

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

SUPPLEMENTAL COMPLIANCE REPORT

OF

SOUTH MADISON COMMUNITY SCHOOL CORPORATION

MADISON COUNTY, INDIANA

July 1, 2020 to June 30, 2022



**FILED**  
03/22/2023



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### SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Penny Myers	07-01-20 to 06-30-23
Superintendent of Schools	Dr. Mark Hall	07-01-20 to 06-30-23
President of the School Board	Chris Boots William Hutton Joel Sandefur Mike Hanna	07-01-20 to 12-31-20 01-01-21 to 12-31-21 01-01-22 to 12-31-22 01-01-23 to 06-30-23



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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TO: THE OFFICIALS OF THE SOUTH MADISON COMMUNITY  
SCHOOL CORPORATION, MADISON COUNTY, INDIANA

This report is supplemental to our audit report of the South Madison Community School Corporation (School Corporation), for the period from July 1, 2020 to June 30, 2022. It has been provided as a separate report so that the reader may easily identify any Audit Results and Comments that pertain to the School Corporation. It should be read in conjunction with our Financial Statement Audit Report of the School Corporation, which provides our opinions on the School Corporation's financial statement. This report may be found at [www.in.gov/sboa/](http://www.in.gov/sboa/).

As authorized under Indiana Code 5-11-1, we performed procedures to determine compliance with applicable Indiana laws and uniform compliance guidelines established by the Indiana State Board of Accounts. The Audit Result and Comment contained herein describes the identified reportable instance of noncompliance found as a result of these procedures. Our tests were not designed to identify all instances of noncompliance; therefore, noncompliance may exist that is unidentified.

Any Official Response to the Audit Result and Comment, incorporated within this report, was not verified for accuracy.

Beth Kelley, CPA, CFE  
Deputy State Examiner

March 10, 2023

SOUTH MADISON COMMUNITY SCHOOL CORPORATION  
AUDIT RESULT AND COMMENT

**ENGAGEMENT UPLOADS**

*Condition and Context*

Several required monthly and annual engagement uploads were not completed timely or at all during the audit period. The monthly bank reconcilements were not uploaded timely for the months of December 2020 through December 2022. The December 2020 through May 2021 monthly reconcilements were all uploaded in July 2021. The June 2021 through December 2021 monthly reconcilements were all uploaded on February 14, 2022. The January 2022 through April 2022 reconcilements were all uploaded on January 17, 2023.

The following required annual engagement uploads were not performed for either fiscal year:

- Fiscal Year Funds Ledger, summarizing year-to-date total receipts, year-to-date disbursements, and beginning and ending balances by fund
- Fiscal Year Detail of Receipts
- Fiscal Year Detail of Disbursements
- Fiscal Year Vendor History Report
- Fiscal Year Payroll History Report, without social security numbers
- Salary Ordinance(s)

The required monthly and annual engagement uploads were not performed for any of the extra-curricular accounts of the School Corporation.

*Criteria*

The purpose of this Directive is to provide guidelines for the use of the "Indiana Gateway for Government Units" application entitled "Monthly and Annual Engagement Uploads" (Engagement Uploads). The Engagement Uploads provide a more efficient and cost-effective audit process for governmental units.

This amended directive is effective starting with December 2020 monthly files. The upload of December 2020 monthly files will be due February 15, 2021, and by the 15<sup>th</sup> of each month thereafter unless the State Board of Accounts (SBOA) establishes a different date. This is effective for 2020 annual files which will be due for upload March 1, 2021, for calendar year end units. For schools and extra-curricular accounts, this is effective for year ending June 30, 2021, which will be due August 29, 2021. Thereafter, annual files must be uploaded no later than . . . (August 29th for schools and extra-curricular accounts) for the prior year end unless the SBOA establishes a different date. (Amended State Examiner Directive 2018-1)

SOUTH MADISON COMMUNITY SCHOOL CORPORATION  
EXIT CONFERENCE

The contents of this report were discussed on March 10, 2023, with Penny Myers, Treasurer; Dr. Mark Hall, Superintendent of Schools; Mike Hanna, President of the School Board; Andrew Kruer, Assistant Superintendent of Schools; Laura Miller, Assistant Superintendent of Schools; Mark Thompson, School Board member; Kenneth McCarty, Business Manager; and Amanda Worrick, Director of School Nutrition Services.