

STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

FINANCIAL STATEMENT AUDIT REPORT

OF

HANOVER COMMUNITY SCHOOL CORPORATION

LAKE COUNTY, INDIANA

July 1, 2020 to June 30, 2022



FILED

03/09/2023

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Auditor's Report	3-5
Financial Statement and Accompanying Notes:	
Statement of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances - Regulatory Basis.....	8-9
Notes to Financial Statement	10-15
Required Supplementary Information:	
Combining Schedules of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances - Regulatory Basis.....	18-29
Other Information:	
Schedule of Payables and Receivables	33
Schedule of Leases and Debt	34
Schedule of Capital Assets.....	35
Other Reports.....	36

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Denise Sempf	07-01-20 to 06-30-23
Superintendent of Schools	Mary Tracy-MacAulay	07-01-20 to 06-30-23
President of the School Board	Connie Sterkowitz Tara Beilke	07-01-20 to 12-31-21 01-01-22 to 06-30-23



INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE HANOVER COMMUNITY SCHOOL
CORPORATION, LAKE COUNTY, INDIANA

Report on the Audit of the Financial Statement

Adverse and Unmodified Opinions

We have audited the accompanying financial statement of the Hanover Community School Corporation (School Corporation), which comprises the financial position and results of operations for the period of July 1, 2020 to June 30, 2022, and the related notes to the financial statement as listed in the Table of Contents.

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 and Unmodified Opinions* section of our report, the financial statement referred to above does not present fairly, the financial position and results of operations of the School Corporation as of June 30, 2022, in accordance with accounting principles generally accepted in the United States of America.

Opinion on Regulatory Basis of Accounting

In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the respective financial position and results of operations of the School Corporation, as of June 30, 2022, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial auditors contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statement* section of our report. We are required to be independent of the School Corporation, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

INDEPENDENT AUDITOR'S REPORT
(Continued)

Matter Giving Rise to 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. 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.

Management's Responsibilities for the Financial Statement

Management is responsible for the preparation and fair presentation of the 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). Management is responsible for and has determined that the regulatory basis of accounting, as established by the Indiana State Board of Accounts, is an acceptable basis of presentation. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance, but is not absolute assurance, and, therefore, is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment of a reasonable user based on the financial statement.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statement.
- Obtain an understanding of internal control relevant to the audit 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 School Corporation's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statement.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the School Corporation's ability to continue as a going concern for a reasonable period of time.

INDEPENDENT AUDITOR'S REPORT
(Continued)

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Financial reporting requirements established by the Indiana State Board of Accounts, as described in Note 1, require that the Combining Schedules of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances - Regulatory Basis be presented to supplement the basic financial statement. Such information is the responsibility of management and, although not a part of the basic financial statement, is required by reporting requirements established by the Indiana State Board of Accounts who considers it to be an essential part of financial reporting for placing the basic financial statement in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statement, and other knowledge we obtained during our audit of the basic financial statement. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Management is responsible for the other information included in the Annual Financial Report. The other information comprises the Schedule of Payables and Receivables, Schedule of Leases and Debt, and Schedule of Capital Assets, as listed in the Table of Contents, but does not include the basic financial statement and our auditor's report thereon. Our opinions on the basic financial statement do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statement, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statement, or the other information otherwise appears to be materially misstated. If, based on the work performed, we concluded that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 23, 2023, on our consideration of the School Corporation's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely 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.



Beth Kelley, CPA, CFE
Deputy State Examiner

February 23, 2023

(This page intentionally left blank.)

FINANCIAL STATEMENT AND ACCOMPANYING NOTES; REQUIRED
SUPPLEMENTARY INFORMATION; AND OTHER INFORMATION

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.

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 presented was approved by management of the School Corporation. It is presented as intended by the School Corporation.

HANOVER COMMUNITY SCHOOL CORPORATION
 STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER
 FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Years Ended June 30, 2021 and 2022

Fund	Cash and	Receipts	Disbursements	Other	Cash and	Receipts	Disbursements	Other	Cash and
	Investments			Financing	Investments			Financing	Investments
	07-01-20			Sources (Uses)	06-30-21			Sources (Uses)	06-30-22
School Education	\$ 2,143,555	\$ 16,814,871	\$ 14,165,233	\$ (2,323,842)	\$ 2,469,351	\$ 18,550,139	\$ 14,571,148	\$ (2,441,608)	\$ 4,006,734
Referendum Tax Levy	246,289	3,405,063	2,790,121	(409,039)	452,192	3,744,888	2,984,866	(525,690)	686,524
Debt Service	2,435,737	8,124,800	7,495,536	(199,923)	2,865,078	7,312,556	7,093,336	-	3,084,298
Referendum - Exempt Capital	-	1,009,294	751,000	-	258,294	2,016,669	1,833,500	-	441,463
School Operations	2,374,539	2,197,532	4,608,469	2,531,073	2,494,675	2,819,246	5,516,606	2,455,640	2,252,955
Local Rainy Day	3,353,757	97	188,340	409,039	3,574,553	1,598	178,024	525,690	3,923,817
Construction	342,264	-	145,807	-	196,457	-	92,875	-	103,582
School Lunch	267,776	1,194,049	933,482	-	528,343	1,806,582	1,132,343	-	1,202,582
Textbook Rental	542,078	339,784	523,071	-	358,791	330,967	321,918	4	367,844
Levy Excess	984	-	-	-	984	-	-	-	984
Early Childhood Development	-	14,140	324	-	13,816	3,620	1,700	-	15,736
Educational License Plates	3,500	263	-	-	3,763	300	-	-	4,063
Early Intervention Grant	2,256	7,075	9,184	-	147	-	147	-	-
Sch Intervention/Career Counseling	99,902	-	76,314	-	23,588	-	23,588	-	-
Donations Gifts And Trusts	11,373	6,327	2,902	-	14,798	2,439	166	-	17,071
Hanover Schools Education	1,006	2,530	2,591	19	964	11,998	7,718	(4,150)	1,094
Lake County Library Foundation	72	-	-	-	72	-	-	-	72
Pct Health Incentive Grant	3,259	-	-	-	3,259	-	-	-	3,259
School Food Relief Donation	1,000	-	924	-	76	-	-	-	76
Project Lead The Way - Local	(1,000)	10,600	6,700	-	2,900	500	2,900	-	500
Fitness Center	6,809	-	-	-	6,809	-	-	-	6,809
Donations Athletics	25	-	-	-	25	-	-	-	25
Donations Arts	1,349	-	-	-	1,349	-	-	-	1,349
Donations Music	725	-	-	-	725	-	-	-	725
Indiana Youth Institute	28	-	28	-	-	-	-	-	-
Jeffrey Bellinger Scholarship	519	-	500	(19)	-	-	-	-	-
Formative Assessment Grant	-	25,398	25,398	-	-	33,525	33,525	-	-
Education Technology	(379,479)	-	152,798	481,835	(50,442)	-	317,858	199,992	(168,308)
Medicaid Reimbursement	534	5,808	-	(5,908)	434	8,634	-	(8,386)	682

HANOVER COMMUNITY SCHOOL CORPORATION
 STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER
 FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Years Ended June 30, 2021 and 2022

Fund	Cash and Investments 07-01-20	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-21	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-22
Secured Schools Safety Grant	(11,385)	71,802	84,479	-	(24,062)	55,646	40,010	-	(8,426)
Recreational Activities	-	-	-	-	-	8,946	2,020	-	6,926
Non-English Speaking Program	1,972	10,367	10,618	-	1,721	13,008	12,354	-	2,375
Career & Technical Performance	5,151	-	5,151	-	-	-	-	-	-
Performance Based Awards	-	93,070	93,071	-	(1)	97,658	97,657	-	-
High Ability	13,559	30,570	30,195	-	13,934	35,083	42,833	-	6,184
Technology Planning Grant	56,994	50,952	2,525	-	105,421	12,760	-	-	118,181
Project Lead The Way	-	-	408	-	(408)	8,000	7,592	-	-
Digital Learning Grant	-	-	8,276	-	(8,276)	-	21,451	-	(29,727)
Title I - 2019-2020	(110,323)	129,251	18,928	-	-	-	-	-	-
Title I 2020-2021	-	-	109,124	-	(109,124)	149,153	40,029	-	-
Title I 2021-2022	-	-	-	-	-	-	91,363	-	(91,363)
Drug Free Schools	(6,895)	-	6,961	-	(13,856)	12,604	17,902	-	(19,154)
Medicaid Reimbursement - Federal	1,068	14,958	11,640	-	4,386	22,639	25,379	-	1,646
Title II-Part A Nclb Impr Teach Qua	-	-	14,122	-	(14,122)	-	36,894	-	(51,016)
Title II-A 2019-21 Ffy 2019	(20,146)	25,495	5,349	-	-	-	-	-	-
Esser III	-	-	-	-	-	-	465,434	-	(465,434)
Esser III	-	-	-	-	-	-	376,493	-	(376,493)
Fed.Stimulus-18003Educ. Stab Relief	(1,500)	13,064	154,947	-	(143,383)	102	10,916	-	(154,197)
Public Assistance Grants Fema	-	-	34,893	-	(34,893)	40,350	5,457	-	-
Prepaid School Lunch Receipts	40,583	188,793	188,727	-	40,649	178,404	181,664	-	37,389
Clearing-Ee Payroll Tbr Ded	-	-	-	-	-	956	956	-	-
Clearing-Hanover Education Fnd	-	1,821	1,821	-	-	1,826	1,826	-	-
Clearing Accounts	72,691	3,800,570	3,773,156	-	100,105	3,944,414	3,949,902	-	94,617
Totals	\$ 11,500,626	\$ 37,588,344	\$ 36,433,113	\$ 483,235	\$ 13,139,092	\$ 41,225,210	\$ 39,540,350	\$ 201,492	\$ 15,025,444

The notes to the financial statement are an integral part of this statement.

HANOVER COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT

Note 1. Summary of Significant Accounting Policies

A. 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.

B. 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, 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.

C. 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.

D. 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.

HANOVER COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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.

E. 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.

F. 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.

HANOVER COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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.

G. 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 unit itself.

Note 2. Budgets

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

Note 3. Property Taxes

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

Note 4. Deposits and Investments

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

HANOVER COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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.

Note 5. Risk Management

The School Corporation may be exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; job-related illnesses or injuries to employees; medical benefits to employees, retirees, and dependents; and natural disasters.

These risks can be mitigated through the purchase of insurance, establishment of a self-insurance fund, and/or participation in a risk pool. The purchase of insurance transfers the risk to an independent third-party. The establishment of a self-insurance fund allows the School Corporation to set aside money for claim settlements. The self-insurance fund would be included in the financial statement. The purpose of participation in a risk pool is to provide a medium for the funding and administration of the risks.

Note 6. Pension Plans

A. 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.

The Retirement Savings Plan for Public Employees (My Choice) is a multiple-employer defined contribution plan. It is administered through the 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.

New employees hired have a one-time election to join either the PERF Hybrid or the My Choice.

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:

HANOVER COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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 both the defined contribution component of PERF Hybrid and My Choice. The employer may elect to make the contribution on behalf of the member of the defined contribution component of PERF Hybrid and My Choice members may receive additional employer contribution in lieu of the PERF DB. Contributions to the PERF DB are determined by INPRS Board based on actuarial valuation.

B. Teachers' Retirement Fund

Plan Descriptions

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

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

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

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

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

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

Financial Report

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

HANOVER COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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 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 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) is considered to be an obligation of, and is paid by, the State of Indiana.

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

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

Note 7. Cash Balance Deficits

The financial statement contains some funds with deficits in cash. This is a result of funds being set up for reimbursement grants. The reimbursements for expenditures made by the School Corporation were not received by June 30, 2021, and June 30, 2022.

Note 8. Holding Corporation

The School Corporation has entered into capital leases with the Hanover Multi-School Building Corporation and the Hanover Middle School Building Corporation (the lessors). The lessors were organized as not-for-profit corporations pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessors have been determined to be related-parties of the School Corporation. Lease payments during the years June 30, 2021 and 2022, totaled \$4,839,500 and \$4,835,500, respectively.

Note 9. Subsequent Events

On May 10, 2022, the Board of School Trustees approved the issuance of General Obligation Bonds in the amount of \$1,845,000 to purchase land for future development and general system wide improvements. The School Corporation received net proceeds in the amount of \$1,823,550 on September 27, 2022.

(This page intentionally left blank.)

REQUIRED SUPPLEMENTARY INFORMATION

HANOVER COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2021

	School Education	Referendum Tax Levy	Debt Service	Referendum - Exempt Capital	School Operations	Local Rainy Day	Construction	School Lunch	Textbook Rental
Cash and investments - beginning	\$ 2,143,555	\$ 246,289	\$ 2,435,737	\$ -	\$ 2,374,539	\$ 3,353,757	\$ 342,264	\$ 267,776	\$ 542,078
Receipts:									
Local sources	184,632	3,405,063	8,124,800	1,009,294	2,193,448	97	-	187,867	304,411
Intermediate sources	78,767	-	-	-	2	-	-	-	-
State sources	16,551,472	-	-	-	29	-	-	18,313	35,373
Federal sources	-	-	-	-	-	-	-	987,869	-
Other receipts	-	-	-	-	4,053	-	-	-	-
Total receipts	16,814,871	3,405,063	8,124,800	1,009,294	2,197,532	97	-	1,194,049	339,784
Disbursements:									
Instruction	10,945,666	2,249,211	-	-	-	-	-	-	-
Support services	2,723,567	538,414	-	-	4,545,333	188,340	90,912	26,399	523,071
Noninstructional services	496,000	2,496	-	-	8,093	-	-	889,839	-
Facilities acquisition and construction	-	-	-	-	55,043	-	54,895	17,244	-
Debt services	-	-	7,495,536	751,000	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	14,165,233	2,790,121	7,495,536	751,000	4,608,469	188,340	145,807	933,482	523,071
Excess (deficiency) of receipts over disbursements	2,649,638	614,942	629,264	258,294	(2,410,937)	(188,243)	(145,807)	260,567	(183,287)
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	1,400	-	-	-	-
Transfers in	805,908	-	-	-	3,329,673	409,039	-	453,019	-
Transfers out	(3,129,750)	(409,039)	(199,923)	-	(800,000)	-	-	(453,019)	-
Total other financing sources (uses)	(2,323,842)	(409,039)	(199,923)	-	2,531,073	409,039	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	325,796	205,903	429,341	258,294	120,136	220,796	(145,807)	260,567	(183,287)
Cash and investments - ending	\$ 2,469,351	\$ 452,192	\$ 2,865,078	\$ 258,294	\$ 2,494,675	\$ 3,574,553	\$ 196,457	\$ 528,343	\$ 358,791

HANOVER COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2021

	Levy Excess	Early Childhood Development	Educational License Plates	Early Intervention Grant	Sch Intervention/Career Counseling	Donations Gifts And Trusts	Hanover Schools Education	Lake County Library Foundation	Pct Health Incentive Grant
Cash and investments - beginning	\$ 984	\$ -	\$ 3,500	\$ 2,256	\$ 99,902	\$ 11,373	\$ 1,006	\$ 72	\$ 3,259
Receipts:									
Local sources	-	14,140	-	-	-	6,327	2,530	-	-
Intermediate sources	-	-	263	-	-	-	-	-	-
State sources	-	-	-	7,075	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	14,140	263	7,075	-	6,327	2,530	-	-
Disbursements:									
Instruction	-	286	-	9,184	-	51	2,591	-	-
Support services	-	38	-	-	76,314	2,851	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	324	-	9,184	76,314	2,902	2,591	-	-
Excess (deficiency) of receipts over disbursements	-	13,816	263	(2,109)	(76,314)	3,425	(61)	-	-
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	19	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	19	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	13,816	263	(2,109)	(76,314)	3,425	(42)	-	-
Cash and investments - ending	\$ 984	\$ 13,816	\$ 3,763	\$ 147	\$ 23,588	\$ 14,798	\$ 964	\$ 72	\$ 3,259

HANOVER COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2021

	School Food Relief Donation	Project Lead The Way - Local	Fitness Center	Donations Athletics	Donations Arts	Donations Music	Indiana Youth Institute	Jeffrey Bellinger Scholarship	Formative Assessment Grant
Cash and investments - beginning	\$ 1,000	\$ (1,000)	\$ 6,809	\$ 25	\$ 1,349	\$ 725	\$ 28	\$ 519	\$ -
Receipts:									
Local sources	-	10,600	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	25,398
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	10,600	-	-	-	-	-	-	25,398
Disbursements:									
Instruction	-	6,700	-	-	-	-	-	-	-
Support services	924	-	-	-	-	-	28	-	25,398
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	500	-
Total disbursements	924	6,700	-	-	-	-	28	500	25,398
Excess (deficiency) of receipts over disbursements	(924)	3,900	-	-	-	-	(28)	(500)	-
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	(19)	-
Total other financing sources (uses)	-	-	-	-	-	-	-	(19)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(924)	3,900	-	-	-	-	(28)	(519)	-
Cash and investments - ending	\$ 76	\$ 2,900	\$ 6,809	\$ 25	\$ 1,349	\$ 725	\$ -	\$ -	\$ -

HANOVER COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2021

	Education Technology	Medicaid Reimbursement	Secured Schools Safety Grant	Recreational Activities	Non-English Speaking Program	Career & Technical Performance	Performance Based Awards	High Ability Grant	Technology Planning Grant
Cash and investments - beginning	\$ (379,479)	\$ 534	\$ (11,385)	\$ -	\$ 1,972	\$ 5,151	\$ -	\$ 13,559	\$ 56,994
Receipts:									
Local sources	-	-	-	-	-	-	-	-	31,179
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	5,808	71,802	-	10,367	-	93,070	30,570	19,773
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	5,808	71,802	-	10,367	-	93,070	30,570	50,952
Disbursements:									
Instruction	-	-	-	-	10,409	5,151	79,362	25,897	-
Support services	152,798	-	84,479	-	-	-	13,709	4,298	2,525
Noninstructional services	-	-	-	-	209	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	152,798	-	84,479	-	10,618	5,151	93,071	30,195	2,525
Excess (deficiency) of receipts over disbursements	(152,798)	5,808	(12,677)	-	(251)	(5,151)	(1)	375	48,427
Other financing sources (uses):									
Proceeds of long-term debt	481,835	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	(5,908)	-	-	-	-	-	-	-
Total other financing sources (uses)	481,835	(5,908)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	329,037	(100)	(12,677)	-	(251)	(5,151)	(1)	375	48,427
Cash and investments - ending	\$ (50,442)	\$ 434	\$ (24,062)	\$ -	\$ 1,721	\$ -	\$ (1)	\$ 13,934	\$ 105,421

HANOVER COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2021

	Project Lead The Way	Digital Learning Grant	Title I - 2019- 2020	Title I 2020-2021	Title I 2021-2022	Drug Free Schools	Medicaid Reimbursement - Federal	Title II-Part A Nclb Impr Teach Qua	Title II-A 2019- 21 Ffy 2019
Cash and investments - beginning	\$ -	\$ -	\$ (110,323)	\$ -	\$ -	\$ (6,895)	\$ 1,068	\$ -	\$ (20,146)
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	129,251	-	-	-	14,958	-	25,495
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	-	129,251	-	-	-	14,958	-	25,495
Disbursements:									
Instruction	408	6,029	16,653	84,105	-	1,211	10,403	8,096	5,000
Support services	-	2,247	2,189	14,023	-	5,750	1,237	6,026	349
Noninstructional services	-	-	86	10,996	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	408	8,276	18,928	109,124	-	6,961	11,640	14,122	5,349
Excess (deficiency) of receipts over disbursements	(408)	(8,276)	110,323	(109,124)	-	(6,961)	3,318	(14,122)	20,146
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	(408)	(8,276)	110,323	(109,124)	-	(6,961)	3,318	(14,122)	20,146
Cash and investments - ending	\$ (408)	\$ (8,276)	\$ -	\$ (109,124)	\$ -	\$ (13,856)	\$ 4,386	\$ (14,122)	\$ -

HANOVER COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2021

	Esser III	Esser III	Fed.Stimulus- 18003Educ. Stab Relief	Public Assistance Grants Fema	Prepaid School Lunch Receipts	Clearing-Ee Payroll Tbr Ded	Clearing- Hanover Education Fnd	Clearing Accounts	Totals
Cash and investments - beginning	\$ -	\$ -	\$ (1,500)	\$ -	\$ 40,583	\$ -	\$ -	\$ 72,691	\$ 11,500,626
Receipts:									
Local sources	-	-	-	-	188,793	-	-	-	15,663,181
Intermediate sources	-	-	-	-	-	-	-	-	79,032
State sources	-	-	-	-	-	-	-	-	16,869,050
Federal sources	-	-	13,064	-	-	-	-	-	1,170,637
Other receipts	-	-	-	-	-	-	1,821	3,800,570	3,806,444
Total receipts	-	-	13,064	-	188,793	-	1,821	3,800,570	37,588,344
Disbursements:									
Instruction	-	-	127,742	-	-	-	-	-	13,594,155
Support services	-	-	22,947	34,893	2,940	-	-	-	9,091,999
Noninstructional services	-	-	443	-	185,787	-	-	-	1,593,949
Facilities acquisition and construction	-	-	3,815	-	-	-	-	-	130,997
Debt services	-	-	-	-	-	-	-	-	8,246,536
Nonprogrammed charges	-	-	-	-	-	-	1,821	3,773,156	3,775,477
Total disbursements	-	-	154,947	34,893	188,727	-	1,821	3,773,156	36,433,113
Excess (deficiency) of receipts over disbursements	-	-	(141,883)	(34,893)	66	-	-	27,414	1,155,231
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	481,835
Sale of capital assets	-	-	-	-	-	-	-	-	1,400
Transfers in	-	-	-	-	-	-	-	-	4,997,658
Transfers out	-	-	-	-	-	-	-	-	(4,997,658)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	483,235
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	(141,883)	(34,893)	66	-	-	27,414	1,638,466
Cash and investments - ending	\$ -	\$ -	\$ (143,383)	\$ (34,893)	\$ 40,649	\$ -	\$ -	\$ 100,105	\$ 13,139,092

HANOVER COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2022

	School Education	Referendum Tax Levy	Debt Service	Referendum - Exempt Capital	School Operations	Local Rainy Day	Construction	School Lunch	Textbook Rental
Cash and investments - beginning	\$ 2,469,351	\$ 452,192	\$ 2,865,078	\$ 258,294	\$ 2,494,675	\$ 3,574,553	\$ 196,457	\$ 528,343	\$ 358,791
Receipts:									
Local sources	321,626	3,744,888	7,312,556	2,016,669	2,738,834	1,598	-	189,963	290,594
Intermediate sources	3	-	-	-	80,412	-	-	-	-
State sources	18,228,510	-	-	-	-	-	-	9,816	40,373
Federal sources	-	-	-	-	-	-	-	1,606,803	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	18,550,139	3,744,888	7,312,556	2,016,669	2,819,246	1,598	-	1,806,582	330,967
Disbursements:									
Instruction	11,193,208	2,415,418	-	-	-	-	-	-	-
Support services	2,840,642	566,577	-	-	5,394,197	178,024	92,393	23,827	321,918
Noninstructional services	537,298	2,871	-	-	5,568	-	-	1,102,551	-
Facilities acquisition and construction	-	-	-	-	116,841	-	482	5,965	-
Debt services	-	-	7,093,336	1,833,500	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	14,571,148	2,984,866	7,093,336	1,833,500	5,516,606	178,024	92,875	1,132,343	321,918
Excess (deficiency) of receipts over disbursements	3,978,991	760,022	219,220	183,169	(2,697,360)	(176,426)	(92,875)	674,239	9,049
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	1,500	-	-	-	-
Transfers in	8,390	-	-	-	2,454,148	525,690	-	500,578	8
Transfers out	(2,449,998)	(525,690)	-	-	(8)	-	-	(500,578)	(4)
Total other financing sources (uses)	(2,441,608)	(525,690)	-	-	2,455,640	525,690	-	-	4
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,537,383	234,332	219,220	183,169	(241,720)	349,264	(92,875)	674,239	9,053
Cash and investments - ending	\$ 4,006,734	\$ 686,524	\$ 3,084,298	\$ 441,463	\$ 2,252,955	\$ 3,923,817	\$ 103,582	\$ 1,202,582	\$ 367,844

HANOVER COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2022

	Levy Excess	Early Childhood Development	Educational License Plates	Early Intervention Grant	Sch Intervention/Career Counseling	Donations Gifts And Trusts	Hanover Schools Education	Lake County Library Foundation	Pct Health Incentive Grant
Cash and investments - beginning	\$ 984	\$ 13,816	\$ 3,763	\$ 147	\$ 23,588	\$ 14,798	\$ 964	\$ 72	\$ 3,259
Receipts:									
Local sources	-	3,620	-	-	-	2,439	11,998	-	-
Intermediate sources	-	-	300	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	3,620	300	-	-	2,439	11,998	-	-
Disbursements:									
Instruction	-	1,700	-	147	321	-	7,718	-	-
Support services	-	-	-	-	23,267	166	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	1,700	-	147	23,588	166	7,718	-	-
Excess (deficiency) of receipts over disbursements	-	1,920	300	(147)	(23,588)	2,273	4,280	-	-
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	(4,150)	-	-
Total other financing sources (uses)	-	-	-	-	-	-	(4,150)	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	1,920	300	(147)	(23,588)	2,273	130	-	-
Cash and investments - ending	\$ 984	\$ 15,736	\$ 4,063	\$ -	\$ -	\$ 17,071	\$ 1,094	\$ 72	\$ 3,259

HANOVER COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2022

	School Food Relief Donation	Project Lead The Way - Local	Fitness Center	Donations Athletics	Donations Arts	Donations Music	Indiana Youth Institute	Jeffrey Bellinger Scholarship	Formative Assessment Grant
Cash and investments - beginning	\$ 76	\$ 2,900	\$ 6,809	\$ 25	\$ 1,349	\$ 725	\$ -	\$ -	\$ -
Receipts:									
Local sources	-	500	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	33,525
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	500	-	-	-	-	-	-	33,525
Disbursements:									
Instruction	-	2,900	-	-	-	-	-	-	-
Support services	-	-	-	-	-	-	-	-	33,525
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	2,900	-	-	-	-	-	-	33,525
Excess (deficiency) of receipts over disbursements	-	(2,400)	-	-	-	-	-	-	-
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	-	(2,400)	-	-	-	-	-	-	-
Cash and investments - ending	\$ 76	\$ 500	\$ 6,809	\$ 25	\$ 1,349	\$ 725	\$ -	\$ -	\$ -

HANOVER COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2022

	Education Technology	Medicaid Reimbursement	Secured Schools Safety Grant	Recreational Activities	Non-English Speaking Program	Career & Technical Performance	Performance Based Awards	High Ability Grant	Technology Planning Grant
Cash and investments - beginning	\$ (50,442)	\$ 434	\$ (24,062)	\$ -	\$ 1,721	\$ -	\$ (1)	\$ 13,934	\$ 105,421
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	8,634	55,646	8,946	13,008	-	97,658	35,083	12,760
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	8,634	55,646	8,946	13,008	-	97,658	35,083	12,760
Disbursements:									
Instruction	-	-	-	2,020	12,201	-	92,824	41,169	-
Support services	317,858	-	40,010	-	-	-	4,833	1,664	-
Noninstructional services	-	-	-	-	153	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	317,858	-	40,010	2,020	12,354	-	97,657	42,833	-
Excess (deficiency) of receipts over disbursements	(317,858)	8,634	15,636	6,926	654	-	1	(7,750)	12,760
Other financing sources (uses):									
Proceeds of long-term debt	199,992	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	(8,386)	-	-	-	-	-	-	-
Total other financing sources (uses)	199,992	(8,386)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(117,866)	248	15,636	6,926	654	-	1	(7,750)	12,760
Cash and investments - ending	\$ (168,308)	\$ 682	\$ (8,426)	\$ 6,926	\$ 2,375	\$ -	\$ -	\$ 6,184	\$ 118,181

HANOVER COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2022

	Project Lead The Way	Digital Learning Grant	Title I - 2019- 2020	Title I 2020-2021	Title I 2021-2022	Drug Free Schools	Medicaid Reimbursement - Federal	Title II-Part A Nclb Impr Teach Qua	Title II-A 2019- 21 Ffy 2019
Cash and investments - beginning	\$ (408)	\$ (8,276)	\$ -	\$ (109,124)	\$ -	\$ (13,856)	\$ 4,386	\$ (14,122)	\$ -
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	8,000	-	-	-	-	-	-	-	-
Federal sources	-	-	-	149,153	-	12,604	22,639	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	8,000	-	-	149,153	-	12,604	22,639	-	-
Disbursements:									
Instruction	7,592	5,728	-	23,567	74,703	12,194	23,755	899	-
Support services	-	15,723	-	2,689	16,660	5,708	1,624	35,995	-
Noninstructional services	-	-	-	13,773	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	7,592	21,451	-	40,029	91,363	17,902	25,379	36,894	-
Excess (deficiency) of receipts over disbursements	408	(21,451)	-	109,124	(91,363)	(5,298)	(2,740)	(36,894)	-
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	408	(21,451)	-	109,124	(91,363)	(5,298)	(2,740)	(36,894)	-
Cash and investments - ending	\$ -	\$ (29,727)	\$ -	\$ -	\$ (91,363)	\$ (19,154)	\$ 1,646	\$ (51,016)	\$ -

HANOVER COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2022

	Esser III	Esser III	Fed.Stimulus- 18003Educ. Stab Relief	Public Assistance Grants Fema	Prepaid School Lunch Receipts	Clearing-Ee Payroll Tbr Ded	Clearing- Hanover Education Fnd	Clearing Accounts	Totals
Cash and investments - beginning	\$ -	\$ -	\$ (143,383)	\$ (34,893)	\$ 40,649	\$ -	\$ -	\$ 100,105	\$ 13,139,092
Receipts:									
Local sources	-	-	-	-	178,404	-	-	-	16,813,689
Intermediate sources	-	-	-	-	-	-	-	-	80,715
State sources	-	-	-	-	-	-	-	-	18,551,959
Federal sources	-	-	102	40,350	-	-	-	-	1,831,651
Other receipts	-	-	-	-	-	956	1,826	3,944,414	3,947,196
Total receipts	-	-	102	40,350	178,404	956	1,826	3,944,414	41,225,210
Disbursements:									
Instruction	254,408	104,564	10,443	-	-	-	-	-	14,287,479
Support services	209,557	197,306	473	5,457	1,371	-	-	-	10,331,464
Noninstructional services	1,469	5,449	-	-	180,293	-	-	-	1,849,425
Facilities acquisition and construction	-	69,174	-	-	-	-	-	-	192,462
Debt services	-	-	-	-	-	-	-	-	8,926,836
Nonprogrammed charges	-	-	-	-	-	956	1,826	3,949,902	3,952,684
Total disbursements	465,434	376,493	10,916	5,457	181,664	956	1,826	3,949,902	39,540,350
Excess (deficiency) of receipts over disbursements	(465,434)	(376,493)	(10,814)	34,893	(3,260)	-	-	(5,488)	1,684,860
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	199,992
Sale of capital assets	-	-	-	-	-	-	-	-	1,500
Transfers in	-	-	-	-	-	-	-	-	3,488,814
Transfers out	-	-	-	-	-	-	-	-	(3,488,814)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	201,492
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(465,434)	(376,493)	(10,814)	34,893	(3,260)	-	-	(5,488)	1,886,352
Cash and investments - ending	\$ (465,434)	\$ (376,493)	\$ (154,197)	\$ -	\$ 37,389	\$ -	\$ -	\$ 94,617	\$ 15,025,444

(This page intentionally left blank.)

OTHER INFORMATION

(This page intentionally left blank.)

HANOVER COMMUNITY SCHOOL CORPORATION
 SCHEDULE OF PAYABLES AND RECEIVABLES
 June 30, 2022

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	<u>\$ 477,264</u>	<u>\$ 1,364,117</u>

HANOVER COMMUNITY SCHOOL CORPORATION
 SCHEDULE OF LEASES AND DEBT
 June 30, 2022

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Hanover Middle School Building Corp 2017	School Facilities	\$ 920,000	2/16/2008	1/15/2030
Hanover Middle School Building Corp 2017A	School Facilities	2,568,000	2/14/2008	12/31/2029
Hanover Middle School Building Corp 2020	School Facilities	2,224,500	6/30/2021	12/31/2039
Hanover Multi-School Building Corp 2014	School Facilities	439,000	7/4/2014	6/30/2032
Hanover Multi-School Building Corp 2016	School Facilities	<u>913,500</u>	10/20/2003	1/15/2029
Total governmental activities		<u>7,065,000</u>		
Total of annual lease payments		<u>\$ 7,065,000</u>		

Type	Description of Debt	Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:				
General Obligation Bonds	2018 General Obligation Bonds		\$ 1,975,000	\$ 50,000
General Obligation Bonds	2019 General Obligation Bonds		375,000	250,000
Notes and Loans Payable	Common School Loans		<u>6,961,433</u>	<u>1,284,531</u>
Total governmental activities			<u>9,311,433</u>	<u>1,584,531</u>
Totals			<u>\$ 9,311,433</u>	<u>\$ 1,584,531</u>

HANOVER COMMUNITY SCHOOL CORPORATION
 SCHEDULE OF CAPITAL ASSETS
 June 30, 2022

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	\$ 2,063,000
Infrastructure	3,197,930
Buildings	43,158,343
Improvements other than buildings	3,942,304
Machinery, equipment, and vehicles	4,893,608
Construction in progress	<u>40,925,793</u>
Total governmental activities	<u>98,180,978</u>
Total capital assets	<u>\$ 98,180,978</u>

OTHER REPORTS

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/>.