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

April 11, 2023

To: The Officials of the Bluffton-Harrison Metropolitan School District  
Bluffton-Harrison Metropolitan School District  
805 E. Harrison St.  
Bluffton, IN 46714

As authorized under Indiana Code 5-11-1, we engaged private examiners under our review to perform the audit of Bluffton-Harrison Metropolitan School District. We have reviewed the audit report opined upon by Crowe LLP, Independent Public Accountants, for the period July 1, 2020 to June 30, 2022. 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, 2022, and its cash receipts, cash disbursements, and other financing sources (uses) for the period of July 1, 2020 to June 30, 2022 in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

We call your attention to the finding included in the report on pages 41 and 42. Please see the Schedule of Findings and Questioned Costs for complete details related to the finding. Management's Corrective Action Plan appears on pages 43 and 44.

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 Bluffton-Harrison Metropolitan School District 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". The signature is written in a cursive style.

Tammy R. White, CPA  
Deputy State Examiner

**BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT**  
Wells County, Indiana

**FINANCIAL STATEMENT**  
As of June 30, 2022, and for the  
period of July 1, 2020 through June 30, 2022

BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
Wells County, Indiana

FINANCIAL STATEMENT  
As of June 30, 2022, and for the  
period of July 1, 2020 through June 30, 2022

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BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
SCHEDULE OF OFFICIALS (Unaudited)  
For the period July 1, 2020 through June 30, 2022

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<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Anjie Hartman	07-01-20 to 06-30-22
Superintendent of Schools	Brad Yates	07-01-20 to 06-30-22
President of the School Board	Julie Thompson	07-01-20 to 06-30-22

## INDEPENDENT AUDITOR'S REPORT

Those Charged with Governance  
Bluffton-Harrison Metropolitan School District  
Wells County, Indiana

**Report on the Audit of the Financial Statement*****Opinions***

We have audited the accompanying statement of receipts, disbursements, other financing sources (uses) and cash and investment balances of Bluffton-Harrison Metropolitan School District (the School Corporation) as of June 30, 2022 and for the period of July 1, 2020 through June 30, 2022, and the related notes to the financial statement.

*Unmodified Opinion on Regulatory Basis of Accounting*

In our opinion, the financial statement presents fairly, in all material respects, the cash and investment balances of the School Corporation as of June 30, 2022, and its cash receipts, cash disbursements, and other financing sources (uses) for the period of July 1, 2020 through June 30, 2022 in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

*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, 2022, or changes in net position for the period of July 1, 2020 through June 30, 2022.

***Basis for 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 audits 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.

*Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles*

As described in Note 1 to the financial statement, the financial statement is prepared by the School Corporation 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 and pervasive.

### ***Responsibilities of Management 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) as described in Note 1, and 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 made by 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.

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.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statement that collectively comprise the School Corporation's financial statement. 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* is presented for purposes of additional analysis and are not a required part of the financial statement.

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(Continued)

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. The 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.

#### ***Other Information***

Management is responsible for the other information included with the financial statement. The other information comprises the Schedule of Officials, Other Information Schedules, and State Reporting Information, marked as unaudited on the table of contents, but does not include the financial statement and our auditor's report thereon. Our opinions on the financial statement does 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 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 conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

#### **Other Reporting Required by Governmental Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated March 29, 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  
March 29, 2023

BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES),  
AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
As of June 30, 2022 and for the period of July 1, 2020 through June 30, 2022

Fund	Cash and Investments			Other Financing Sources (Uses)	Cash and Investments			Other Financing Sources (Uses)	Cash and Investments
	07-01-2020	Receipts	Disbursements		06-30-2021	Receipts	Disbursements		
Education	\$ 2,219,569	\$ 11,695,954	\$ 10,111,517	\$ (1,452,873)	\$ 2,351,133	\$ 12,859,960	\$ 11,065,230	\$ (945,492)	\$ 3,200,371
Debt Service	884,739	2,500,208	2,450,060	-	934,887	2,630,617	2,586,070	-	979,434
Operations	2,239,205	3,217,492	3,440,735	435,783	2,451,745	3,103,500	3,758,050	994,465	2,791,660
Local Rainy Day	850,431	-	84,532	1,049,286	1,815,185	-	21,979	-	1,793,206
School Lunch	148,552	842,134	724,331	308	266,663	1,070,390	999,899	427	337,581
Curricular Materials Rental	336,738	271,569	362,713	12,769	258,363	233,398	213,782	8,974	286,953
Levy Excess	10,717	-	-	(10,717)	-	-	-	-	-
Child Care Program	79,626	97,155	74,104	-	102,677	154,016	116,086	-	140,607
Area 18 New Adv. Mfg. Program	-	-	-	-	-	1,012,813	488,878	-	523,935
Maintenance Tool	5,829	(1)	456	-	5,372	6,000	1,546	-	9,826
Inmac Grant	-	-	-	-	-	25,000	-	-	25,000
Employee Appreciation	-	-	-	-	-	6,000	-	-	6,000
Educational License Plates	8,638	149	-	-	8,787	131	-	-	8,918
Donations Gifts And Trusts	-	-	-	-	-	500	500	-	-
Formative Assessment	-	17,369	17,021	-	348	19,893	16,467	-	3,774
Medicaid Reimbursement	-	22,746	1,267	(21,479)	-	50,201	1,228	(48,973)	-
Secured Schools Safety Grant	(22,899)	58,464	35,565	-	-	-	32,500	-	(32,500)
Science Technology Engineering And Math	-	8,179	8,179	-	-	-	-	-	-
Alternative Education Grant	6,917	13,510	15,481	-	4,946	13,500	2,141	-	16,305
Early Intervention Grant'20-21	-	5,035	4,035	-	1,000	-	1,000	-	-
Early Intervention Grant '21-'22	-	-	-	-	-	6,226	5,250	-	976
Early Intervention '19	4,178	1	4,179	-	-	-	-	-	-
Non-English Speaking ('21-22)	-	-	-	-	-	19,141	14,725	-	4,416
Non-English Speaking (20-21)	-	15,354	11,124	-	4,230	-	4,230	-	-
Career And Technical Performance	6	-	6	-	-	-	-	-	-
Teacher Appreciation	750	61,150	61,900	-	-	-	-	-	-
Teacher Appreciation Grant	-	-	-	-	-	64,170	64,170	-	-
High Ability Students	7,887	25,906	33,234	-	559	29,419	29,226	-	752
State Connectivity Grant	6,399	5,988	7,388	-	4,999	5,988	5,988	-	4,999
Title I '19	(35,165)	63,641	28,476	-	-	-	-	-	-
Title I (20-21)	-	177,870	212,691	-	(34,821)	74,228	39,407	-	-
Title I (21-22)	-	-	-	-	-	163,189	206,725	-	(43,536)
Student Support Title Iv Fy19	(2,266)	12,675	11,232	-	(823)	3,993	3,170	-	-
Student Support Title Iv Fy20	-	10,588	10,588	-	-	3,769	3,814	-	(45)
Student Support Title Iv Fy21	-	-	-	-	-	9,771	9,771	-	-
Perkins Summer Bridge	-	4,652	4,652	-	-	-	-	-	-
Perkins Assessment Grant'20-21	-	6,304	6,500	-	(196)	196	-	-	-
Perkins Assessment Grant '21-22	-	-	-	-	-	-	10,733	-	(10,733)
Perkins Cte Covid-19 Assist.	-	31,072	31,072	-	-	675	675	-	-
2020-2021 Perkins Reserve Grant	-	-	-	-	-	69,726	69,726	-	-

(Continued)

BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES),  
AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
As of June 30, 2022 and for the period of July 1, 2020 through June 30, 2022

Fund	Cash and Investments 07-01-2020	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-2021	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-2022
Perkins Clna Planning Grant '21-'22	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,340	\$ -	\$ (2,340)
Area 18/Vocation-Perkins(21-22	-	-	-	-	-	228,544	347,048	-	(118,504)
Perkins '19	(54,938)	56,325	1,387	-	-	-	-	-	-
Area 18/Vocation-Perkins'20-21	-	319,103	360,777	-	(41,674)	41,674	-	-	-
Title Ii-A Ffy 21	-	-	-	-	-	2,475	5,311	-	(2,836)
Title Ii Part A-Ffy 19	-	44,154	45,319	(483)	(1,648)	7,175	5,527	-	-
Title Ii Part A '18	775	8,611	9,869	483	-	-	-	-	-
Title Ii Part A-Ffy '20	-	313	2,563	-	(2,250)	34,543	35,609	-	(3,316)
ESSER III	-	-	-	-	-	273,240	450,870	-	(177,630)
ESSER II	-	-	269,269	-	(269,269)	786,848	518,882	-	(1,303)
ESSER I	-	185,773	202,657	-	(16,884)	26,252	9,368	-	-
Prepaid School Lunch Accounts	23,149	77,151	75,924	-	24,376	53,494	55,658	-	22,212
Pass Thru -Athletic Fields	-	-	-	-	-	8,513	8,513	-	-
Federal Tax	-	729,770	729,770	-	-	727,251	727,251	-	-
Fica (Soc. Sec. Tax)	-	733,772	733,772	-	-	772,592	772,592	-	-
State Tax	21,808	303,508	295,561	-	29,755	318,428	324,804	-	23,379
County Adj. Gross Income Tax	13,310	186,402	181,358	-	18,354	200,355	203,929	-	14,780
Group Health Insurance	46,676	429,520	420,298	-	55,898	495,208	473,020	-	78,086
Annuities	-	152,392	152,392	-	-	164,297	164,297	-	-
Vision Ins.	1,061	18,078	18,021	-	1,118	16,742	16,998	-	862
Group Life Insurance	8,642	58,351	57,228	-	9,765	59,873	56,592	-	13,046
Group Ltd Insurance	3,683	9,808	9,638	-	3,853	11,073	10,658	-	4,268
Cancer Insurance	5,016	34,193	33,510	-	5,699	35,085	32,186	-	8,598
Accident Insurance	3,059	19,310	19,200	-	3,169	19,222	17,600	-	4,791
Short Term Disability Ins.	2,299	13,629	13,746	-	2,182	12,081	11,438	-	2,825
Critical Care Insurance	592	4,452	4,337	-	707	3,106	3,077	-	736
Hospital Indemnity Insurance	452	1,804	1,955	-	301	6,132	4,900	-	1,533
Hsa-Health Savings Account	-	9,420	9,420	-	-	11,300	11,300	-	-
United Way	-	-	-	-	-	600	-	-	600
Section 125 - Reimb. Medical	-	20,700	20,700	-	-	21,500	21,500	-	-
Section 125 - Child Care	-	1,700	1,700	-	-	5,900	5,900	-	-
Garnishment Wages	-	3,947	3,947	-	-	2,138	2,138	-	-
Dental Insurance	-	-	-	-	-	31,262	28,262	-	3,000
Pass Through	590	-	590	-	-	-	-	-	-
Fringe Benefit	-	2,489	2,489	-	-	-	-	-	-
<b>Totals</b>	<b>\$ 6,826,025</b>	<b>\$ 22,589,839</b>	<b>\$ 21,430,435</b>	<b>\$ 13,077</b>	<b>\$ 7,998,506</b>	<b>\$ 26,013,313</b>	<b>\$ 24,100,534</b>	<b>\$ 9,401</b>	<b>\$ 9,920,686</b>

See notes to financial statement.

BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENT  
As of June 30, 2022, and for the period July 1, 2020 through June 30, 2022

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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.

*Temporary loans.* Amounts received from a loan obtained to pay current expenses prior to the receipt of revenue from taxes levied for that purpose. These loans, sometimes designated tax anticipation warrants, must be repaid from the next semiannual distribution of local property taxes levied for such fund.

*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.

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(Continued)

BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENT  
As of June 30, 2022, and for the period July 1, 2020 through June 30, 2022

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

*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.

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:

*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.

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(Continued)

BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENT  
As of June 30, 2022, and for the period July 1, 2020 through June 30, 2022

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

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.

**NOTE 2 - BUDGETS**

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

**NOTE 3 - PROPERTY TAXES**

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

**NOTE 4 - DEPOSITS AND INVESTMENTS**

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

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

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

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(Continued)

**NOTE 5 - RISK MANAGEMENT**

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

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

**NOTE 6 - CASH BALANCE DEFICITS**

The financial statement contain 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. There were no other types of cash balance deficits for Fiscal Years ended 2021 and 2022.

**NOTE 7 - HOLDING CORPORATION**

The School Corporation has entered into a capital lease with the Bluffton-Harrison Middle 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 during fiscal years 2020-2021 and 2021-2022, totaled \$2,381,000 and \$2,562,500, respectively.

**NOTE 8 - PENSION PLANS**

**Public Employees' Retirement Fund**

*Plan Description*

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

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

**NOTE 8 - PENSION PLANS** (Continued)

*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.

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.

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(Continued)

**NOTE 8 - PENSION PLANS** (Continued)

*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 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**

BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES  
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 July 1, 2020 through June 30, 2021

	Education	Debt Service	Operations	Local Rainy Day	School Lunch	Curricular Materials Rental	Levy Excess	Child Care Program	Area 18 New Adv. Mfg. Program	Maintenance Tool	Inmac Grant
Cash and investments - beginning	\$ 2,219,569	\$ 884,739	\$ 2,239,205	\$ 850,431	\$ 148,552	\$ 336,738	\$ 10,717	\$ 79,626	\$ -	\$ 5,829	\$ -
Receipts:											
Local sources	348,656	2,500,208	3,163,170	-	92,608	132,969	-	97,048	-	(1)	-
Intermediate sources	74	-	8	-	-	-	-	-	-	-	-
State sources	11,331,262	-	-	-	7,844	61,438	-	-	-	-	-
Federal sources	-	-	-	-	740,847	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	15,962	-	54,314	-	835	77,162	-	107	-	-	-
Total receipts	11,695,954	2,500,208	3,217,492	-	842,134	271,569	-	97,155	-	(1)	-
Disbursements:											
Instruction	7,825,791	-	-	63,550	-	-	-	-	-	-	-
Support services	2,058,950	-	3,068,209	17,207	-	362,713	-	3,903	-	456	-
Noninstructional services	226,589	-	-	3,775	724,281	-	-	70,201	-	-	-
Facilities acquisition and construction	187	-	372,526	-	50	-	-	-	-	-	-
Debt services	-	2,450,060	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	10,111,517	2,450,060	3,440,735	84,532	724,331	362,713	-	74,104	-	456	-
Excess (deficiency) of receipts over disbursements	1,584,437	50,148	(223,243)	(84,532)	117,803	(91,144)	-	23,051	-	(457)	-
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	308	12,769	-	-	-	-	-
Transfers in	21,479	-	1,485,069	1,049,286	-	-	-	-	-	-	-
Transfers out	(1,474,352)	-	(1,049,286)	-	-	-	(10,717)	-	-	-	-
Total other financing sources (uses)	(1,452,873)	-	435,783	1,049,286	308	12,769	(10,717)	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	131,564	50,148	212,540	964,754	118,111	(78,375)	(10,717)	23,051	-	(457)	-
Cash and investments - ending	\$ 2,351,133	\$ 934,887	\$ 2,451,745	\$ 1,815,185	\$ 266,663	\$ 258,363	\$ -	\$ 102,677	\$ -	\$ 5,372	\$ -

(Continued)

BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES  
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 July 1, 2020 through June 30, 2021

	Employee Appreciation	Educational License Plates	Donations Gifts And Trusts	Formative Assessment	Medicaid Reimbursement	Secured Schools Safety Grant	Science Technology Engineering And Math	Alternative Education Grant	Early Intervention Grant '20-21	Early Intervention Grant '21-'22	Early Intervention '19
Cash and investments - beginning	\$ -	\$ 8,638	\$ -	\$ -	\$ -	\$ (22,899)	\$ -	\$ 6,917	\$ -	\$ -	\$ 4,178
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	1
Intermediate sources	-	149	-	-	-	-	-	-	-	-	-
State sources	-	-	-	17,369	22,746	58,464	8,179	13,510	5,035	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-
Total receipts	-	149	-	17,369	22,746	58,464	8,179	13,510	5,035	-	1
Disbursements:											
Instruction	-	-	-	-	1,267	-	8,109	15,481	-	-	-
Support services	-	-	-	17,021	-	35,565	70	-	4,035	-	4,179
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	17,021	1,267	35,565	8,179	15,481	4,035	-	4,179
Excess (deficiency) of receipts over disbursements	-	149	-	348	21,479	22,899	-	(1,971)	1,000	-	(4,178)
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	(21,479)	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	(21,479)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	149	-	348	-	22,899	-	(1,971)	1,000	-	(4,178)
Cash and investments - ending	\$ -	\$ 8,787	\$ -	\$ 348	\$ -	\$ -	\$ -	\$ 4,946	\$ 1,000	\$ -	\$ -

(Continued)

BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES  
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 July 1, 2020 through June 30, 2021

	Non-English Speaking ('21- 22)	Non-English Speaking (20-21)	Career And Technical Performance	Teacher Appreciation	Teacher Appreciation Grant	High Ability Students	State Connectivity Grant	Title I '19	Title I (20-21)	Title I (21-22)	Student Support Title Iv Fy19
Cash and investments - beginning	\$ -	\$ -	\$ 6	\$ 750	\$ -	\$ 7,887	\$ 6,399	\$ (35,165)	\$ -	\$ -	\$ (2,266)
Receipts:											
Local sources	-	-	-	-	-	-	-	(1)	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	15,354	-	61,150	-	25,906	5,988	-	-	-	-
Federal sources	-	-	-	-	-	-	-	63,642	177,870	-	12,675
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-
Total receipts	-	15,354	-	61,150	-	25,906	5,988	63,641	177,870	-	12,675
Disbursements:											
Instruction	-	10,434	6	61,900	-	33,230	-	28,476	208,696	-	1,728
Support services	-	690	-	-	-	4	7,388	-	3,995	-	9,504
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	11,124	6	61,900	-	33,234	7,388	28,476	212,691	-	11,232
Excess (deficiency) of receipts over disbursements	-	4,230	(6)	(750)	-	(7,328)	(1,400)	35,165	(34,821)	-	1,443
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	4,230	(6)	(750)	-	(7,328)	(1,400)	35,165	(34,821)	-	1,443
Cash and investments - ending	\$ -	\$ 4,230	\$ -	\$ -	\$ -	\$ 559	\$ 4,999	\$ -	\$ (34,821)	\$ -	\$ (823)

(Continued)

BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES  
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 July 1, 2020 through June 30, 2021

	Student Support Title Iv Fy20	Student Support Title Iv Fy21	Perkins Summer Bridge	Perkins Assessment Grant'20-21	Perkins Assessment Grant '21-22	Perkins Cte Covid-19 Assist.	2020-2021 Perkins Reserve Grant	Perkins Clna Planning Grant '21-'22	Area 18/Vocation- Perkins(21-22	Perkins '19	Area 18/Vocation- Perkins'20-21
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (54,938)	\$ -
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-
Federal sources	10,588	-	4,652	6,304	-	31,072	-	-	56,325	319,103	
Temporary loans	-	-	-	-	-	-	-	-	-	-	
Interfund loans	-	-	-	-	-	-	-	-	-	-	
Other receipts	-	-	-	-	-	-	-	-	-	-	
Total receipts	10,588	-	4,652	6,304	-	31,072	-	-	56,325	319,103	
Disbursements:											
Instruction	-	-	4,652	6,500	-	31,072	-	-	1,387	360,777	
Support services	10,588	-	-	-	-	-	-	-	-	-	
Noninstructional services	-	-	-	-	-	-	-	-	-	-	
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	
Debt services	-	-	-	-	-	-	-	-	-	-	
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	
Interfund loans	-	-	-	-	-	-	-	-	-	-	
Total disbursements	10,588	-	4,652	6,500	-	31,072	-	-	1,387	360,777	
Excess (deficiency) of receipts over disbursements	-	-	-	(196)	-	-	-	-	54,938	(41,674)	
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	-	-	-	(196)	-	-	-	-	54,938	(41,674)	
Cash and investments - ending	\$ -	\$ -	\$ -	\$ (196)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (41,674)

(Continued)

BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES  
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 July 1, 2020 through June 30, 2021

	Title li-A Ffy 21	Title li Part A- Ffy 19	Title li Part A '18	Title li Part A- Ffy '20	ESSER III	ESSER II	ESSER I	Prepaid School Lunch Accounts	Pass Thru - Athletic Fields	Federal Tax	Fica (Soc. Sec. Tax)
Cash and investments - beginning	\$ -	\$ -	\$ 775	\$ -	\$ -	\$ -	\$ -	\$ 23,149	\$ -	\$ -	\$ -
Receipts:											
Local sources	-	-	-	-	-	-	-	77,151	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-
Federal sources	-	44,154	8,611	313	-	-	185,773	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	729,770	733,772
<b>Total receipts</b>	<b>-</b>	<b>44,154</b>	<b>8,611</b>	<b>313</b>	<b>-</b>	<b>-</b>	<b>185,773</b>	<b>77,151</b>	<b>-</b>	<b>729,770</b>	<b>733,772</b>
Disbursements:											
Instruction	-	9,757	6,927	-	-	191,099	59,994	-	-	-	-
Support services	-	35,562	2,942	2,563	-	78,170	132,988	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	75,924	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	9,675	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	729,770	733,772
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>-</b>	<b>45,319</b>	<b>9,869</b>	<b>2,563</b>	<b>-</b>	<b>269,269</b>	<b>202,657</b>	<b>75,924</b>	<b>-</b>	<b>729,770</b>	<b>733,772</b>
Excess (deficiency) of receipts over disbursements	-	(1,165)	(1,258)	(2,250)	-	(269,269)	(16,884)	1,227	-	-	-
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	483	-	-	-	-	-	-	-	-
Transfers out	-	(483)	-	-	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(483)</b>	<b>483</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	-	(1,648)	(775)	(2,250)	-	(269,269)	(16,884)	1,227	-	-	-
Cash and investments - ending	\$ -	\$ (1,648)	\$ -	\$ (2,250)	\$ -	\$ (269,269)	\$ (16,884)	\$ 24,376	\$ -	\$ -	\$ -

(Continued)

BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES  
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 July 1, 2020 through June 30, 2021

	State Tax	County Adj. Gross Income Tax	Group Health Insurance	Annuities	Vision Ins.	Group Life Insurance	Group Ltd Insurance	Cancer Insurance	Accident Insurance	Short Term Disability Ins.	Critical Care Insurance
Cash and investments - beginning	\$ 21,808	\$ 13,310	\$ 46,676	\$ -	\$ 1,061	\$ 8,642	\$ 3,683	\$ 5,016	\$ 3,059	\$ 2,299	\$ 592
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	303,508	186,402	429,520	152,392	18,078	58,351	9,808	34,193	19,310	13,629	4,452
Total receipts	303,508	186,402	429,520	152,392	18,078	58,351	9,808	34,193	19,310	13,629	4,452
Disbursements:											
Instruction	-	-	-	-	-	-	-	-	-	-	-
Support services	-	-	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	295,561	181,358	420,298	152,392	18,021	57,228	9,638	33,510	19,200	13,746	4,337
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	295,561	181,358	420,298	152,392	18,021	57,228	9,638	33,510	19,200	13,746	4,337
Excess (deficiency) of receipts over disbursements	7,947	5,044	9,222	-	57	1,123	170	683	110	(117)	115
Other financing sources (uses):											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	7,947	5,044	9,222	-	57	1,123	170	683	110	(117)	115
Cash and investments - ending	\$ 29,755	\$ 18,354	\$ 55,898	\$ -	\$ 1,118	\$ 9,765	\$ 3,853	\$ 5,699	\$ 3,169	\$ 2,182	\$ 707

(Continued)

BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES  
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 July 1, 2020 through June 30, 2021

	Hospital Indemnity Insurance	Hsa-Health Savings Account	United Way	Section 125 - Reimb. Medical	Section 125 - Child Care	Garnishment Wages	Dental Insurance	Pass Through	Fringe Benefit	Totals
Cash and investments - beginning	\$ 452	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 590	\$ -	\$ 6,826,025
Receipts:										
Local sources	(1)	-	-	-	-	-	-	-	-	6,411,808
Intermediate sources	-	-	-	-	-	-	-	-	-	231
State sources	-	-	-	-	-	-	-	-	-	11,634,245
Federal sources	-	-	-	-	-	-	-	-	-	1,661,929
Temporary loans	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-
Other receipts	1,805	9,420	-	20,700	1,700	3,947	-	-	2,489	2,881,626
Total receipts	1,804	9,420	-	20,700	1,700	3,947	-	-	2,489	22,589,839
Disbursements:										
Instruction	-	-	-	-	-	-	-	-	-	8,930,833
Support services	-	-	-	-	-	-	-	-	-	5,856,702
Noninstructional services	-	-	-	-	-	-	-	-	-	1,100,770
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	382,438
Debt services	-	-	-	-	-	-	-	-	-	2,450,060
Nonprogrammed charges	1,955	9,420	-	20,700	1,700	3,947	-	590	2,489	2,709,632
Interfund loans	-	-	-	-	-	-	-	-	-	-
Total disbursements	1,955	9,420	-	20,700	1,700	3,947	-	590	2,489	21,430,435
Excess (deficiency) of receipts over disbursements	(151)	-	-	-	-	-	-	(590)	-	1,159,404
Other financing sources (uses):										
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	13,077
Transfers in	-	-	-	-	-	-	-	-	-	2,556,317
Transfers out	-	-	-	-	-	-	-	-	-	(2,556,317)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	13,077
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(151)	-	-	-	-	-	-	(590)	-	1,172,481
Cash and investments - ending	\$ 301	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,998,506

BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES  
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 July 1, 2021 through June 30, 2022

	Education	Debt Service	Operations	Local Rainy Day	School Lunch	Curricular Materials Rental	Levy Excess	Child Care Program	Area 18 New Adv. Mfg. Program	Maintenance Tool	Inmac Grant
Cash and investments - beginning	\$ 2,351,133	\$ 934,887	\$ 2,451,745	\$ 1,815,185	\$ 266,663	\$ 258,363	\$ -	\$ 102,677	\$ -	\$ 5,372	\$ -
Receipts:											
Local sources	416,098	2,630,617	3,089,990	-	75,125	136,701	-	154,016	-	-	-
Intermediate sources	70	-	3	-	-	-	-	-	-	-	-
State sources	12,424,409	-	-	-	12,523	62,685	-	-	-	-	-
Federal sources	-	-	-	-	981,433	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	19,383	-	13,507	-	1,309	34,012	-	-	1,012,813	6,000	25,000
Total receipts	12,859,960	2,630,617	3,103,500	-	1,070,390	233,398	-	154,016	1,012,813	6,000	25,000
Disbursements:											
Instruction	8,731,599	-	-	1,539	-	-	-	-	488,878	-	-
Support services	2,056,808	-	3,240,658	15,000	-	213,782	-	3,854	-	1,546	-
Noninstructional services	276,823	-	-	-	999,899	-	-	112,232	-	-	-
Facilities acquisition and construction	-	-	517,392	5,440	-	-	-	-	-	-	-
Debt services	-	2,586,070	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	11,065,230	2,586,070	3,758,050	21,979	999,899	213,782	-	116,086	488,878	1,546	-
Excess (deficiency) of receipts over disbursements	1,794,730	44,547	(654,550)	(21,979)	70,491	19,616	-	37,930	523,935	4,454	25,000
Other financing sources (uses)											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	427	8,974	-	-	-	-	-
Transfers in	48,973	-	994,465	-	-	-	-	-	-	-	-
Transfers out	(994,465)	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	(945,492)	-	994,465	-	427	8,974	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	849,238	44,547	339,915	(21,979)	70,918	28,590	-	37,930	523,935	4,454	25,000
Cash and investments - ending	\$ 3,200,371	\$ 979,434	\$ 2,791,660	\$ 1,793,206	\$ 337,581	\$ 286,953	\$ -	\$ 140,607	\$ 523,935	\$ 9,826	\$ 25,000

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BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES  
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 July 1, 2021 through June 30, 2022

	Employee Appreciation	Educational License Plates	Donations Gifts And Trusts	Formative Assessment	Medicaid Reimbursement	Secured Schools Safety Grant	Science Technology Engineering And Math	Alternative Education Grant	Early Intervention Grant '20-21	Early Intervention Grant '21-'22	Early Intervention '19
Cash and investments - beginning	\$ -	\$ 8,787	\$ -	\$ 348	\$ -	\$ -	\$ -	\$ 4,946	\$ 1,000	\$ -	\$ -
Receipts:											
Local sources	6,000	-	500	-	-	-	-	-	-	-	-
Intermediate sources	-	131	-	-	-	-	-	-	-	-	-
State sources	-	-	-	19,893	50,201	-	-	13,500	-	6,226	-
Federal sources	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-
Total receipts	6,000	131	500	19,893	50,201	-	-	13,500	-	6,226	-
Disbursements:											
Instruction	-	-	500	-	1,228	-	-	2,141	-	-	-
Support services	-	-	-	16,467	-	32,500	-	-	1,000	5,250	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	500	16,467	1,228	32,500	-	2,141	1,000	5,250	-
Excess (deficiency) of receipts over disbursements	6,000	131	-	3,426	48,973	(32,500)	-	11,359	(1,000)	976	-
Other financing sources (uses)											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	(48,973)	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	(48,973)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	6,000	131	-	3,426	-	(32,500)	-	11,359	(1,000)	976	-
Cash and investments - ending	\$ 6,000	\$ 8,918	\$ -	\$ 3,774	\$ -	\$ (32,500)	\$ -	\$ 16,305	\$ -	\$ 976	\$ -

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BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES  
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 July 1, 2021 through June 30, 2022

	Non-English Speaking ('21- 22)	Non-English Speaking (20-21)	Career And Technical Performance	Teacher Appreciation	Teacher Appreciation Grant	High Ability Students	State Connectivity Grant	Title I '19	Title I (20-21)	Title I (21-22)	Student Support Title Iv Fy19
Cash and investments - beginning	\$ -	\$ 4,230	\$ -	\$ -	\$ -	\$ 559	\$ 4,999	\$ -	\$ (34,821)	\$ -	\$ (823)
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	19,141	-	-	-	64,170	29,419	5,988	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	74,228	163,189	3,993
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-
Total receipts	19,141	-	-	-	64,170	29,419	5,988	-	74,228	163,189	3,993
Disbursements:											
Instruction	14,725	4,230	-	-	64,170	29,226	-	-	34,918	206,725	-
Support services	-	-	-	-	-	-	5,988	-	4,489	-	3,170
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	14,725	4,230	-	-	64,170	29,226	5,988	-	39,407	206,725	3,170
Excess (deficiency) of receipts over disbursements	4,416	(4,230)	-	-	-	193	-	-	34,821	(43,536)	823
Other financing sources (uses)											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	4,416	(4,230)	-	-	-	193	-	-	34,821	(43,536)	823
Cash and investments - ending	\$ 4,416	\$ -	\$ -	\$ -	\$ -	\$ 752	\$ 4,999	\$ -	\$ -	\$ (43,536)	\$ -

(Continued)

BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES  
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 July 1, 2021 through June 30, 2022

	Student Support Title Iv Fy20	Student Support Title Iv Fy21	Perkins Summer Bridge	Perkins Assessment Grant'20-21	Perkins Assessment Grant '21-22	Perkins Cte Covid-19 Assist.	2020-2021 Perkins Reserve Grant	Perkins Clna Planning Grant '21-'22	Area 18/Vocation- Perkins(21-22	Perkins '19	Area 18/Vocation- Perkins'20-21
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ (196)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (41,674)
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-
Federal sources	3,769	9,771	-	196	-	-	69,726	-	228,544	-	41,674
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	675	-	-	-	-	-
Total receipts	3,769	9,771	-	196	-	675	69,726	-	228,544	-	41,674
Disbursements:											
Instruction	-	-	-	-	10,733	-	69,726	2,340	347,048	-	-
Support services	3,814	9,771	-	-	-	675	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	3,814	9,771	-	-	10,733	675	69,726	2,340	347,048	-	-
Excess (deficiency) of receipts over disbursements	(45)	-	-	196	(10,733)	-	-	(2,340)	(118,504)	-	41,674
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	(45)	-	-	196	(10,733)	-	-	(2,340)	(118,504)	-	41,674
Cash and investments - ending	\$ (45)	\$ -	\$ -	\$ -	\$ (10,733)	\$ -	\$ -	\$ (2,340)	\$ (118,504)	\$ -	\$ -

(Continued)

BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES  
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 July 1, 2021 through June 30, 2022

	Title li-A Ffy 21	Title li Part A- Ffy 19	Title li Part A '18	Title li Part A- Ffy '20	ESSER III	ESSER II	ESSER I	Prepaid School Lunch Accounts	Pass Thru - Athletic Fields	Federal Tax	Fica (Soc. Sec. Tax)
Cash and investments - beginning	\$ -	\$ (1,648)	\$ -	\$ (2,250)	\$ -	\$ (269,269)	\$ (16,884)	\$ 24,376	\$ -	\$ -	\$ -
Receipts:											
Local sources	-	-	-	-	-	-	-	53,494	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-
Federal sources	2,475	7,175	-	34,543	273,240	786,848	26,252	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	8,513	727,251	772,592
<b>Total receipts</b>	<b>2,475</b>	<b>7,175</b>	<b>-</b>	<b>34,543</b>	<b>273,240</b>	<b>786,848</b>	<b>26,252</b>	<b>53,494</b>	<b>8,513</b>	<b>727,251</b>	<b>772,592</b>
Disbursements:											
Instruction	-	-	-	17,070	400,796	128,117	-	-	-	-	-
Support services	5,311	5,527	-	18,539	41,270	390,765	9,368	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	8,804	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	55,658	8,513	727,251	772,592
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>5,311</b>	<b>5,527</b>	<b>-</b>	<b>35,609</b>	<b>450,870</b>	<b>518,882</b>	<b>9,368</b>	<b>55,658</b>	<b>8,513</b>	<b>727,251</b>	<b>772,592</b>
Excess (deficiency) of receipts over disbursements	(2,836)	1,648	-	(1,066)	(177,630)	267,966	16,884	(2,164)	-	-	-
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	(2,836)	1,648	-	(1,066)	(177,630)	267,966	16,884	(2,164)	-	-	-
Cash and investments - ending	\$ (2,836)	\$ -	\$ -	\$ (3,316)	\$ (177,630)	\$ (1,303)	\$ -	\$ 22,212	\$ -	\$ -	\$ -

(Continued)

BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES  
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 July 1, 2021 through June 30, 2022

	State Tax	County Adj. Gross Income Tax	Group Health Insurance	Annuities	Vision Ins.	Group Life Insurance	Group Ltd Insurance	Cancer Insurance	Accident Insurance	Short Term Disability Ins.	Critical Care Insurance
Cash and investments - beginning	\$ 29,755	\$ 18,354	\$ 55,898	\$ -	\$ 1,118	\$ 9,765	\$ 3,853	\$ 5,699	\$ 3,169	\$ 2,182	\$ 707
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	318,428	200,355	495,208	164,297	16,742	59,873	11,073	35,085	19,222	12,081	3,106
Total receipts	318,428	200,355	495,208	164,297	16,742	59,873	11,073	35,085	19,222	12,081	3,106
Disbursements:											
Instruction	-	-	-	-	-	-	-	-	-	-	-
Support services	-	-	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	324,804	203,929	473,020	164,297	16,998	56,592	10,658	32,186	17,600	11,438	3,077
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	324,804	203,929	473,020	164,297	16,998	56,592	10,658	32,186	17,600	11,438	3,077
Excess (deficiency) of receipts over disbursements	(6,376)	(3,574)	22,188	-	(256)	3,281	415	2,899	1,622	643	29
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	(6,376)	(3,574)	22,188	-	(256)	3,281	415	2,899	1,622	643	29
Cash and investments - ending	\$ 23,379	\$ 14,780	\$ 78,086	\$ -	\$ 862	\$ 13,046	\$ 4,268	\$ 8,598	\$ 4,791	\$ 2,825	\$ 736

(Continued)

BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES  
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 July 1, 2021 through June 30, 2022

	Hospital Indemnity Insurance	Hsa-Health Savings Account	United Way	Section 125 - Reimb. Medical	Section 125 - Child Care	Garnishment Wages	Dental Insurance	Pass Through	Fringe Benefit	Totals
Cash and investments - beginning	\$ 301	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,998,506
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	6,562,541
Intermediate sources	-	-	-	-	-	-	-	-	-	204
State sources	-	-	-	-	-	-	-	-	-	12,708,155
Federal sources	-	-	-	-	-	-	-	-	-	2,707,056
Temporary loans	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-
Other receipts	6,132	11,300	600	21,500	5,900	2,138	31,262	-	-	4,035,357
Total receipts	6,132	11,300	600	21,500	5,900	2,138	31,262	-	-	26,013,313
Disbursements:										
Instruction	-	-	-	-	-	-	-	-	-	10,555,709
Support services	-	-	-	-	-	-	-	-	-	6,085,552
Noninstructional services	-	-	-	-	-	-	-	-	-	1,388,954
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	531,636
Debt services	-	-	-	-	-	-	-	-	-	2,586,070
Nonprogrammed charges	4,900	11,300	-	21,500	5,900	2,138	28,262	-	-	2,952,613
Interfund loans	-	-	-	-	-	-	-	-	-	-
Total disbursements	4,900	11,300	-	21,500	5,900	2,138	28,262	-	-	24,100,534
Excess (deficiency) of receipts over disbursements	1,232	-	600	-	-	-	3,000	-	-	1,912,779
Other financing sources (uses)										
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	9,401
Transfers in	-	-	-	-	-	-	-	-	-	1,043,438
Transfers out	-	-	-	-	-	-	-	-	-	(1,043,438)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	9,401
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,232	-	600	-	-	-	3,000	-	-	1,922,180
Cash and investments - ending	\$ 1,533	\$ -	\$ 600	\$ -	\$ -	\$ -	\$ 3,000	\$ -	\$ -	\$ 9,920,686

BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
SCHEDULE OF PAYABLES AND RECEIVABLES  
June 30, 2022

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Government or Enterprise	Accounts Payable	Accounts Receivable
Governmental activities	<u>\$ 392,254</u>	<u>\$ 392,743</u>

BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
SCHEDULE OF LEASES AND DEBT  
June 30, 2022

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<u>Lessor</u>	<u>Purpose</u>	<u>Annual Lease Payment</u>	<u>Lease Beginning Date</u>	<u>Lease Ending Date</u>
Governmental activities:				
Bluffton-Harrison Middle School Building Corporation	MS/HS Improvements/GESC	\$ 480,000	6/30/2022	6/30/2041
Bluffton-Harrison Middle School Building Corporation	Middle School HVAC Project	191,000	12/31/2008	12/31/2023
Bluffton-Harrison Middle School Building Corporation	Transportation Building/Stadium	958,000	7/15/2011	1/15/2023
Bluffton-Harrison Middle School Building Corporation	Elementary Renovation (includes refinanced high school debt)	761,175	7/15/2015	1/15/2028
Bluffton-Harrison Middle School Building Corporation	Elementary HVAC	<u>35,200</u>	7/15/2015	1/15/2025
Total governmental activities		<u>2,425,375</u>		
Total of annual lease payments		<u>\$ 2,425,375</u>		

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BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
SCHEDULE OF CAPITAL ASSETS  
June 30, 2022

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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	\$ 227,600
Buildings	33,881,065
Improvements other than buildings	666,375
Machinery, equipment, and vehicles	<u>4,197,916</u>
Total governmental activities	<u>38,972,956</u>
Total capital assets	<u>\$ 38,972,956</u>

BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
STATE REPORTING INFORMATION  
July 1, 2020 - June 30, 2022

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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.

BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the Years Ended June 30, 2022 and 2021

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-21	Passed Through to Subrecipient 06-30-21	Total Federal Awards Expended 06-30-22	Passed Through to Subrecipient 06-30-22	Total Federal Awards Expended 07-01-20 through 06-30-22
<u>Department of Agriculture</u>						
Child Nutrition Cluster						
Child Nutrition- School Breakfast	Indiana Department of Education					
School Breakfast Program		10.553	FY2021, FY2022	\$ 73,122	\$ -	\$ 173,451
National School Lunch Program		10.555	FY2021, FY2022	648,084	-	785,976
Commodities		10.555	FY2021, FY2022	87,545	-	100,384
Summer Food Services		10.559	FY2021, FY2022	19,641	-	21,393
				<u>828,392</u>	<u>-</u>	<u>1,081,204</u>
Total - Child Nutrition Cluster						
State Pandemic Electronic Benefit Transfer (P-EBT)						
Administrative Cost Grant						
School P-EBT Program	Indiana Department of Education					
		10.649	FY2022	-	-	614
				<u>-</u>	<u>-</u>	<u>614</u>
Total - State P-EBT Administrative Cost Grant						
				<u>-</u>	<u>-</u>	<u>614</u>
Total - Department of Agriculture						
				<u>828,392</u>	<u>-</u>	<u>1,081,818</u>
<u>Department of Education</u>						
Special Education Cluster(IDEA)						
Special Education Grants to States						
Special Ed-Part B	Indiana Department of Education					
Special Ed-Part B		84.027	19611-001-PN01	71,288	-	-
Special Ed-Part B		84.027	20611-001-PN01	329,716	-	34,466
Special Ed-Part B		84.027	21611-001-PN01	11,119	-	340,913
Special Ed-Part B		84.027	22611-001-ARP	-	-	4,440
Special Ed-Part B		84.027	22611-001-PN01	-	-	7,740
				<u>412,123</u>	<u>-</u>	<u>387,559</u>
Total - Special Education Grants to States						
Special Education Preschool Grants						
Special Ed Preschool	Indiana Department of Education					
Special Ed Preschool		84.173	19619-001-PN01	717	-	-
Special Ed Preschool		84.173	20619-001-PN01	8,760	-	-
Special Ed Preschool		84.173	21619-001-PN01	8,497	-	3,234
Special Ed Preschool		84.173	22619-001-PN01	-	-	9,448
				<u>17,974</u>	<u>-</u>	<u>12,682</u>
Total - Special Education Preschool Grants						
Total - Special Education Cluster(IDEA)						
				<u>430,097</u>	<u>-</u>	<u>400,241</u>

(Continued)

BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the Years Ended June 30, 2022 and 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 06-30-21	Passed Through to Subrecipient 06-30-21	Total Federal Awards Expended 06-30-22	Passed Through to Subrecipient 06-30-22	Total Federal Awards Expended 07-01-20 through 06-30-22
Title I Grants to Local Education Agencies	Indiana Department of Education							
Title I, Part A		84.010	S010A200014	\$ 177,870	\$ -	\$ 74,227	\$ -	\$ 252,097
Title I, Part A		84.010	S010A210014	63,642	-	163,189	-	226,831
Total - Title I Grants to Local Educational Agencies				241,512	-	237,416	-	478,928
Title V Career and Technical Education - Basic Grants to State	Indiana Department of Education							
Perkins Grant		84.048	20-0512-8445	56,325	1,387	-		56,325
Perkins Grant		84.048	21-0512-8445	319,103	270,879	41,674	3,463	360,777
Perkins Grant		84.048	22-0512-8445	-	-	228,544	228,544	228,544
Perkins Grant		84.048	21-0512-A018	6,304	3,066	196	196	6,500
Perkins Grant		84.048	21-0512-C018	31,072	27,351	-	-	31,072
Perkins Grant		84.048	21-0512-R018	4,652	4,652	69,726	69,726	74,378
Total - Title V Career and Technical Education Basic Grants to State				417,456	307,335	340,140	301,929	757,596
Title II Supporting Effective Instruction State Grants	Indiana Department of Education							
Title II, Part A		84.367	S367A190013	44,154	-	7,174	-	51,328
Title II, Part A		84.367	S367A200013	313	-	34,543	-	34,856
Title II, Part A		84.367	S367A210013	9,094	-	2,475	-	11,569
Total - Title II Supporting Effective Instruction State Grants				53,561	-	44,192	-	97,753
Title IV Student Support and Academic Enrichment Program	Indiana Department of Education							
Title IV, Part A		84.424	S424A190015	12,675	-	3,994	-	16,669
Title IV, Part A		84.424	S424A200015	10,588	-	3,769	-	14,357
Title IV, Part A		84.424	S424A210015	-	-	9,771	-	9,771
Total - Title IV Student Support and Academic Enrichment Program				23,263	-	17,534	-	40,797
COVID-19 Education Stabilization Fund	Indiana Department of Education							
Elementary and Secondary School Emergency Relief (ESSER I) Fund		84.425D	S425D200013	185,773	-	26,253	-	212,026
Elementary and Secondary School Emergency Relief (ESSER II) Fund		84.425D	S425D210013	-	-	786,848	-	786,848
American Rescue Plan Elementary and Secondary School Emergency Relief (ARP ESSER) Fund		84.425U	S425U210013	-	-	273,240	-	273,240
Total - COVID-19 Education Stabilization Fund				185,773	-	1,086,341	-	1,272,114
Total - Department of Education				1,351,662	307,335	2,125,864	301,929	3,477,526

(Continued)

BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 For the Years Ended June 30, 2022 and 2021

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Assistance Listing Pass-Through Entity or Direct Grant	Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-21	Passed Through to Subrecipient 06-30-21	Total Federal Awards Expended 06-30-22	Passed Through to Subrecipient 06-30-22	Total Federal Awards Expended 07-01-20 through 06-30-22
<u>Department of Health and Human Services</u>							
Medicaid Cluster							
Indiana Department of Education							
Medical Assistance Program	93.778	FY2021, FY2022	\$ 20,387	\$ -	\$ 32,338	\$ -	\$ 52,725
Total - Medicaid/Medical Assistance Program			20,387	-	32,338	-	52,725
Total - Medicaid Cluster			20,387	-	32,338	-	52,725
Total - Department of Health and Human Services			20,387	-	32,338	-	52,725
Total federal awards expended			\$ 2,200,441	\$ 307,335	\$ 3,240,020	\$ 301,929	\$ 5,440,461

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

BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the Period of July 1, 2020 to June 30, 2022

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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, 2020 through June 30, 2022. 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 - OTHER INFORMATION**

The School Corporation passed through Title V Perkins funds to subrecipients in the amounts of \$307,335 and 301,929 for Fiscal Years 2021 and 2022, respectively.

**NOTE 4 - SPECIAL EDUCATION COOPERATIVE (ALN: 84.027, 84.173)**

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

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

Those Charged with Governance  
Bluffton-Harrison Metropolitan School District  
Wells 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 Bluffton-Harrison Metropolitan School District Community Schools ("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, 2022 and for the period July 1, 2020 through June 30, 2022 and the related notes to the financial statement, which collectively comprise the School Corporation's financial statement, and have issued our report thereon dated March 29, 2023.

**Report on 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

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(Continued)

## Report on 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*.

### Purpose of this Report

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

*Crowe LLP*  
Crowe LLP

Indianapolis, Indiana  
March 29, 2023

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

Those Charged with Governance  
Bluffton-Harrison Metropolitan School District  
Wells County, Indiana

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

***Opinion on Each Major Federal Program***

We have audited Bluffton-Harrison Metropolitan School District's (School Corporation) compliance with the types of compliance requirements identified as subject to audit in the OMB Compliance Supplement that could have a direct and material effect on each of the School Corporation's major federal programs for the period of July 1, 2020 through June 30, 2022. 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.

In our opinion, the School Corporation complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the period of July 1, 2020 through June 30, 2022.

***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States (*Government Auditing Standards*); 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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the School Corporation and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for the major federal programs. Our audit does not provide a legal determination of the School Corporation's compliance with the compliance requirements referred to above.

***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the School Corporation's federal programs.

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(Continued)

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the School Corporation's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the School Corporation's compliance with the requirements of the major federal programs as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, 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 School Corporation's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of the School Corporation's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 the School Corporation's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we did identify a certain deficiency in internal control over compliance that we consider to be a significant deficiency.

*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 a 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. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as item 2022-001, to be a significant deficiency.

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(Continued)

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

*Government Auditing Standards* requires the auditor to perform limited procedures on the School Corporation's response to the internal control over compliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. The School Corporation's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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

*Crowe LLP*  
Crowe LLP

Indianapolis, Indiana  
March 29, 2023

BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 July 1, 2020 through June 30, 2022

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**Section I – Summary of Auditor’s Results**

***Financial Statement***

Type of auditor’s report issued	Adverse as to GAAP, Unmodified as to regulatory basis		
Internal control over financial reporting			
Material weakness(es) identified?	_____	Yes	_____ <u>X</u> _____ 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

***Federal Awards***

Internal control over major programs			
Material weakness(es) identified?	_____	Yes	_____ <u>X</u> _____ No
Significant deficiencies identified not considered to be material weaknesses?	_____ <u>X</u> _____	Yes	_____ _____ None Reported
Type of auditor’s report issued on compliance for major programs	Unmodified		
Any audit findings disclosed that are required to be reported in accordance with 2CFR 200.516(a)?	_____ <u>X</u> _____	Yes	_____ _____ No

Identification of major programs

<u>Assistance Listing Number</u>	<u>Name of Federal Program or Cluster</u>
84.027, 84.173	Special Education Cluster
84.048	Title V - Perkins Grant
84.425D, 84.425U	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)

BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
July 1, 2020 through June 30, 2022

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**Section II – Financial Statement Findings**

None noted

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

**FINDING 2022-001**

**Information on the federal program:**

Subject: Special Education Cluster (IDEA) - Earmarking  
Federal Agency: Department of Education  
Federal Program: Special Education Grants to States  
Assistance Listing Number: 84.027  
Federal Award Number: 20611-001-PN01  
Pass-Through Entity: Indiana Department of Education  
Compliance Requirement: Matching, Level of Effort, Earmarking  
Audit Findings: Significant Deficiency

**Criteria:** 2 CFR 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)...."

2 CFR 200.403 states in part:

"Except where otherwise authorized by statute, costs must meet the following general criteria in order to be allowable under Federal awards:...

(g) Be adequately documented.... "

2 CFR 200.208(b) states in part:

"The Federal awarding agency or pass-through entity may adjust specific Federal award conditions as needed..."

511 IAC 7-34-7(b) states:

"The public agency, in providing special education and related services to students in nonpublic schools must expend at least an amount that is the same proportion of the public agency total subgrant under 20 U.S.C. 1411(f) as the number of nonpublic school students with disabilities, who are enrolled by their parents in nonpublic schools within its boundaries, is to the total number of students with disabilities of the same age range

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(Continued)

BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
July 1, 2020 through June 30, 2022

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**Section III – Federal Award Findings and Questioned Costs** (Continued)

**FINDING 2022-001** (Continued)

**Condition:** The School Corporation is a member of the Adams Wells Special Services Cooperative (Cooperative). During fiscal year 2021-2022, the Cooperative operated the special education programs and spent the federal money on behalf of all its member schools. As the grant agreements were between the Indiana Department of Education (IDOE) and each member school, the school corporation was responsible for ensuring and providing oversight of the Cooperative. There was inadequate oversight performed by the School Corporation in order to ensure compliance with the Matching, Level of Effort, Earmarking compliance requirement.

The School Corporation did not have internal controls in place to ensure that the Cooperative complied with the earmarking requirements. The Cooperative did not have adequate procedures in place to ensure that the required level of expenditures for non-public school students with disabilities was met for each member school. The Cooperative did not have effective internal controls to ensure non-public school expenditures were appropriately identified and reported.

**Cause:** The School Corporation's management had not developed an effective system of internal controls that would have ensured compliance with the grant agreements and the earmarking requirements of the Matching, Level of Effort, Earmarking compliance requirement.

**Effect:** The failure to establish an effective internal control system, as well as adequately document costs of federal awards, prevented the determination of the School Corporation's compliance with the earmarking requirements of the Matching, Level of Effort, Earmarking compliance requirement.

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

**Context:** The Non-Public Proportionate Share expenditures for the 20611-001-PN01 grant award could not be verified for the individual member schools. Total non-public expenditures were posted as expended. The member school proportionate share expenditures were then determined by applying a budgeted percentage to the total non-public expenditures. These were the amounts reported to IDOE. As such, we were unable to identify if the minimum amount per member school was expended and properly reported to IDOE as required. The School Corporation's Non-Public Proportionate Share for the 20611-001-PN01 grant application was \$10,523.

**Identification as a repeat finding, if applicable:** Yes. Identified as Finding 2020-002 in the prior audit report.

**Recommendation:** We recommended that the School Corporation's management establish an effective system of internal controls, as well as appropriately document and identify federal award expenditures to ensure compliance with the Matching, Level of Effort, Earmarking compliance requirement.

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



# BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT

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ALL STUDENTS TO LEARN AND ACHIEVE TO THEIR FULL POTENTIAL."*

805 EAST HARRISON STREET  
BLUFFTON, IN 46714

PHONE 260.824.2620  
FAX 260.824.6011  
WWW.BHMSD.ORG

## CORRECTIVE ACTION PLAN OF CURRENT AUDIT FINDINGS June 30, 2022

### FINDING 2022-001

#### Information on the federal program:

Subject: Special Education Cluster (IDEA) - Earmarking  
Federal Agency: Department of Education  
Federal Program: Special Education Grants to States  
Assistance Listing Number: 84.027  
Federal Award Number: 20611-001-PN01  
Pass-Through Entity: Indiana Department of Education  
Compliance Requirement: Matching, Level of Effort, Earmarking  
Audit Findings: Significant Deficiency

**Condition:** The School Corporation is a member of the Adams Wells Special Services Cooperative (Cooperative). During fiscal year 2021-2022, the Cooperative operated the special education programs and spent the federal money on behalf of all its member schools. As the grant agreements were between the Indiana Department of Education (IDOE) and each member school, the school corporation was responsible for ensuring and providing oversight of the Cooperative. There was inadequate oversight performed by the School Corporation in order to ensure compliance with the Matching, Level of Effort, Earmarking compliance requirement.

The School Corporation did not have internal controls in place to ensure that the Cooperative complied with the earmarking requirements. The Cooperative did not have adequate procedures in place to ensure that the required level of expenditures for non-public school students with disabilities was met for each member school. The Cooperative did not have effective internal controls to ensure non-public school expenditures were appropriately identified and reported.

**Context:** The Non-Public Proportionate Share expenditures for the 20611-001-PN01 grant award could not be verified for the individual member schools. Total non-public expenditures were posted as expended. The member school proportionate share expenditures were then determined by applying a budgeted percentage to the total non-public expenditures. These were the amounts reported to IDOE. As such, we were unable to identify if the minimum amount per member school was expended and properly reported to IDOE as required. The School Corporation's Non-Public Proportionate Share for the 20611-001-PN01 grant application was \$10,523.

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

**Description of Corrective Action Plan:**

Co-ops cannot combine proportionate share funds. Funds must be spent within each LEA's geographic boundary.

We will not receive a repeat finding for FY21. We will correct for FY22 and forward.

Time & Effort Logs are being completed to show how many hours personnel are servicing Non-Pub school students with a service plan.

If Materials and Equipment are purchased for a specific student's need, per the service plan, then those expenditures are 100% school specific.

Per the DOE, Materials used by our Speech Language Pathologist for Speech Therapy for all six school corporations, those expenditures are split evenly across all school corporations with a non-pub proportionate share allocation.

**Responsible Party and Timeline for Completion:**

Adams-Wells Special Services Cooperative is the responsible party for the timeline completion. No later than January 2023, the Cooperative will have corrected proportionate share monitoring workbooks for FY22 and the ARP grants.

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

**FINDING 2020-001**

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

**Condition and Context:** The School Corporation had not established effective internal controls over the federal award information entered into the Indiana Gateway for Government Units (Gateway) financial reporting system, which was the source of the School Corporation's Schedule of Expenditures of Federal Awards (SEFA).

The School Corporation failed to properly review the federal grant information prepared and submitted in Gateway. Although one employee prepared and entered the federal award information into Gateway, and another employee reviewed and approved the information entered, the internal controls were not effective and did not detect and allow correction of errors prior to submission.

**Status:** This finding has been resolved.

**FINDING 2020-002**

Subject: Special Education Grants to States - Earmarking

Federal Agency: Department of Education

Federal Program: Special Education Grants to States

CFDA Number: 84.027

Federal Award Numbers and Years (or Other Identifying Numbers): 14217-001-PN01, 18611-001-PN01

Pass-Through Entity: Indiana Department of Education

Compliance Requirement: Matching, Level of Effort, Earmarking

Audit Findings: Material Weakness, Modified Opinion

**Condition and Context:** An effective internal control system was not in place at the School Corporation to ensure compliance with requirements related to the grant agreement and the earmarking requirements of the Matching, Level of Effort, Earmarking compliance requirement.

The School Corporation was a member of the Adams-Wells Special Services Cooperative (Cooperative). The Cooperative operated the special education programs on behalf of the School Corporation and managed the special education grant funds. Because the grant agreements were between the Indiana Department of Education and the School Corporation, the School Corporation is ultimately responsible for compliance with the grant agreement and the earmarking requirements.

The School Corporation did not have adequate procedures in place to ensure that the Cooperative complied with the earmarking requirements. The Cooperative did not have adequate procedures in place to ensure that the required level of expenditures for nonpublic school students with disabilities was met. They also did not have internal controls in place to ensure that documentation to support the calculation of the reported expenditures was maintained and available for audit.

**Status:** This finding is repeated in the current year as finding 2022-001.