



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
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January 26, 2023

To: The Officials of Sunman-Dearborn Community School Corporation
Sunman-Dearborn Community School Corporation
1 Trojan Place, Suite B
St. Leon, IN 47012

As authorized under Indiana Code 5-11-1, we engaged private examiners under our review to perform the audit of Sunman-Dearborn Community 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 Sunman-Dearborn Community 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 36-37. Please see the Schedule of Findings and Questioned Costs for complete details related to the finding. Management's Corrective Action Plan appears on pages 39 through 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 Sunman-Dearborn Community 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.

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

Tammy R. White, CPA
Deputy State Examiner

SUNMAN-DEARBORN COMMUNITY SCHOOL CORPORATION
Dearborn County, Indiana

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

SUNMAN-DEARBORN COMMUNITY SCHOOL CORPORATION
Dearborn 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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SUNMAN-DEARBORN COMMUNITY 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	Mary Ann Baines	07-01-19 to 06-30-21
Superintendent of Schools	Dr. Andrew Jackson	07-01-19 to 06-30-21
President of the School Board	Michael Norman	01-01-19 to 12-31-22

INDEPENDENT AUDITOR'S REPORT

Those Charged with Governance
Sunman-Dearborn Community School Corporation
Dearborn 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 Sunman-Dearborn Community 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 January 23, 2023 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
January 23, 2023

SUNMAN-DEARBORN COMMUNITY 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		Cash and Investments		Other Financing		Cash and Investments	
	07-01-2019	Receipts	Disbursements	Sources (Uses)	06-30-2020	Receipts	Disbursements	Sources (Uses)	06-30-2021	
Education Fund	\$ 2,092,865	\$ 25,707,453	\$ 24,396,364	\$ (995,639)	\$ 2,408,315	\$ 24,806,030	\$ 24,512,004	\$ (1,398,470)	\$ 1,303,871	
Debt Service Fund	1,553,298	6,417,664	7,106,916	-	864,046	7,104,570	7,574,764	(37,222)	356,630	
Pension Debt Fund	272,249	956,332	1,076,788	-	151,793	1,105,087	1,075,147	-	181,733	
Operations Fund	3,220,500	8,714,754	9,161,638	815,775	3,589,391	8,700,353	9,371,758	389,700	3,307,686	
Rainy Day Fund	4,779,454	283,807	336,913	-	4,726,348	-	-	1,000,000	5,726,348	
Pension Bond Fund	41,030	-	15,810	-	25,220	-	15,811	-	9,409	
Construction Fund	-	1,369,176	1,369,176	-	-	-	402,860	-	(402,860)	
School Lunch	255,736	1,381,098	1,764,825	150,000	22,009	1,595,929	1,588,482	-	29,456	
Textbook Rental	190,585	607,323	340,487	-	457,421	497,980	243,056	37,222	749,567	
Sdis Outdoor Lab Partners	-	1,484	-	-	1,484	-	-	-	1,484	
Ripley Co Foundation Grant	-	-	-	-	-	3,000	2,991	-	9	
Forfeiture Account	-	167,016	167,016	-	-	-	-	-	-	
Lawrenceburg Grant 2019	245,000	-	245,000	-	-	-	-	-	-	
Retired Teachers Grant	-	-	-	-	-	493	493	-	-	
S-D Endowment Spring '19	28,150	215	24,880	-	3,485	-	3,485	-	-	
Dearborn Comm Foundtion Grant	-	8,490	8,490	-	-	-	-	-	-	
Field Turf Replacement	-	-	-	34,225	34,225	21,825	-	10,300	66,350	
Dairy Association Grant	-	1,500	-	-	1,500	-	-	-	1,500	
Jack'S Forever 3-2018	1,007	-	774	-	233	-	233	-	-	
Scholarship-Miller	25,000	-	-	-	25,000	-	-	-	25,000	
Formative Assessment Grant 19-20	-	43,126	43,126	-	-	37,332	37,332	-	-	
S.E.E.C.	(13,797)	63,773	60,348	-	(10,372)	38,635	28,263	-	-	
High Ability Grant	11,319	-	11,319	-	-	-	-	-	-	
S-DIS Outdoor Lab	1,484	-	1,484	-	-	-	-	-	-	
Tech Common School	-	-	10,290	-	(10,290)	415,200	404,910	-	-	
Rod/Medicaid State	-	5,360	-	(4,361)	999	531	-	(1,530)	-	
Secured Safety Grant 19-20	(49,999)	49,999	50,000	-	(50,000)	142,225	131,652	-	(39,427)	
Early Intervention Grant 20-21	-	13,351	13,351	-	-	8,754	8,754	-	-	
Nesp 2019-20	-	9,238	9,238	-	-	8,315	8,315	-	-	
Cte/Dwd Grant 18-19	6,803	-	2,629	-	4,174	-	4,174	-	-	
Tag 2019	1,269	134,909	132,711	-	3,467	138,273	141,815	-	(75)	
High Ability 2019-20	-	41,129	41,129	-	-	34,767	28,804	-	5,963	
State Connectivity Grant 2020	-	16,046	-	-	16,046	15,818	17,109	-	14,755	
State Connectivity Grant	7,000	-	7,000	-	-	-	-	-	-	
E-Rate Technology	1,999	(1,269)	730	-	-	-	-	-	-	
Title I 2019-20	(20,078)	311,023	303,209	-	(12,264)	292,350	285,894	-	(5,808)	
Special Educ-Part B	-	-	-	-	-	781,416	830,674	-	(49,258)	
Preschool Grant 20-21	-	-	-	-	-	15,627	16,523	-	(896)	
Title Iv Part A	-	20,301	20,301	-	-	19,194	19,194	-	-	
Indiana Mac Claiming	(31,485)	29,718	(1,767)	-	-	27,763	1,687	-	26,076	
Title Iia 2019-20	(5,830)	77,406	80,044	-	(8,468)	92,078	89,249	-	(5,639)	

(Continued)

SUNMAN-DEARBORN COMMUNITY 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
ESSER III	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 22,503	\$ -	\$ (22,503)
ESSER II	-	-	-	-	-	-	125,000	-	(125,000)
ESSER I	-	-	-	-	-	242,795	243,319	-	(524)
Athletics	-	-	-	-	-	10,080	10,814	-	(734)
Pre-Paid Lunch	32,982	316,404	283,297	-	66,089	191,958	167,589	-	90,458
Federal Tax	-	1,694,618	1,694,618	-	-	1,654,050	1,654,050	-	-
Soc. Sec. Teach.	-	1,021,866	1,021,866	-	-	1,102,443	1,102,443	-	-
Soc. Sec. Non Teaching	-	433,302	433,302	-	-	455,378	455,378	-	-
Soc Sec Athletic Share	-	367	367	-	-	737	737	-	-
State Tax	-	570,840	570,840	-	-	577,513	577,513	-	-
Cagit	-	229,992	229,992	-	-	233,367	233,367	-	-
Terf Voluntary Ded	-	9,050	9,050	-	-	8,116	8,116	-	-
Perf	-	142,520	142,520	-	-	149,181	149,181	-	-
Perf Voluntary Ded	-	2,918	2,918	-	-	2,917	2,917	-	-
Insurance	-	1,866	1,866	-	-	2,518	2,518	-	-
Insurance-Medical	-	1,077,254	1,077,254	-	-	1,111,418	1,111,418	-	-
Insurance-Dental	-	76,110	76,110	-	-	82,750	82,750	-	-
Insurance-Franklin	-	1,694	1,694	-	-	565	565	-	-
Afa-125 Before Taxes	-	4,096	4,096	-	-	3,870	3,870	-	-
Am. F. Assurance-After Taxes	-	1,816	1,816	-	-	1,848	1,848	-	-
Aflac Sec 125	-	57,156	57,156	-	-	53,424	53,424	-	-
Aflac	-	32,880	32,880	-	-	31,029	30,975	-	54
Annuities	-	700,500	700,500	-	-	743,149	743,149	-	-
Hsa	-	240,352	240,352	-	-	217,902	217,902	-	-
Critical Illness	-	60,064	60,064	-	-	57,892	57,852	-	40
Sunman-Dearborn Scholarship Fund	-	730	730	-	-	34	34	-	-
Anytime Fitness	-	3,674	3,674	-	-	4,024	4,024	-	-
Garnishments	-	2,692	2,692	-	-	1,543	1,543	-	-
Child Support	-	15,368	15,368	-	-	10,580	10,580	-	-
Adj-Old Checks	-	526	526	-	-	194	194	-	-
E-Pay	-	4,158,734	4,158,734	-	-	4,400,262	4,400,262	-	-
Totals	\$ 12,646,541	\$ 57,287,811	\$ 57,624,501	\$ -	\$ 12,309,851	\$ 57,255,082	\$ 58,321,268	\$ -	\$ 11,243,665

See notes to financial statement.

SUNMAN-DEARBORN COMMUNITY 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)

SUNMAN-DEARBORN COMMUNITY 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:

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)

SUNMAN-DEARBORN COMMUNITY 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)

SUNMAN-DEARBORN COMMUNITY 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 statement contains some funds with deficits in cash. This is a result of certain funds being set up for reimbursable grants, but for which reimbursement was not yet received by June 30, 2020, and 2021. Deficits in other fund balances, including the Construction Fund and Athletics Fund, were the result of disbursements exceeding receipts due to under-estimating current requirements for some funds. These deficits are to be prepaid from future receipts.

NOTE 7 - HOLDING CORPORATION

The School Corporation has entered into a series of capital leases with the Sunman-Dearborn 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 \$6,321,000. Lease payments for the period July 1, 2020 to June 30, 2021 totaled \$6,877,000.

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)

SUNMAN-DEARBORN COMMUNITY 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)

SUNMAN-DEARBORN COMMUNITY 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.

NOTE 9 - OTHER POSTEMPLOYMENT BENEFITS

The School Corporation provides to eligible retirees and their spouses the following benefits: medical, dental, and life insurance. These benefits pose a liability to the School Corporation for this year and in future years. Information regarding the benefits can be obtained by contacting the School Corporation.

NOTE 10 - SUBSEQUENT EVENTS

In July 2022, the School Corporation issued General Obligation Bonds in the amount of \$1,099,500 to finance the renovation and improvements to school facilities, including the purchase of equipment.

SUPPLEMENTARY INFORMATION

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

	Education Fund	Debt Service Fund	Pension Debt Fund	Operations Fund	Rainy Day Fund	Pension Bond Fund	Construction Fund	School Lunch	Textbook Rental	Sdis Outdoor Lab Partners	Forfeiture Account
Cash and investments - beginning	\$ 2,092,865	\$ 1,553,298	\$ 272,249	\$ 3,220,500	\$ 4,779,454	\$ 41,030	\$ -	\$ 255,736	\$ 190,585	\$ -	\$ -
Receipts:											
Local sources	1,826,086	6,417,539	956,314	8,644,741	283,807	-	1,369,176	818,280	523,286	1,484	167,016
Intermediate sources	208	125	18	150	-	-	-	-	-	-	-
State sources	23,881,159	-	-	-	-	-	-	28,803	84,037	-	-
Federal sources	-	-	-	-	-	-	-	530,259	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	69,863	-	-	-	3,756	-	-	-
Total receipts	25,707,453	6,417,664	956,332	8,714,754	283,807	-	1,369,176	1,381,098	607,323	1,484	167,016
Disbursements:											
Instruction	20,786,659	-	-	-	51,550	-	-	-	-	-	141,573
Support services	3,387,918	83,950	-	8,417,730	9,862	15,810	96	48,805	340,487	-	25,443
Noninstructional services	221,787	-	-	99,005	-	-	-	1,554,345	-	-	-
Facilities acquisition and construction	-	-	-	644,903	275,501	-	1,369,080	-	-	-	-
Debt services	-	7,022,966	1,076,788	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	161,675	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	24,396,364	7,106,916	1,076,788	9,161,638	336,913	15,810	1,369,176	1,764,825	340,487	-	167,016
Excess (deficiency) of receipts over disbursements	1,311,089	(689,252)	(120,456)	(446,884)	(53,106)	(15,810)	-	(383,727)	266,836	1,484	-
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	4,361	-	-	1,000,000	-	-	-	150,000	-	-	-
Transfers out	(1,000,000)	-	-	(184,225)	-	-	-	-	-	-	-
Total other financing sources (uses)	(995,639)	-	-	815,775	-	-	-	150,000	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	315,450	(689,252)	(120,456)	368,891	(53,106)	(15,810)	-	(233,727)	266,836	1,484	-
Cash and investments - ending	\$ 2,408,315	\$ 864,046	\$ 151,793	\$ 3,589,391	\$ 4,726,348	\$ 25,220	\$ -	\$ 22,009	\$ 457,421	\$ 1,484	\$ -

(Continued)

SUNMAN-DEARBORN COMMUNITY 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

	Lawrenceburg Grant 2019	S-D Endowment Spring '19	Dearborn Comm Foundtion Grant	Field Turf Replacement	Dairy Association Grant	Jack'S Forever 3- 2018	Scholarship- Miller	Formative Assessment Grant 19-20	S.E.E.C.	High Ability Grant	S-DIS Outdoor Lab
Cash and investments - beginning	\$ 245,000	\$ 28,150	\$ -	\$ -	\$ -	\$ 1,007	\$ 25,000	\$ -	\$ (13,797)	\$ 11,319	\$ 1,484
Receipts:											
Local sources	-	215	8,490	-	1,500	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	43,126	63,773	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-
Total receipts	-	215	8,490	-	1,500	-	-	43,126	63,773	-	-
Disbursements:											
Instruction	245,000	15,891	-	-	-	774	-	-	60,348	11,319	-
Support services	-	8,989	8,490	-	-	-	-	43,126	-	-	1,484
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	245,000	24,880	8,490	-	-	774	-	43,126	60,348	11,319	1,484
Excess (deficiency) of receipts over disbursements	(245,000)	(24,665)	-	-	1,500	(774)	-	-	3,425	(11,319)	(1,484)
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	34,225	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	34,225	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(245,000)	(24,665)	-	34,225	1,500	(774)	-	-	3,425	(11,319)	(1,484)
Cash and investments - ending	\$ -	\$ 3,485	\$ -	\$ 34,225	\$ 1,500	\$ 233	\$ 25,000	\$ -	\$ (10,372)	\$ -	\$ -

(Continued)

SUNMAN-DEARBORN COMMUNITY 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

	Tech Common School	Rod/Medicaid State	Secured Safety Grant 19-20	Early Intervention Grant 20-21	Nesp 2019-20	Cte/Dwd Grant 18-19	Tag 2019	High Ability 2019- 20	State Connectivity Grant 2020	State Connectivity Grant	E-Rate Technology
Cash and investments - beginning	\$ -	\$ -	\$ (49,999)	\$ -	\$ -	\$ 6,803	\$ 1,269	\$ -	\$ -	\$ 7,000	\$ 1,999
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	5,360	49,999	13,351	9,238	-	134,909	41,129	16,046	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-	(1,269)
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-
Total receipts	-	5,360	49,999	13,351	9,238	-	134,909	41,129	16,046	-	(1,269)
Disbursements:											
Instruction	-	-	-	13,186	9,238	2,629	132,711	41,129	-	-	-
Support services	10,290	-	50,000	165	-	-	-	-	-	7,000	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	730
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	10,290	-	50,000	13,351	9,238	2,629	132,711	41,129	-	7,000	730
Excess (deficiency) of receipts over disbursements	(10,290)	5,360	(1)	-	-	(2,629)	2,198	-	16,046	(7,000)	(1,999)
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	(4,361)	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	(4,361)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(10,290)	999	(1)	-	-	(2,629)	2,198	-	16,046	(7,000)	(1,999)
Cash and investments - ending	\$ (10,290)	\$ 999	\$ (50,000)	\$ -	\$ -	\$ 4,174	\$ 3,467	\$ -	\$ 16,046	\$ -	\$ -

(Continued)

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

	Title I 2019-20	Title Iv Part A	Indiana Mac Claiming	Title Iia 2019-20	Athletics	Pre-Paid Food	Federal Tax	Soc. Sec. Teach.	Soc. Sec. Non Teaching	Soc Sec Athletic Share	State Tax
Cash and investments - beginning	\$ (20,078)	\$ -	\$ (31,485)	\$ (5,830)	\$ -	\$ 32,982	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-
Federal sources	311,023	20,301	29,718	77,406	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	316,404	1,694,618	1,021,866	433,302	367	570,840
Total receipts	311,023	20,301	29,718	77,406	-	316,404	1,694,618	1,021,866	433,302	367	570,840
Disbursements:											
Instruction	284,318	-	-	-	-	-	-	-	-	-	-
Support services	18,891	20,301	(1,767)	80,044	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	283,297	1,694,618	1,021,866	433,302	367	570,840
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	303,209	20,301	(1,767)	80,044	-	283,297	1,694,618	1,021,866	433,302	367	570,840
Excess (deficiency) of receipts over disbursements	7,814	-	31,485	(2,638)	-	33,107	-	-	-	-	-
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	7,814	-	31,485	(2,638)	-	33,107	-	-	-	-	-
Cash and investments - ending	\$ (12,264)	\$ -	\$ -	\$ (8,468)	\$ -	\$ 66,089	\$ -	\$ -	\$ -	\$ -	\$ -

(Continued)

SUNMAN-DEARBORN COMMUNITY 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

	Cagit	Terf Voluntary Ded	Perf	Perf Voluntary Ded	Insurance	Insurance- Medical	Insurance- Dental	Insurance- Franklin	Afa-125 Before Taxes	Am. F. Assurance-After Taxes	Aflac Sec 125
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	229,992	9,050	142,520	2,918	1,866	1,077,254	76,110	1,694	4,096	1,816	57,156
Total receipts	229,992	9,050	142,520	2,918	1,866	1,077,254	76,110	1,694	4,096	1,816	57,156
Disbursements:											
Instruction	-	-	-	-	-	-	-	-	-	-	-
Support services	-	-	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	229,992	9,050	142,520	2,918	1,866	1,077,254	76,110	1,694	4,096	1,816	57,156
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	229,992	9,050	142,520	2,918	1,866	1,077,254	76,110	1,694	4,096	1,816	57,156
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)

SUNMAN-DEARBORN COMMUNITY 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

	Aflac	Annuities	Hsa	Critical Illness	Sunman- Dearborn Scholarship Fund	Anytime Fitness	Garnishments	Child Support	Adj-Old Checks	E-Pay	Totals
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,646,541
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	21,017,934
Intermediate sources	-	-	-	-	-	-	-	-	-	-	501
State sources	-	-	-	-	-	-	-	-	-	-	24,370,930
Federal sources	-	-	-	-	-	-	-	-	-	-	967,438
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	32,880	700,500	240,352	60,064	730	3,674	2,692	15,368	526	4,158,734	10,931,008
Total receipts	32,880	700,500	240,352	60,064	730	3,674	2,692	15,368	526	4,158,734	57,287,811
Disbursements:											
Instruction	-	-	-	-	-	-	-	-	-	-	21,796,325
Support services	-	-	-	-	-	-	-	-	-	-	12,577,114
Noninstructional services	-	-	-	-	-	-	-	-	-	-	1,875,137
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	2,290,214
Debt services	-	-	-	-	-	-	-	-	-	-	8,099,754
Nonprogrammed charges	32,880	700,500	240,352	60,064	730	3,674	2,692	15,368	526	4,158,734	10,985,957
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	32,880	700,500	240,352	60,064	730	3,674	2,692	15,368	526	4,158,734	57,624,501
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	-	-	-	-	(336,690)
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	1,188,586
Transfers out	-	-	-	-	-	-	-	-	-	-	(1,188,586)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	-	-	-	-	-	-	-	(336,690)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,309,851

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

	Education Fund	Debt Service Fund	Pension Debt Fund	Operations Fund	Rainy Day Fund	Pension Bond Fund	Construction Fund	School Lunch	Textbook Rental	Sdis Outdoor Lab Partners	Ripley Co Foundation Grant
Cash and investments - beginning	\$ 2,408,315	\$ 864,046	\$ 151,793	\$ 3,589,391	\$ 4,726,348	\$ 25,220	\$ -	\$ 22,009	\$ 457,421	\$ 1,484	\$ -
Receipts:											
Local sources	181,749	7,104,570	1,105,087	8,669,903	-	-	-	168,157	427,572	-	3,000
Intermediate sources	-	-	-	98	-	-	-	-	-	-	-
State sources	24,624,281	-	-	98	-	-	-	29,674	70,408	-	-
Federal sources	-	-	-	-	-	-	-	1,345,680	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	30,254	-	-	-	52,418	-	-	-
Total receipts	24,806,030	7,104,570	1,105,087	8,700,353	-	-	-	1,595,929	497,980	-	3,000
Disbursements:											
Instruction	20,202,034	-	-	-	-	-	43,442	-	-	-	-
Support services	4,165,792	-	-	8,982,511	-	15,811	345,618	25,745	243,056	-	-
Noninstructional services	144,178	-	-	122,814	-	-	-	1,562,737	-	-	2,991
Facilities acquisition and construction	-	-	-	266,433	-	-	13,800	-	-	-	-
Debt services	-	7,574,764	1,075,147	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	24,512,004	7,574,764	1,075,147	9,371,758	-	15,811	402,860	1,588,482	243,056	-	2,991
Excess (deficiency) of receipts over disbursements	294,026	(470,194)	29,940	(671,405)	-	(15,811)	(402,860)	7,447	254,924	-	9
Other financing sources (uses)											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	1,530	-	-	400,000	1,000,000	-	-	-	37,222	-	-
Transfers out	(1,400,000)	(37,222)	-	(10,300)	-	-	-	-	-	-	-
Total other financing sources (uses)	(1,398,470)	(37,222)	-	389,700	1,000,000	-	-	-	37,222	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,104,444)	(507,416)	29,940	(281,705)	1,000,000	(15,811)	(402,860)	7,447	292,146	-	9
Cash and investments - ending	\$ 1,303,871	\$ 356,630	\$ 181,733	\$ 3,307,686	\$ 5,726,348	\$ 9,409	\$ (402,860)	\$ 29,456	\$ 749,567	\$ 1,484	\$ 9

(Continued)

SUNMAN-DEARBORN COMMUNITY 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

	Retired Teachers Grant	S-D Endowment Spring '19	Field Turf Replacement	Dairy Association Grant	Jack'S Forever 3- 2018	Scholarship- Miller	Formative Assessment Grant 19-20	S.E.E.C.	Tech Common School	Rod/Medicaid State	Secured Safety Grant 19-20
Cash and investments - beginning	\$ -	\$ 3,485	\$ 34,225	\$ 1,500	\$ 233	\$ 25,000	\$ -	\$ (10,372)	\$ (10,290)	\$ 999	\$ (50,000)
Receipts:											
Local sources	493	-	21,825	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	37,332	38,635	415,200	531	142,225
Federal sources	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-
Total receipts	493	-	21,825	-	-	-	37,332	38,635	415,200	531	142,225
Disbursements:											
Instruction	-	1,100	-	-	233	-	-	28,263	-	-	-
Support services	493	2,385	-	-	-	-	37,332	-	404,910	-	131,652
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	493	3,485	-	-	233	-	37,332	28,263	404,910	-	131,652
Excess (deficiency) of receipts over disbursements	-	(3,485)	21,825	-	(233)	-	-	10,372	10,290	531	10,573
Other financing sources (uses)											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	10,300	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	(1,530)	-
Total other financing sources (uses)	-	-	10,300	-	-	-	-	-	-	(1,530)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(3,485)	32,125	-	(233)	-	-	10,372	10,290	(999)	10,573
Cash and investments - ending	\$ -	\$ -	\$ 66,350	\$ 1,500	\$ -	\$ 25,000	\$ -	\$ -	\$ -	\$ -	\$ (39,427)

(Continued)

SUNMAN-DEARBORN COMMUNITY 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

	Early Intervention Grant 20-21	Nesp 2019-20	Cte/Dwd Grant 18-19	Tag 2019	High Ability 2019- 20	State Connectivity Grant 2020	Title I 2019-20	Special Educ- Part B	Preschool Grant 20-21	Title Iv Part A	Indiana Mac Claiming
Cash and investments - beginning	\$ -	\$ -	\$ 4,174	\$ 3,467	\$ -	\$ 16,046	\$ (12,264)	\$ -	\$ -	\$ -	\$ -
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	8,754	8,315	-	138,273	34,767	15,818	-	-	-	-	-
Federal sources	-	-	-	-	-	-	292,350	781,416	15,627	19,194	27,763
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-
Total receipts	8,754	8,315	-	138,273	34,767	15,818	292,350	781,416	15,627	19,194	27,763
Disbursements:											
Instruction	-	8,315	4,174	138,104	28,804	-	282,230	603,171	16,523	727	-
Support services	8,754	-	-	3,711	-	15,840	3,664	227,503	-	18,467	1,687
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	1,269	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	8,754	8,315	4,174	141,815	28,804	17,109	285,894	830,674	16,523	19,194	1,687
Excess (deficiency) of receipts over disbursements	-	-	(4,174)	(3,542)	5,963	(1,291)	6,456	(49,258)	(896)	-	26,076
Other financing sources (uses)											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	823	-	-	-	-
Transfers out	-	-	-	-	-	-	(823)	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	(4,174)	(3,542)	5,963	(1,291)	6,456	(49,258)	(896)	-	26,076
Cash and investments - ending	\$ -	\$ -	\$ -	\$ (75)	\$ 5,963	\$ 14,755	\$ (5,808)	\$ (49,258)	\$ (896)	\$ -	\$ 26,076

(Continued)

SUNMAN-DEARBORN COMMUNITY 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 lia 2019-20	ESSER III	ESSER II	ESSER I	Athletics	Pre-Paid Food	Federal Tax	Soc. Sec. Teach.	Soc. Sec. Non Teaching	Soc Sec Athletic Share	State Tax
Cash and investments - beginning	\$ (8,468)	\$ -	\$ -	\$ -	\$ -	\$ 66,089	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:											
Local sources	-	-	-	-	10,080	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-
Federal sources	92,078	-	-	242,795	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	191,958	1,654,050	1,102,443	455,378	737	577,513
Total receipts	92,078	-	-	242,795	10,080	191,958	1,654,050	1,102,443	455,378	737	577,513
Disbursements:											
Instruction	-	-	125,000	144,815	-	-	-	-	-	-	-
Support services	89,249	22,503	-	97,367	65	-	-	-	-	-	-
Noninstructional services	-	-	-	-	10,749	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	1,137	-	167,589	1,654,050	1,102,443	455,378	737	577,513
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	89,249	22,503	125,000	243,319	10,814	167,589	1,654,050	1,102,443	455,378	737	577,513
Excess (deficiency) of receipts over disbursements	2,829	(22,503)	(125,000)	(524)	(734)	24,369	-	-	-	-	-
Other financing sources (uses)											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,829	(22,503)	(125,000)	(524)	(734)	24,369	-	-	-	-	-
Cash and investments - ending	\$ (5,639)	\$ (22,503)	\$ (125,000)	\$ (524)	\$ (734)	\$ 90,458	\$ -	\$ -	\$ -	\$ -	\$ -

(Continued)

SUNMAN-DEARBORN COMMUNITY 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

	Cagit	Terf Voluntary Ded	Perf	Perf Voluntary Ded	Insurance	Insurance- Medical	Insurance- Dental	Insurance- Franklin	Afa-125 Before Taxes	Am. F. Assurance-After Taxes	Aflac Sec 125
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	233,367	8,116	149,181	2,917	2,518	1,111,418	82,750	565	3,870	1,848	53,424
Total receipts	233,367	8,116	149,181	2,917	2,518	1,111,418	82,750	565	3,870	1,848	53,424
Disbursements:											
Instruction	-	-	-	-	-	-	-	-	-	-	-
Support services	-	-	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	233,367	8,116	149,181	2,917	2,518	1,111,418	82,750	565	3,870	1,848	53,424
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	233,367	8,116	149,181	2,917	2,518	1,111,418	82,750	565	3,870	1,848	53,424
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)

SUNMAN-DEARBORN COMMUNITY 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

	Aflac	Annuities	Hsa	Critical Illness	Sunman- Dearborn Scholarship Fund	Anytime Fitness	Garnishments	Child Support	Adj-Old Checks	E-Pay	Totals
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,309,851
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	17,692,436
Intermediate sources	-	-	-	-	-	-	-	-	-	-	98
State sources	-	-	-	-	-	-	-	-	-	-	25,564,311
Federal sources	-	-	-	-	-	-	-	-	-	-	2,816,903
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	31,029	743,149	217,902	57,892	34	4,024	1,543	10,580	194	4,400,262	11,181,334
Total receipts	31,029	743,149	217,902	57,892	34	4,024	1,543	10,580	194	4,400,262	57,255,082
Disbursements:											
Instruction	-	-	-	-	-	-	-	-	-	-	21,626,935
Support services	-	-	-	-	-	-	-	-	-	-	14,844,115
Noninstructional services	-	-	-	-	-	-	-	-	-	-	1,843,469
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	281,502
Debt services	-	-	-	-	-	-	-	-	-	-	8,649,911
Nonprogrammed charges	30,975	743,149	217,902	57,852	34	4,024	1,543	10,580	194	4,400,262	11,075,336
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	30,975	743,149	217,902	57,852	34	4,024	1,543	10,580	194	4,400,262	58,321,268
Excess (deficiency) of receipts over disbursements	54	-	-	40	-	-	-	-	-	-	(1,066,186)
Other financing sources (uses)											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	1,449,875
Transfers out	-	-	-	-	-	-	-	-	-	-	(1,449,875)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	54	-	-	40	-	-	-	-	-	-	(1,066,186)
Cash and investments - ending	\$ 54	\$ -	\$ -	\$ 40	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 11,243,665

SUNMAN-DEARBORN COMMUNITY 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	\$ 415,954	\$ 66,893

SUNMAN-DEARBORN COMMUNITY 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:				
Sunman Dearborn High School Building Corporation	Renovation and Addition to East Central High School	\$ 3,443,000	7/15/2013	1/15/2026
Sunman Dearborn High School Building Corporation	Renovations to all buildings and Addition of Natatorium	<u>1,992,000</u>	1/15/2021	1/15/2038
Total governmental activities		<u>5,435,000</u>		
Total of annual lease payments		<u>\$ 5,435,000</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:			
Other	Common School Tech Loans	\$ 1,181,194	\$ 205,884
Other	Pension Bonds	<u>5,390,000</u>	<u>1,075,526</u>
Total governmental activities		<u>6,571,194</u>	<u>1,281,410</u>
Totals		<u>\$ 6,571,194</u>	<u>\$ 1,281,410</u>

SUNMAN-DEARBORN COMMUNITY 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	\$ 1,116,000
Infrastructure	2,632,087
Buildings	171,522,200
Machinery, equipment, and vehicles	9,605,196
Books and other	<u>100,000</u>
Total governmental activities	<u>184,975,483</u>
Total capital assets	<u>\$ 184,975,483</u>

SUNMAN-DEARBORN COMMUNITY 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.

SUNMAN-DEARBORN COMMUNITY 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					
National School Breakfast Program		10.553	FY2020, FY2021	\$ 104,329	\$ 210,387	\$ 314,716
Commodities		10.553	FY2020, FY2021	141,819	176,918	318,737
National School Lunch Program		10.555	FY2020, FY2021	425,930	1,123,157	1,549,087
Summer Food Service Program for Children		10.559	FY2020, FY2021	-	12,136	12,136
				<u>672,078</u>	<u>1,522,598</u>	<u>2,194,676</u>
Total - Child Nutrition Cluster						
				<u>672,078</u>	<u>1,522,598</u>	<u>2,194,676</u>
Total - Department of Agriculture						
				<u>672,078</u>	<u>1,522,598</u>	<u>2,194,676</u>
<u>Department of Education</u>						
Special Education Cluster						
Special Education Grants to States	Indiana Department of Education					
IDEA-Part B		84.027	19611-050-PN01	212,941	-	212,941
IDEA-Part B		84.027	20611-48-PN01	875,224	-	875,224
IDEA-Part B		84.027	21611-164-PN01	-	781,416	781,416
				<u>1,088,165</u>	<u>781,416</u>	<u>1,869,581</u>
Total - Special Education Grants to States						
				<u>1,088,165</u>	<u>781,416</u>	<u>1,869,581</u>
Special Education - Preschool Grants	Indiana Department of Education					
IDEA-Preschool		84.173	19619-050-PN01	38,394	-	38,394
IDEA-Preschool		84.173	20619-48-PN01	40,898	-	40,898
IDEA-Preschool		84.173	21619-164-PN01	-	15,627	15,627
				<u>79,292</u>	<u>15,627</u>	<u>94,919</u>
Total - Special Education Preschools Grants						
				<u>79,292</u>	<u>15,627</u>	<u>94,919</u>
Total - Special Education Cluster (IDEA)						
				<u>1,167,457</u>	<u>797,043</u>	<u>1,964,500</u>
Title I Grants to Local Educational Agencies	Indiana Department of Education					
Title I, Part A		84.010	S010A150014	80,971	-	80,971
Title I, Part A		84.010	S010A190014	220,897	34,416	255,313
Title I, Part A		84.010	S010A200014	-	255,295	255,295
				<u>301,868</u>	<u>289,711</u>	<u>591,579</u>
Total - Title I Grants to Local Educational Agencies						
				<u>301,868</u>	<u>289,711</u>	<u>591,579</u>

(Continued)

SUNMAN-DEARBORN COMMUNITY 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
Supporting Effective Instruction State Grants	Indiana Department of Education					
Title II, Part A		84.367	S367A18001	\$ 69,066	\$ -	\$ 69,066
Title II, Part A		84.367	S367A190013	-	73,745	73,745
Title II, Part A		84.367	S367A200013	-	18,333	18,333
Title II, Part A		84.367	S7000S367A130013	8,340	-	8,340
Total - Supporting Effective Instruction State Grants				<u>77,406</u>	<u>92,078</u>	<u>169,484</u>
Student Support and Academic Enrichment Program	Indiana Department of Education					
Title IV, Part A		84.424	S424A190015	20,301	-	20,301
Title IV, Part A		84.424	S424A200015	-	19,194	19,194
Total - Student Support and Academic Enrichment Program				<u>20,301</u>	<u>19,194</u>	<u>39,495</u>
COVID-19 - Education Stabilization Fund	Indiana Department of Education					
Elementary and Secondary School Emergency Relief (ESSER I) Fund		84.425D	S425D200013	-	231,818	231,818
Total - Department of Education				<u>1,567,032</u>	<u>1,429,844</u>	<u>2,996,876</u>
Department of Health and Human Services						
Medicaid Cluster	Indiana Department of Education					
Medical Assistance Program		93.778	FY2020, FY2021	29,718	27,763	57,481
Total - Department of Health and Human Services				<u>29,718</u>	<u>27,763</u>	<u>57,481</u>
Total federal awards expended				<u>\$ 2,268,828</u>	<u>\$ 2,980,205</u>	<u>\$ 5,249,033</u>

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

SUNMAN-DEARBORN COMMUNITY SCHOOL CORPORATION
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Period of July 1, 2019 to June 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Presentation

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

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

B. Other Significant Accounting Policies

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

NOTE 2 – INDIRECT COST RATE

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

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

The School Corporation is a member of a special education cooperative (Cooperative). 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. The School Board voted to withdraw from the Cooperative in February 2019, effective July 1, 2020.

NOTE 4 – OTHER INFORMATION

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

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

Those Charged with Governance
Sunman-Dearborn Community School Corporation
Dearborn 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 Sunman-Dearborn Community 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 January 23, 2023.

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. We did identify a certain deficiency in internal control, described in the accompanying Schedule of Findings and Questioned Costs as item 2021-001 that we consider to be a material weakness.

(Continued)

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School Corporation's financial statement is free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statement. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Management's Response to Finding

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

Purpose of this Report

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


Crowe LLP

Indianapolis, Indiana
January 23, 2023

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

Those Charged with Governance
Sunman-Dearborn Community School Corporation
Dearborn County, Indiana

Report on Compliance for Each Major Federal Program

We have audited Sunman-Dearborn Community 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 each 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. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

Crowe LLP
Crowe LLP

Indianapolis, Indiana
January 23, 2023

SUNMAN-DEARBORN COMMUNITY 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?	<u> X </u>	Yes	<u> </u>	No
Significant deficiencies identified not considered to be material weaknesses?	<u> </u>	Yes	<u> X </u>	None Reported

Noncompliance material to financial statement noted?	<u> </u>	Yes	<u> X </u>	No
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Federal Awards

Internal control over major programs:

Material weakness(es) identified?	<u> </u>	Yes	<u> X </u>	No
Significant deficiencies identified not considered to be material weaknesses?	<u> </u>	Yes	<u> X </u>	None Reported

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

Any audit findings disclosed that are required to be reported in accordance with 2CFR 200.516(a)?	<u> </u>	Yes	<u> X </u>	No
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Identification of major programs:

<u>Assistance Listing Number</u>	<u>Name of Federal Program or Cluster</u>
84.027, 84.173	Special Education Cluster
84.425D	COVID-19 – Education Stabilization Fund

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

Auditee qualified as low-risk auditee?	<u> </u>	Yes	<u> X </u>	No
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(Continued)

SUNMAN-DEARBORN COMMUNITY 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: Material Weakness

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:

(Continued)

SUNMAN-DEARBORN COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
July 1, 2019 to June 30, 2021

Section II – Financial Statement Findings (Continued)

(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.

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

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

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

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

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

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

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

Context: The federal grant information entered and submitted in the Indiana Gateway for Government Units financial reporting system was the source of the SEFA. During substantive testing of the SEFA, the following errors resulted in the net understatement of the total federal awards reported on the SEFA by \$283,045 for the period July 1, 2019, through June 30, 2021:

1. The Medicaid Cluster expenditures were understated by \$57,481
2. The Education Stabilization Fund expenditures were understated by \$231,818
3. The Supporting Effective Instruction State Grants expenditures were overstated by \$5,431
4. The Title I Grants to Local Educational Agencies expenditures were overstated by \$823.

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 operated effectively, material misstatements of the SEFA could go undetected and uncorrected. The SEFA contained the errors identified in the Context section.

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. This should include a review of federal receipts within the underlying accounting records.

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

(Continued)

SUNMAN-DEARBORN COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
July 1, 2019 to June 30, 2021

Section III – Federal Award Findings and Questioned Costs

None noted.



Sunman-Dearborn Community Schools

1 Trojan Place, Suite B

St. Leon, IN 47012

Dr. Andrew Jackson
Superintendent

Mr. Brandon Burress
Director of Support Services

Ms. Kelly Roth
Director of Student Services

Ms. Mary Ann Baines
Director of Financial Operations

CORRECTIVE ACTION PLAN OF CURRENT AUDIT FINDINGS

June 30, 2021

FINDING 2021-001

Subject: Preparation of the Schedule of Expenditures of Federal Awards

Audit Findings: Material Weakness

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

Context: The federal grant information entered and submitted in the Indiana Gateway for Government Units financial reporting system was the source of the SEFA. During substantive testing of the SEFA, the following errors resulted in the net understatement of the total federal awards reported on the SEFA by \$283,045 for the period July 1, 2019, through June 30, 2021:

1. The Medicaid Cluster expenditures were understated by \$57,481
2. The Education Stabilization Fund expenditures were understated by \$231,818
3. The Supporting Effective Instruction State Grants expenditures were overstated by \$5,431
4. The Title I Grants to Local Educational Agencies expenditures were overstated by \$823.

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

Views of Responsible Officials and Planned Corrective Actions: Management agrees with the finding and will take the following corrective action.

Medicaid funds were not reported on the SEFA. The school corporation did not realize that Medicaid funds were to be reported on the SEFA. When completing receipt of federal funds the understanding was it was the reporting of Federal grants. We have corrected our checklist for the SEFA and added Medicaid funds.

The CARES/ESSER funds were overlooked as a federal grant. We have corrected the checklist/controlst for the SEFA and added CARES/ESSER funds.

The Title IIA (Supporting Effective Instruction) had one receipt that was receipted into FFY19 and it should have been FFY18, which caused both years to be off. We received an FFY18 distribution on 7/24/2020 that was not included in error. Lastly, on the FFY20 when entering the receipts and expenditures into the SEFA, they were flip flopped. The Title IIA grants are two years grants and often overlap, we will review this grant more thoroughly for the upcoming SEFA as sometimes the receipts are erroneously receipted to the wrong grant.

The reporting of the Title I Equitable Shares was an oversight. I have it noted, but included them in error. We have notation on our controls to not include Equitable shares and this one slipped through the cracks.

Moving forward, our understanding of funds to be included on SEFA has been broadened to be any federal funds, regardless of whether we consider them a grant. On grants that overlap into years, an additional report will be run to show the receipt in the grant for each specified year and it will be compared to the actual reimbursement reports for that grant.

Responsible party and timeline for completion:

Mary Ann Baines, Director of Financial Operations/Corporation Treasurer
Corrective Action Completion: Above errors were corrected in September 2022.

Mary Ann Baines, Treasurer Signature

Mary Ann Baines, Printed Name

January 17, 2023, Date

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2019-001

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

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

The SEFA contained the following errors:

1. The Child Nutrition Cluster was overstated in the amount of \$1,095,444.
2. The Title I Grants to Local Educational Agencies program was overstated in the amount of \$1,695.

Audit adjustments were proposed, accepted by the School Corporation, and made to the SEFA. The lack of controls and noncompliance were systemic issues throughout the audit period.

Status: Not resolved. See Finding 2021-001.

FINDING 2019-002

Subject: Special Education Cluster (IDEA) - Procurement
Federal Agency: Department of Education
Federal Programs: Special Education Grants to States, Special Education Preschool Grants
CFDA Numbers: 84.027, 84.173
Federal Award Numbers and Years (or Other Identifying Numbers): 14217-052-PN01, 45717-050-PN01, 18619-050-PN01
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Procurement and Suspension and Debarment
Audit Findings: Material Weakness, Other Matters

Condition and Context: The School Corporation is a member of the Ripley-Ohio-Dearborn Special Education Cooperative (Cooperative). During fiscal year 2017-2018, the Cooperative operated the special education programs and managed the special education funds on behalf of all its members. Because the grant agreements were between the Indiana Department of Education and the School Corporation, the School Corporation was ultimately responsible for compliance with the Procurement and Suspension and Debarment compliance requirement.

The Cooperative had a written procurement policy; however, it did not reflect the required state and federal laws and regulations. Additionally, documentation was not provided to support the history of their procurements, including the rationale for method of procurement, selection of contract type, basis for contractor selection, and the basis for the contract price.

For each of the six vendors tested during 2017-2018, the Cooperative did not obtain price or rate quotations from an adequate number of qualified sources for the purchase of goods or services that fell within the small purchase procedures for procurements, nor was full and open competition provided.

The lack of controls and noncompliance were systemic issues in 2017-2018.

Status: Resolved.