



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

Telephone: (317) 232-2513  
Fax: (317) 232-4711  
Web Site: [www.in.gov/sboa](http://www.in.gov/sboa)

February 17, 2023

To: The Officials of the Randolph Eastern School Corporation  
Randolph Eastern School Corporation  
731 N Plum Street  
Union City, IN 47390

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

We call your attention to the findings included in the report on pages 42-44. Please see the Schedule of Findings and Questioned Costs for complete details related to the finding. Management's Corrective Action Plan appears on pages 45 and 46.

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 Randolph Eastern 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 black ink that reads 'Tammy R. White'.

Tammy R. White, CPA  
Deputy State Examiner

**RANDOLPH EASTERN SCHOOL CORPORATION**  
Randolph County, Indiana

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

RANDOLPH EASTERN SCHOOL CORPORATION  
Randolph 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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RANDOLPH EASTERN SCHOOL CORPORATION  
SCHEDULE OF OFFICIALS (Unaudited)  
For the period July 1, 2019 to June 30, 2021

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<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Lindsey Burk	07-01-19 to 06-30-21
Superintendent of Schools	Aaron Black	07-01-19 to 06-30-21
President of the School Board	Linda Puccini	01-01-19 to 12-31-21

## INDEPENDENT AUDITOR'S REPORT

Those Charged with Governance  
Randolph Eastern School Corporation  
Randolph 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 Randolph Eastern 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.

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(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 February 15, 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

Indianapolis, Indiana  
February 15, 2023

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RANDOLPH EASTERN SCHOOL CORPORATION  
STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES),  
AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
As of June 30, 2021 and for the period July 1, 2019 through June 30, 2021

Fund	Cash and Investments			Other Financing Sources (Uses)	Cash and Investments			Other Financing Sources (Uses)	Cash and Investments
	07-01-2019	Receipts	Disbursements		06-30-2020	Receipts	Disbursements		
Education Fund	\$ 1,765,129	\$ 6,313,421	\$ 5,511,337	\$ (1,035,196)	\$ 1,532,017	\$ 6,354,990	\$ 5,400,110	\$ (861,058)	\$ 1,625,839
Debt Service Fund	379,276	835,474	790,995	-	423,755	1,002,964	803,995	-	622,724
Operations Fund	1,165,897	1,163,129	1,959,818	698,930	1,068,138	1,408,215	1,768,183	864,157	1,572,327
Local Rainy Day Fund	1,420,459	270,126	485,750	300,000	1,504,835	-	49,825	-	1,455,010
Construction Fund 2020	-	-	-	100,000	100,000	-	76,151	-	23,849
School Lunch Fund	44,130	377,799	407,429	-	14,500	441,497	393,008	-	62,989
Textbook Rental Fund	79,855	76,286	52,894	-	103,247	90,082	139,398	-	53,931
Reid Health Grant Fy20 Sel	99	6,225	-	-	6,324	-	4,725	-	1,599
Reid Health Grant Sel 21	-	-	-	-	-	7,000	7,000	-	-
Community Foundation Grant 20	-	-	-	-	-	2,000	1,984	-	16
Education License Plates	94	131	-	-	225	113	-	-	338
Ag Economic Dev.-Donation	-	-	-	-	-	650	650	-	-
No Kid Hungry Grant Backpack	-	-	-	-	-	15,000	8,145	-	6,855
Edit Donation - Kiss Program	38,652	-	38,065	-	587	-	200	-	387
Community Foundation Grant 21	-	-	-	-	-	15,000	-	-	15,000
Econ Dev Donation - Deca Prog	22,940	-	12,413	-	10,527	-	787	-	9,740
Community Grant	105	-	-	-	105	-	-	-	105
Thrive Connectivity 2021	-	-	-	-	-	5,000	-	-	5,000
United Way Summer Learning 21	-	-	-	-	-	4,222	1,440	-	2,782
W L Witters Biol Preserve	2,081	-	-	-	2,081	-	-	-	2,081
B Everett Memorial Nature Prog	45	-	-	-	45	-	-	-	45
Kenneth C. Hinshaw Scholarship	-	-	-	-	-	-	-	-	-
Claire Lynch Scholarship Fund	-	964,001	-	-	964,001	1,365	965,366	-	-
John D Wilson Scholarship Fd	6,804	5,759	6,811	-	5,752	1	5,753	-	-
Young Family Charitable Fund	22,586	22,545	25,122	-	20,009	20,425	20,012	-	20,422
Bill & Mary Lou Fulk Scholar	1,004	1,002	1,005	-	1,001	1,022	1,001	-	1,022
Formative Asses Grant Fy 19-20	-	10,818	-	-	10,818	4,559	15,377	-	-
Secured Schools Safety Grant	-	14,765	58,916	7,365	(36,786)	29,458	-	-	(7,328)
Stem Acceleration Grant	(2,190)	25,964	24,560	-	(786)	3,850	3,167	-	(103)
Sen D Ford Dig Learn Grant '19	-	49,000	56,019	-	(7,019)	18,711	11,692	-	-
Stem Accleration Grant Fy20	-	-	-	-	-	39,568	28,015	-	11,553
Digital Learning Cb Grant Fy21	-	-	-	-	-	34,300	39,300	-	(5,000)
Pbl Training Program Grant	-	-	-	-	-	1,000	1,000	-	-
In-Mac Micro Grant	-	-	-	-	-	1,500	1,500	-	-
In-Mac Engineering Grant	-	2,000	-	-	2,000	-	2,000	-	-
Alternative Education 21	-	-	-	-	-	6,384	9,855	-	(3,471)
Early Intervention Grant Fy20	-	-	-	-	-	2,794	2,794	-	-
Nesp Grant Fy 19	-	34,837	36,854	-	(2,017)	-	269	-	(2,286)
Nesp Fy 21 Grant	-	-	-	-	-	41,774	36,939	-	4,835
Non-English Speaking 2018-19	-	-	4,262	-	(4,262)	-	-	-	(4,262)
Career & Tech Performance	1,126	-	-	-	1,126	-	-	-	1,126

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RANDOLPH EASTERN 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
Teacher Appreciation Grant	\$ -	\$ -	\$ 31,997	\$ 31,997	\$ -	\$ -	\$ -	\$ -	\$ -
2020/2021 Tag Awards	-	-	-	-	-	32,806	38,284	-	(5,478)
G/T High Ability 18-19	2,079	27,771	30,014	-	(164)	-	(3,664)	-	3,500
Pltw Cybersecurity Course	-	9,495	7,700	-	1,795	6,300	9,899	-	(1,804)
G/T High Ability 19-20	-	-	-	-	-	3,664	-	-	3,664
G/T High Ability 20-21	-	-	-	-	-	22,650	21,535	-	1,115
Teacher Instruction Mini-Grant	946	-	72	-	874	-	-	-	874
Title I Basic 19-20	-	172,741	227,913	-	(55,172)	83,092	53,865	-	(25,945)
Title I Fy18	-	-	2,800	-	(2,800)	-	-	-	(2,800)
Title I Basic 18-19	(40,325)	131,662	76,780	-	14,557	-	-	-	14,557
Title 1 Fy 20	-	-	-	-	-	187,905	218,490	-	(30,585)
Indiana Humanities Grant Fy20	-	-	-	-	-	878	868	-	10
Idea Part B 611 Fy 20	(14,061)	107,875	103,939	-	(10,125)	125,809	118,858	-	(3,174)
Part B 611 Spec. Ed Fy 21	-	-	-	-	-	123,008	149,220	-	(26,212)
Title Iv A	-	1,500	750	-	750	-	750	-	-
Title Iv-Student Support	-	19,378	19,378	-	-	2,238	2,814	-	(576)
Title Iv Fy 20	-	-	-	-	-	8,526	12,530	-	(4,004)
Cte Pilot Program Grant 20-21	-	3,327	-	-	3,327	950	4,277	-	-
Medicaid Reimbursement-Federal	25,683	-	17	-	25,666	-	630	-	25,036
Title Ii Part A Ffy 2019	-	3,870	8,626	-	(4,756)	21,466	18,171	-	(1,461)
Title Iia Fy 20	-	-	-	-	-	11,277	12,141	-	(864)
Title Ii A Fy17	(1,306)	1,611	771	-	(466)	-	-	-	(466)
Title Ii Part A	(7,271)	31,407	26,300	-	(2,164)	5,728	3,964	-	(400)
Rural Low Income Schools Fy 19	-	-	-	-	-	15,948	15,948	-	-
Rural & Low Income School Fy17	(134)	269	4,707	-	(4,572)	-	-	-	(4,572)
Rural & Low Income School Fy18	-	14,777	14,777	-	-	1,600	2,459	-	(859)
Title Iii Fy 20-22	-	-	-	-	-	1,998	3,684	-	(1,686)
Title Iii - Engl Prof 17-18	77	6,138	4,877	-	1,338	-	2,238	-	(900)
Title Iii - Engl Prof 18-19	(79)	3,205	5,442	-	(2,316)	5,203	2,967	-	(80)
Title Iii - English Proficienc	-	-	-	-	-	1,754	3,834	-	(2,080)
ESSER II	-	-	-	-	-	62,474	246,458	-	(183,984)
ESSER I	-	-	-	-	-	142,317	138,379	-	3,938
Geer Grant Fy 20	-	-	-	-	-	114,569	114,569	-	-
Prepaid Food	274	4,904	2,597	-	2,581	158	134	-	2,605
Textbook/Other	-	47,731	47,731	-	-	-	-	-	-
Garnishments	-	3,041	3,041	-	-	-	-	-	-
United Way	-	10	10	-	-	-	-	-	-
Federal Tax	14,825	392,168	406,993	-	-	422,861	422,861	-	-
Social Security	12,233	370,025	382,258	-	-	384,701	384,701	-	-
State Tax	9,357	140,904	139,612	-	10,649	143,560	141,081	-	13,128
County Tax	6,302	96,785	95,997	-	7,090	99,052	97,381	-	8,761

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RANDOLPH EASTERN 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
Group Insurance	\$ 9,038	\$ 296,772	\$ 295,659	\$ -	\$ 10,151	\$ 271,065	\$ 302,459	\$ -	\$ (21,243)
Annuities	-	117,593	117,593	-	-	122,018	122,018	-	-
Ohio Tax	-	7,293	7,293	-	-	10,130	10,130	-	-
City/Village Tax	-	2,210	2,210	-	-	3,061	3,061	-	-
Greenville School Tax	-	803	803	-	-	744	744	-	-
M V School Tax	-	1,290	1,290	-	-	1,850	1,850	-	-
Life Insurance - Taxable	-	109	109	-	-	113	113	-	-
Child Support	-	8,730	8,730	-	-	6,500	6,500	-	-
Credit Union	-	105,123	105,123	-	-	79,128	79,128	-	-
Term Life	115	312	372	-	55	372	424	-	3
Cancer Insurance	321	9,498	9,789	-	30	10,246	10,877	-	(601)
Life Insurance	-	11,669	11,862	-	(193)	10,176	9,424	-	559
Disability Ins.	-	5,706	5,696	-	10	5,763	5,663	-	110
Section 125 Plan	42	12,028	12,070	-	-	9,776	9,776	-	-
Optical Insurance	-	1,510	1,510	-	-	1,410	1,329	-	81
Dental Insurance	-	7,588	7,588	-	-	8,971	9,192	-	(221)
Ansonia School Tax	-	406	406	-	-	487	487	-	-
<b>Totals</b>	<b>\$ 4,966,208</b>	<b>\$ 12,352,516</b>	<b>\$ 11,705,452</b>	<b>\$ 103,096</b>	<b>\$ 5,716,368</b>	<b>\$ 12,127,746</b>	<b>\$ 12,612,142</b>	<b>\$ 3,099</b>	<b>\$ 5,235,071</b>

See notes to financial statement.

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

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**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.

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(Continued)

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

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

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

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

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

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

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

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

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

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

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

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

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

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

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

Fund Accounting: Separate funds are established, maintained, and reported by the School Corporation. Each fund is used to account for amounts received from and used for specific sources and uses as determined by various regulations. Restrictions on some funds are set by statute while other funds are internally restricted by the School Corporation. The amounts accounted for in a specific fund may only be available for use for certain, legally-restricted purposes. Additionally, some funds are used to account for assets held by the School Corporation in a trustee capacity as an agent of individuals, private organizations, other funds, or other governmental units and, therefore, the funds cannot be used for any expenditures of the School Corporation itself.

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(Continued)

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

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**NOTE 2 - RECLASSIFICATION**

Certain prior year balances have been reclassified to conform to the current fiscal year presentation. The reclassifications had no effect on total opening cash balances. The clearing funds which were previously reported in the aggregate amount of \$52,233 at June 30, 2019, has been reclassified to the following individual fund balances at July 1, 2019 to reflect the nature of the clearing fund activity as follows:

	Amount
Federal Tax	\$ 14,825
Social Security	12,233
State Tax	9,357
County Tax	6,302
Group Insurance	9,038
Term Life	115
Cancer Insurance	321
Section 125 Plan	42
	<u>\$ 52,233</u>

**NOTE 3 - BUDGETS**

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

**NOTE 4 - PROPERTY TAXES**

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

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(Continued)

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

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**NOTE 5 - DEPOSITS AND INVESTMENTS**

Deposits, made in accordance with state statute (IC 5-13), with financial institutions in the State of Indiana, at year end, should be entirely insured by the Federal Depository Insurance Corporation or by the Indiana Public Deposit Insurance Fund. This includes any deposit accounts issued or offered by a qualifying financial institution.

State statutes authorize the School Corporation to invest in securities including, but not limited to, the following: federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

The School Corporation held cash deposits with financial institutions that maintained FDIC and PDIF coverages, as applicable. The School Corporation did not hold investments for the period under audit.

**NOTE 6 - RISK MANAGEMENT**

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

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

**NOTE 7 - CASH BALANCE DEFICITS**

The financial statements contains some funds with deficits in cash. This is a result of certain funds being set up for reimbursable grants, but for which reimbursement was not yet received by June 30, 2020, and 2021. Deficits in other fund balances, including the Life Insurance, Group Insurance, Cancer Insurance, and Dental Insurance funds, were the result of disbursements exceeding receipts due to under-estimating current requirements for some funds. These deficits are to be prepaid from future receipts.

**NOTE 8 - HOLDING CORPORATION**

The School Corporation has entered into a capital lease with the Randolph Eastern 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 \$200,000. Lease payments for the period July 1, 2020 to June 30, 2021 totaled \$200,000.

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(Continued)

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

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**NOTE 9 - PENSION PLANS**

**Public Employees' Retirement Fund**

*Plan Description*

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

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

*Financial Report*

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

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

*Contributions*

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

**Teachers' Retirement Fund**

*Plan Descriptions*

The Indiana Teachers' Hybrid Plan (TRF Hybrid) consists of two components: Indiana Teachers' Pre-1996 Defined Benefit Account (Teachers' Pre-1996 DB) or Indiana Teachers' 1996 Defined Benefit Account (Teachers' 1996 DB) the monthly employer-funded defined benefit components, along with the Indiana Teachers' Defined Contribution Account (TRF DC), the defined contribution component. Generally, members hired before 1996 participate in the Teachers' Pre-1996 DB and members hired after 1995 participate in the Teachers' 1996 DB.

The Teachers' 1996 DB is a cost-sharing multiple-employer defined benefit pension plan and provides retirement, disability, and survivor benefits to plan members. All legally qualified and regularly employed licensed teachers serving in State of Indiana public schools are eligible to participate in the Teachers' 1996 DB.

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(Continued)

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

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**NOTE 9 - PENSION PLANS** (Continued)

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

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

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

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

*Financial Report*

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

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

*Contributions*

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

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

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

**SUPPLEMENTARY INFORMATION**

RANDOLPH EASTERN 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	Operations Fund	Local Rainy Day Fund	Construction Fund 2020	School Lunch Fund	Textbook Rental Fund	Reid Health Grant Fy20 Sel	Education License Plates	Edit Donation - Kiss Program	Econ Dev Donation - Deca Prog
Cash and investments - beginning	\$ 1,765,129	\$ 379,276	\$ 1,165,897	\$ 1,420,459	\$ -	\$ 44,130	\$ 79,855	\$ 99	\$ 94	\$ 38,652	\$ 22,940
Receipts:											
Local sources	83,069	835,474	1,163,129	270,126	-	57,753	28,554	6,225	-	-	-
Intermediate sources	159	-	-	-	-	-	-	-	131	-	-
State sources	6,224,442	-	-	-	-	2,525	47,732	-	-	-	-
Federal sources	5,751	-	-	-	-	317,521	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-
Total receipts	6,313,421	835,474	1,163,129	270,126	-	377,799	76,286	6,225	131	-	-
Disbursements:											
Instruction	4,321,595	-	-	-	-	-	-	-	-	38,065	12,413
Support services	1,088,240	-	1,620,208	-	-	110	52,894	-	-	-	-
Noninstructional services	101,502	-	-	-	-	407,319	-	-	-	-	-
Facilities acquisition and construction	-	-	339,610	485,750	-	-	-	-	-	-	-
Debt services	-	790,995	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	5,511,337	790,995	1,959,818	485,750	-	407,429	52,894	-	-	38,065	12,413
Excess (deficiency) of receipts over disbursements	802,084	44,479	(796,689)	(215,624)	-	(29,630)	23,392	6,225	131	(38,065)	(12,413)
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	3,096	-	100,000	-	-	-	-	-	-
Transfers in	-	-	845,834	300,000	-	-	-	-	-	-	-
Transfers out	(1,035,196)	-	(150,000)	-	-	-	-	-	-	-	-
Total other financing sources (uses)	(1,035,196)	-	698,930	300,000	100,000	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(233,112)	44,479	(97,759)	84,376	100,000	(29,630)	23,392	6,225	131	(38,065)	(12,413)
Cash and investments - ending	\$ 1,532,017	\$ 423,755	\$ 1,068,138	\$ 1,504,835	\$ 100,000	\$ 14,500	\$ 103,247	\$ 6,324	\$ 225	\$ 587	\$ 10,527

(Continued)

RANDOLPH EASTERN 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

	Community Grant	W L Witters Biol Preserve	B Everett Memorial Nature Prog	Kenneth C. Hinshaw Scholarship	Claire Lynch Scholarship Fund	John D Wilson Scholarship Fd	Young Family Charitable Fund	Bill & Mary Lou Fulk Scholar	Formative Asses Grant Fy 19-20	Secured Schools Safety Grant	Stem Acceleration Grant
Cash and investments - beginning	\$ 105	\$ 2,081	\$ 45	\$ -	\$ -	\$ 6,804	\$ 22,586	\$ 1,004	\$ -	\$ -	\$ (2,190)
Receipts:											
Local sources	-	-	-	-	964,001	5,759	22,545	1,002	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	10,818	14,765	25,964
Federal sources	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	-	964,001	5,759	22,545	1,002	10,818	14,765	25,964
Disbursements:											
Instruction	-	-	-	-	-	-	-	-	-	-	24,560
Support services	-	-	-	-	-	-	-	-	-	58,916	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	6,811	25,122	1,005	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	-	-	6,811	25,122	1,005	-	58,916	24,560
Excess (deficiency) of receipts over disbursements	-	-	-	-	964,001	(1,052)	(2,577)	(3)	10,818	(44,151)	1,404
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	7,365	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	7,365	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	-	964,001	(1,052)	(2,577)	(3)	10,818	(36,786)	1,404
Cash and investments - ending	\$ 105	\$ 2,081	\$ 45	\$ -	\$ 964,001	\$ 5,752	\$ 20,009	\$ 1,001	\$ 10,818	\$ (36,786)	\$ (786)

(Continued)

RANDOLPH EASTERN 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

	Sen D Ford Dig Learn Grant '19	In-Mac Engineering Grant	Nesp Grant Fy 19	Non-English Speaking 2018- 19	Career & Tech Performance	Teacher Appreciation Grant	G/T High Ability 18-19	Pltw Cybersecurity Course	Teacher Instruction Mini- Grant	Title I Basic 19- 20	Title I Fy18
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ 1,126	\$ -	\$ 2,079	\$ -	\$ 946	\$ -	\$ -
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	49,000	2,000	34,837	-	-	-	27,771	9,495	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	172,741	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-
Total receipts	49,000	2,000	34,837	-	-	-	27,771	9,495	-	172,741	-
Disbursements:											
Instruction	42,133	-	36,854	4,262	-	31,997	30,014	-	63	227,913	2,800
Support services	13,886	-	-	-	-	-	-	7,700	9	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	56,019	-	36,854	4,262	-	31,997	30,014	7,700	72	227,913	2,800
Excess (deficiency) of receipts over disbursements	(7,019)	2,000	(2,017)	(4,262)	-	(31,997)	(2,243)	1,795	(72)	(55,172)	(2,800)
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	31,997	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	31,997	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(7,019)	2,000	(2,017)	(4,262)	-	-	(2,243)	1,795	(72)	(55,172)	(2,800)
Cash and investments - ending	\$ (7,019)	\$ 2,000	\$ (2,017)	\$ (4,262)	\$ 1,126	\$ -	\$ (164)	\$ 1,795	\$ 874	\$ (55,172)	\$ (2,800)

(Continued)

RANDOLPH EASTERN 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 Basic 18-19	Idea Part B 611 Fy 20	Title Iv A	Title Iv-Student Support	Cte Pilot Program Grant 20-21	Medicaid Reimbursement- Federal	Title Ii Part A Ffy 2019	Title Ii A Fy17	Title Ii Part A	Rural & Low Income School Fy17	Rural & Low Income School Fy18
Cash and investments - beginning	\$ (40,325)	\$ (14,061)	\$ -	\$ -	\$ -	\$ 25,683	\$ -	\$ (1,306)	\$ (7,271)	\$ (134)	\$ -
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	3,327	-	-	-	-	-	-
Federal sources	131,662	107,875	1,500	19,378	-	-	3,870	1,611	31,407	269	14,777
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-
<b>Total receipts</b>	<b>131,662</b>	<b>107,875</b>	<b>1,500</b>	<b>19,378</b>	<b>3,327</b>	<b>-</b>	<b>3,870</b>	<b>1,611</b>	<b>31,407</b>	<b>269</b>	<b>14,777</b>
Disbursements:											
Instruction	74,030	103,939	-	-	-	17	-	-	-	-	-
Support services	2,750	-	750	19,378	-	-	8,626	771	26,300	4,707	14,777
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>76,780</b>	<b>103,939</b>	<b>750</b>	<b>19,378</b>	<b>-</b>	<b>17</b>	<b>8,626</b>	<b>771</b>	<b>26,300</b>	<b>4,707</b>	<b>14,777</b>
Excess (deficiency) of receipts over disbursements	54,882	3,936	750	-	3,327	(17)	(4,756)	840	5,107	(4,438)	-
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	54,882	3,936	750	-	3,327	(17)	(4,756)	840	5,107	(4,438)	-
Cash and investments - ending	\$ 14,557	\$ (10,125)	\$ 750	\$ -	\$ 3,327	\$ 25,666	\$ (4,756)	\$ (466)	\$ (2,164)	\$ (4,572)	\$ -

(Continued)

RANDOLPH EASTERN 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 Iii - Engl Prof 17-18	Title Iii - Engl Prof 18-19	Prepaid Food	Textbook / Other	Garnishments	United Way	Federal Tax	Social Security	State Tax	County Tax
Cash and investments - beginning	\$ 77	\$ (79)	\$ 274	\$ -	\$ -	\$ -	\$ 14,825	\$ 12,233	\$ 9,357	\$ 6,302
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-
Federal sources	6,138	3,205	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-
Other	-	-	4,904	47,731	3,041	10	392,168	370,025	140,904	96,785
Total receipts	6,138	3,205	4,904	47,731	3,041	10	392,168	370,025	140,904	96,785
Disbursements:										
Instruction	2,951	3,204	-	-	-	-	-	-	-	-
Support services	1,926	2,238	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	2,597	47,731	3,041	10	406,993	382,258	139,612	95,997
Interfund loans	-	-	-	-	-	-	-	-	-	-
Total disbursements	4,877	5,442	2,597	47,731	3,041	10	406,993	382,258	139,612	95,997
Excess (deficiency) of receipts over disbursements	1,261	(2,237)	2,307	-	-	-	(14,825)	(12,233)	1,292	788
Other financing sources (uses):										
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,261	(2,237)	2,307	-	-	-	(14,825)	(12,233)	1,292	788
Cash and investments - ending	\$ 1,338	\$ (2,316)	\$ 2,581	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,649	\$ 7,090

(Continued)

RANDOLPH EASTERN 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

	Group Insurance	Annuities	Ohio Tax	City/Village Tax	Greenville School Tax	M V School Tax	Life Insurance - Taxable	Child Support	Credit Union	Term Life
Cash and investments - beginning	\$ 9,038	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 115
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-
Other	296,772	117,593	7,293	2,210	803	1,290	109	8,730	105,123	312
Total receipts	296,772	117,593	7,293	2,210	803	1,290	109	8,730	105,123	312
Disbursements:										
Instruction	-	-	-	-	-	-	-	-	-	-
Support services	-	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	295,659	117,593	7,293	2,210	803	1,290	109	8,730	105,123	372
Interfund loans	-	-	-	-	-	-	-	-	-	-
Total disbursements	295,659	117,593	7,293	2,210	803	1,290	109	8,730	105,123	372
Excess (deficiency) of receipts over disbursements	1,113	-	-	-	-	-	-	-	-	(60)
Other financing sources (uses):										
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,113	-	-	-	-	-	-	-	-	(60)
Cash and investments - ending	\$ 10,151	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 55

(Continued)

RANDOLPH EASTERN 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

	Cancer Insurance	Life Insurance	Disability Ins.	Section 125 Plan	Optical Insurance	Dental Insurance	Ansonia School Tax	Totals
Cash and investments - beginning	\$ 321	\$ -	\$ -	\$ 42	\$ -	\$ -	\$ -	\$ 4,966,208
Receipts:								
Local sources	-	-	-	-	-	-	-	3,437,637
Intermediate sources	-	-	-	-	-	-	-	290
State sources	-	-	-	-	-	-	-	6,452,676
Federal sources	-	-	-	-	-	-	-	817,705
Temporary loans	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Other	9,498	11,669	5,706	12,028	1,510	7,588	406	1,644,208
Total receipts	9,498	11,669	5,706	12,028	1,510	7,588	406	12,352,516
Disbursements:								
Instruction	-	-	-	-	-	-	-	4,956,810
Support services	-	-	-	-	-	-	-	2,924,186
Noninstructional services	-	-	-	-	-	-	-	508,821
Facilities acquisition and construction	-	-	-	-	-	-	-	825,360
Debt services	-	-	-	-	-	-	-	790,995
Nonprogrammed charges	9,789	11,862	5,696	12,070	1,510	7,588	406	1,699,280
Interfund loans	-	-	-	-	-	-	-	-
Total disbursements	9,789	11,862	5,696	12,070	1,510	7,588	406	11,705,452
Excess (deficiency) of receipts over disbursements	(291)	(193)	10	(42)	-	-	-	647,064
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	103,096
Transfers in	-	-	-	-	-	-	-	1,185,196
Transfers out	-	-	-	-	-	-	-	(1,185,196)
Total other financing sources (uses)	-	-	-	-	-	-	-	103,096
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(291)	(193)	10	(42)	-	-	-	750,160
Cash and investments - ending	\$ 30	\$ (193)	\$ 10	\$ -	\$ -	\$ -	\$ -	\$ 5,716,368

RANDOLPH EASTERN 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	Operations Fund	Local Rainy Day Fund	Construction Fund 2020	School Lunch Fund	Textbook Rental Fund	Reid Health Grant Fy20 Sel	Reid Health Grant Sel 21	Community Foundation Grant 20	Education License Plates
Cash and investments - beginning	\$ 1,532,017	\$ 423,755	\$ 1,068,138	\$ 1,504,835	\$ 100,000	\$ 14,500	\$ 103,247	\$ 6,324	\$ -	\$ -	\$ 225
Receipts:											
Local sources	59,410	1,002,964	1,408,215	-	-	4,014	90,082	-	-	2,000	-
Intermediate sources	150	-	-	-	-	-	-	-	-	-	113
State sources	6,285,507	-	-	-	-	2,196	-	-	7,000	-	-
Federal sources	9,923	-	-	-	-	435,287	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-
Total receipts	6,354,990	1,002,964	1,408,215	-	-	441,497	90,082	-	7,000	2,000	113
Disbursements:											
Instruction	4,083,411	-	-	-	-	-	139,398	4,725	-	1,984	-
Support services	1,215,072	-	1,536,393	-	-	-	-	-	7,000	-	-
Noninstructional services	101,627	-	-	-	-	393,008	-	-	-	-	-
Facilities acquisition and construction	-	-	231,790	49,825	76,151	-	-	-	-	-	-
Debt services	-	803,995	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	5,400,110	803,995	1,768,183	49,825	76,151	393,008	139,398	4,725	7,000	1,984	-
Excess (deficiency) of receipts over disbursements	954,880	198,969	(359,968)	(49,825)	(76,151)	48,489	(49,316)	(4,725)	-	16	113
Other financing sources (uses)											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	3,099	-	-	-	-	-	-	-	-
Transfers in	-	-	861,058	-	-	-	-	-	-	-	-
Transfers out	(861,058)	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	(861,058)	-	864,157	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	93,822	198,969	504,189	(49,825)	(76,151)	48,489	(49,316)	(4,725)	-	16	113
Cash and investments - ending	\$ 1,625,839	\$ 622,724	\$ 1,572,327	\$ 1,455,010	\$ 23,849	\$ 62,989	\$ 53,931	\$ 1,599	\$ -	\$ 16	\$ 338

(Continued)

RANDOLPH EASTERN 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

	Ag Economic Dev.-Donation	No Kid Hungry Grant Backpack	Edit Donation - Kiss Program	Community Foundation Grant 21	Econ Dev Donation - Deca Prog	Community Grant	Thrive Connectivity 2021	United Way Summer Learning 21	W L Witters Biol Preserve	B Everett Memorial Nature Prog	Kenneth C. Hinshaw Scholarship
Cash and investments - beginning	\$ -	\$ -	\$ 587	\$ -	\$ 10,527	\$ 105	\$ -	\$ -	\$ 2,081	\$ 45	\$ -
Receipts:											
Local sources	650	15,000	-	15,000	-	-	5,000	4,222	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-
Total receipts	650	15,000	-	15,000	-	-	5,000	4,222	-	-	-
Disbursements:											
Instruction	650	-	200	-	787	-	-	1,440	-	-	-
Support services	-	-	-	-	-	-	-	-	-	-	-
Noninstructional services	-	8,145	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	650	8,145	200	-	787	-	-	1,440	-	-	-
Excess (deficiency) of receipts over disbursements	-	6,855	(200)	15,000	(787)	-	5,000	2,782	-	-	-
Other financing sources (uses)											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	6,855	(200)	15,000	(787)	-	5,000	2,782	-	-	-
Cash and investments - ending	\$ -	\$ 6,855	\$ 387	\$ 15,000	\$ 9,740	\$ 105	\$ 5,000	\$ 2,782	\$ 2,081	\$ 45	\$ -

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RANDOLPH EASTERN 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

	Claire Lynch Scholarship Fund	John D Wilson Scholarship Fd	Young Family Charitable Fund	Bill & Mary Lou Fulk Scholar	Formative Asses Grant Fy 19-20	Secured Schools Safety Grant	Stem Acceleration Grant	Sen D Ford Dig Learn Grant '19	Stem Accleration Grant Fy20	Digital Learning Cb Grant Fy21	Pbl Training Program Grant
Cash and investments - beginning	\$ 964,001	\$ 5,752	\$ 20,009	\$ 1,001	\$ 10,818	\$ (36,786)	\$ (786)	\$ (7,019)	\$ -	\$ -	\$ -
Receipts:											
Local sources	1,365	1	20,425	1,022	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	4,559	29,458	3,850	18,711	39,568	34,300	1,000
Federal sources	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-
Total receipts	1,365	1	20,425	1,022	4,559	29,458	3,850	18,711	39,568	34,300	1,000
Disbursements:											
Instruction	-	-	-	-	-	-	3,167	6,488	27,015	14,000	1,000
Support services	-	-	-	-	15,377	-	-	5,204	1,000	25,300	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	965,366	5,753	20,012	1,001	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	965,366	5,753	20,012	1,001	15,377	-	3,167	11,692	28,015	39,300	1,000
Excess (deficiency) of receipts over disbursements	(964,001)	(5,752)	413	21	(10,818)	29,458	683	7,019	11,553	(5,000)	-
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	(964,001)	(5,752)	413	21	(10,818)	29,458	683	7,019	11,553	(5,000)	-
Cash and investments - ending	\$ -	\$ -	\$ 20,422	\$ 1,022	\$ -	\$ (7,328)	\$ (103)	\$ -	\$ 11,553	\$ (5,000)	\$ -

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RANDOLPH EASTERN 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

	In-Mac Micro Grant	In-Mac Engineering Grant	Alternative Education 21	Early Intervention Grant Fy20	Nesp Grant Fy 19	Nesp Fy 21 Grant	Non-English Speaking 2018-19	Career & Tech Performance	2020/2021 Tag Awards	G/T High Ability 18-19	Pltw Cybersecurity Course
Cash and investments - beginning	\$ -	\$ 2,000	\$ -	\$ -	\$ (2,017)	\$ -	\$ (4,262)	\$ 1,126	\$ -	\$ (164)	\$ 1,795
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	1,500	-	6,384	2,794	-	41,774	-	-	32,806	-	6,300
Federal sources	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-
Total receipts	1,500	-	6,384	2,794	-	41,774	-	-	32,806	-	6,300
Disbursements:											
Instruction	1,500	2,000	9,855	-	269	36,939	-	-	38,284	(3,664)	-
Support services	-	-	-	2,794	-	-	-	-	-	-	9,899
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	1,500	2,000	9,855	2,794	269	36,939	-	-	38,284	(3,664)	9,899
Excess (deficiency) of receipts over disbursements	-	(2,000)	(3,471)	-	(269)	4,835	-	-	(5,478)	3,664	(3,599)
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	-	(2,000)	(3,471)	-	(269)	4,835	-	-	(5,478)	3,664	(3,599)
Cash and investments - ending	\$ -	\$ -	\$ (3,471)	\$ -	\$ (2,286)	\$ 4,835	\$ (4,262)	\$ 1,126	\$ (5,478)	\$ 3,500	\$ (1,804)

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RANDOLPH EASTERN 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

	G/T High Ability 19-20	G/T High Ability 20-21	Teacher Instruction Mini- Grant	Title I Basic 19- 20	Title I Fy18	Title I Basic 18- 19	Title 1 Fy 20	Indiana Humanities Grant Fy20	Idea Part B 611 Fy 20	Part B 611 Spec. Ed Fy 21	Title Iv A
Cash and investments - beginning	\$ -	\$ -	\$ 874	\$ (55,172)	\$ (2,800)	\$ 14,557	\$ -	\$ -	\$ (10,125)	\$ -	\$ 750
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	3,664	22,650	-	-	-	-	-	878	-	-	-
Federal sources	-	-	-	83,092	-	-	187,905	-	125,809	123,008	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-
Total receipts	3,664	22,650	-	83,092	-	-	187,905	878	125,809	123,008	-
Disbursements:											
Instruction	-	21,535	-	50,089	-	-	218,290	-	118,858	149,220	-
Support services	-	-	-	3,776	-	-	-	868	-	-	750
Noninstructional services	-	-	-	-	-	-	200	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	21,535	-	53,865	-	-	218,490	868	118,858	149,220	750
Excess (deficiency) of receipts over disbursements	3,664	1,115	-	29,227	-	-	(30,585)	10	6,951	(26,212)	(750)
Other financing sources (uses)											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	3,664	1,115	-	29,227	-	-	(30,585)	10	6,951	(26,212)	(750)
Cash and investments - ending	\$ 3,664	\$ 1,115	\$ 874	\$ (25,945)	\$ (2,800)	\$ 14,557	\$ (30,585)	\$ 10	\$ (3,174)	\$ (26,212)	\$ -

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RANDOLPH EASTERN 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 Iv-Student Support	Title Iv Fy 20	Cte Pilot Program Grant 20-21	Medicaid Reimbursement- Federal	Title li Part A Ffy 2019	Title lia Fy 20	Title li A Fy17	Title li Part A	Rural Low Income Schools Fy 19	Rural & Low Income School Fy17	Rural & Low Income School Fy18
Cash and investments - beginning	\$ -	\$ -	\$ 3,327	\$ 25,666	\$ (4,756)	\$ -	\$ (466)	\$ (2,164)	\$ -	\$ (4,572)	\$ -
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	950	-	-	-	-	-	-	-	-
Federal sources	2,238	8,526	-	-	21,466	11,277	-	5,728	15,948	-	1,600
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-
Total receipts	2,238	8,526	950	-	21,466	11,277	-	5,728	15,948	-	1,600
Disbursements:											
Instruction	-	-	4,277	630	-	-	-	-	-	-	-
Support services	2,238	12,530	-	-	18,171	12,141	-	3,964	15,948	-	2,459
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	576	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	2,814	12,530	4,277	630	18,171	12,141	-	3,964	15,948	-	2,459
Excess (deficiency) of receipts over disbursements	(576)	(4,004)	(3,327)	(630)	3,295	(864)	-	1,764	-	-	(859)
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	(576)	(4,004)	(3,327)	(630)	3,295	(864)	-	1,764	-	-	(859)
Cash and investments - ending	\$ (576)	\$ (4,004)	\$ -	\$ 25,036	\$ (1,461)	\$ (864)	\$ (466)	\$ (400)	\$ -	\$ (4,572)	\$ (859)

(Continued)

RANDOLPH EASTERN 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 Iii Fy 20-22	Title Iii - Engl Prof 17-18	Title Iii - Engl Prof 18-19	Title Iii - English Proficienc	ESSER II	ESSER I	Geer Grant Fy 20	Prepaid Food	Federal Tax	Social Security	State Tax
Cash and investments - beginning	\$ -	\$ 1,338	\$ (2,316)	\$ -	\$ -	\$ -	\$ -	\$ 2,581	\$ -	\$ -	\$ 10,649
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-
Federal sources	1,998	-	5,203	1,754	62,474	142,317	114,569	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	158	422,861	384,701	143,560
Total receipts	1,998	-	5,203	1,754	62,474	142,317	114,569	158	422,861	384,701	143,560
Disbursements:											
Instruction	3,684	2,238	2,967	3,834	129,535	54,158	-	-	-	-	-
Support services	-	-	-	-	68,450	70,659	-	-	-	-	-
Noninstructional services	-	-	-	-	12,000	759	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	36,473	12,803	114,569	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	134	422,861	384,701	141,081
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	3,684	2,238	2,967	3,834	246,458	138,379	114,569	134	422,861	384,701	141,081
Excess (deficiency) of receipts over disbursements	(1,686)	(2,238)	2,236	(2,080)	(183,984)	3,938	-	24	-	-	2,479
Other financing sources (uses)											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,686)	(2,238)	2,236	(2,080)	(183,984)	3,938	-	24	-	-	2,479
Cash and investments - ending	\$ (1,686)	\$ (900)	\$ (80)	\$ (2,080)	\$ (183,984)	\$ 3,938	\$ -	\$ 2,605	\$ -	\$ -	\$ 13,128

(Continued)

RANDOLPH EASTERN 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

	County Tax	Group Insurance	Annuities	Ohio Tax	City/Village Tax	Greenville School Tax	M V School Tax	Life Insurance - Taxable	Child Support	Credit Union	Term Life
Cash and investments - beginning	\$ 7,090	\$ 10,151	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 55
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other	99,052	271,065	122,018	10,130	3,061	744	1,850	113	6,500	79,128	372
Total receipts	99,052	271,065	122,018	10,130	3,061	744	1,850	113	6,500	79,128	372
Disbursements:											
Instruction	-	-	-	-	-	-	-	-	-	-	-
Support services	-	-	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	97,381	302,459	122,018	10,130	3,061	744	1,850	113	6,500	79,128	424
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	97,381	302,459	122,018	10,130	3,061	744	1,850	113	6,500	79,128	424
Excess (deficiency) of receipts over disbursements	1,671	(31,394)	-	-	-	-	-	-	-	-	(52)
Other financing sources (uses)											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,671	(31,394)	-	-	-	-	-	-	-	-	(52)
Cash and investments - ending	\$ 8,761	\$ (21,243)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3

(Continued)

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

	Cancer Insurance	Life Insurance	Disability Ins.	Section 125 Plan	Optical Insurance	Dental Insurance	Ansonia School Tax	Totals
Cash and investments - beginning	\$ 30	\$ (193)	\$ 10	\$ -	\$ -	\$ -	\$ -	\$ 5,716,368
Receipts:								
Local sources	-	-	-	-	-	-	-	2,629,370
Intermediate sources	-	-	-	-	-	-	-	263
State sources	-	-	-	-	-	-	-	6,545,849
Federal sources	-	-	-	-	-	-	-	1,360,122
Temporary loans	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Other	10,246	10,176	5,763	9,776	1,410	8,971	487	1,592,142
Total receipts	10,246	10,176	5,763	9,776	1,410	8,971	487	12,127,746
Disbursements:								
Instruction	-	-	-	-	-	-	-	5,128,763
Support services	-	-	-	-	-	-	-	3,029,993
Noninstructional services	-	-	-	-	-	-	-	515,739
Facilities acquisition and construction	-	-	-	-	-	-	-	522,187
Debt services	-	-	-	-	-	-	-	803,995
Nonprogrammed charges	10,877	9,424	5,663	9,776	1,329	9,192	487	2,611,465
Interfund loans	-	-	-	-	-	-	-	-
Total disbursements	10,877	9,424	5,663	9,776	1,329	9,192	487	12,612,142
Excess (deficiency) of receipts over disbursements	(631)	752	100	-	81	(221)	-	(484,396)
Other financing sources (uses)								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	3,099
Transfers in	-	-	-	-	-	-	-	861,058
Transfers out	-	-	-	-	-	-	-	(861,058)
Total other financing sources (uses)	-	-	-	-	-	-	-	3,099
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(631)	752	100	-	81	(221)	-	(481,297)
Cash and investments - ending	\$ (601)	\$ 559	\$ 110	\$ -	\$ 81	\$ (221)	\$ -	\$ 5,235,071

RANDOLPH EASTERN SCHOOL CORPORATION  
SCHEDULE OF PAYABLES AND RECEIVABLES  
June 30, 2021

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<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	\$ 300,359	\$ 334,091

RANDOLPH EASTERN 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:				
Ad Valorem Prop Tax First Mortgage				
Bond Series 2020	Construction Facility Improvement	\$ 199,000	6/30/2021	12/31/2030
RE School Bldg Corp	QZAB 2006 - Construction	100,000	12/15/2005	12/31/2021
Sharp Business Systems	Copier maintenance	7,260	7/1/2020	6/30/2025
Wells Fargo Financial	Copier equipment	<u>14,160</u>	7/1/2020	6/30/2025
Total governmental activities		<u>320,420</u>		
Total of annual lease payments		<u>\$ 320,420</u>		

<u>Description of Debt</u>		<u>Ending Principal Balance</u>	<u>Principal and Interest Due Within One Year</u>
<u>Type</u>	<u>Purpose</u>		
Governmental activities:			
General Obligation Bonds	Renovation/Improvements - UCJSHS	\$ 930,000	\$ 94,425
Notes and Loans Payable	Common School Loan A0497 - Construction	1,253,607	258,000
Notes and Loans Payable	Common School Loan A0559 - Construction	<u>2,365,000</u>	<u>279,119</u>
Total governmental activities		<u>4,548,607</u>	<u>631,544</u>
Totals		<u>\$ 4,548,607</u>	<u>\$ 631,544</u>

RANDOLPH EASTERN SCHOOL CORPORATION  
SCHEDULE OF CAPITAL ASSETS  
June 30, 2021

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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	\$ 133,341
Infrastructure	150,000
Buildings	18,158,655
Improvements other than buildings	1,712,999
Machinery, equipment, and vehicles	<u>2,317,757</u>
Total governmental activities	<u>22,472,752</u>
Total capital assets	<u>\$ 22,472,752</u>

RANDOLPH EASTERN SCHOOL CORPORATION  
STATE REPORTING INFORMATION  
July 1, 2019 - June 30, 2021

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*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.

RANDOLPH EASTERN 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 07-07-19 to 06- 06-30-21
<u>Department of Agriculture</u>						
Child Nutrition Cluster	Indiana Department of Education					
School Breakfast Program		10.553	17-6835	\$ 40,397	\$ -	\$ 40,397
National School Lunch Program		10.555	17-6835	195,712	-	195,712
Commodities		10.559	17-6835	15,636	4,812	20,448
Summer Food Service Program for Children		10.559	17-6835	81,412	435,287	516,699
Total - Child Nutrition Cluster				333,157	440,099	773,256
Total - Department of Agriculture				333,157	440,099	773,256
<u>Department of Education</u>						
Special Education Cluster						
Special Education Grants to States	Greater Randolph Interlocal Cooperative					
IDEA-PART B		84.027	19611-064-PN01	38,240	-	38,240
IDEA-PART B		84.027	20611-062-PN01	86,639	125,809	212,448
IDEA-PART B		84.027	21611-062-PN01	-	146,663	146,663
Total - Special Education Grants to States				124,879	272,472	397,351
Special Education - Preschool Grants	Greater Randolph Interlocal Cooperative					
IDEA-Preschool		84.173	19619-064-PN01	765	-	765
IDEA-Preschool		84.173	20619-062-PN01	14,056	-	14,056
IDEA-Preschool		84.173	21619-062-PN01	-	14,082	14,082
Total - Special Education - Preschool Grants				14,821	14,082	28,903
Total - Special Education Cluster (IDEA)				139,700	286,554	426,254
Title I Grants to Local Educational Agencies	Indiana Department of Education					
Title I, Part A		84.010	S010A180014	127,777	-	127,777
Title I, Part A		84.010	S010A190014	176,627	270,997	447,624
Total - Title I Grants to Local Educational Agencies				304,404	270,997	575,401

(Continued)

RANDOLPH EASTERN 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 07-07-19 to 06- 06-30-21
Rural Education	Indiana Department of Education					
Rural & Low Income School		84.358	S424A180015	\$ 14,777	\$ 1,600	\$ 16,377
Rural & Low Income School		84.358	S424A190015	-	15,948	15,948
Total - Rural Education				<u>14,777</u>	<u>17,548</u>	<u>32,325</u>
English Language Acquisition State Grants	Indiana Department of Education					
Title III, Part A		84.365	01118-211-PN01	6,136	-	6,136
Title III, Part A		84.365	01120-069	2,120	1,754	3,874
Title III, Part A		84.365	0119-079-PN01	3,205	5,203	8,408
Title III, Part A		84.365	S365A190014	-	1,998	1,998
Total - English Language Acquisition State Grants				<u>11,461</u>	<u>8,955</u>	<u>20,416</u>
Supporting Effective Instruction State Grants	Indiana Department of Education					
Title II, Part A		84.367	S367A180013	31,407	5,728	37,135
Title II, Part A		84.367	S367A190013	3,870	21,466	25,336
Title II, Part A		84.367	S367A200013	-	11,277	11,277
Total - Supporting Effective Instruction State Grants				<u>35,277</u>	<u>38,471</u>	<u>73,748</u>
Student Support and Academic Enrichment Program	Indiana Department of Education					
Title IV, Part A		84.424	S424A180015	1,500	-	1,500
Title IV, Part A		84.424	S424A190015	19,378	2,238	21,616
Title IV, Part A		84.424	S424A200015	-	8,526	8,526
Total - Student Support and Academic Enrichment Program				<u>20,878</u>	<u>10,764</u>	<u>31,642</u>
COVID-19 - Education Stabilization Fund	Indiana Department of Education					
Elementary and Secondary School Emergency Relief (ESSER) Fund		84.425D	S425D200013	-	142,317	142,317
Elementary and Secondary School Emergency Relief (ESSER) II Fund		84.425D	S425D200013	-	62,474	62,474
Governor's Emergency Education Relief (GEER) Fund		84.425C	N/A	-	114,569	114,569
Total - COVID-19 - Education Stabilization Fund				<u>-</u>	<u>319,360</u>	<u>319,360</u>
Total - Department of Education				<u>526,497</u>	<u>952,649</u>	<u>1,479,146</u>

(Continued)

RANDOLPH EASTERN 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 07-07-19 to 06- 06-30-21
<u>Department of Health and Human Services</u>						
Medicaid Cluster						
Medical Assistance Program	Indiana Department of Education					
Medicaid (MAC)		93.778	19-6835	\$ 5,751	\$ 9,923	\$ 15,674
Total - Medical Assistance Program				<u>5,751</u>	<u>9,923</u>	<u>15,674</u>
Total - Medicaid Cluster				<u>5,751</u>	<u>9,923</u>	<u>15,674</u>
Total - Department of Health and Human Services				<u>5,751</u>	<u>9,923</u>	<u>15,674</u>
Total federal awards expended				<u>\$ 865,405</u>	<u>\$ 1,402,671</u>	<u>\$ 2,268,076</u>

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

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

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**NOTE 1 - BASIS OF PRESENTATION**

*A. Basis of Presentation*

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

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

*B. Other Significant Accounting Policies*

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

**NOTE 2 - INDIRECT COST RATE**

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

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

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

**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  
Randolph Eastern School Corporation  
Randolph 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 Randolph Eastern 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 February 15, 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.

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(Continued)

## Compliance and Other Matters

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

## Management's Response to Finding

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

## Purpose of this Report

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

  
Crowe LLP

Indianapolis, Indiana  
February 15, 2023

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

Those Charged with Governance  
Randolph Eastern School Corporation  
Randolph County, Indiana

**Report on Compliance for Each Major Federal Program**

We have audited Randolph Eastern 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.

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(Continued)

## **Other Matters**

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

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

## **Report on Internal Control Over Compliance**

Management of the School Corporation is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the School Corporation's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School Corporation's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified certain deficiencies in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as item 2021-002, that we consider to be material weaknesses.

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

Indianapolis, Indiana  
February 15, 2023

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

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**Section 1 – 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	_____	No
Significant deficiencies identified not considered to be material weaknesses?	_____	Yes	<u>  X  </u>	None Reported

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

Internal control over major programs:

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

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

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

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

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

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**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:

(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.

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(Continued)

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

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**Section II – Financial Statement Findings** (Continued)

**FINDING 2021-001** (Continued)

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

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

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

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

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

**Condition:** The School Corporation has an internal control in place for a secondary review of the annual Grant Schedule submitted with the Annual Financial Report which generates the Schedule of Expenditures of Federal Awards (SEFA) for audit. The review control in place did not prevent, or detect and correct, errors in the SEFA.

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

**Context:** The federal grant information entered and submitted in the Indiana Gateway for Government Units financial reporting system was the source of the SEFA. Due to the lack of effective internal controls, the following errors resulted in the understatement of the total federal awards reported on the SEFA by \$252,375 for the period July 1, 2019 through June 30, 2021:

1. The Special Education Cluster funds were understated by \$54,714.
2. The Title I grant funds were understated by \$83,092
3. The Education Stabilization Fund was understated by \$114,569

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

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

**Repeat Finding:** No.

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

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

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(Continued)

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

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**Section III – Federal Award Findings and Questioned Costs**

**FINDING 2021-002**

**Information on the federal program:**

Subject: Child Nutrition Cluster - Internal Controls  
Federal Agency: Department of Agriculture  
Federal Program: School Breakfast Program, National School Lunch Program  
Assistance Listing Number: 10.553, 10.555  
Pass-Through Entity: Indiana Department of Education  
Compliance Requirement: Cash Management  
Audit Finding: Material Weakness

**Criteria:** 2 CFR section 200.303 states in part:

"The non-Federal entity must:

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

**Condition:** An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the cash management compliance requirement.

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

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

**Questioned Costs:** There were no questioned costs identified.

**Context:** We noted that for three claims in a sample of four, the Cafeteria Manager prepared the reimbursement claim without a secondary, documented review to ensure the accuracy of the reimbursement claim.

**Identification as a repeat finding, if applicable:** No.

**Recommendation:** We recommend that the School Corporation establish a review control to verify the reimbursement claims are correct. This review should be performed by someone other than the individual submitting the claims and we recommend this review be formally documented.

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

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## Randolph Eastern School Corporation

731 N. Plum Street

Union City, IN 47390

Phone: 765-964-494 Fax: 765-964-6590



### **CORRECTIVE ACTION PLAN OF CURRENT AUDIT FINDINGS**

**Date:**

2/15/23

**Contact Person Responsible for Corrective Action:**

Aaron Black, Superintendent

**Contact Phone Number:**

765-964-4994

**FINDING 2021-001**

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

**Condition:** The School Corporation has an internal control in place for a secondary review of the annual Grant Schedule submitted with the Annual Financial Report which generates the Schedule of Expenditures of Federal Awards (SEFA) for audit. The review control in place did not prevent, or detect and correct, errors in the SEFA.

**Context:** The federal grant information entered and submitted in the Indiana Gateway for Government Units financial reporting system was the source of the SEFA. Due to the lack of effective internal controls, the following errors resulted in the understatement of the total federal awards reported on the SEFA by \$252,375 for the period July 1, 2019 through June 30, 2021:

1. The Special Education Cluster funds were understated by \$54,714.
2. The Title I grant funds were understated by \$83,092
3. The Education Stabilization Fund was understated by \$114,569

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

**Views of Responsible Official:** We concur with the finding.

**Description of Corrective Action Plan:**

*Effective immediately, the corporation financial manager will meet with the grant manager, the Special Education Pass Thru Manager and the Title I coordinator to confirm amounts in accounting software to upload to SEFA. Corporation financial manager will meet with the Superintendent for final approval before completion.*

**Timeline for Completion:** Effective Immediately



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731 N. Plum Street

Union City, IN 47390

Phone: 765-964-494 Fax: 765-964-6590



### **FINDING 2021-002**

#### **Information on the federal program:**

Subject: Child Nutrition Cluster - Internal Controls

Federal Agency: Department of Agriculture

Federal Program: School Breakfast Program, National School Lunch Program

Assistance Listing Number: 10.553, 10.555

Pass-Through Entity: Indiana Department of Education

Compliance Requirement: Cash Management

Audit Finding: Material Weakness

**Condition:** An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the cash management compliance requirement.

**Context:** We noted that for three claims in a sample of four, the Cafeteria Manager prepared the reimbursement claim without a secondary, documented review to ensure the accuracy of the reimbursement claim.

**Views of Responsible Official:** We concur with the finding.

#### **Description of Corrective Action Plan:**

*Currently, the cafeteria manager submits reimbursement claims and they are verified by the corporation financial manager. Effective immediately, the cafeteria manager shall submit back to the corporation financial manager and the corporation financial manager will get a verification from either the superintendent, or corporation grants manager. This internal control will ensure the accuracy of the reimbursement claims.*

**Timeline for Completion:** Effective Immediately

A handwritten signature in black ink that reads 'Aaron Black'.

Aaron Black

Superintendent

Randolph Eastern School Corporation



# Randolph Eastern School Corporation

731 N. Plum Street

Union City, IN 47390

Phone: 765-964-494 Fax: 765-964-6590



## SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

### **FINDING 2019-001**

Subject: Child Nutrition Cluster - Internal Controls

Federal Agency: Department of Agriculture

Federal Programs: School Breakfast Program, National School Lunch Program,

Summer Food Service Program for Children

CFDA Numbers: 10.553, 10.555, 10.559

Federal Award Numbers and Years (or Other Identifying Numbers): FY 17-18, FY 18-19

Pass-Through Entity: Indiana Department of Education

Compliance Requirements: Cash Management, Program Income

Audit Finding: Material Weakness

**Condition and Context:** The School Corporation had not established an effective internal control system related to the grant agreement and the Cash Management and Program Income compliance requirements.

*Cash Management (School Breakfast Program and National School Lunch Program only)*

The School Corporation did not have effective controls to monitor the monthly cash balance (net cash resources) of the School Lunch fund to ensure that the amount did not exceed the three months average expenditures. The calculation was performed during the audit period; however, there was no evidence of oversight or review of the calculation.

*Program Income*

The School Corporation did not have effective controls to monitor the monthly transfer from the Prepaid Food fund to the School Lunch fund. Documentation of the transfer amount calculations for the audit period was provided; however, there was no evidence of oversight or review of the calculation.

The lack of controls were systemic issues throughout most of the audit period for cash management where controls were implemented in January 2019. The lack of controls for program income monthly transfers was a systemic issue, which occurred throughout the audit period.

**Status:** The cash management finding noted above has been resolved. The program income finding noted above has been resolved.



## Randolph Eastern School Corporation

731 N. Plum Street  
Union City, IN 47390  
Phone: 765-964-494 Fax: 765-964-6590



### **FINDING 2019-002**

Subject: Child Nutrition Cluster - Activities Allowed or Unallowed, Allowable Costs/Cost Principles  
Federal Agency: Department of Agriculture  
Federal Programs: School Breakfast Program, National School Lunch Program,  
Summer Food Service Program for Children  
CFDA Numbers: 10.553, 10.555, 10.559  
Federal Award Numbers and Years (or Other Identifying Numbers): FY 17-18, FY 18-19  
Pass-Through Entity: Indiana Department of Education  
Compliance Requirements: Activities Allowed or Unallowed, Allowable Costs/Cost Principles  
Audit Findings: Material Weakness, Modified Opinion

**Condition and Context:** An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the Activities Allowed or Unallowed and Allowable Costs/Cost Principles compliance requirements. Effective controls were not in place to ensure that only applicable employees were paid from program funds. The School Corporation paid \$103,774 of central office and administrative salaries/wages that were allocated to the School Lunch fund based on fixed percentages and daily monitoring in the cafeteria. There was no supporting documentation to indicate how the percentages were determined or time records indicating the time spent on the program by administrators.

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

**Status:** Resolved

### **FINDING 2019-003**

Subject: Child Nutrition Cluster - Procurement  
Federal Agency: Department of Agriculture  
Federal Programs: School Breakfast Program, National School Lunch Program,  
Summer Food Service Program for Children  
CFDA Numbers: 10.553, 10.555, 10.559  
Federal Award Numbers and Years: FY 17-18, FY 18-19  
Pass-Through Entity: Indiana Department of Education  
Compliance Requirement: Procurement and Suspension and Debarment  
Audit Findings: Material Weakness, Other Matters

**Condition and Context:** An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the small purchase procurement method of the Procurement and Suspension and Debarment compliance requirement.

The School Corporation did not obtain quotes for all items with purchases under the small purchase procurement method. The School Corporation did not obtain price or rate quotations from other vendors or document the basis for purchasing from these vendors.

The lack of controls and noncompliance occurred throughout the audit period.

**Status:** Resolved

A handwritten signature in black ink that reads 'Aaron Black'.

Aaron Black  
Superintendent  
Randolph Eastern School Corporation