



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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December 22, 2022

To: The Officials of the Randolph Central School Corporation  
Randolph Central School Corporation  
103 North East Street  
Winchester, IN 47394

This report is supplemental to the audit report of Randolph Central School Corporation (School Corporation), for the period July 1, 2019 to June 30, 2021. It has been provided as a separate report so that the reader may easily identify any Examination Findings that pertain to the School Corporation. It should be read in conjunction with the financial statement audit report of the School Corporation, which provides an opinion on the School Corporation's financial statements. This report may be found at [www.in.gov/sboa/](http://www.in.gov/sboa/).

As authorized under Indiana Code 5-11-1, we engaged private examiners under our review to perform the audit of the School Corporation and perform procedures to determine compliance with applicable Indiana laws and uniform compliance guidelines established by the Indiana State Board of Accounts. The Examination Findings and Results contained herein describe the identified reportable instances of noncompliance found as a result of these procedures.

We have reviewed the Supplemental Audit Report for Randolph Central School Corporation prepared by Crowe LLP, Independent Public Accountants, for the period July 1, 2019 to June 30, 2021. In our opinion, the Supplemental Audit Report was prepared in accordance with the guidelines established by the State Board of Accounts.

We call your attention to the findings in the report on page 3.

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

A handwritten signature in black ink that reads "Tammy R. White".

Tammy R. White, CPA  
Deputy State Examiner

**COMPLIANCE EXAMINATION OF**  
RANDOLPH CENTRAL SCHOOL CORPORATION  
Randolph County, Indiana  
July 1, 2019 to June 30, 2021

RANDOLPH CENTRAL SCHOOL CORPORATION

Randolph County, Indiana  
July 1, 2019 to June 30, 2021

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RANDOLPH CENTRAL SCHOOL CORPORATION  
SCHEDULE OF OFFICIALS  
July 1, 2019 to June 30, 2021

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| <u>Office</u>                 | <u>Official</u> | <u>Term</u>          |
|-------------------------------|-----------------|----------------------|
| Treasurer                     | Linda Dodd      | 07-01-19 to 06-30-21 |
| Superintendent of Schools     | Rolland Abraham | 07-01-19 to 06-30-21 |
| President of the School Board | Dallas Osting   | 01-01-19 to 12-31-19 |
|                               | Jay Harris      | 01-01-20 to 12-31-20 |
|                               | Jeff Oswalt     | 01-01-21 to 12-31-21 |

## INDEPENDENT ACCOUNTANT'S REPORT

To the Indiana State Board of Accounts and  
Management of the Randolph Central School Corporation

We have examined the Randolph Central School Corporation ("School Corporation") compliance with the Indiana State Board of Accounts' *Accounting and Uniform Compliance Guidelines Manual For Indiana Public School Corporations* during the period July 1, 2019 to June 30, 2021. Management of the School Corporation is responsible for the School Corporation's compliance with the specified requirements. Our responsibility is to express an opinion on the School Corporation's compliance with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the School Corporation complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the School Corporation complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our qualified opinion.

Our examination does not provide a legal determination on the School Corporation's compliance with specified requirements.

We are required to be independent and to meet our other ethical responsibilities in accordance with relevant ethical requirements relating to the engagement.

Our examination disclosed material noncompliance with the *Accounting and Uniform Compliance Guidelines Manual For Indiana Public School Corporations* applicable to the School Corporation during the period July 1, 2019 to June 30, 2021, as described in items 2021-001 and 2021-002 on the following Schedule of Examination Findings and Results.

In our opinion, except for the material noncompliance described in the preceding paragraph, the School Corporation complied, in all material respects, with the aforementioned requirements during the period July 1, 2019 to June 30, 2021.

*Crowe LLP*  
Crowe LLP

Indianapolis, Indiana  
December 16, 2022

RANDOLPH CENTRAL SCHOOL CORPORATION  
SCHEDULE OF EXAMINATION FINDINGS AND RESULTS  
July 1, 2019 to June 30, 2021

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**FINDING 2021-001: OVERDRAWN CASH BALANCES**

**Criteria:** Chapter 1 of the Accounting and Uniform Compliance Guidelines Manual For Indiana Public School Corporations states in part, "The cash balance of any fund may not be reduced below zero. Routinely overdrawn funds could be an indicator of serious financial problems which should be investigated by the unit."

**Condition:** During testing of cash fund balances, we noted the following funds, which are not grant related funds, with a cash balance below zero as of June 30, 2020 and June 30, 2021:

| Fund                               | Amount<br>Overdrawn<br>June 30, 2020 | Amount<br>Overdrawn<br>June 30, 2021 |
|------------------------------------|--------------------------------------|--------------------------------------|
| <b>2019 Common School/Lights</b>   | \$ 48,111                            | \$ -                                 |
| <b>Prepaid School Lunch</b>        | 1,003                                | -                                    |
| <b>Supplemental Life Insurance</b> | -                                    | 25                                   |

**FINDING 2021-002: PREPAID SCHOOL MEAL ACCOUNTS**

**Criteria:** When a student puts money into their individual meal account, it should not be considered income to the child nutrition program until that student goes through the lunch line and charges a meal to their account. Therefore, while money is in the student's individual account, the balance should not be included in Fund 800 School Lunch. A school should set up a clearing account with the fund number of 8400 Prepaid School Lunch Accounts, which is included in Chapter 4 of the State Board of Accounts Uniform Compliance Guidelines for Indiana Public School Corporations. When a student brings in a deposit the receipt should be recorded to fund 8400 using receipt account 1630 Special Functions. After the student has charged meals, you should disburse the amount charged from 8400 using expenditure account. Services and receipt this into fund 800 using the Food Services receipt accounts 1611-1623 at the time established in a written school policy to ensure accurate monthly reporting. At this point the receipts are considered program income and should be included on any reports that are required to be completed. Also, on a monthly basis it is required that the balance of the 8400 fund be reconciled with the total of the individual meal accounts. (The School Bulletin and Uniform Compliance Guidelines, February 2019).

**Condition:** The Prepaid School Lunch fund was not in agreement with the School Corporation's subsidiary records of the individual student meal accounts. The School Corporation was not performing reconciliements of the Prepaid School Lunch fund to the individual student meal accounts.

This is a repeat finding from report B54244.

RANDOLPH CENTRAL SCHOOL CORPORATION  
EXIT CONFERENCE  
July 1, 2019 to June 30, 2021

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The contents of this report were discussed on December 16, 2022 with Stephanie Baldwin, Treasurer, Rolland Abraham, Superintendent, and Bill Bush, School Board Vice President.