



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

December 22, 2022

To: The Officials of the Northeastern Wayne School Corporation
Northeastern Wayne School Corporation
P.O. Box 406
Fountain City, IN 47341

As authorized under Indiana Code 5-11-1, we engaged private examiners under our review to perform the audit of the Northeastern Wayne 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 36-38. Please see the Schedule of Findings and Questioned Costs for complete details related to the findings. Management's Corrective Action Plan appears on pages 39-40.

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 Northeastern Wayne 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

NORTHEASTERN WAYNE SCHOOL CORPORATION
Wayne County, Indiana

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

NORTHEASTERN WAYNE SCHOOL CORPORATION
Wayne 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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NORTHEASTERN WAYNE 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	Trisha Thomas	07-01-19 to 06-30-21
Superintendent of Schools	Dr. Laura Blessing Dr. Matthew Hicks	07-01-19 to 07-31-20 08-01-20 to 06-30-21
President of the School Board	Keith Webster	01-01-17 to 12-31-24

INDEPENDENT AUDITOR'S REPORT

Those Charged with Governance
Northeastern Wayne School Corporation
Wayne 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 Northeastern Wayne 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 December 13, 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
December 13, 2022

NORTHEASTERN WAYNE 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			Other Financing Sources (Uses)	Cash and Investments			Other Financing Sources (Uses)	Cash and Investments
	07-01-2019	Receipts	Disbursements		06-30-2020	Receipts	Disbursements		
Education	\$ 1,495,043	\$ 8,744,492	\$ 7,403,985	\$ (795,184)	\$ 2,040,366	\$ 8,956,195	\$ 7,519,866	\$ (1,989,447)	\$ 1,487,248
Debt Service	580,007	924,430	1,005,359	-	499,078	1,249,655	1,097,334	-	651,399
Retirement/Severance Bond Debt Service	135,507	220,294	237,136	-	118,665	253,840	236,467	-	136,038
Operations	81,087	1,607,076	2,490,792	800,000	(2,629)	1,621,299	2,442,653	2,055,773	1,231,790
Local Rainy Day	205,855	-	-	-	205,855	-	-	-	205,855
Retirement/Severance Bond	144,075	-	26,259	-	117,816	-	31,449	-	86,367
Construction Fund-2001	5,268	-	-	-	5,268	-	-	-	5,268
Construction	53,473	75	-	-	53,548	2,225	-	(55,773)	-
2019-2020 Construction Fund	-	3,566	50,106	1,000,000	953,460	-	487,379	-	466,081
School Lunch	217,906	399,181	504,462	-	112,625	549,257	467,623	-	194,259
Curricular Materials Rental	64,595	208,354	205,897	-	67,052	209,861	197,930	-	78,983
Levy Excess	414	-	-	-	414	-	-	-	414
Child Care Program	-	14,886	55,290	126,552	86,148	18,956	55,034	-	50,070
Educational License Plates	1,988	19	-	-	2,007	-	-	-	2,007
School Library Printed Material	100,636	-	34,137	-	66,499	-	32,058	-	34,441
Wayne County Foundation	-	-	-	-	-	3,250	-	-	3,250
United Way	-	-	-	-	-	25,154	-	-	25,154
Renaissance Program	1,485	-	1,485	-	-	-	-	-	-
Formative Assessment	2,800	16,270	19,070	-	-	13,268	13,268	-	-
High Ability (G/T)	2,574	-	2,574	-	-	-	-	-	-
Medicaid Reimbursement	38,851	5,720	-	(4,642)	39,929	6,354	-	(6,689)	39,594
Secured Schools Safety Grant	-	-	-	-	-	33,627	33,627	-	-
Early Invervention Grant 2016-17	2,900	-	2,900	-	-	-	-	-	-
Early Intervention Grant	-	-	-	-	-	3,128	795	-	2,333
Career And Technical Performance Grant	1,684	-	-	-	1,684	-	-	-	1,684
Teacher Appreciation Grant	5,152	-	3,583	-	1,569	-	-	-	1,569
High Ability Students	-	30,400	3,489	-	26,911	24,786	26,911	-	24,786
State Connectivity Grant	-	11,083	-	-	11,083	10,842	11,083	-	10,842
Latchkey	128,147	14,782	16,377	(126,552)	-	-	-	-	-
Title I 2018-2019	(49,283)	49,283	-	-	-	-	-	-	-
Title 1 2019-20	-	164,774	201,683	-	(36,909)	72,855	35,946	-	-
Title I 2020-21	-	-	-	-	-	-	297,537	-	(297,537)
Stewart Homeless Assistance Act	-	-	-	-	-	24,000	24,000	-	-
Student Support Title Iv	(9,862)	21,705	11,843	-	-	18,063	18,063	-	-
Title Iv	(6,989)	18,568	11,579	-	-	-	-	-	-
Student Support Title Iv	-	-	18,245	-	(18,245)	19,223	978	-	-
Medicaid Reimbursement-Federal	50,414	11,545	1,229	(174)	60,556	12,805	1,232	(3,864)	68,265
Title Ii Part A Supporting Effective I	(26,866)	31,006	11,039	-	(6,899)	-	(6,899)	-	-
Title Ii Part A Supporting Effective I	-	-	16,012	-	(16,012)	-	19,187	-	(35,199)
Title Ii Part A Supporting Effective I	-	-	-	-	-	-	4,448	-	(4,448)

(Continued)

NORTHEASTERN WAYNE 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
Rural Schools And Low Income Program	\$ (1,821)	\$ 2,612	\$ 791	\$ -	\$ -	\$ -	\$ 19,647	\$ -	\$ (19,647)
Title Vi	(3,458)	3,458	-	-	-	-	-	-	-
Rural Schools And Low Income Program	-	-	26,062	-	(26,062)	26,062	-	-	-
ESSER II	-	-	-	-	-	-	5,623	-	(5,623)
Governor's Emergency Education Relief (GEER)	-	-	-	-	-	38,473	38,473	-	-
Federal Stimulus - 18003 Supplemental	-	-	5,319	-	(5,319)	178,396	193,958	-	(20,881)
Prepaid School Lunch Accounts	8,819	55,879	52,285	-	12,413	36,803	38,214	-	11,002
Federal Taxes	-	546,946	546,946	-	-	528,577	528,577	-	-
Social Security Teaching	-	353,620	353,620	-	-	359,261	359,261	-	-
Social Security Non Teaching	-	135,150	135,150	-	-	140,147	140,147	-	-
State Deduction-Indiana	-	190,153	190,153	-	-	190,715	190,715	-	-
State Deduction-Ohio	-	10,609	10,609	-	-	12,359	12,359	-	-
County Adjusted Gross Income	-	96,357	96,357	-	-	100,533	100,533	-	-
P/R Deduction-Perf	-	41,936	41,936	-	-	43,255	43,255	-	-
Annuities - Deduction	-	46,914	46,914	-	-	47,937	47,937	-	-
Health Insurance - Group	-	129,182	129,182	-	-	121,952	121,952	-	-
Life Insurance	-	562	562	-	-	507	507	-	-
Dental Insurance	-	17,234	17,234	-	-	21,366	21,366	-	-
Vision Insurance	-	4,103	4,103	-	-	5,350	5,350	-	-
Credit Union Deduction	-	16,644	16,644	-	-	7,566	7,566	-	-
Hsa Section 125	-	47,690	47,690	-	-	50,967	50,967	-	-
Teacher Dues - Deduction	-	39,879	39,879	-	-	39,490	39,490	-	-
Wage Assignment	-	9,516	9,516	-	-	5,808	5,808	-	-
Cancer - Section 125	-	24,635	24,635	-	-	24,738	24,738	-	-
First Cancer - Section 125	-	4,281	4,281	-	-	5,320	5,320	-	-
Accident Insurance Section 125	-	12,379	12,379	-	-	13,283	13,283	-	-
Life Ins Section 125	-	24,279	24,279	-	-	29,562	29,562	-	-
Hospital Insurance Section 125	-	358	358	-	-	957	957	-	-
Long Term Disability Premiums	-	3,764	3,764	-	-	4,542	4,542	-	-
Reimb Medical Sect 125	-	14,474	14,474	-	-	10,412	10,412	-	-
Critical Illness (Amer Fid)	-	175	175	-	-	1,146	1,146	-	-
Disability (Amer Fid)	-	1,281	1,281	-	-	6,447	6,447	-	-
Dependent Care Flex (Amer Fid)	-	-	-	-	-	750	750	-	-
Life Insurance Over 50000	-	461	461	-	-	621	621	-	-
Misc Clearing Acct	-	1,158	1,158	-	-	884	884	-	-
Totals	\$ 3,230,401	\$ 14,333,198	\$ 14,192,728	\$ 1,000,000	\$ 4,370,871	\$ 15,182,829	\$ 15,118,336	\$ -	\$ 4,435,364

See notes to financial statement.

NORTHEASTERN WAYNE 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.

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

(Continued)

NORTHEASTERN WAYNE 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)

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

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

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

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

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

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

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

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

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

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

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

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

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

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)

NORTHEASTERN WAYNE 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.

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.

(Continued)

NORTHEASTERN WAYNE SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
As of June 30, 2021 and the Period of
July 1, 2019 to June 30, 2021

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 Operations fund as of June 30, 2020, was the result of disbursements exceeding receipts due to under-estimating current requirements for some funds. The Operations fund did not have a cash balance deficit as of June 30, 2021.

NOTE 7 - HOLDING CORPORATION

The School Corporation has entered into a series of capital leases with the Northeastern Wayne Jr./Sr. High 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 \$798,500. Lease payments for the period July 1, 2020 to June 30, 2021 totaled \$879,250.

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.

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.

(Continued)

NORTHEASTERN WAYNE SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
As of June 30, 2021 and the Period of
July 1, 2019 to June 30, 2021

NOTE 8 - PENSION PLANS (Continued)

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.

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

(Continued)

NORTHEASTERN WAYNE SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
As of June 30, 2021 and the Period of
July 1, 2019 to June 30, 2021

NOTE 8 - PENSION PLANS (Continued)

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

NORTHEASTERN WAYNE 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	Debt Service	Retirement/Severance Bond Debt Service	Operations	Local Rainy Day	Retirement/Severance Bond	Construction Fund-2001	Construction	2019-2020 Construction Fund	School Lunch	Curricular Materials Rental
Cash and investments - beginning	\$ 1,495,043	\$ 580,007	\$ 135,507	\$ 81,087	\$ 205,855	\$ 144,075	\$ 5,268	\$ 53,473	\$ -	\$ 217,906	\$ 64,595
Receipts:											
Local sources	98,377	924,430	220,294	1,461,804	-	-	-	75	-	156,895	163,703
Intermediate sources	138	-	-	-	-	-	-	-	-	-	-
State sources	8,602,494	-	-	-	-	-	-	-	-	-	44,651
Federal sources	-	-	-	-	-	-	-	-	-	241,402	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	43,483	-	-	145,272	-	-	-	-	3,566	884	-
Total receipts	8,744,492	924,430	220,294	1,607,076	-	-	-	75	3,566	399,181	208,354
Disbursements:											
Instruction	5,809,722	-	-	-	-	-	-	-	-	-	161,246
Support services	1,594,263	-	-	2,254,458	-	26,259	-	-	-	-	44,651
Noninstructional services	-	-	-	-	-	-	-	-	-	504,462	-
Facilities acquisition and construction	-	-	-	236,334	-	-	-	-	50,106	-	-
Debt services	-	1,005,359	237,136	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	7,403,985	1,005,359	237,136	2,490,792	-	26,259	-	-	50,106	504,462	205,897
Excess (deficiency) of receipts over disbursements	1,340,507	(80,929)	(16,842)	(883,716)	-	(26,259)	-	75	(46,540)	(105,281)	2,457
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	1,000,000	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	4,816	-	-	800,000	-	-	-	-	-	-	-
Transfers out	(800,000)	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	(795,184)	-	-	800,000	-	-	-	-	1,000,000	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	545,323	(80,929)	(16,842)	(83,716)	-	(26,259)	-	75	953,460	(105,281)	2,457
Cash and investments - ending	\$ 2,040,366	\$ 499,078	\$ 118,665	\$ (2,629)	\$ 205,855	\$ 117,816	\$ 5,268	\$ 53,548	\$ 953,460	\$ 112,625	\$ 67,052

(Continued)

NORTHEASTERN WAYNE 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

	Levy Excess	Child Care Program	Educational License Plates	School Library Printed Material	Renaissance Program	Formative Assessment	High Ability (G/T)	Medicaid Reimbursement	Early Invervention Grant 2016-17	Career And Technical Performance Grant	Teacher Appreciation Grant
Cash and investments - beginning	\$ 414	\$ -	\$ 1,988	\$ 100,636	\$ 1,485	\$ 2,800	\$ 2,574	\$ 38,851	\$ 2,900	\$ 1,684	\$ 5,152
Receipts:											
Local sources	-	14,886	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	19	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	16,270	-	5,720	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-
Total receipts	-	14,886	19	-	-	16,270	-	5,720	-	-	-
Disbursements:											
Instruction	-	18,259	-	34,137	1,485	19,070	2,574	-	2,900	-	3,583
Support services	-	37,031	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	55,290	-	34,137	1,485	19,070	2,574	-	2,900	-	3,583
Excess (deficiency) of receipts over disbursements	-	(40,404)	19	(34,137)	(1,485)	(2,800)	(2,574)	5,720	(2,900)	-	(3,583)
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	126,552	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	(4,642)	-	-	-
Total other financing sources (uses)	-	126,552	-	-	-	-	-	(4,642)	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	86,148	19	(34,137)	(1,485)	(2,800)	(2,574)	1,078	(2,900)	-	(3,583)
Cash and investments - ending	\$ 414	\$ 86,148	\$ 2,007	\$ 66,499	\$ -	\$ -	\$ -	\$ 39,929	\$ -	\$ 1,684	\$ 1,569

(Continued)

NORTHEASTERN WAYNE 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 Ability Students	State Connectivity Grant	Latchkey	Title I 2018-2019	Title I 2019-20	Student Support Title Iv	Title Iv	Student Support Title Iv	Medicaid Reimbursement- Federal	Title li Part A Supporting Effective I	Title li Part A Supporting Effective I
Cash and investments - beginning	\$ -	\$ -	\$ 128,147	\$ (49,283)	\$ -	\$ (9,862)	\$ (6,989)	\$ -	\$ 50,414	\$ (26,866)	\$ -
Receipts:											
Local sources	-	-	14,782	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	30,400	11,083	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	49,283	164,774	21,705	18,568	-	11,545	31,006	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-
Total receipts	30,400	11,083	14,782	49,283	164,774	21,705	18,568	-	11,545	31,006	-
Disbursements:											
Instruction	3,489	-	16,377	-	172,812	11,843	11,579	18,245	-	11,039	16,012
Support services	-	-	-	-	2,995	-	-	-	1,229	-	-
Noninstructional services	-	-	-	-	25,876	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	3,489	-	16,377	-	201,683	11,843	11,579	18,245	1,229	11,039	16,012
Excess (deficiency) of receipts over disbursements	26,911	11,083	(1,595)	49,283	(36,909)	9,862	6,989	(18,245)	10,316	19,967	(16,012)
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	(126,552)	-	-	-	-	-	(174)	-	-
Total other financing sources (uses)	-	-	(126,552)	-	-	-	-	-	(174)	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	26,911	11,083	(128,147)	49,283	(36,909)	9,862	6,989	(18,245)	10,142	19,967	(16,012)
Cash and investments - ending	\$ 26,911	\$ 11,083	\$ -	\$ -	\$ (36,909)	\$ -	\$ -	\$ (18,245)	\$ 60,556	\$ (6,899)	\$ (16,012)

(Continued)

NORTHEASTERN WAYNE 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

	Rural Schools And Low Income Program	Title Vi	Rural Schools And Low Income Program	Federal Stimulus - 18003 Supplemental	Prepaid Lunch	Federal Taxes	Social Security Teaching	Social Security Non Teaching	State Deduction- Indiana	State Deduction- Ohio	County Adjusted Gross Income
Cash and investments - beginning	\$ (1,821)	\$ (3,458)	\$ -	\$ -	\$ 8,819	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-
Federal sources	2,612	3,458	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	55,879	546,946	353,620	135,150	190,153	10,609	96,357
Total receipts	2,612	3,458	-	-	55,879	546,946	353,620	135,150	190,153	10,609	96,357
Disbursements:											
Instruction	791	-	26,062	-	-	-	-	-	-	-	-
Support services	-	-	-	5,319	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	52,285	546,946	353,620	135,150	190,153	10,609	96,357
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	791	-	26,062	5,319	52,285	546,946	353,620	135,150	190,153	10,609	96,357
Excess (deficiency) of receipts over disbursements	1,821	3,458	(26,062)	(5,319)	3,594	-	-	-	-	-	-
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,821	3,458	(26,062)	(5,319)	3,594	-	-	-	-	-	-
Cash and investments - ending	\$ -	\$ -	\$ (26,062)	\$ (5,319)	\$ 12,413	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(Continued)

NORTHEASTERN WAYNE 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

	P/R Deduction- Perf	Annuities - Deduction	Health Insurance - Group	Life Insurance	Dental Insurance	Vision Insurance	Credit Union Deduction	Hsa Section 125	Teacher Dues - Deduction	Wage Assignment	Cancer - Section 125
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	41,936	46,914	129,182	562	17,234	4,103	16,644	47,690	39,879	9,516	24,635
Total receipts	41,936	46,914	129,182	562	17,234	4,103	16,644	47,690	39,879	9,516	24,635
Disbursements:											
Instruction	-	-	-	-	-	-	-	-	-	-	-
Support services	-	-	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	41,936	46,914	129,182	562	17,234	4,103	16,644	47,690	39,879	9,516	24,635
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	41,936	46,914	129,182	562	17,234	4,103	16,644	47,690	39,879	9,516	24,635
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	-	-	-	-	-
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	-	-	-	-	-	-	-	-	-	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(Continued)

NORTHEASTERN WAYNE 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

	First Cancer - Secton 125	Accident Insurance Section 125	Life Ins Section 125	Hospital Insurance Section 125	Long Term Disability Premiums	Reimb Medical Sect 125	Critical Illness (Amer Fid)	Disability (Amer Fid)	Life Insurance Over 50000	Misc Clearing Acct	Totals
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,230,401
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	3,055,246
Intermediate sources	-	-	-	-	-	-	-	-	-	-	157
State sources	-	-	-	-	-	-	-	-	-	-	8,710,618
Federal sources	-	-	-	-	-	-	-	-	-	-	544,353
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	4,281	12,379	24,279	358	3,764	14,474	175	1,281	461	1,158	2,022,824
Total receipts	4,281	12,379	24,279	358	3,764	14,474	175	1,281	461	1,158	14,333,198
Disbursements:											
Instruction	-	-	-	-	-	-	-	-	-	-	6,341,225
Support services	-	-	-	-	-	-	-	-	-	-	3,966,205
Noninstructional services	-	-	-	-	-	-	-	-	-	-	530,338
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	286,440
Debt services	-	-	-	-	-	-	-	-	-	-	1,242,495
Nonprogrammed charges	4,281	12,379	24,279	358	3,764	14,474	175	1,281	461	1,158	1,826,025
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	4,281	12,379	24,279	358	3,764	14,474	175	1,281	461	1,158	14,192,728
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	-	-	-	-	140,470
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	1,000,000
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	931,368
Transfers out	-	-	-	-	-	-	-	-	-	-	(931,368)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	1,000,000
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	-	-	-	-	-	-	-	1,140,470
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,370,871

NORTHEASTERN WAYNE 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	Debt Service	Retirement/Severance Bond Debt Service	Operations	Local Rainy Day	Retirement/Severance Bond	Construction Fund-2001	Construction	2019-2020 Construction Fund	School Lunch	Curricular Materials Rental
Cash and investments - beginning	\$ 2,040,366	\$ 499,078	\$ 118,665	\$ (2,629)	\$ 205,855	\$ 117,816	\$ 5,268	\$ 53,548	\$ 953,460	\$ 112,625	\$ 67,052
Receipts:											
Local sources	168,372	1,249,655	253,840	1,577,797	-	-	-	2,225	-	154,030	161,455
Intermediate sources	130	-	-	-	-	-	-	-	-	-	-
State sources	8,754,125	-	-	-	-	-	-	-	-	-	48,406
Federal sources	-	-	-	-	-	-	-	-	-	395,222	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	33,568	-	-	43,502	-	-	-	-	-	5	-
Total receipts	8,956,195	1,249,655	253,840	1,621,299	-	-	-	2,225	-	549,257	209,861
Disbursements:											
Instruction	5,943,804	-	-	9,000	-	-	-	-	-	-	149,524
Support services	1,576,062	-	-	2,208,253	-	31,449	-	-	-	-	48,406
Noninstructional services	-	-	-	-	-	-	-	-	-	467,623	-
Facilities acquisition and construction	-	-	-	225,400	-	-	-	-	487,379	-	-
Debt services	-	1,097,334	236,467	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	7,519,866	1,097,334	236,467	2,442,653	-	31,449	-	-	487,379	467,623	197,930
Excess (deficiency) of receipts over disbursements	1,436,329	152,321	17,373	(821,354)	-	(31,449)	-	2,225	(487,379)	81,634	11,931
Other financing sources (uses)											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	10,553	-	-	2,055,773	-	-	-	-	-	-	-
Transfers out	(2,000,000)	-	-	-	-	-	-	(55,773)	-	-	-
Total other financing sources (uses)	(1,989,447)	-	-	2,055,773	-	-	-	(55,773)	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(553,118)	152,321	17,373	1,234,419	-	(31,449)	-	(53,548)	(487,379)	81,634	11,931
Cash and investments - ending	\$ 1,487,248	\$ 651,399	\$ 136,038	\$ 1,231,790	\$ 205,855	\$ 86,367	\$ 5,268	\$ -	\$ 466,081	\$ 194,259	\$ 78,983

(Continued)

NORTHEASTERN WAYNE 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

	Levy Excess	Child Care Program	Educational License Plates	School Library Printed Material	Wayne County Foundation	United Way	Formative Assessment	Medicaid Reimbursement	Secured Schools Safety Grant	Early Intervention Grant	Career And Technical Performance Grant
Cash and investments - beginning	\$ 414	\$ 86,148	\$ 2,007	\$ 66,499	\$ -	\$ -	\$ -	\$ 39,929	\$ -	\$ -	\$ 1,684
Receipts:											
Local sources	-	18,956	-	-	3,250	25,154	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	13,268	6,354	33,627	3,128	-
Federal sources	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-
Total receipts	-	18,956	-	-	3,250	25,154	13,268	6,354	33,627	3,128	-
Disbursements:											
Instruction	-	37,851	-	32,058	-	-	13,268	-	-	795	-
Support services	-	17,183	-	-	-	-	-	-	33,627	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	55,034	-	32,058	-	-	13,268	-	33,627	795	-
Excess (deficiency) of receipts over disbursements	-	(36,078)	-	(32,058)	3,250	25,154	-	6,354	-	2,333	-
Other financing sources (uses)											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	(6,689)	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	(6,689)	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(36,078)	-	(32,058)	3,250	25,154	-	(335)	-	2,333	-
Cash and investments - ending	\$ 414	\$ 50,070	\$ 2,007	\$ 34,441	\$ 3,250	\$ 25,154	\$ -	\$ 39,594	\$ -	\$ 2,333	\$ 1,684

(Continued)

NORTHEASTERN WAYNE 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	High Ability Students	State Connectivity Grant	Title 1 2019-20	Title I 2020-21	Stewart Homeless Assistance Act	Student Support Title Iv	Student Support Title Iv	Medicaid Reimbursement- Federal	Title li Part A Supporting Effective I	Title li Part A Supporting Effective I
Cash and investments - beginning	\$ 1,569	\$ 26,911	\$ 11,083	\$ (36,909)	\$ -	\$ -	\$ -	\$ (18,245)	\$ 60,556	\$ (6,899)	\$ (16,012)
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	24,786	10,842	-	-	-	-	-	-	-	-
Federal sources	-	-	-	72,855	-	24,000	18,063	19,223	12,805	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-
Total receipts	-	24,786	10,842	72,855	-	24,000	18,063	19,223	12,805	-	-
Disbursements:											
Instruction	-	26,911	-	27,492	259,491	24,000	18,063	978	-	(6,899)	19,187
Support services	-	-	11,083	6,838	-	-	-	-	1,232	-	-
Noninstructional services	-	-	-	1,616	38,046	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	26,911	11,083	35,946	297,537	24,000	18,063	978	1,232	(6,899)	19,187
Excess (deficiency) of receipts over disbursements	-	(2,125)	(241)	36,909	(297,537)	-	-	18,245	11,573	6,899	(19,187)
Other financing sources (uses)											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	(3,864)	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	(3,864)	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(2,125)	(241)	36,909	(297,537)	-	-	18,245	7,709	6,899	(19,187)
Cash and investments - ending	\$ 1,569	\$ 24,786	\$ 10,842	\$ -	\$ (297,537)	\$ -	\$ -	\$ -	\$ 68,265	\$ -	\$ (35,199)

(Continued)

NORTHEASTERN WAYNE 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 II Part A Supporting Effective I	Rural Schools And Low Income Program	Rural Schools And Low Income Program	ESSER II	Governor's Emergency Education Relief (GEER)	Federal Stimulus - 18003 Supplemental	Prepaid School Lunch Accounts	Federal Taxes	Social Security Teaching	Social Security Non Teaching	State Deduction- Indiana
Cash and investments - beginning	\$ -	\$ -	\$ (26,062)	\$ -	\$ -	\$ (5,319)	\$ 12,413	\$ -	\$ -	\$ -	\$ -
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	26,062	-	38,473	178,396	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	36,803	528,577	359,261	140,147	190,715
Total receipts	-	-	26,062	-	38,473	178,396	36,803	528,577	359,261	140,147	190,715
Disbursements:											
Instruction	4,448	19,647	-	-	-	109,001	-	-	-	-	-
Support services	-	-	-	5,623	38,473	84,957	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	38,214	528,577	359,261	140,147	190,715
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	4,448	19,647	-	5,623	38,473	193,958	38,214	528,577	359,261	140,147	190,715
Excess (deficiency) of receipts over disbursements	(4,448)	(19,647)	26,062	(5,623)	-	(15,562)	(1,411)	-	-	-	-
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	(4,448)	(19,647)	26,062	(5,623)	-	(15,562)	(1,411)	-	-	-	-
Cash and investments - ending	\$ (4,448)	\$ (19,647)	\$ -	\$ (5,623)	\$ -	\$ (20,881)	\$ 11,002	\$ -	\$ -	\$ -	\$ -

(Continued)

NORTHEASTERN WAYNE 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

	State Deduction- Ohio	County Adjusted Gross Income	P/R Deduction- Perf	Annuities - Deduction	Health Insurance - Group	Life Insurance	Dental Insurance	Vision Insurance	Credit Union Deduction	Hsa Section 125	Teacher Dues - Deduction	Wage Assignment
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:												
Local sources	-	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	12,359	100,533	43,255	47,937	121,952	507	21,366	5,350	7,566	50,967	39,490	5,808
Total receipts	12,359	100,533	43,255	47,937	121,952	507	21,366	5,350	7,566	50,967	39,490	5,808
Disbursements:												
Instruction	-	-	-	-	-	-	-	-	-	-	-	-
Support services	-	-	-	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	12,359	100,533	43,255	47,937	121,952	507	21,366	5,350	7,566	50,967	39,490	5,808
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	12,359	100,533	43,255	47,937	121,952	507	21,366	5,350	7,566	50,967	39,490	5,808
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	-	-	-	-	-	-
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	-	-	-	-	-	-	-	-	-	-	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(Continued)

NORTHEASTERN WAYNE 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

	Cancer - Section 125	First Cancer - Section 125	Accident Insurance Section 125	Life Ins Section 125	Hospital Insurance Section 125	Long Term Disability Premiums	Reimb Medical Sect 125	Critical Illness (Amer Fid)	Disability (Amer Fid)	Dependent Care Flex (Amer Fid)	Life Insurance Over 50000	Misc Clearing Acct	Totals
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,370,871
Receipts:													
Local sources	-	-	-	-	-	-	-	-	-	-	-	-	3,614,734
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-	130
State sources	-	-	-	-	-	-	-	-	-	-	-	-	8,894,536
Federal sources	-	-	-	-	-	-	-	-	-	-	-	-	785,099
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	24,738	5,320	13,283	29,562	957	4,542	10,412	1,146	6,447	750	621	884	1,888,330
Total receipts	24,738	5,320	13,283	29,562	957	4,542	10,412	1,146	6,447	750	621	884	15,182,829
Disbursements:													
Instruction	-	-	-	-	-	-	-	-	-	-	-	-	6,688,619
Support services	-	-	-	-	-	-	-	-	-	-	-	-	4,063,186
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-	-	507,285
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-	-	712,779
Debt services	-	-	-	-	-	-	-	-	-	-	-	-	1,333,801
Nonprogrammed charges	24,738	5,320	13,283	29,562	957	4,542	10,412	1,146	6,447	750	621	884	1,812,666
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	24,738	5,320	13,283	29,562	957	4,542	10,412	1,146	6,447	750	621	884	15,118,336
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	-	-	-	-	-	-	64,493
Other financing sources (uses)													
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-	-	2,066,326
Transfers out	-	-	-	-	-	-	-	-	-	-	-	-	(2,066,326)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	-	-	-	-	-	-	-	-	-	64,493
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,435,364

NORTHEASTERN WAYNE 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	\$ <u> -</u>	\$ <u> -</u>

NORTHEASTERN WAYNE 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>
Governmental activities:				
Northeastern Wayne Jr/ Sr High School Building Corporation	2019 Construction Proj	\$ 154,500	7/15/2020	7/15/2039
Northeastern Wayne Jr/ Sr High School Building Corporation	High School Renovatio	<u>742,500</u>	7/15/2014	1/15/2031
Total governmental activities		<u>897,000</u>		
Total of annual lease payments		<u>\$ 897,000</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	Debt Service for teacher retirement	\$ 845,000	\$ 235,194
Common School Loan A0556	Debt Service for teacher retirement	<u>1,244,545</u>	<u>219,334</u>
Totals		<u>\$ 2,089,545</u>	<u>\$ 454,528</u>

NORTHEASTERN WAYNE 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	\$ 48,000
Buildings	57,806,151
Improvements other than buildings	7,031,027
Machinery, equipment, and vehicles	<u>3,728,365</u>
Total governmental activities	<u>68,613,543</u>
Total capital assets	<u>\$ 68,613,543</u>

NORTHEASTERN WAYNE 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.

NORTHEASTERN WAYNE 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 07-01-2019 to 06-30-21
<u>Department of Agriculture</u>						
Child Nutrition Cluster	Indiana Department of Education					
School Breakfast Program		10.553	FY2020, FY2021	\$ 35,222	\$ 8,776	\$ 43,998
National School Lunch Program		10.555	FY2020, FY2021	200,153	55,398	255,551
Summer Food Service Program for Children		10.559	FY2020, FY2021	-	426,882	426,882
Commodities		10.559	FY2020, FY2021	42,434	51,098	93,532
Total - Child Nutrition Cluster				<u>277,809</u>	<u>542,154</u>	<u>819,963</u>
Total - Department of Agriculture				<u>277,809</u>	<u>542,154</u>	<u>819,963</u>
<u>Department of Education</u>						
Special Education Cluster (IDEA)	Indiana Department of Education					
Special Education Grants to States						
IDEA, Part B		84.027	18611-011-PN01	960	-	960
IDEA, Part B		84.027	19611-011-PN01	170,310	22,872	193,182
IDEA, Part B		84.027	20611-011-PN01	130,657	178,984	309,641
IDEA, Part B		84.027	21611-011-PN01	-	158,955	158,955
Total - Special Education Grants to States				<u>301,927</u>	<u>360,811</u>	<u>662,738</u>
Special Education - Preschool Grants	Indiana Department of Education					
IDEA, Preschool		84.173	19619-011-PN01	811	-	811
IDEA, Preschool		84.173	20619-011-PN01	4,804	1,525	6,329
IDEA, Preschool		84.173	21619-011-PN01	-	2,308	2,308
Total - Special Education - Preschool Grants				<u>5,615</u>	<u>3,833</u>	<u>9,448</u>
Total - Special Education Cluster (IDEA)				<u>307,542</u>	<u>364,644</u>	<u>672,186</u>
Title I Grants to Local Educational Agencies	Indiana Department of Education					
Title I, Part A		84.010	S010A180014	49,283	-	49,283
Title I, Part A		84.010	S010A190014	164,774	72,855	237,629
Total - Title I - Grants to Local Educational Agencies				<u>214,057</u>	<u>72,855</u>	<u>286,912</u>
Education for Homeless Children and Youth	Indiana Department of Education					
McKinney Vento		84.196	40660	-	24,000	24,000

(Continued)

NORTHEASTERN WAYNE 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 07-01-2019 to 06-30-21
Rural Education	Indiana Department of Education					
Rural & Low Income		84.358	S358B170014	\$ 2,612	\$ -	\$ 2,612
Rural & Low Income		84.358	7000S424A180015	3,458	-	3,458
Rural & Low Income		84.358	S424A190015	-	26,062	26,062
Total - Rural Education				<u>6,070</u>	<u>26,062</u>	<u>32,132</u>
Supporting Effective Instruction State Grants	Indiana Department of Education					
Title II, Part A		84.367	S367A180013	31,006	-	31,006
Total - Supporting Effective Instruction State Grants				<u>31,006</u>	<u>-</u>	<u>31,006</u>
Student Support and Academic Enrichment Program	Indiana Department of Education					
Title IV, Part A		84.424	S424A180015	18,568	-	18,568
Title IV, Part A		84.424	S424A190015	-	19,223	19,223
Title IV, Part A		84.424	S424A200015	-	18,063	18,063
Total - Student Support and Academic Enrichment Program				<u>18,568</u>	<u>37,286</u>	<u>55,854</u>
COVID-19 - Education Stabilization Fund	Indiana Department of Education					
Governor's Emergency Education Relief (GEER) Fund		84.425C	S425C200018	-	38,473	38,473
Elementary and Secondary School Emergency Relief (ESSER) Fund		84.425D	S425D200013	-	178,396	178,396
Total - COVID-19 - Education Stabilization Fund				<u>-</u>	<u>216,869</u>	<u>216,869</u>
Total - Department of Education				<u>577,243</u>	<u>741,716</u>	<u>1,318,959</u>
<u>Department of Health and Human Services</u>						
Medicaid Cluster						
Medical Assistance Program	Indiana Department of Education					
Medicaid		93.778	FY2020, FY2021	11,545	12,805	24,350
Total - Medicaid Cluster				<u>11,545</u>	<u>12,805</u>	<u>24,350</u>
Total - Department of Health and Human Services				<u>11,545</u>	<u>12,805</u>	<u>24,350</u>
Total federal awards expended				<u>\$ 866,597</u>	<u>\$ 1,296,675</u>	<u>\$ 2,163,272</u>

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

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

NOTE 1 - BASIS OF PRESENTATION

A. Basis of Presentation

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

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

B. Other Significant Accounting Policies

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

NOTE 2 - INDIRECT COST RATE

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

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

The School Corporation is a member of the East Central Special Services District Cooperative (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.

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
Northeastern Wayne School Corporation
Wayne 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 Northeastern Wayne 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 December 13, 2022.

Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies 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*.

The School Corporation'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
Crowe LLP

Indianapolis, Indiana
December 13, 2022

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

Those Charged with Governance
Northeastern Wayne School Corporation
Wayne County, Indiana

Report on Compliance for Each Major Federal Program

We have audited Northeastern Wayne School Corporation's (the School Corporation) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on the School Corporation's major federal programs for the period July 1, 2019 to June 30, 2021. The School Corporation's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, the School Corporation complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal programs for the period July 1, 2019 to June 30, 2021.

(Continued)

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 did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified a certain deficiency in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as item 2021-002, that we consider to be a significant deficiency.

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

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
December 13, 2022

NORTHEASTERN WAYNE 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? _____ X Yes _____ None Reported

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

Federal Awards

Internal control over major programs

Material weakness(es) identified? _____ Yes _____ X No

Significant deficiencies identified not
considered to be material weaknesses? _____ X Yes _____ None Reported

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

Any audit findings disclosed that are required to
be reported in accordance with
2CFR 200.516(a)? _____ 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	Child Nutrition Cluster
84.425	COVID-19 – Education Stabilization Fund

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

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

(Continued)

NORTHEASTERN WAYNE 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)

NORTHEASTERN WAYNE 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: During our testing of the SEFA, we noted there is no documented review of the annual financial report submitted via the Indiana Gateway Portal which includes the Grant Schedule used to compile the SEFA for audit.

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 error resulted in the understatement of the total federal awards reported on the SEFA by \$45,091 for the period July 1, 2019 through June 30, 2021:

- The Child Nutrition Cluster funds were understated by \$45,091.

Additionally, the assistance listing number for a Rural Education (ALN: 84.358) grant was incorrectly listed on the original SEFA as 84.538. 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. The prior finding number was 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.

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

(Continued)

NORTHEASTERN WAYNE 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: Education Stabilization Fund – Timely Report of Annual Data Report
Federal Agency: Department of Education
Federal Program: COVID-19 – Education Stabilization Fund
Assistance Listing Number: 84.425C and 84.425D
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Reporting
Audit Finding: Significant Deficiency

Criteria: 2 CFR 200.302(b) states in part:

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

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

34 CFR 76.722 states:

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

Condition: The School Corporation did not have a review control in place to ensure the annual data report was reviewed by someone other than the preparer and that the report was submitted timely.

Cause: There were not sufficient internal controls in place to ensure the Annual Data Report was submitted by the Indiana Department of Education's deadline.

Effect: The Annual Data Report required to be submitted during fiscal year 2021 was not submitted in a timely manner.

Questioned Costs: There were no questioned costs identified.

Context: The Annual Data Report for the period of March 13, 2020 to September 30, 2020 was due to the Indiana Department of Education (IDOE) by January 21, 2021. The School Corporation submitted the report on January 28, 2021. In addition, there was no documented review by someone other than the preparer of the report to ensure the information submitted was complete and accurate.

Identification as a repeat finding: No.

Recommendation: We recommend management review internal controls around the preparation, review and submission of the Annual Data Reports to verify reports are submitted timely. We recommend someone other than the preparer of the report perform a documented review prior to submission to validate the accuracy and completeness of the data submitted.

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



NORTHEASTERN WAYNE SCHOOL CORPORATION

7299 N US HIGHWAY 27
FOUNTAIN CITY, IN 47341
765.847.2821 (PHONE)
765.847.5355 (FAX)

NWS.K12.IN.US

FINDING 2021-001

Contact Person Responsible for Corrective Action: Trisha Thomas, Corporation Treasurer

Contact Phone Number: (765) 847-2821

Views of the Responsible Official: Northeastern Wayne School Corporation agrees with the above finding.

Description of the Corrective Action Plan:

Northeastern Wayne School Corporation will work to segregate duties to help improve internal controls on all state and federal grants. All grants are written by the Superintendent and/or the Assistant Superintendent. All grants will be reviewed by the treasurer and the Superintendent prior to submission. All future SEFA's will be reviewed by the individual responsible for the grant, reviewed and entered by the treasurer, and signed off on by the superintendent prior to submission. A printed version of the SEFA with the treasurer's signature and the superintendent's signature will be kept on file.

Anticipated Completion Date: December 2022

Trisha Thomas
Corporation Treasurer
December 6, 2022

Dr. Matthew Hicks
Superintendent
December 6, 2022



NORTHEASTERN WAYNE SCHOOL CORPORATION

7299 N US HIGHWAY 27
FOUNTAIN CITY, IN 47341
765.847.2821 (PHONE)
765.847.5355 (FAX)

NWS.K12.IN.US

FINDING 2021-002

Contact Person Responsible for Corrective Action: Dr. Matthew Hicks, Superintendent

Contact Phone Number: (765) 847-2821

Views of the Responsible Official: Northeastern Wayne School Corporation agrees with the above finding.

Description of the Corrective Action Plan:

Northeastern Wayne School Corporation will work to segregate duties to help improve internal controls on all state and federal grants. All Annual Data Reports will be prepared and reviewed by the Superintendent and/or the Assistant Superintendent. The person who did not prepare the report will review the report prior to submission to ensure information is complete, accurate, and timely. All submissions will be signed by both the Superintendent and the Assistant Superintendent.

Anticipated Completion Date: December 2022

Dr. Matthew Hicks
Superintendent
December 6, 2022

Jessica Neill
Assistant Superintendent
December 6, 2022



NORTHEASTERN WAYNE SCHOOL CORPORATION

7299 N US HIGHWAY 27
FOUNTAIN CITY, IN 47341
765.847.2821 (PHONE)
765.847.5355 (FAX)

NWS.K12.IN.US

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 had not established effective internal controls over the federal award information entered into the Indiana Gateway for Government Units (Gateway) financial reporting system, which was the source of the Schedule of Expenditures of Federal Awards (SEFA). One employee prepared and entered the federal award information into Gateway without evidence of a control in place to prevent, or detect and correct, errors prior to submission.

The SEFA presented for audit contained the following errors:

1. The Child Nutrition Cluster expenditures were understated by \$350,160 and \$40,826 for the periods ending June 30, 2018 and 2019, respectively. The Child Nutrition Cluster was omitted for the fiscal year 2017-2018.
2. The Special Education Cluster (IDEA) expenditures were overstated by \$30,600 for the period ending June 30, 2018.
3. The Supporting Effective Instruction State Grants expenditures were overstated by \$24,498 for the period ending June 30, 2018.
4. The Title I Grants to Local Educational Agencies expenditures were overstated by \$196,727,451 for the period ending June 30, 2019.
5. The Rural Education grant expenditures were overstated by \$2,609 for the period ending June 30, 2019.
6. The Medical Assistance Program expenditures were understated by \$11,210 and \$14,986 for the periods ending June 30, 2018 and 2019, respectively.
7. Not all CFDA numbers, program names, grants, and identifying numbers were correct or listed.

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 - Cash Management
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 2017-2018, FY 2018-2019
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Cash Management
Audit Finding: Material Weakness

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 had not designed or implemented adequate policies or procedures to ensure that the School Lunch fund monthly cash balances (net cash resources) did not exceed three months average expenditures.

The lack of controls was a systemic issue throughout the audit period.

Status: Resolved.

FINDING 2019-003

Subject: Child Nutrition Cluster - Procurement
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 2017-2018, FY 2018-2019
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Procurement and Suspension and Debarment
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 Procurement and Suspension and Debarment compliance requirement.

The School Corporation did not obtain bids for vendors with total purchases exceeding \$150,000, an amount for which Indiana Code required that a formal bidding process be followed. Purchases were not procured in accordance with state policies and procedures. No contracts were signed with the vendors.

The lack of controls and noncompliance were systemic issues throughout the audit period.

Status: Resolved.