



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
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April 14, 2023

To: The Officials of the Metropolitan School District of Shakamak
Metropolitan School District of Shakamak
9233 Shakamak School Rd.
Jasonville, IN 47438

As authorized under Indiana Code 5-11-1, we engaged private examiners under our review to perform the audit of Metropolitan School District of Shakamak. 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 statements referred to above present 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 findings included in the report on pages 43 through 52. Please see the Schedule of Findings and Questioned Costs for complete details related to the findings. Management's Corrective Action Plan appears on pages 53 and 54.

In our opinion, Crowe LLP prepared the audit report in accordance with the guidelines established by the Indiana State Board of Accounts.

In addition to the report presented herein, a Supplemental Report for Metropolitan School District of Shakamak was prepared in accordance with the guidelines established by the Indiana State Board of Accounts.

The report is filed with this letter in our office as a matter of public record.

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

Tammy R. White, CPA
Deputy State Examiner

METROPOLITAN SCHOOL DISTRICT OF SHAKAMAK
Greene County, Indiana

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

METROPOLITAN SCHOOL DISTRICT OF SHAKAMAK
Greene County, Indiana

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

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METROPOLITAN SCHOOL DISTRICT OF SHAKAMAK
SCHEDULE OF OFFICIALS (Unaudited)
For the period July 1, 2020 to June 30, 2022

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Jennifer Barcus	07-01-20 to 06-30-22
Superintendent of Schools	Nick Karazsia Jeff Gambill	07-01-20 to 12-31-20 01-01-21 to 06-30-22
President of the School Board	Jeffrey Miller Robert Wise	07-01-20 to 12-31-20 01-01-21 to 06-30-22

INDEPENDENT AUDITOR'S REPORT

Those Charged with Governance
Metropolitan School District of Shakamak
Greene 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 the Metropolitan School District of Shakamak (the School Corporation) as of June 30, 2022 and for the period of July 1, 2020 to 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 to 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 to 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.

(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.

(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 24, 2023 on our consideration of the School Corporation's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School Corporation's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School Corporation's internal control over financial reporting and compliance.

Crowe LLP
Crowe LLP

Indianapolis, Indiana
March 24, 2023

METROPOLITAN SCHOOL DISTRICT OF SHAKAMAK
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

<u>Fund</u>	<u>Cash and Investments 07-01-2020</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Other Financing Sources (Uses)</u>	<u>Cash and Investments 06-30-2021</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Other Financing Sources (Uses)</u>	<u>Cash and Investments 06-30-2022</u>
Education Fund	\$ 391,455	\$ 4,969,735	\$ 4,326,340	\$ (445,342)	\$ 589,508	\$ 5,058,804	\$ 4,271,602	\$ (680,000)	\$ 696,710
Debt Service	95,991	770,108	622,262	-	243,837	620,622	605,490	-	258,969
Retirement/Severance Bond Debt Service	230,777	53,660	174,172	-	110,265	179,593	171,933	-	117,925
Operations	263,416	987,640	1,523,219	445,342	173,179	960,623	1,494,828	680,000	318,974
Local Rainy Day	899,960	-	-	-	899,960	-	32,500	-	867,460
Construction	2,746	-	2,746	-	-	-	-	-	-
School Lunch	108,144	258,679	320,338	-	46,485	402,524	337,429	-	111,580
Curricular Materials Rental	131,560	66,708	38,142	-	160,126	63,405	65,287	-	158,244
Self-Insurance	78,037	-	67,500	-	10,537	-	-	-	10,537
Levy Excess	6,506	-	-	-	6,506	-	-	-	6,506
Donations	59	-	-	-	59	-	-	-	59
Nurse Supplies Donation	1,095	-	-	-	1,095	-	-	-	1,095
Donation-Casey'S General Store	50	129	179	-	-	49	-	-	49
Academics Donation	500	-	-	-	500	-	-	-	500
Donation-Pepsi	4,500	5,724	3,819	-	6,405	5,360	3,505	-	8,260
Donation-Graphic Design	17	-	-	-	17	-	-	-	17
Donation-School Marketing	355	-	-	-	355	-	-	-	355
Donation-Coca-Cola	1,417	-	1,108	-	309	39	271	-	77
Donation Greene Co Hospital	428	-	428	-	-	-	-	-	-
Donation-Bloombank	3,114	(1)	3,113	-	-	-	-	-	-
Donation-Dollar General	4,515	-	302	-	4,213	-	-	-	4,213
Donation-Greene Educ. Services	7,495	-	7,495	-	-	-	-	-	-
Graphic Design-Covid Relief	-	14,388	14,388	-	-	-	-	-	-
Graphic Design-Comm.Support	-	28,885	25,260	-	3,625	-	3,625	-	-
Covid Relief-Calc.Cleaning	-	1,800	1,800	-	-	-	-	-	-
In Retired Tchrs.Assoc.Grant	2	-	-	-	2	-	-	-	2
Compound Microscopes-Gc Found.	-	7,350	7,350	-	-	-	-	-	-
Covid Relief-Cleaning Supplies	-	-	-	-	-	7,000	7,000	-	-
Donation-Bloomington Realtors	-	1,116	1,018	-	98	-	98	-	-
Kindergarten Donation	95	-	-	-	95	-	-	-	95
Donation-Linton Lodge #866	-	-	-	-	-	1,000	-	-	1,000
Donation-Chamber Of Commerce	-	-	-	-	-	100	-	-	100
Local-Lcc Greene Task Force	-	-	-	-	-	5,000	-	-	5,000
Adult Education	175	-	-	-	175	-	-	-	175
Formative Assessment	(5,500)	5,887	-	-	387	5,767	9,871	-	(3,717)
Teacher Quality Improvement Program	-	-	3,758	-	(3,758)	4,633	875	-	-
Latch Key Local Fund	699	-	-	-	699	-	-	-	699
Medicaid Reimbursement	18,369	12,658	6,745	-	24,282	9,059	9,019	-	24,322
Secured Schools Safety Grant	(18,452)	14,999	11,547	-	(15,000)	15,000	14,250	-	(14,250)

(Continued)

METROPOLITAN SCHOOL DISTRICT OF SHAKAMAK
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

<u>Fund</u>	<u>Cash and Investments 07-01-2020</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Other Financing Sources (Uses)</u>	<u>Cash and Investments 06-30-2021</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Other Financing Sources (Uses)</u>	<u>Cash and Investments 06-30-2022</u>
Early Intervention Grant	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,496	\$ 2,496	\$ -	\$ -
Career And Technical Performance Grant	5,433	-	1,230	-	4,203	-	-	-	4,203
Teacher Appreciation Grant	-	-	-	-	-	24,443	24,443	-	-
Tophat Program	12,095	-	-	-	12,095	-	-	-	12,095
High Ability 2019-2020	1,582	22,111	18,163	-	5,530	23,956	25,961	-	3,525
State Connectivity Grant	4,733	-	3,500	-	1,233	6,960	2,160	-	6,033
Scholar Success Grant 20-21	-	2,281	2,281	-	-	-	-	-	-
Scholar Success-Spring 2021	-	-	351	-	(351)	351	-	-	-
Scholar Success-Fall 2021	-	-	-	-	-	6,617	6,617	-	-
21St Century School/Comm.Ptnrs	-	-	-	-	-	2,430	997	-	1,433
Team Nutrition	-	-	-	-	-	-	-	-	-
Ista Settlement	57,871	-	-	-	57,871	-	-	-	57,871
Innovative School Improvement Grant	-	-	4,749	-	(4,749)	27,387	22,638	-	-
Career Ladders Grant	-	-	33,600	-	(33,600)	33,600	-	-	-
Team Nutrition	542	-	-	-	542	-	-	-	542
Title I 2019-2020	(13,501)	50,997	37,496	-	-	-	-	-	-
Title I 2020-2021	-	142,906	151,833	-	(8,927)	43,740	34,813	-	-
Title I	-	-	-	-	-	142,832	166,383	-	(23,551)
Title Iv Fy20	-	13,553	13,553	-	-	-	-	-	-
Student Support Title Iv	-	-	-	-	-	8,820	13,065	-	(4,245)
Removal Of Barriers To Handicapped	500	-	-	-	500	-	-	-	500
Cape Grant	3,363	-	-	-	3,363	-	2,976	-	387
21St Cclc 19-20/Year 3	(6,629)	44,204	37,575	-	-	-	-	-	-
21St Cclc 20-21/Year4	-	117,990	137,253	-	(19,263)	19,263	-	-	-
21St Cclc 21-22/Year 1	-	-	-	-	-	119,636	137,253	-	(17,617)
Title li.A/Csr-20	-	32,056	32,804	-	(748)	748	-	-	-
Title li Part A Supporting Effective I	-	-	-	-	-	8,846	12,545	-	(3,699)
ESSER III	-	-	-	-	-	642,846	650,175	-	(7,329)
ESSER II	-	-	54,208	-	(54,208)	510,805	478,828	-	(22,231)
ESSER I	(1,705)	175,914	174,209	-	-	-	-	-	-
W/H Federal Tax	-	242,332	242,332	-	-	237,575	237,575	-	-
W/H Soc.Security Tax	-	265,791	265,791	-	-	283,502	283,502	-	-
W/H State Tax	8,071	111,993	111,706	-	8,358	117,447	116,908	-	8,897
W/H County Tax	4,863	67,317	67,133	-	5,047	71,504	71,132	-	5,419
W/H Teacher Retirement	310	12,468	13,448	-	(670)	13,586	13,586	-	(670)
W/H Perf	796	26,832	27,349	-	279	25,781	25,766	-	294
Hea/Lf/Dtl/Vis.Ins.	6,668	190,738	195,929	-	1,477	187,174	187,810	-	841
W/H Annuities	427	64,893	64,841	-	479	67,269	67,327	-	421
W/H Cancer Ins.	253	23,916	24,363	-	(194)	24,587	24,460	-	(67)

(Continued)

METROPOLITAN SCHOOL DISTRICT OF SHAKAMAK
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

<u>Fund</u>	<u>Cash and Investments 07-01-2020</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Other Financing Sources (Uses)</u>	<u>Cash and Investments 06-30-2021</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Other Financing Sources (Uses)</u>	<u>Cash and Investments 06-30-2022</u>
W/H Ista Dues	\$ -	\$ 21,676	\$ 21,676	\$ -	\$ -	\$ 18,804	\$ 18,765	\$ -	\$ 39
W/H Disability Ins.	349	6,047	5,928	-	468	4,798	4,801	-	465
Textbook Reimb. C A	-	27,334	27,334	-	-	-	-	-	-
W/H Medical Reimb.	(18)	3,282	3,264	-	-	60	70	-	(10)
W/H Life Ins.	(61)	26,970	26,597	-	312	25,689	25,804	-	197
W/H Accident Ins.	83	12,406	12,352	-	137	9,840	9,894	-	83
W/H Spec.Hea./Hospital	-	372	372	-	-	289	289	-	-
W/H Hospital Indemnity	-	2,837	2,837	-	-	5,595	5,595	-	-
W/H Personal Sickness	-	478	478	-	-	478	478	-	-
W/H Critical Illness	5	2,693	2,639	-	59	2,254	2,230	-	83
W/H Limited Purpose Fsa	(311)	6,302	5,990	-	1	4,400	4,729	-	(328)
W/H Health Savings Account	-	81,995	81,995	-	-	86,910	78,634	-	8,276
Sp. C A - Lunchroom	(836)	259,396	258,940	-	(380)	409,913	409,913	-	(380)
Sp. C A-Wage Garnishment	34	912	946	-	-	4,039	4,039	-	-
Sp. C A - Life Fringe	-	3,837	3,837	-	-	3,757	3,753	-	4
Prepaid Lunch	4,719	21,653	23,735	-	2,637	21,001	16,975	-	6,663
Totals	\$ 2,317,161	\$ 9,285,947	\$ 9,357,646	\$ -	\$ 2,245,462	\$ 10,590,606	\$ 10,222,968	\$ -	\$ 2,613,100

See notes to financial statement.

METROPOLITAN SCHOOL DISTRICT OF SHAKAMAK
NOTES TO FINANCIAL STATEMENT
As of June 30, 2022, and for the period July 1, 2020 to June 30, 2022

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.

(Continued)

METROPOLITAN SCHOOL DISTRICT OF SHAKAMAK
NOTES TO FINANCIAL STATEMENT
As of June 30, 2022, and for the period July 1, 2020 to June 30, 2022

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:

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

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

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

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

(Continued)

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.

(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, 2021, and 2022. Deficits in other fund balances, including the W/H Teacher Retirement, W/H Cancer Insurance, W/H Medical Reimbursement, W/H Limited Purpose FSA, and Sp. C A – Lunchroom, were the result of disbursements exceeding receipts due to under-estimating current requirements for some funds. These deficits are to be prepaid from future receipts.

NOTE 7 - HOLDING CORPORATION

The School Corporation has entered into capital leases with the Shakamak 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 the years June 30, 2021 and 2022, totaled \$522,000 and \$521,000, 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.

(Continued)

METROPOLITAN SCHOOL DISTRICT OF SHAKAMAK
NOTES TO FINANCIAL STATEMENT
As of June 30, 2022, and for the period July 1, 2020 to June 30, 2022

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

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

	Education Fund	Debt Service	Retirement/Severance Bond Debt Service	Operations	Local Rainy Day	Construction	School Lunch	Curricular Materials Rental	Self-Insurance	Levy Excess	Donations	Nurse Supplies Donation
Cash and investments - beginning	\$ 391,455	\$ 95,991	\$ 230,777	\$ 263,416	\$ 899,960	\$ 2,746	\$ 108,144	\$ 131,560	\$ 78,037	\$ 6,506	\$ 59	\$ 1,095
Receipts:												
Local sources	39,251	770,108	53,660	949,675	-	-	25,266	66,708	-	-	-	-
Intermediate sources	94	-	-	-	-	-	-	-	-	-	-	-
State sources	4,899,904	-	-	-	-	-	2,536	-	-	-	-	-
Federal sources	-	-	-	-	-	-	229,253	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	30,486	-	-	37,965	-	-	1,624	-	-	-	-	-
Total receipts	4,969,735	770,108	53,660	987,640	-	-	258,679	66,708	-	-	-	-
Disbursements:												
Instruction	3,542,031	-	-	5,487	-	-	-	-	65,250	-	-	-
Support services	724,500	-	-	1,498,312	-	-	-	38,142	2,250	-	-	-
Noninstructional services	59,809	-	-	5,266	-	-	320,338	-	-	-	-	-
Facilities acquisition and construction	-	-	-	14,154	-	2,746	-	-	-	-	-	-
Debt services	-	622,262	174,172	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	4,326,340	622,262	174,172	1,523,219	-	2,746	320,338	38,142	67,500	-	-	-
Excess (deficiency) of receipts over disbursements	643,395	147,846	(120,512)	(535,579)	-	(2,746)	(61,659)	28,566	(67,500)	-	-	-
Other financing sources (uses):												
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	445,342	-	-	-	-	-	-	-	-
Transfers out	(445,342)	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	(445,342)	-	-	445,342	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	198,053	147,846	(120,512)	(90,237)	-	(2,746)	(61,659)	28,566	(67,500)	-	-	-
Cash and investments - ending	\$ 589,508	\$ 243,837	\$ 110,265	\$ 173,179	\$ 899,960	\$ -	\$ 46,485	\$ 160,126	\$ 10,537	\$ 6,506	\$ 59	\$ 1,095

(Continued)

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

	Donation- Casey'S General Store	Academics Donation	Donation- Pepsi	Donation- Graphic Design	Donation- School Marketing	Donation-Coca- Cola	Donation Greene Co Hospital	Donation- Bloombank	Donation-Dollar General	Donation- Greene Educ. Services	Graphic Design- Covid Relief	Graphic Design- Comm.Support
Cash and investments - beginning	\$ 50	\$ 500	\$ 4,500	\$ 17	\$ 355	\$ 1,417	\$ 428	\$ 3,114	\$ 4,515	\$ 7,495	\$ -	\$ -
Receipts:												
Local sources	129	-	5,724	-	-	-	-	(1)	-	-	14,388	28,885
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-	-
Total receipts	129	-	5,724	-	-	-	-	(1)	-	-	14,388	28,885
Disbursements:												
Instruction	-	-	1,237	-	-	838	428	-	302	-	14,388	25,260
Support services	179	-	2,582	-	-	270	-	3,113	-	7,495	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	179	-	3,819	-	-	1,108	428	3,113	302	7,495	14,388	25,260
Excess (deficiency) of receipts over disbursements	(50)	-	1,905	-	-	(1,108)	(428)	(3,114)	(302)	(7,495)	-	3,625
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	(50)	-	1,905	-	-	(1,108)	(428)	(3,114)	(302)	(7,495)	-	3,625
Cash and investments - ending	\$ -	\$ 500	\$ 6,405	\$ 17	\$ 355	\$ 309	\$ -	\$ -	\$ 4,213	\$ -	\$ -	\$ 3,625

(Continued)

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

	Covid Relief- Calc.Cleaning	In Retired Tchrs.Assoc.Gra nt	Compound Microscopes-Gc Found.	Covid Relief- Cleaning Supplies	Donation- Bloomington Realtors	Kindergarten Donation	Donation- Linton Lodge #866	Donation- Chamber Of Commerce	Local-Lcc Greene Task Force	Adult Education	Formative Assessment	Teacher Quality Improvement Program
Cash and investments - beginning	\$ -	\$ 2	\$ -	\$ -	\$ -	\$ 95	\$ -	\$ -	\$ -	\$ 175	\$ (5,500)	\$ -
Receipts:												
Local sources	1,800	-	7,350	-	1,116	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	5,887	-
Federal sources	-	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-	-
Total receipts	1,800	-	7,350	-	1,116	-	-	-	-	-	5,887	-
Disbursements:												
Instruction	-	-	7,350	-	1,018	-	-	-	-	-	-	-
Support services	1,800	-	-	-	-	-	-	-	-	-	-	3,758
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	1,800	-	7,350	-	1,018	-	-	-	-	-	-	3,758
Excess (deficiency) of receipts over disbursements	-	-	-	-	98	-	-	-	-	-	5,887	(3,758)
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	-	-	-	-	98	-	-	-	-	-	5,887	(3,758)
Cash and investments - ending	\$ -	\$ 2	\$ -	\$ -	\$ 98	\$ 95	\$ -	\$ -	\$ -	\$ 175	\$ 387	\$ (3,758)

(Continued)

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

	Latch Key Local Fund	Medicaid Reimbursement	Secured Schools Safety Grant	Early Intervention Grant	Career And Technical Performance Grant	Teacher Appreciation Grant	Tophat Program	High Ability 2019-2020	State Connectivity Grant	Scholar Success Grant 20-21	Scholar Success-Spring 2021
Cash and investments - beginning	\$ 699	\$ 18,369	\$ (18,452)	\$ -	\$ 5,433	\$ -	\$ 12,095	\$ 1,582	\$ 4,733	\$ -	\$ -
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	12,658	14,999	-	-	-	-	22,111	-	2,281	-
Federal sources	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-
Total receipts	-	12,658	14,999	-	-	-	-	22,111	-	2,281	-
Disbursements:											
Instruction	-	-	-	-	1,230	-	-	18,163	-	-	-
Support services	-	6,745	11,547	-	-	-	-	-	3,500	2,281	351
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	6,745	11,547	-	1,230	-	-	18,163	3,500	2,281	351
Excess (deficiency) of receipts over disbursements	-	5,913	3,452	-	(1,230)	-	-	3,948	(3,500)	-	(351)
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	-	5,913	3,452	-	(1,230)	-	-	3,948	(3,500)	-	(351)
Cash and investments - ending	\$ 699	\$ 24,282	\$ (15,000)	\$ -	\$ 4,203	\$ -	\$ 12,095	\$ 5,530	\$ 1,233	\$ -	\$ (351)

(Continued)

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

	Scholar Success- Fall 2021	21St Century School/Comm.Pt nrs	Ista Settlement	Innovative School Improvement Grant	Career Ladders Grant	Team Nutrition	Title I 2019-2020	Title I 2020-2021	Title I	Title Iv Fy20	Student Support Title Iv
Cash and investments - beginning	\$ -	\$ -	\$ 57,871	\$ -	\$ -	\$ 542	\$ (13,501)	\$ -	\$ -	\$ -	\$ -
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	50,997	142,906	-	13,553	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	-	-	-	50,997	142,906	-	13,553	-
Disbursements:											
Instruction	-	-	-	-	17,500	-	37,496	135,194	-	-	-
Support services	-	-	-	4,749	16,100	-	-	16,639	-	13,553	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	4,749	33,600	-	37,496	151,833	-	13,553	-
Excess (deficiency) of receipts over disbursements	-	-	-	(4,749)	(33,600)	-	13,501	(8,927)	-	-	-
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	-	-	-	(4,749)	(33,600)	-	13,501	(8,927)	-	-	-
Cash and investments - ending	\$ -	\$ -	\$ 57,871	\$ (4,749)	\$ (33,600)	\$ 542	\$ -	\$ (8,927)	\$ -	\$ -	\$ -

(Continued)

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

	Removal Of Barriers To Handicapped	Cape Grant	21St Cclc 19- 20/Year 3	21St Cclc 20- 21/Year4	21St Cclc 21- 22/Year 1	Title li.A/Csr-20	Title li Part A Supporting Effective I	ESSER III	ESSER II	ESSER I	W/H Federal Tax
Cash and investments - beginning	\$ 500	\$ 3,363	\$ (6,629)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (1,705)	\$ -
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	44,204	117,990	-	32,056	-	-	-	175,914	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	242,332
Total receipts	-	-	44,204	117,990	-	32,056	-	-	-	175,914	242,332
Disbursements:											
Instruction	-	-	-	-	-	32,804	-	-	54,208	138,816	-
Support services	-	-	37,575	137,253	-	-	-	-	-	35,393	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	242,332
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	37,575	137,253	-	32,804	-	-	54,208	174,209	242,332
Excess (deficiency) of receipts over disbursements	-	-	6,629	(19,263)	-	(748)	-	-	(54,208)	1,705	-
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	-	-	6,629	(19,263)	-	(748)	-	-	(54,208)	1,705	-
Cash and investments - ending	\$ 500	\$ 3,363	\$ -	\$ (19,263)	\$ -	\$ (748)	\$ -	\$ -	\$ (54,208)	\$ -	\$ -

(Continued)

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

	W/H Soc.Security Tax	W/H State Tax	W/H County Tax	W/H Teacher Retirement	W/H Perf	Hea/Lf/Dtl/Vis.Ins	W/H Annuities	W/H Cancer Ins.	W/H Ista Dues	W/H Disability Ins.	Textbook Reimb. C A	W/H Medical Reimb.
Cash and investments - beginning	\$ -	\$ 8,071	\$ 4,863	\$ 310	\$ 796	\$ 6,668	\$ 427	\$ 253	\$ -	\$ 349	\$ -	\$ (18)
Receipts:												
Local sources	-	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	265,791	111,993	67,317	12,468	26,832	190,738	64,893	23,916	21,676	6,047	27,334	3,282
Total receipts	265,791	111,993	67,317	12,468	26,832	190,738	64,893	23,916	21,676	6,047	27,334	3,282
Disbursements:												
Instruction	-	-	-	-	-	-	-	-	-	-	-	-
Support services	-	-	-	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	265,791	111,706	67,133	13,448	27,349	195,929	64,841	24,363	21,676	5,928	27,334	3,264
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	265,791	111,706	67,133	13,448	27,349	195,929	64,841	24,363	21,676	5,928	27,334	3,264
Excess (deficiency) of receipts over disbursements	-	287	184	(980)	(517)	(5,191)	52	(447)	-	119	-	18
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	-	287	184	(980)	(517)	(5,191)	52	(447)	-	119	-	18
Cash and investments - ending	\$ -	\$ 8,358	\$ 5,047	\$ (670)	\$ 279	\$ 1,477	\$ 479	\$ (194)	\$ -	\$ 468	\$ -	\$ -

(Continued)

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

	W/H Life Ins.	W/H Accident Ins.	W/H Spec.Hea./Hospit al	W/H Hospital Indemnity	W/H Personal Sickness	W/H Critical Illness	W/H Limited Purpose Fsa	W/H Health Savings Account	Sp. C A - Lunchroom	Sp. C A-Wage Garnishment	Sp. C A - Life Fringe	Prepaid Lunch	Totals
Cash and investments - beginning	\$ (61)	\$ 83	\$ -	\$ -	\$ -	\$ 5	\$ (311)	\$ -	\$ (836)	\$ 34	\$ -	\$ 4,719	\$ 2,317,161
Receipts:													
Local sources	-	-	-	-	-	-	-	-	-	2	-	-	1,964,061
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-	94
State sources	-	-	-	-	-	-	-	-	-	-	-	-	4,960,376
Federal sources	-	-	-	-	-	-	-	-	-	-	-	-	806,873
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	26,970	12,406	372	2,837	478	2,693	6,302	81,995	259,396	910	3,837	21,653	1,554,543
Total receipts	26,970	12,406	372	2,837	478	2,693	6,302	81,995	259,396	912	3,837	21,653	9,285,947
Disbursements:													
Instruction	-	-	-	-	-	-	-	-	-	-	-	-	4,099,000
Support services	-	-	-	-	-	-	-	-	-	-	-	-	2,568,087
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-	-	385,413
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-	-	16,900
Debt services	-	-	-	-	-	-	-	-	-	-	-	-	796,434
Nonprogrammed charges	26,597	12,352	372	2,837	478	2,639	5,990	81,995	258,940	946	3,837	23,735	1,491,812
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	26,597	12,352	372	2,837	478	2,639	5,990	81,995	258,940	946	3,837	23,735	9,357,646
Excess (deficiency) of receipts over disbursements	373	54	-	-	-	54	312	-	456	(34)	-	(2,082)	(71,699)
Other financing sources (uses):													
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-	-	445,342
Transfers out	-	-	-	-	-	-	-	-	-	-	-	-	(445,342)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	373	54	-	-	-	54	312	-	456	(34)	-	(2,082)	(71,699)
Cash and investments - ending	\$ 312	\$ 137	\$ -	\$ -	\$ -	\$ 59	\$ 1	\$ -	\$ (380)	\$ -	\$ -	\$ 2,637	\$ 2,245,462

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

	Education Fund	Retirement/Severance Debt Service	Bond Debt Service	Operations	Local Rainy Day	Construction	School Lunch	Curricular Materials Rental	Self-Insurance	Levy Excess	Donations	Nurse Supplies Donation
Cash and investments - beginning	\$ 589,508	\$ 243,837	\$ 110,265	\$ 173,179	\$ 899,960	\$ -	\$ 46,485	\$ 160,126	\$ 10,537	\$ 6,506	\$ 59	\$ 1,095
Receipts:												
Local sources	37,965	620,622	179,593	947,971	-	-	14,759	37,552	-	-	-	-
Intermediate sources	89	-	-	-	-	-	-	-	-	-	-	-
State sources	5,014,926	-	-	-	-	-	1,845	25,853	-	-	-	-
Federal sources	-	-	-	-	-	-	383,940	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	5,824	-	-	12,652	-	-	1,980	-	-	-	-	-
Total receipts	5,058,804	620,622	179,593	960,623	-	-	402,524	63,405	-	-	-	-
Disbursements:												
Instruction	3,549,000	-	-	3,715	-	-	-	-	-	-	-	-
Support services	656,143	-	-	1,468,760	32,500	-	-	65,287	-	-	-	-
Noninstructional services	64,509	-	-	2,474	-	-	337,429	-	-	-	-	-
Facilities acquisition and construction	1,950	-	-	19,879	-	-	-	-	-	-	-	-
Debt services	-	605,490	171,933	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	4,271,602	605,490	171,933	1,494,828	32,500	-	337,429	65,287	-	-	-	-
Excess (deficiency) of receipts over disbursements	787,202	15,132	7,660	(534,205)	(32,500)	-	65,095	(1,882)	-	-	-	-
Other financing sources (uses)												
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	680,000	-	-	-	-	-	-	-	-
Transfers out	(680,000)	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	(680,000)	-	-	680,000	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	107,202	15,132	7,660	145,795	(32,500)	-	65,095	(1,882)	-	-	-	-
Cash and investments - ending	\$ 696,710	\$ 258,969	\$ 117,925	\$ 318,974	\$ 867,460	\$ -	\$ 111,580	\$ 158,244	\$ 10,537	\$ 6,506	\$ 59	\$ 1,095

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

	Donation- Casey'S General Store	Academics Donation	Donation- Pepsi	Donation- Graphic Design	Donation- School Marketing	Donation- Coca-Cola	Donation Greene Co Hospital	Donation- Bloombank	Donation-Dollar General	Donation- Greene Educ. Services	Graphic Design- Covid Relief	Graphic Design- Comm.Support
Cash and investments - beginning	\$ -	\$ 500	\$ 6,405	\$ 17	\$ 355	\$ 309	\$ -	\$ -	\$ 4,213	\$ -	\$ -	\$ 3,625
Receipts:												
Local sources	49	-	5,360	-	-	39	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-	-
Total receipts	49	-	5,360	-	-	39	-	-	-	-	-	-
Disbursements:												
Instruction	-	-	1,030	-	-	-	-	-	-	-	-	3,625
Support services	-	-	2,475	-	-	271	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	3,505	-	-	271	-	-	-	-	-	3,625
Excess (deficiency) of receipts over disbursements	49	-	1,855	-	-	(232)	-	-	-	-	-	(3,625)
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	49	-	1,855	-	-	(232)	-	-	-	-	-	(3,625)
Cash and investments - ending	\$ 49	\$ 500	\$ 8,260	\$ 17	\$ 355	\$ 77	\$ -	\$ -	\$ 4,213	\$ -	\$ -	\$ -

(Continued)

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

	Covid Relief- Calc.Cleaning	In Retired Tchrs.Assoc.Gra nt	Compound Microscopes-Gc Found.	Covid Relief- Cleaning Supplies	Donation- Bloomington Realtors	Kindergarten Donation	Donation- Linton Lodge #866	Donation- Chamber Of Commerce	Local-Lcc Greene Task Force	Adult Education	Formative Assessment	Teacher Quality Improvement Program
Cash and investments - beginning	\$ -	\$ 2	\$ -	\$ -	\$ 98	\$ 95	\$ -	\$ -	\$ -	\$ 175	\$ 387	\$ (3,758)
Receipts:												
Local sources	-	-	-	7,000	-	-	1,000	100	5,000	-	-	4,633
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	5,767	-
Federal sources	-	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	7,000	-	-	1,000	100	5,000	-	5,767	4,633
Disbursements:												
Instruction	-	-	-	-	98	-	-	-	-	-	9,484	-
Support services	-	-	-	7,000	-	-	-	-	-	-	387	875
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	7,000	98	-	-	-	-	-	9,871	875
Excess (deficiency) of receipts over disbursements	-	-	-	-	(98)	-	1,000	100	5,000	-	(4,104)	3,758
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	-	-	-	-	(98)	-	1,000	100	5,000	-	(4,104)	3,758
Cash and investments - ending	\$ -	\$ 2	\$ -	\$ -	\$ -	\$ 95	\$ 1,000	\$ 100	\$ 5,000	\$ 175	\$ (3,717)	\$ -

(Continued)

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

	Latch Key Local Fund	Medicaid Reimbursement	Secured Schools Safety Grant	Early Intervention Grant	Career And Technical Performance Grant	Teacher Appreciation Grant	Tophat Program	High Ability 2019-2020	State Connectivity Grant	Scholar Success Grant 20-21	Scholar Success-Spring 2021	Scholar Success-Fall 2021
Cash and investments - beginning	\$ 699	\$ 24,282	\$ (15,000)	\$ -	\$ 4,203	\$ -	\$ 12,095	\$ 5,530	\$ 1,233	\$ -	\$ (351)	\$ -
Receipts:												
Local sources	-	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-
State sources	-	9,059	15,000	2,496	-	24,443	-	23,956	6,960	-	351	6,617
Federal sources	-	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-	-
Total receipts	-	9,059	15,000	2,496	-	24,443	-	23,956	6,960	-	351	6,617
Disbursements:												
Instruction	-	-	-	2,496	-	24,443	-	25,961	-	-	-	-
Support services	-	9,019	14,250	-	-	-	-	-	2,160	-	-	6,617
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	9,019	14,250	2,496	-	24,443	-	25,961	2,160	-	-	6,617
Excess (deficiency) of receipts over disbursements	-	40	750	-	-	-	-	(2,005)	4,800	-	351	-
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	-	40	750	-	-	-	-	(2,005)	4,800	-	351	-
Cash and investments - ending	\$ 699	\$ 24,322	\$ (14,250)	\$ -	\$ 4,203	\$ -	\$ 12,095	\$ 3,525	\$ 6,033	\$ -	\$ -	\$ -

(Continued)

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

	21St Century School/Comm.Pt nrs	Ista Settlement	Innovative School Improvement Grant	Career Ladders Grant	Team Nutrition	Title I 2019-2020	Title I 2020-2021	Title I	Title Iv Fy20	Student Support Title Iv	Removal Of Barriers To Handicapped
Cash and investments - beginning	\$ -	\$ 57,871	\$ (4,749)	\$ (33,600)	\$ 542	\$ -	\$ (8,927)	\$ -	\$ -	\$ -	\$ 500
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	2,430	-	27,387	-	-	-	-	-	-	-	-
Federal sources	-	-	-	33,600	-	-	43,740	142,832	-	8,820	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-	-
Total receipts	2,430	-	27,387	33,600	-	-	43,740	142,832	-	8,820	-
Disbursements:											
Instruction	-	-	-	-	-	-	34,813	148,335	-	-	-
Support services	997	-	22,638	-	-	-	-	18,048	-	13,065	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	997	-	22,638	-	-	-	34,813	166,383	-	13,065	-
Excess (deficiency) of receipts over disbursements	1,433	-	4,749	33,600	-	-	8,927	(23,551)	-	(4,245)	-
Other financing sources (uses)											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,433	-	4,749	33,600	-	-	8,927	(23,551)	-	(4,245)	-
Cash and investments - ending	\$ 1,433	\$ 57,871	\$ -	\$ -	\$ 542	\$ -	\$ -	\$ (23,551)	\$ -	\$ (4,245)	\$ 500

(Continued)

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

	Cape Grant	21St Cclc 19- 20/Year 3	21St Cclc 20- 21/Year4	21St Cclc 21- 22/Year 1	Title li.A/Csr-20	Title li Part A Supporting Effective I	ESSER III	ESSER II	ESSER I	W/H Federal Tax	W/H Soc.Security Tax
Cash and investments - beginning	\$ 3,363	\$ -	\$ (19,263)	\$ -	\$ (748)	\$ -	\$ -	\$ (54,208)	\$ -	\$ -	\$ -
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	19,263	119,636	748	8,846	642,846	510,805	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	237,575	283,502
Total receipts	-	-	19,263	119,636	748	8,846	642,846	510,805	-	237,575	283,502
Disbursements:											
Instruction	2,976	-	-	-	-	12,545	25,566	284,776	-	-	-
Support services	-	-	-	137,253	-	-	-	126,052	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	624,609	68,000	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	237,575	283,502
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	2,976	-	-	137,253	-	12,545	650,175	478,828	-	237,575	283,502
Excess (deficiency) of receipts over disbursements	(2,976)	-	19,263	(17,617)	748	(3,699)	(7,329)	31,977	-	-	-
Other financing sources (uses)											
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,976)	-	19,263	(17,617)	748	(3,699)	(7,329)	31,977	-	-	-
Cash and investments - ending	\$ 387	\$ -	\$ -	\$ (17,617)	\$ -	\$ (3,699)	\$ (7,329)	\$ (22,231)	\$ -	\$ -	\$ -

(Continued)

METROPOLITAN SCHOOL DISTRICT OF SHAKAMAK
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES
 (USES), AND CASH AND INVESTMENT BALANCES - REGULATORY BASIS

July 1, 2021 through June 30, 2022

	W/H State Tax	W/H County Tax	W/H Teacher Retirement	W/H Perf	Hea/Lf/Dtl/Vis.Ins	W/H Annuities	W/H Cancer Ins.	W/H Ista Dues	W/H Disability Ins.	Textbook Reimb. C A	W/H Medical Reimb.
Cash and investments - beginning	\$ 8,358	\$ 5,047	\$ (670)	\$ 279	\$ 1,477	\$ 479	\$ (194)	\$ -	\$ 468	\$ -	\$ -
Receipts:											
Local sources	-	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Other receipts	117,447	71,504	13,586	25,781	187,174	67,269	24,587	18,804	4,798	-	60
Total receipts	117,447	71,504	13,586	25,781	187,174	67,269	24,587	18,804	4,798	-	60
Disbursements:											
Instruction	-	-	-	-	-	-	-	-	-	-	-
Support services	-	-	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	116,908	71,132	13,586	25,766	187,810	67,327	24,460	18,765	4,801	-	70
Interfund loans	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	116,908	71,132	13,586	25,766	187,810	67,327	24,460	18,765	4,801	-	70
Excess (deficiency) of receipts over disbursements	539	372	-	15	(636)	(58)	127	39	(3)	-	(10)
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	539	372	-	15	(636)	(58)	127	39	(3)	-	(10)
Cash and investments - ending	\$ 8,897	\$ 5,419	\$ (670)	\$ 294	\$ 841	\$ 421	\$ (67)	\$ 39	\$ 465	\$ -	\$ (10)

(Continued)

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

	W/H Life Ins.	W/H Accident Ins.	W/H Spec.Hea./Hospital	W/H Hospital Indemnity	W/H Personal Sickness	W/H Critical Illness	W/H Limited Purpose Fsa	W/H Health Savings Account	Sp. C A - Lunchroom	Sp. C A-Wage Garnishment	Sp. C A - Life Fringe	Prepaid Lunch	Totals
Cash and investments - beginning	\$ 312	\$ 137	\$ -	\$ -	\$ -	\$ 59	\$ 1	\$ -	\$ (380)	\$ -	\$ -	\$ 2,637	\$ 2,245,462
Receipts:													
Local sources	-	-	-	-	-	-	-	-	-	-	-	-	1,861,643
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-	-	89
State sources	-	-	-	-	-	-	-	-	-	-	-	-	5,167,090
Federal sources	-	-	-	-	-	-	-	-	-	-	-	-	1,915,076
Temporary loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	25,689	9,840	289	5,595	478	2,254	4,400	86,910	409,913	4,039	3,757	21,001	1,646,708
Total receipts	25,689	9,840	289	5,595	478	2,254	4,400	86,910	409,913	4,039	3,757	21,001	10,590,606
Disbursements:													
Instruction	-	-	-	-	-	-	-	-	-	-	-	-	4,128,863
Support services	-	-	-	-	-	-	-	-	-	-	-	-	2,583,797
Noninstructional services	-	-	-	-	-	-	-	-	-	-	-	-	404,412
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-	-	-	714,438
Debt services	-	-	-	-	-	-	-	-	-	-	-	-	777,423
Nonprogrammed charges	25,804	9,894	289	5,595	478	2,230	4,729	78,634	409,913	4,039	3,753	16,975	1,614,035
Interfund loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	25,804	9,894	289	5,595	478	2,230	4,729	78,634	409,913	4,039	3,753	16,975	10,222,968
Excess (deficiency) of receipts over disbursements	(115)	(54)	-	-	-	24	(329)	8,276	-	-	4	4,026	367,638
Other financing sources (uses)													
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-	-	680,000
Transfers out	-	-	-	-	-	-	-	-	-	-	-	-	(680,000)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(115)	(54)	-	-	-	24	(329)	8,276	-	-	4	4,026	367,638
Cash and investments - ending	\$ 197	\$ 83	\$ -	\$ -	\$ -	\$ 83	\$ (328)	\$ 8,276	\$ (380)	\$ -	\$ 4	\$ 6,663	\$ 2,613,100

METROPOLITAN SCHOOL DISTRICT OF SHAKAMAK
SCHEDULE OF PAYABLES AND RECEIVABLES
June 30, 2022

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	\$ -	\$ -

METROPOLITAN SCHOOL DISTRICT OF SHAKAMAK
SCHEDULE OF LEASES AND DEBT
June 30, 2022

<u>Lessor</u>	<u>Purpose</u>	<u>Annual Lease Payment</u>	<u>Lease Beginning Date</u>	<u>Lease Ending Date</u>
Governmental activities:				
Shakamak School Building Corporation	2016 Bond Issue - Renovation	\$ 174,000	1/15/2018	7/15/2027
Shakamak School Building Corporation- Mutual Bank	Roof and HVAC System Replacement	88,500	5/1/2011	7/1/2025
Shakamak School Building Corporation- Old National	2015 Bond Issue - Renovation	<u>260,500</u>	7/15/2016	1/15/2026
Total governmental activities		<u>523,000</u>		
Total of annual lease payments		<u>\$ 523,000</u>		

<u>Description of Debt</u>		<u>Ending Principal Balance</u>	<u>Principal and Interest Due Within One Year</u>
<u>Type</u>	<u>Purpose</u>		
Governmental activities:			
General Obligation Bonds	Retirement/Severance	\$ 795,000	\$ 135,000
Other	Common School Fund Loan	<u>258,657</u>	<u>73,902</u>
Total governmental activities		<u>1,053,657</u>	<u>208,902</u>
Totals		<u>\$ 1,053,657</u>	<u>\$ 208,902</u>

METROPOLITAN SCHOOL DISTRICT OF SHAKAMAK
SCHEDULE OF CAPITAL ASSETS
June 30, 2022

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed or donated assets are reported at estimated fair value at the time received.

	<u>Ending Balance</u>
Governmental activities:	
Land	\$ 68,000
Buildings	12,575,959
Improvements other than buildings	2,598,840
Machinery, equipment, and vehicles	<u>3,413,999</u>
Total governmental activities	<u>18,656,798</u>
Total capital assets	<u>\$ 18,656,798</u>

METROPOLITAN SCHOOL DISTRICT OF SHAKAMAK
STATE REPORTING INFORMATION
July 1, 2020 - June 30, 2022

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.

METROPOLITAN SCHOOL DISTRICT OF SHAKAMAK
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Period July 1, 2020 through June 30, 2022

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	Total Federal Awards Expended 06-30-22	Total Federal Awards Expended 07-01-2020 to 06-30-22
Department of Agriculture						
Child Nutrition Cluster						
Food & Nutrition Service/ School Breakfast Program						
	Indiana Department of Education	10.553	FY2021, FY2022	70,094	\$ 105,482	\$ 175,576
		10.555	FY2021, FY2022	159,158	278,457	437,615
		10.555	FY2021, FY2022	41,746	45,997	87,743
Total - Child Nutrition Cluster				270,998	429,936	700,934
Total - Department of Agriculture				270,998	429,936	700,934
Department of Education						
Special Education Cluster(IDEA)						
Special Education Grants to States						
Indiana Department of Education						
		84.027	19611-022-PN01	2,597	4,992	7,589
		84.027	20611-022-PN01	33,848	3,283	37,131
		84.027	21611-022-PN01	158,590	199,399	357,989
		84.027	22611-022-PN01	-	163,289	163,289
Total - Special Education Grants to States				195,035	370,963	565,998
Special Education Preschool Grants						
Indiana Department of Revenue						
		84.173	18619-022PN01	3,894	-	3,894
		84.173	19619-022-PN01	80	-	80
		84.173	20619-022-PN01	-	2,343	-
		84.173	21619-022-PN01	13,205	14,032	27,237
		84.173	22619-22-PN01	-	11,078	11,078
Total - Special Education Preschool Grants				17,179	27,453	44,632
Total - Special Education Cluster(IDEA)				212,214	398,416	610,630
Title I Grants to Local Education Agencies						
Indiana Department of Education						
		84.010	S010A190014	198,121	-	198,121
		84.010	S010A200014	-	43,741	43,741
		84.010	S010A210014	-	142,832	142,832
Total - Title I Grants to Local Educational Agencies				198,121	186,573	384,694

(Continued)

METROPOLITAN SCHOOL DISTRICT OF SHAKAMAK
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Period July 1, 2020 through June 30, 2022

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	Total Federal Awards Expended 06-30-22	Total Federal Awards Expended 07-01-2020 to 06-30-22
Twenty-First Century Community Learning Centers	Indiana Department of Revenue					
21st CCLC Year 3		84.287	S287C180014	\$ 162,194	\$ -	\$ 162,194
21st CCLC Year 4		84.287	S287C190014	-	19,263	19,263
21st CCLC Year 1		84.287	S287C210014	-	119,636	119,636
Total - Twenty-First Century Community Learning Centers				<u>162,194</u>	<u>138,899</u>	<u>301,093</u>
Title II Supporting Effective Instruction State Grants	Indiana Department of Education					
Title II, Part A		84.367	S367A190013	29,521	-	29,521
Title II, Part A		84.367	S367A210013	-	9,594	9,594
Total - Title II Supporting Effective Instruction State Grants				<u>29,521</u>	<u>9,594</u>	<u>39,115</u>
Title IV Student Support and Academic Enrichment Program	Indiana Department of Revenue					
Title IV Part A		84.424	S367A190013	13,553	-	13,553
Title IV Part A		84.424	S424A210015	-	8,820	8,820
Total - Title IV Student Support and Academic Enrichment Program				<u>13,553</u>	<u>8,820</u>	<u>22,373</u>
COVID-19 Education Stabilization Fund	Indiana Department of Education					
Elementary and Secondary School Emergency Relief (ESSER II) Fund		84.425D	S425D200013	175,914	510,805	686,719
American Rescue Plan Elementary and Secondary School Emergency Relief (ARP ESSER) Fund		84.425U	S425U210013	-	683,064	683,064
Total - COVID-19 Education Stabilization Fund				<u>175,914</u>	<u>1,193,869</u>	<u>1,369,783</u>
Total - Department of Education				<u>791,517</u>	<u>1,936,171</u>	<u>2,727,688</u>
<u>Department of Health and Human Services</u>						
National Center for Injury Prevention and Control	Indiana Department of Education					
Injury Prevention and Control Research and State and Community Based Programs		93.136		-	27,387	27,387
Total - Department of Health and Human Services				<u>-</u>	<u>27,387</u>	<u>27,387</u>
Total federal awards expended				<u>\$ 1,062,515</u>	<u>\$ 2,393,494</u>	<u>\$ 3,456,009</u>

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

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

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 to 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 did not have any subrecipient activity for the period July 1, 2020 to June 30, 2022.

NOTE 4 - SPECIAL EDUCATION COOPERATIVE

The School Corporation is a member of the Greene-Sullivan Special Education 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
Metropolitan School District of Shakamak
Greene 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 the Metropolitan School District of Shakamak ("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 to 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 24, 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify certain deficiencies in internal control, described in the accompanying Schedule of Findings and Questioned Costs as items 2022-001 and 2022-002 that we consider to be material weaknesses.

(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*.

School Corporation's Responses to Findings

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

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 24, 2023

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

Those Charged with Governance
Metropolitan School District of Shakamak
Greene County, Indiana

Report on Compliance for Each Major Federal Program

Qualified and Unmodified Opinions

We have audited the School Corporation's 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 to 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.

Qualified Opinion on the Education Stabilization Fund

In our opinion, except for the noncompliance described in the Basis for Qualified and Unmodified Opinions section of our report, the School Corporation complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on the Education Stabilization Fund for the period of July 1, 2020 to June 30, 2022.

Unmodified Opinion on Each of the Other Major Federal Programs

In our opinion, the School Corporation complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its other major federal programs identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs for the period of July 1, 2020 to June 30, 2022.

Basis for Qualified and Unmodified Opinions

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 each major federal program. Our audit does not provide a legal determination of the School Corporation's compliance with the compliance requirements referred to above.

(Continued)

Matters Giving Rise to Qualified Opinion on the Education Stabilization Fund

As described in the accompanying schedule of findings and questioned costs, the School Corporation did not comply with requirements regarding Assistance Listings 84.425D and 84.425U Education Stabilization Fund as described in finding numbers 2022-03 for Reporting and 2022-05 for Equipment and Real Property Management. Additionally, the School Corporation did not comply with requirements regarding Assistance Listings 84.425U Education Stabilization Fund as described in finding number 2022-04 for Special Tests and Provisions – Wage Rate Requirement. Compliance with such requirements is necessary, in our opinion, for the School Corporation to comply with the requirements applicable to that program.

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.

Auditor's Responsibilities for the Audit of Compliance

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 each major federal program 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.

(Continued)

Government Auditing Standards requires the auditor to perform limited procedures on the School Corporation's response to the noncompliance 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.

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. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be material weaknesses.

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. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2022-03, 2022-04, and 2022-05 to be material weaknesses.

A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our 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 School Corporation is responsible for preparing a corrective action plan to address each audit finding included in our auditor's report. The School Corporation's corrective action plan was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on it.

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


Crowe LLP

Indianapolis, Indiana
March 24, 2023

METROPOLITAN SCHOOL DISTRICT OF SHAKAMAK
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 July 1, 2020 to June 30, 2022

Section I – Summary of Auditor’s Results

Financial Statement

Type of auditor’s report issued	Adverse as to GAAP, Unmodified as to regulatory basis		
Internal control over financial reporting			
Material weakness(es) identified?	<u> X </u>	Yes	_____ 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?	<u> X </u>	Yes	_____ No
Significant deficiencies identified not considered to be material weaknesses?	_____	Yes	<u> X </u> None Reported
Type of auditor’s report issued on compliance for major programs	Modified for the Education Stabilization Fund Unmodified for the Child Nutrition Cluster		
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>
10.553, 10.555	Child Nutrition Cluster
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)

METROPOLITAN SCHOOL DISTRICT OF SHAKAMAK
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
July 1, 2020 to June 30, 2022

Section II – Financial Statement Findings

FINDING 2022-001

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

Criteria: The Indiana State Board of Accounts (SBOA) is required under Indiana Code 5-11-1-27(e) to define the acceptable minimum level of internal control standards. To provide clarifying guidance, the State Examiner compiled the standards contained in the manual, *Uniform Internal Control Standards for Indiana Political Subdivisions*. All political subdivisions subject to audit by SBOA are expected to adhere to these standards. The standards include adequate control activities. According to this manual:

"Control activities are the actions and tools established through policies and procedures that help to detect, prevent, or reduce the identified risks that interfere with the achievement of objectives. Detection activities are designed to identify unfavorable events in a timely manner whereas prevention activities are designed to deter the occurrence of an unfavorable event. Examples of these activities include reconciliations, authorizations, approval processes, performance reviews, and verification processes.

An integral part of the control activity component is segregation of duties. . . . There is an expectation of segregation of duties. If compensating controls are necessary, documentation should exist to identify both the areas where segregation of duties are not feasible or practical and the compensating controls implemented to mitigate the risk. . . .

The Green Book identifies a list of control activity categories that are meant only to illustrate the range and variety of control activities; the list is by no means all inclusive, but is reproduce here for reference purposes:
. . .

- Accurate and timely recording of transactions. . . ."

2 CFR 200.508 states in part:

"The auditee must: . . .

(b) Prepare appropriate financial statements, including the schedule of expenditures of Federal Awards in accordance with § 200.510 Financial statements. . . ."

2 CFR 200.510(b) states:

"*Schedule of expenditures of Federal awards.* The auditee must also prepare a schedule of expenditures of Federal awards for the period covered by the auditee's financial statements which must include the total Federal awards expended as determined in accordance with § 200.502 Basis for determining Federal awards expended. While not required, the auditee may choose to provide information requested by Federal awarding agencies and pass-through entities to make the schedule easier to use. For example, when a Federal program has multiple Federal award years, the auditee may list the amount of Federal awards expended for each Federal award year separately. At a minimum, the schedule must:

(1) List individual Federal programs by Federal agency. For a cluster of programs, provide the cluster name, list individual Federal programs within a cluster of programs, and provide the applicable Federal agency name. For R&D, total Federal awards expended must be shown either by individual Federal award or by Federal agency and major subdivision within the Federal agency. For example, the National Institutes of Health is a major subdivision in the Department of Health and Human Services.

(Continued)

METROPOLITAN SCHOOL DISTRICT OF SHAKAMAK
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
July 1, 2020 to June 30, 2022

Section II – Financial Statement Findings (Continued)

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

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

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

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

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

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

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

Context: The federal grant information entered and submitted in the Indiana Gateway for Government Units financial reporting system was the source of the SEFA. The SEFA was reviewed prior to submission. However, it was not reviewed in enough detail to prevent the following errors that resulted in the understatement of the total federal awards expended on the SEFA by \$146,447 for the period July 1, 2020, through June 30, 2022:

1. The Education Stabilization Fund expenditures were understated by \$216,132 as noted below:
 - a. ALN 84.425D expenditures were understated by \$40,218. The understatement was a result of a misclassification of this grant as state funds rather than federal funds.
 - b. ALN 84.435U expenditures were understated by \$175,914.
2. The Special Education Cluster expenditures were overstated by \$119,650 as noted below. This overstatement was the result of an adjustment of Special Education Funds allocated to the School Corporation at the Cooperative level.
 - a. ALN 84.027 expenditures were overstated by \$109,615.
 - b. ALN 84.173 expenditures were overstated by \$10,035.
3. ALN 93.136 (Injury Prevention and Control Research and State and Community Based Programs) expenditures were understated by \$27,387. The understatement was a result of a misclassification of this grant as state funds rather than federal funds.
4. ALN 84.287 (Twenty-First Century Community Learning Centers) expenditures were understated by \$24,941.
5. ALN 84.424 (Title IV, Part A) expenditures were overstated by \$3,111.
6. ALN 84.367 (Title II, Part A) expenditures were understated by \$748.

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

(Continued)

METROPOLITAN SCHOOL DISTRICT OF SHAKAMAK
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
July 1, 2020 to June 30, 2022

Section II – Financial Statement Findings (Continued)

Effect: Without a proper system of internal control in place that operated effectively, material misstatements of the SEFA remained undetected. The SEFA contained the errors identified in the *Condition and Context*.

Identification as a repeat finding, if applicable: No.

Recommendation: We recommend that the School Corporation's management establish a documented reconciliation between the funds ledger and the SEFA to ensure amounts reported are accurate.

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

FINDING 2022-002

Subject: Preparation of the Annual Financial Report
Audit Findings: Material Weakness

Criteria: The Indiana State Board of Accounts (SBOA) is required under Indiana Code 5-11-1-27(e) to define the acceptable minimum level of internal control standards. To provide clarifying guidance, the State Examiner compiled the standards contained in the manual, *Uniform Internal Control Standards for Indiana Political Subdivisions*. All political subdivisions subject to audit by SBOA are expected to adhere to these standards. The standards include adequate control activities. According to this manual:

"Control activities are the actions and tools established through policies and procedures that help to detect, prevent, or reduce the identified risks that interfere with the achievement of objectives. Detection activities are designed to identify unfavorable events in a timely manner whereas prevention activities are designed to deter the occurrence of an unfavorable event. Examples of these activities include reconciliations, authorizations, approval processes, performance reviews, and verification processes.

An integral part of the control activity component is segregation of duties. . . . There is an expectation of segregation of duties. If compensating controls are necessary, documentation should exist to identify both the areas where segregation of duties are not feasible or practical and the compensating controls implemented to mitigate the risk. . . .

The Green Book identifies a list of control activity categories that are meant only to illustrate the range and variety of control activities; the list is by no means all inclusive, but is reproduced here for reference purposes: . . .

- Accurate and timely recording of transactions. . . ."

2 CFR 200.508 states in part:

"The auditee must:...

(b) Prepare appropriate financial statement, ..."

Condition: The School Corporation did not have a proper system of internal control in place to prevent, or detect and correct, errors on the Annual Financial Report (AFR).

(Continued)

METROPOLITAN SCHOOL DISTRICT OF SHAKAMAK
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
July 1, 2020 to June 30, 2022

Section II – Financial Statement Findings (Continued)

Cause: Management had not established a system of internal control that would have ensured proper reporting of the AFR. Additionally, 2021 was the first year the School Corporation was required to report clearing funds on the AFR and the first year that School Corporations had to upload their financial statements to the Indiana Gateway instead of from the semiannual reports to the IDOE.

Context: The AFR entered and submitted in the Indiana Gateway for Government Units financial reporting system was the source of the Statement of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and investment Balances – Regulatory Basis (the financial statement). The AFR was reviewed prior to submission. However, it was not reviewed in enough detail to prevent the following errors in the financial statement:

1) For the period of July 1, 2020 to June 30, 2021, receipts and disbursements were understated by approximately \$347,000 and \$382,000, respectively. The School Corporation excluded the School Lunch, Prepaid Lunch, and Curricular Material Rental funds and misreported opening cash of approximately \$244,000 for the period of July 1, 2020 to June 30, 2021 in the Indiana Gateway AFR. The net impact on cash was an understatement of approximately \$209,000.

2) For the period of July 1, 2021 to June 30, 2022, receipts and disbursements were understated by approximately \$461,000 and \$393,000, respectively. The School Corporation excluded the School Lunch, Prepaid Lunch, and Curricular Material Rental funds and misreported opening cash of approximately \$209,000 for the period of July 1, 2021 to June 30, 2022 in the Indiana Gateway AFR. The net impact on cash was an understatement of approximately \$277,000.

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

Effect: Without a proper system of internal control in place that operated effectively, material misstatements of the financial statement remained undetected. The financial statement contained the errors identified in the Context section.

Recommendation: We recommend that the School Corporation's management establish a formal review over the AFR financial statement submission to ensure amounts reported are accurate and agree to underlying fund ledgers. The School Corporation should establish a documented, secondary review to ensure the amounts reported on the financial statement agree to the supporting fund ledger detail.

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

(Continued)

METROPOLITAN SCHOOL DISTRICT OF SHAKAMAK
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
July 1, 2020 to June 30, 2022

Section III – Federal Award Findings and Questioned Costs

FINDING 2022-003

Information on the federal program:

Subject: COVID-19 - Education Stabilization Fund - Reporting
Federal Agency: Department of Education
Federal Program: COVID-19 - Education Stabilization Fund
Assistance Listing Numbers: 84.425D, 84.425U
Federal Award Numbers (or Other Identifying Numbers): S425D200013, S425D210013, S425U200013
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Reporting
Audit Findings: Material Weakness, Modified Opinion

Criteria: 2 CFR 200.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over the 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 200.334 states in part:

"Financial records, supporting documents, statistical records, and all other non-Federal entity records pertinent to a Federal award must be retained for a period of three years from the date of submission of the final expenditure report or, for Federal awards that are renewed quarterly or annually, from the date of the submission of the quarterly or annual financial report, respectively, as reported to the Federal awarding agency or pass-through entity in the case of a subrecipient. . . ."

2 CFR 200.302(b) states in part:

"The financial management system of each non-Federal entity must provide for the following:

(2) Accurate, current, and complete disclosure of the financial results of each Federal award or program in accordance with the reporting requirements set forth in §§ 200.328 and 200.329. . . .

(3) Records that identify adequately the source and application of funds for federally funded activities. These records must contain information pertaining to Federal awards, authorizations, obligations, unobligated balances, assets, expenditures, income and interest and be supported by source documentation. . . ."

34 CFR 76.722 states:

"A State may require a subgrantee to submit reports in a manner and format that assists the State in complying with the requirements under 34 CFR 76.720 and in carrying out other responsibilities under the program."

(Continued)

METROPOLITAN SCHOOL DISTRICT OF SHAKAMAK
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
July 1, 2020 to June 30, 2022

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

Condition: 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 Reporting compliance requirement.

Three of four annual data reports due and submitted during the audit period were materially misstated.

- The Elementary and Secondary School Emergency Relief (ESSER I), Year 2 annual data report understated total expenditures by \$145,422.
- The Elementary and Secondary School Emergency Relief (ESSER II), Year 1 annual data report overstated total expenditures by \$412,355.
- The American Rescue Plan–Elementary and Secondary School Emergency Relief (ARP ESSER), Year 1 annual data report overstated total expenditures by \$550,973.

The lack of internal controls and noncompliance were systemic issues throughout the audit period.

Cause: Management had not established a system of internal controls that would have ensured compliance with the Reporting compliance requirement. The two overstated reports included expenditures past the reporting period.

Effect: The failure to establish an effective internal control system enabled material noncompliance to go undetected. Noncompliance with the grant agreement and the Reporting compliance requirement could result in the loss of future federal funds to the School Corporation.

Questioned Costs: There were no questioned costs identified.

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 Reporting compliance requirement.

Identification as a repeat finding, if applicable: No.

Recommendation: We recommended that the School Corporation's management establish a system of internal controls to ensure compliance and comply with the grant agreement and the Reporting compliance requirement.

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

(Continued)

METROPOLITAN SCHOOL DISTRICT OF SHAKAMAK
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
July 1, 2020 to June 30, 2022

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

FINDING 2022-004

Information on the federal program:

Subject: COVID-19 - Education Stabilization Fund - Special Tests and Provisions - Wage Rate Requirements

Federal Agency: Department of Education

Federal Program: COVID-19 - Education Stabilization Fund

Assistance Listing Number: 84.425U

Federal Award Number: S425U210013

Pass-Through Entity: Indiana Department of Education

Compliance Requirement: Special Tests and Provisions - Wage Rate Requirements

Audit Findings: Material Weakness, Modified Opinion

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)...."

29 CFR Part 5.5(a)(3) states in part:

“(a) The Agency head shall cause or require the contracting officer to insert in full in any contract in excess of \$2,000 which is entered into for the actual construction, alteration and/or repair, including painting and decorating, of a public building or public work, or building or work financed in whole or in part from Federal funds or in accordance with guarantees of a Federal agency or financed from funds obtained by pledge of any contract of a Federal agency to make a loan, grant

or annual contribution (except where a different meaning is expressly indicated), and which is subject to the labor standards provisions of any of the acts listed in §5.1, the following clauses...

(1) Minimum wages.

(i) All laborers and mechanics employed or working upon the site of the work (or under the United States Housing Act of 1937 or under the Housing Act of 1949 in the construction or development of the project), will be paid unconditionally and not less often than once a week, and without subsequent deduction or rebate on any account (except such payroll deductions as are permitted by regulations issued by the Secretary of Labor under the Copeland Act (29 CFR part 3)), the full amount of wages and bona fide fringe benefits (or cash equivalents thereof) due at time of payment computed at rates not less than those contained in the wage determination of the Secretary of Labor which is attached hereto and made a part hereof, regardless of any contractual relationship which may be alleged to exist between the contractor and such laborers and mechanics...

(Continued)

METROPOLITAN SCHOOL DISTRICT OF SHAKAMAK
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
July 1, 2020 to June 30, 2022

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

(3)(ii)(A) The contractor shall submit weekly for each week in which any contract work is performed a copy of all payrolls to the (write in name of appropriate federal agency) if the agency is a party to the contract, but if the agency is not such a party, the contractor will submit the payrolls to the applicant, sponsor, or owner, as the case may be, for transmission to the (write in name of agency). . . .”

2 CFR 200 Appendix II states in part:

In addition to other provisions required by the Federal agency or non-Federal entity; all contracts made by the non-Federal entity under the Federal award must contain provisions covering the following, as applicable. . . .

(D) Davis-Bacon Act, as amended (40 U.S.C. 3141-3148). When required by Federal program legislation, all prime construction contracts in excess of \$2,000 awarded by non-Federal entities must include a provision for compliance with the Davis-Bacon Act (40 U.S.C. 3141-3144, and 3146-3148) as supplemented by Department of Labor regulations (29 CFR Part 5, “Labor Standards Provisions Applicable to Contracts Covering Federally Financed and Assisted Construction”). In accordance with the statute, contractors must be required to pay wages to laborers and mechanics at a rate not less than the prevailing wages specified in a wage determination made by the Secretary of Labor. In addition, contractors must be required to pay wages not less than once a week. . . .”

Condition: 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 Special Tests and Provisions Wage Rate Requirements compliance requirement.

Construction contracts in excess of \$2,000 financed by federal assistance funds must pay wages not less than those established for the locality of the project (prevailing wage rates) by the Department of Labor (DOL) to their laborers and mechanics. Nonfederal entities are to include in their construction contracts subject to the Wage Rate Requirements a provision that the contractor or subcontractor comply with these requirements and the DOL regulations. This would include a requirement to submit a copy of the payroll and statement of compliance to the entity for each week in which contract work was performed.

The School Corporation did not have adequate policies or procedures to ensure that the one construction contract for an HVAC system in excess of \$2,000 paid from the Elementary and Secondary School Emergency Relief (ESSER III) Fund award included in the contract a provision that the contractor will comply with the DOL regulations or submitted certified payrolls or a statement of compliance. As such neither the certified payrolls nor a statement of compliance were submitted for the project. The construction contract did not include the provision that the contractor will comply with the DOL regulations.

The lack of internal controls and noncompliance were systemic issues throughout the audit period.

Cause: Management had not established a system of internal controls that would have ensured compliance with the Special Tests and Provisions - Wage Rate Requirements compliance requirement.

Effect: The failure to establish an effective internal control system enabled material noncompliance to go undetected. Noncompliance with the grant agreement and the Special Tests and Provisions - Wage Rate Requirements compliance requirement could result in the loss of future federal funds to the School Corporation.

Questioned Costs: There were no questioned costs identified.

(Continued)

METROPOLITAN SCHOOL DISTRICT OF SHAKAMAK
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
July 1, 2020 to June 30, 2022

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

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 Special Tests and Provisions Wage Rate Requirements compliance requirement.

Identification as a repeat finding, if applicable: No.

Recommendation: We recommended that the School Corporation's management establish a system of internal controls to ensure compliance and comply with the grant agreement and the Special Tests and Provisions - Wage Rate Requirements compliance requirement.

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

FINDING 2022-005

Information on the federal program:

Subject: COVID-19 - Education Stabilization Fund - Equipment and Real Property Management
Federal Agency: Department of Education
Federal Program: COVID-19 - Education Stabilization Fund
Assistance Listing Numbers: 84.425D, 84.425U
Federal Award Numbers: S425D210013, S425U210013
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Equipment and Real Property Management
Audit Findings: Material Weakness, Modified Opinion

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 200.313(d)(1) states in part:

"Property records must be maintained that include a description of the property, a serial number or other identification number, the source of funding for the property (including the federal award identification number), who holds title, the acquisition date, cost of the property, percentage of federal participation in the project costs for the federal award under which the property was acquired, the location, use and condition of the property, and any ultimate disposition data including the date of disposal and sales price of the property"

Condition: 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 Equipment and Real Property Management compliance requirement.

(Continued)

METROPOLITAN SCHOOL DISTRICT OF SHAKAMAK
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
July 1, 2020 to June 30, 2022

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

A property record or capital asset listing which would include a description of the property, a serial number or other identification number, the source of funding for the property (including the federal award identification number), who holds title, the acquisition date, cost of the property, percentage of federal participation in the project costs for the federal award under which the property was acquired, the location, and use and condition of the property is to be maintained for assets purchased that exceed the School Corporation's capitalization threshold. Additionally, a physical inventory is to be taken and reconciled to the School Corporation's records once every two years and assets are to be properly maintained and safeguarded to keep the property in good order and prevent loss, damage and theft.

The School Corporation did not have policies or procedures in place to ensure that capital assets purchased with federal award funds were added to the capital asset listing, inventoried, and properly maintained and safeguarded. One of the two capital improvement projects completed during the audit period and the paid with Elementary and Secondary School Emergency Relief (ESSER II) Fund award was not added to the School Corporation's capital asset listing. As such this asset was not inventoried during the School Corporation's most recent inventory

The lack of internal controls and noncompliance were systemic issues throughout the audit period.

Cause: Management had not established a system of internal controls that would have ensured compliance with the Equipment and Real Property Management compliance requirement.

Effect: The failure to establish an effective internal control system enabled material noncompliance to go undetected. Noncompliance with the grant agreement and the Equipment and Real Property Management compliance requirement could have resulted in the loss of federal funds to the School Corporation.

Questioned Costs: There were no questioned costs identified.

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 Equipment and Real Property Management compliance requirement.

Identification as a repeat finding, if applicable: No.

Recommendation: We recommended that the School Corporation's management establish a system of internal controls to ensure compliance and comply with the grant agreement and the Equipment and Real Property Management compliance requirement.

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



Metropolitan School District
of
Shakamak



Jeff Gambill, Superintendent
Jennifer Barcus, Corporation Treasurer
Brenda Culler, Payroll-Deputy Treasurer
Julie May, Administrative Assistant

9233 Shakamak School Rd.
Jasonville, IN 47438
812-665-3550

Board of School Trustees
Robert Wise
David Smith
Jodi Barton
James Gadberry
Braionna Barber

CORRECTIVE ACTION PLAN

FINDING 2022-001

Contact Person Responsible for Corrective Action Plan: Jennifer Barcus, Corporation Treasurer; Jeff Gambill, Superintendent; Brenda Culler, Deputy Treasurer; Greene-Sullivan Special Education Cooperative.
Contact Phone Number: 812-665-3550

Views of Responsible Official: We concur with the finding

Description of Corrective Action Plan:

The Corporation Treasurer, the Deputy Treasurer and the Superintendent will complete a documented reconciliation of the SEFA and the fund ledgers to ensure that all federal grants are listed on the SEFA. The Corporation Treasurer and the Superintendent will review all grant award letters to determine if the grants are federal or state awards. The Corporation will require additional detailed information from the Special Education Cooperative to verify that the reports that are provided to the Corporation to use on the SEFA, contain accurate financial data. The Corporation will also require the Special Education Cooperative to provide any adjustments that were completed during audits, to ensure that those same adjustments can be used to correct prior financial information that was provided by the Special Education Cooperative to the Corporation.

Anticipated Completion Date: Immediate review process will begin for the next SEFA.

FINDING 2022-002

Contact Person Responsible for Corrective Action Plan: Jennifer Barcus, Corporation Treasurer; Jeff Gambill, Superintendent; Brenda Culler, Deputy Treasurer; Tammy Richmond, Cafeteria Supervisor; and Julie May and Monica Stevens, ECA Treasurers.
Contact Phone Number: 812-665-3550

Views of Responsible Official: We concur with the finding

Description of Corrective Action Plan:

The Corporation Treasurer, Deputy Treasurer, Superintendent, Cafeteria Supervisor and ECA Treasurers will have a documented formal review of the AFR financial statement prior to submission, to ensure amounts reported agree to the fund ledgers. Since the AFR no longer pulls financial data from the Form 9, the financial data from each of the fund ledgers will need to be added to the Corporation's financial data file that is submitted on Gateway for the AFR.

Anticipated Completion Date: Immediate review process will begin for the next AFR.

FINDING 2022-003

Contact Person Responsible for Corrective Action: Jeff Gambill, Superintendent; Jennifer Barcus, Corporation Treasurer.
Contact Phone Number: 812-665-3550

Views of Responsible Official: We concur with the finding.

Description of Corrective Action Plan:

The Corporation Treasurer will begin reviewing all annual data reports completed by the Superintendent, prior to submission of the reports, to verify that all expenditures are reported in the correct reporting period.

Anticipated Completion Date:

Immediate review will begin of all annual data reports.

FINDING 2022-004

Contact Person Responsible for Corrective Action: Jeff Gambill, Superintendent; Jerry Keller, Maintenance Supervisor
Contact Phone Number: 812-665-3550

Views of Responsible Official: We concur with the finding.

Description of Corrective Action Plan:

The Superintendent and Maintenance Supervisor will begin reviewing all wage rates for construction contracts in excess of \$2,000, to verify that the wages are not less than the prevailing wage rates, determined by the Department of Labor, to their laborers and mechanics. The Superintendent and the Maintenance Supervisor will review the prevailing wage rates listed on sam.gov.

Anticipated Completion Date:

Immediate review will begin of all wage rates for construction contracts in excess of \$2,000.

FINDING 2022-005

Contact Person Responsible for Corrective Action: Jeff Gambill, Superintendent; Jerry Keller, Maintenance Supervisor
Contact Phone Number: 812-665-3550

Views of Responsible Official: We concur with the finding.

Description of Corrective Action Plan:

The Superintendent and Maintenance Supervisor will begin reviewing all capital asset inventories. These inventories are completed every two years, by an independent company. The Superintendent and Maintenance Supervisor will also maintain a corporation capital asset listing, updating any additions between inventories, to verify that the assets are properly accounted for on the capital asset inventory. The Superintendent and Maintenance Supervisor will add to the corporation capital asset listing, the assets that were omitted from the most recent capital asset inventory, and ensure that those assets are listed in the next capital asset inventory.

Anticipated Completion Date:

The Superintendent and Maintenance Supervisor will immediately begin maintaining a capital asset listing, updating any additions between inventories, as well as adding the assets that were omitted on the previous capital asset inventory.

Metropolitan School District of Shakamak

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Jennifer E. Barcus, Corporation Treasurer

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Julie May, Administrative Assistant

Robert Wise, Board President

David M. Smith, Board Vice President

Jodi L. Barton, Board Secretary

James E. Gadberry, Board Member

Braionna Barber, Board Member

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2020-001

Fiscal year in which the finding initially occurred: 2020

Status of Audit Finding: Partially Corrected

This has only been partially corrected. We have implemented controls but we didn't submit a spend down plan as required since we had an excessive cash balance.