human Services | | | | <u>-</u> | <u>21,881</u> | <u>21,881</u> |
| Total federal awards expended | | | | <u>\$ 958,191</u> | <u>\$ 1,368,611</u> | <u>\$ 2,326,802</u> |

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

NORTH WHITE SCHOOL CORPORATION
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Period of July 1, 2019 to June 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Presentation

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

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

B. Other Significant Accounting Policies

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

NOTE 2 - INDIRECT COST RATE

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

NOTE 3 – SPECIAL EDUCATION COOPERATIVE (ALN: 84.027, 84.173)

The School Corporation is a member of the Cooperative School Services (Cooperative), which operates the special education program for the School Corporation. As a result, some activity for the Special Education Cluster (IDEA) that is presented on the SEFA is not presented as receipts and disbursements in the financial statement for the School Corporation. This activity is reported on the financial statement of the Cooperative.

NOTE 4 - 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
North White School Corporation
White 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 North White School Corporation ("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 November 8, 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 statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs that we consider to be a significant deficiency (2021-001) .

(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*.

Management's Response to Finding

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

Purpose of this Report

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


Crowe LLP

Indianapolis, Indiana
November 8, 2022

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

Those Charged with Governance
North White School Corporation
White County, Indiana

Report on Compliance for Each Major Federal Program

We have audited North White School Corporation (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.

Basis for Qualified Opinion on the Special Education Cluster

As described in the accompanying schedule of findings and questioned costs, we were unable to obtain sufficient appropriate audit evidence supporting the compliance of the School Corporation with Special Education Cluster compliance requirements (ALN 84.027, 84.173) as described in finding number 2021-002 for Procurement and Suspension and Debarment, consequently we were unable to determine whether the School Corporation complied with those requirements applicable to that program.

(Continued)

Qualified Opinion on the Special Education Cluster

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, 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 the Special Education Cluster for the period July 1, 2019 to June 30, 2021.

Unmodified Opinion on the Other 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 other major federal program identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs for the period July 1, 2019 to June 30, 2021.

Other Matter

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.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified a certain deficiency in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as item 2021-001 that we consider to be a material weakness.

The School Corporation's response to the internal control over compliance finding identified in our audit is described in the accompanying schedule of findings and questioned costs and corrective action plan. 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.

(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
November 8, 2022

NORTH WHITE SCHOOL CORPORATION
 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 | _____ | X | No |
| Significant deficiencies identified not considered to be material weaknesses? | _____ | Yes | _____ | | None Reported |

| | | | | | |
|--|-------|-----|-------|---|----|
| Noncompliance material to financial statement noted? | _____ | Yes | _____ | X | No |
|--|-------|-----|-------|---|----|

Federal Awards

Internal control over major programs:

| | | | | | |
|---|-------|-----|-------|-------|---------------|
| Material weakness(es) identified? | _____ | X | Yes | _____ | No |
| Significant deficiencies identified not considered to be material weaknesses? | _____ | Yes | _____ | X | None Reported |

| | |
|---|---|
| Type of auditor’s report issued on compliance for major programs: | Child Nutrition Cluster: Unmodified Special Education Cluster: Qualified |
|---|---|

| | | | | | |
|---|-------|---|-----|-------|----|
| Any audit findings disclosed that are required to be reported in accordance with 2CFR 200.516(a)? | _____ | X | 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, 10.579 | Child Nutrition Cluster |
| 84.027, 84.173 | Special Education Cluster |

| | |
|---|-------------------|
| Dollar threshold used to distinguish between Type A and Type B programs | <u>\$ 750,000</u> |
|---|-------------------|

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

(Continued)

NORTH WHITE SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
July 1, 2019 to June 30, 2021

Section II – Financial Statement Findings

FINDING 2021-001

Subject: Preparation of the Schedule of Expenditures of Federal Awards
Audit Findings: Significant Deficiency

Criteria: The Indiana State Board of Accounts (SBOA) is required under Indiana Code 5-11-1-27(e) to define the acceptable minimum level of internal control standards. To provide clarifying guidance, the State Examiner compiled the standards contained in the manual, *Uniform Internal Control Standards for Indiana Political Subdivisions*. All political subdivisions subject to audit by SBOA are expected to adhere to these standards. The standards include adequate control activities. According to this manual:

"Control activities are the actions and tools established through policies and procedures that help to detect, prevent, or reduce the identified risks that interfere with the achievement of objectives. Detection activities are designed to identify unfavorable events in a timely manner whereas prevention activities are designed to deter the occurrence of an unfavorable event. Examples of these activities include reconciliations, authorizations, approval processes, performance reviews, and verification processes.

An integral part of the control activity component is segregation of duties. . . There is an expectation of segregation of duties. If compensating controls are necessary, documentation should exist to identify both the areas where segregation of duties are not feasible or practical and the compensating controls implemented to mitigate the risk. . .

The Green Book identifies a list of control activity categories that are meant only to illustrate the range and variety of control activities; the list is by no means all inclusive, but is reproduced here for reference purposes: . . .

- Accurate and timely recording of transactions. . . ."

2 CFR 200.508 states in part:

"The auditee must: . . .

(b) Prepare appropriate financial statements, including the schedule of expenditures of Federal Awards in accordance with § 200.510 Financial statements. . . ."

2 CFR 200.510(b) states:

"*Schedule of expenditures of Federal awards.* The auditee must also prepare a schedule of expenditures of Federal awards for the period covered by the auditee's financial statements which must include the total Federal awards expended as determined in accordance with § 200.502 Basis for determining Federal awards expended. While not required, the auditee may choose to provide information requested by Federal awarding agencies and pass-through entities to make the schedule easier to use. For example, when a Federal program has multiple Federal award years, the auditee may list the amount of Federal awards expended for each Federal award year separately. At a minimum, the schedule must:

- (1) List individual Federal programs by Federal agency. For a cluster of programs, provide the cluster name, list individual Federal programs within a cluster of programs, and provide the applicable Federal agency name.

(Continued)

NORTH WHITE SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
July 1, 2019 to June 30, 2021

Section II – Financial Statement Findings (Continued)

FINDING 2021-001 (Continued)

(2) For Federal awards received as a subrecipient, the name of the pass-through entity and identifying number assigned by the pass-through entity must be included.

(3) Provide total Federal awards expended for each individual Federal program and the Assistance Listings Number or other identifying number when the Assistance Listings information is not available. For a cluster of programs also provide the total for the cluster.

(4) Include the total amount provided to subrecipients from each Federal program.

(5) For loan or loan guarantee programs described in § 200.502 Basis for determining Federal awards expended, paragraph (b), identify in the notes to the schedule the balances outstanding at the end of the audit period. This is in addition to including the total Federal awards expended for loan or loan guarantee programs in the schedule.

(6) Include notes that describe that significant accounting policies used in preparing the schedule, and note whether or not the auditee elected to use the 10% de minimis cost rate as covered in §200.414 Indirect (F&A) costs."

Condition: The School Corporation did not have a proper system of internal control in place to prevent, or detect and correct, errors on the Schedule of Expenditures of Federal Awards (SEFA).

Cause: Management had not established a system of internal control that would have ensured proper reporting of the SEFA.

Context: The federal grant information entered and submitted in the Indiana Gateway for Government Units financial reporting system was the source of the SEFA. Due to the lack of effective internal controls, the following errors resulted in the net understatement of the total federal awards reported on the SEFA by \$148,455 for the period July 1, 2019 through June 30, 2021:

1. The Child Nutrition Cluster funds were understated by \$132,464.
2. The Disaster Grants – Public Assistance (ALN: 97.036) grant was not reported for \$21,881.
3. The Medicaid Cluster funds were overstated by \$5,890.

Audit adjustments were proposed, accepted by the School Corporation, and made to the SEFA to correct the issues noted above.

Effect: Without a proper system of internal control in place that operate effectively, material misstatements of the SEFA could go undetected.

Repeat Finding: Yes, see Finding 2019-001.

Recommendation: We recommended that the School Corporation's management establish a formal review over the SEFA to ensure amounts reported are accurate and complete. This review should include a reconciliation of federal receipts on the funds ledger compared to amounts reported in Gateway. We recommend this review be formally documented.

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

(Continued)

NORTH WHITE SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
July 1, 2019 to June 30, 2021

Section III – Federal Award Findings and Questioned Costs

FINDING 2021-002

Information on the federal program:

Subject: Special Education Cluster – Procurement and Suspension and Debarment
Federal Agency: Department of Education
Federal Programs: Special Education Grants to States, Special Education Preschool Grants
CFDA Numbers: 84.027, 84.173
Federal Award Numbers and Years (or Other Identifying Numbers): 19611-049-PN01, 20611-047-PN01, 19619-49-PN01, 20619-047-PN01, 20611-049-PN01, 21611-047-PN01, 20619-49-PN01, 21619-047-PN01
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Procurement and Suspension and Debarment
Audit Finding: Material Weakness, Qualified Opinion

Criteria: 2 CFR 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 200.303 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 SAM Exclusions; or
- (b) Collecting a certification from that person; or
- (c) Adding a clause or condition to the covered transaction with that person."

2 CFR 200.320 states in part:

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

...(c) Procurement by sealed bids (formal advertising). Bids are publicly solicited, and a firm fixed price contract (lump sum or unit price) is awarded to the responsible bidder whose bid, conforming with all the material terms and conditions of the invitation for bids, is the lowest in price. The sealed bid method is the preferred method for procuring construction, if the conditions in paragraph (c)(1) of this section apply. . . ."

(Continued)

NORTH WHITE SCHOOL CORPORATION
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 (Continued)

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 agreements and the following compliance requirements: Procurement and Suspension and Debarment.

Cause: The School Corporation's management had not developed a system of internal controls that would have ensured compliance with the grant agreement and the Procurement and Suspension and Debarment compliance requirement.

Effect: The failure to establish an effective internal control system enabled material noncompliance to go undetected. Noncompliance with the grant agreement and the Procurement and Suspension and Debarment requirement could have resulted in the loss of federal funds to the School Corporation.

Questioned Costs: There were no questioned costs identified.

Context: The School Corporation is a member of the Cooperative School Services (Cooperative). The Cooperative operated the special education programs on behalf of the School Corporation and managed the special education grant funds. As the grant agreement was between the Indiana Department of Education and the School Corporation, the School Corporation was responsible for compliance with the grant agreement and the Procurement and Suspension and Debarment compliance requirement.

Procurement – Simplified Acquisition

The School Corporation did not have adequate internal controls in place to ensure the Cooperative complied with the procurement requirements for simplified acquisitions. The Cooperative did not have adequate procedures in place to ensure procurements for simplified acquisitions were properly advertised and bids accepted. There were two vendors who met the Simplified Acquisition threshold during the audit period; neither were properly procured.

Suspension and Debarment

The School Corporation did not have adequate internal controls in place to ensure the Cooperative complied with the Suspension and Debarment requirements. During school year 2020, the Cooperative did not have adequate procedures in place to ensure that applicable vendors who received federal funds were not suspended or debarred from participation in federal awards programs. There were three contracted vendors during the audit period; the unit did not perform procedures to ensure the vendors were not excluded or disqualified.

During the 2021 school year, The School Corporation did not have adequate internal controls in place to ensure the Cooperative complied with the suspension and debarment requirements. The Special Education Director obtained suspension and debarment certifications for contracted vendors over \$25,000 without an oversight or review process.

The lack of controls and noncompliance related to procurement were isolated to school year 2020. The lack of controls related to suspension and debarment were systemic throughout the audit period; however, the noncompliance was isolated to school year 2020.

Identification as a repeat finding: No.

(Continued)

NORTH WHITE SCHOOL CORPORATION
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 (Continued)

Recommendation: We recommended that the School Corporation's management establish controls to ensure compliance with the grant agreement and the Procurement and Suspension and Debarment compliance requirement.

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



NORTH WHITE SCHOOL CORPORATION

Mr. Nicholas G. Eccles - Superintendent

Mrs. Karen Pfladderer – Corporation Secretary

Mr. W. Dean Cook –Dir of Trans/Bdgs/Grnds

Mrs. MariAnne Rowlands – Transportation Secretary

Mrs. Emma Conwell –Treasurer

402 E Broadway St – Monon, Indiana 47959 – (219) 253-6618 – Fax (219) 253-6488

CORRECTIVE ACTION PLAN

FINDING 2021-001

Subject: Preparation of the Schedule of Expenditures of Federal Awards
Audit Findings: Significant Deficiency

Condition: The School Corporation did not have a proper system of internal control in place to prevent, or detect and correct, errors on the Schedule of Expenditures of Federal Awards (SEFA).

Context: The federal grant information entered and submitted in the Indiana Gateway for Government Units financial reporting system was the source of the SEFA. Due to the lack of effective internal controls, the following errors resulted in the net understatement of the total federal awards reported on the SEFA by \$148,455 for the period July 1, 2019 through June 30, 2021:

1. The Child Nutrition Cluster funds were understated by \$132,464.
2. The Disaster Grants – Public Assistance (ALN: 97.036) grant was not reported for \$21,881.
3. The Medicaid Cluster funds were overstated by \$5,890.

Audit adjustments were proposed, accepted by the School Corporation, and made to the SEFA to correct the issues noted above.

Views of responsible officials and planned corrective action: I concur with this finding. After preparing the SEFA (Schedule of Expenditures of Federal Awards), the Corporation Treasurer will have the Corporation Deputy Treasurer verify the report and all of the financial information that the Corporation Treasurer used to compile the SEFA. If there are any corrections, the Corporation Treasurer will un-submit the report in Gateway and make the corrections and then resubmit the report.

Responsible party and timeline for completion: Emma Conwell, Corporation Treasurer
Date of Completion: June 1, 2023



NORTH WHITE SCHOOL CORPORATION

Mr. Nicholas G. Eccles - Superintendent

Mrs. Karen Pfladderer – Corporation Secretary

Mr. W. Dean Cook –Dir of Trans/Bdgs/Grnds

Mrs. MariAnne Rowlands – Transportation Secretary

Mrs. Emma Conwell –Treasurer

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CORRECTIVE ACTION PLAN

FINDING 2021-002

Information on the federal program:

Subject: Special Education Cluster – Procurement and Suspension and Debarment

Federal Agency: Department of Education

Federal Programs: Special Education Grants to States, Special Education Preschool Grants

CFDA Numbers: 84.027, 84.173

Federal Award Numbers and Years (or Other Identifying Numbers): 19611-049-PN01, 20611-047-PN01, 19619-49-PN01, 20619-047-PN01, 20611-049-PN01, 21611-047-PN01, 20619-49-PN01, 21619-047-PN01

Pass-Through Entity: Indiana Department of Education

Compliance Requirement: Procurement and Suspension and Debarment

Audit Finding: Material Weakness, Qualified Opinion

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 agreements and the following compliance requirements: Procurement and Suspension and Debarment.

Context: The School Corporation is a member of the Cooperative School Services (Cooperative). The Cooperative operated the special education programs on behalf of the School Corporation and managed the special education grant funds. As the grant agreement was between the Indiana Department of Education and the School Corporation, the School Corporation was responsible for compliance with the grant agreement and the Procurement and Suspension and Debarment compliance requirement.

Procurement – Simplified Acquisition

The School Corporation did not have adequate internal controls in place to ensure the Cooperative complied with the procurement requirements for simplified acquisitions. The Cooperative did not have adequate procedures in place to ensure procurements for simplified acquisitions were properly advertised and bids accepted. There were two vendors who met the Simplified Acquisition threshold during the audit period; neither were properly procured.

Suspension and Debarment

The School Corporation did not have adequate internal controls in place to ensure the Cooperative complied with the Suspension and Debarment requirements. During school year 2020, the Cooperative did not have adequate procedures in place to ensure that applicable vendors who received federal funds were not suspended or debarred from participation in federal awards programs. There were three contracted vendors during the audit period; the unit did not perform procedures to ensure the vendors were not excluded or disqualified.

During the 2021 school year, The School Corporation did not have adequate internal controls in place to ensure the Cooperative complied with the suspension and debarment requirements. The Special Education Director obtained suspension and debarment certifications for contracted vendors over \$25,000 without an oversight or review process.



NORTH WHITE SCHOOL CORPORATION

Mr. Nicholas G. Eccles - Superintendent

Mrs. Karen Pfladderer – Corporation Secretary

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Mrs. MariAnne Rowlands – Transportation Secretary

Mrs. Emma Conwell –Treasurer

402 E Broadway St – Monon, Indiana 47959 – (219) 253-6618 – Fax (219) 253-6488

The lack of controls and noncompliance related to procurement were isolated to school year 2020. The lack of controls related to suspension and debarment were systemic throughout the audit period; however, the noncompliance was isolated to school year 2020.

Views of responsible officials and planned corrective action: I concur with this finding. The Corporation Treasurer will review the certifications received from the Cooperative. The Corporation Treasurer will check for any suspensions and disbarments through SAM Exclusions.

Responsible party and timeline for completion: Emma Conwell, Corporation Treasurer
Date of Completion: June 1, 2023



NORTH WHITE SCHOOL CORPORATION

Mr. Nicholas G. Eccles - Superintendent

Mrs. Karen Pfledderer – Corporation Secretary

Mr. W. Dean Cook –Dir of Trans/Bdgs/Grnds

Mrs. MariAnne Rowlands – Transportation Secretary

Mrs. Emma Conwell –Treasurer

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SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2019-001

Subject: Preparation of the Schedule of Expenditures of Federal Awards
Audit Findings: Material Weakness, Noncompliance

Condition and Context

The School Corporation did not have a proper system of internal control in place to prevent, or detect and correct, errors on the Schedule of Expenditures of Federal Awards (SEFA). The School Corporation failed to properly review the federal grant information prepared and submitted in the Indiana Gateway for Government Units financial reporting system, which was the source of the SEFA. Due to the lack of effective internal controls, the SEFA presented for audit contained errors. Audit adjustments were proposed, accepted by the School Corporation, and made to the SEFA.

Status: Recurring. See Finding 2021-001.

FINDING 2019-002

Subject: Child Nutrition Cluster - Internal Controls
Federal Agency: Department of Agriculture
Federal Programs: School Breakfast Program, National School Lunch Program
CFDA Numbers: 10.553, 10.555
Federal Award Numbers and Years (or Other Identifying Numbers): FY 2018, FY 2019
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Cash Management
Audit Findings: Material Weakness, Other Matters

Condition and Context

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 Cash Management compliance requirement.

The School Corporation did not have effective controls in place to ensure that the three months average expenditures were calculated for comparison to monthly cash balances, or to verify that the comparison was performed for both school years.

The School Corporation did not comply with the cash management requirement that cash balances (net cash resources) be limited to three months average expenditures. The School Lunch fund monthly net cash resources exceeded three months average expenditures during the audit period. The School Corporation established a plan to reduce cash balances; however, this plan was not followed or revised.

The lack of controls and noncompliance were systemic issues throughout the audit period. The School Lunch fund monthly net cash resources exceeded the 3 months average expenditures for 10 of the 24 months in the audit period.

Status: Resolved.



NORTH WHITE SCHOOL CORPORATION

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Mrs. Karen Pfledderer – Corporation Secretary

Mr. W. Dean Cook –Dir of Trans/Bdgs/Grnds

Mrs. MariAnne Rowlands – Transportation Secretary

Mrs. Emma Conwell –Treasurer

402 E Broadway St – Monon, Indiana 47959 – (219) 253-6618 – Fax (219) 253-6488

FINDING 2019-003

Subject: Child Nutrition Cluster - Activities Allowed or Unallowed,
Allowable Costs/Cost Principles, Program Income
Federal Agency: Department of Agriculture
Federal Programs: School Breakfast Program, National School Lunch Program
CFDA Number: 10.553, 10.555
Federal Award Numbers and Years (or Other Identifying Numbers): FY 2018, FY 2019
Pass-Through Entity: Indiana Department of Education
Compliance Requirements: Activities Allowed or Unallowed, Allowable
Costs/Cost Principles, Program Income
Audit Findings: Material Weakness, Other Matters

Condition and Context

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 following compliance requirements:
Activities Allowed or Unallowed, Allowable Costs/Cost Principles, and Program Income.

The School Corporation had not designed or implemented adequate internal controls to ensure that payroll disbursements were for only food service operating costs and that the supporting documentation agreed with the payroll disbursements recorded as food service operating costs.

The School Corporation included percentages of salaried personnel's wages as food service operating costs in the School Lunch fund. There were time cards for these individuals, but the time spent on food service activities did not always reflect amounts paid from the School Lunch fund. Compensation for these positions charged to the School Lunch fund totaled \$16,235 for fiscal year 2018-2019.

The lack of controls was a systemic issue throughout the audit period. The noncompliance occurred in 2018-2019.

Status: Resolved.

FINDING 2019-004

Subject: Special Education Cluster (IDEA) - Allowable Costs/Cost Principles
Federal Agency: Department of Education
Federal Program: Special Education_Grants to States
CFDA Number: 84.027
Federal Award Number and Year (or Other Identifying Number): 14217-049-PN01
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Allowable Costs/Cost Principles
Audit Findings: Significant Deficiency, Other Matters

Condition and Context

An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the Allowable Costs/Cost Principles compliance requirement.



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The special education cooperative (Cooperative) requested reimbursement from the School Corporation, as a member school of the Cooperative, for payroll costs related to speech therapist services at the School Corporation. Personnel activity reports or equivalent were not maintained for the portion of the speech therapists' salaries and related costs paid from the grant. The Cooperative paid each member school corporation based on its grant budgets for speech therapists, which did not properly document time attributable to the grant. The total expenditures that were reimbursed to the cooperative without proper supporting documentation was \$2,094.

This is an isolated instance related to grant award 14217-049-PN01 for fiscal year 2017-2018.

Status: Resolved.

FINDING 2019-005

Subject: Special Education Cluster (IDEA) - Earmarking

Federal Agency: Department of Education

Federal Program: Special Education Grants to States

CFDA Number: 84.027

Federal Award Number and Year (or Other Identifying Number): 14217-049-PN01

Pass-Through Entity: Indiana Department of Education

Compliance Requirement: Matching, Level of Effort, Earmarking

Audit Findings: Significant Deficiency, Other Matters

Condition and Context

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 earmarking requirements of the Matching, Level of Effort, Earmarking compliance requirement.

The special education cooperative (Cooperative) requested reimbursement from the School Corporation, as a member school of the Cooperative, for payroll costs related to speech therapist services at the School Corporation. Personnel activity reports or equivalent were not maintained for the portion of the speech therapists' salaries and related costs paid from the grant. The Cooperative paid each member school corporation based on its grant budgets for speech therapists, which did not properly document time attributable to the grant. The amounts expended for non-public schools was not determinable.

This is an isolated instance related to grant award 14217-049-PN01 for fiscal year 2017-2018.

Status: Resolved.