



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

Telephone: (317) 232-2513

Fax: (317) 232-4711

Web Site: www.in.gov/sboa

April 14, 2023

To: The Officials of the Mooresville Consolidated School Corporation
Mooresville Consolidated School Corporation
11 W Carlisle St
Mooresville, IN 46158

This report is supplemental to the audit report of Mooresville Consolidated School Corporation (School Corporation), for the period July 1, 2020 to June 30, 2022. It has been provided as a separate report so that the reader may easily identify any Examination Findings that pertain to the School Corporation. It should be read in conjunction with the financial statement audit report of the School Corporation, which provides an opinion on the School Corporation's financial statements. This report may be found at www.in.gov/sboa/.

As authorized under Indiana Code 5-11-1, we engaged private examiners under our review to perform the audit of the School Corporation and perform procedures to determine compliance with applicable Indiana laws and uniform compliance guidelines established by the Indiana State Board of Accounts. The Examination Findings and Results contained herein describe the identified reportable instances of noncompliance found as a result of these procedures.

We have reviewed the Supplemental Audit Report for Mooresville Consolidated School Corporation prepared by CliftonLarsonAllen LLP, Independent Public Accountants, for the period July 1, 2020 to June 30, 2022. In our opinion, the Supplemental Audit Report was prepared in accordance with the guidelines established by the Indiana State Board of Accounts.

We call your attention to the findings in the report on pages 3 through 5.

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

MOORESVILLE CONSOLIDATED SCHOOL CORPORATION
MORGAN COUNTY, INDIANA
COMPLIANCE REPORT
JULY 1, 2020 TO JUNE 30, 2022



CPAs | CONSULTANTS | WEALTH ADVISORS

[CLAconnect.com](https://www.CLAconnect.com)

**MOORESVILLE CONSOLIDATED SCHOOL CORPORATION
MORGAN COUNTY, INDIANA
TABLE OF CONTENTS**

SCHEDULE OF OFFICIALS	1
TRANSMITTAL LETTER	2
AUDIT RESULTS AND COMMENTS	3
EXIT CONFERENCE	6
OFFICIAL RESPONSE	7

**MOORESVILLE CONSOLIDATED SCHOOL CORPORATION
MORGAN COUNTY, INDIANA
SCHEDULE OF OFFICIALS**

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Monica Houk	07-01-20 to 06-30-23
Superintendent of Schools	Randy L. Taylor	07-01-20 to 06-30-23
President of the School Board	Dr. William Roberson	07-01-20 to 06-30-23



The Officials of the
Mooresville Consolidated School Corporation
Morgan County, Indiana

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statement of the Mooresville Consolidated School Corporation (the School Corporation), which comprise the statement of receipts, disbursements, other financing sources, and cash and investment balances - regulatory basis 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, and have issued our report thereon date March 31, 2023.

In connection with our audit, we noted the School Corporation failed to comply with certain provisions established by the Accounting and Uniform Compliance Guidelines Manual for Indiana Audits of Hospitals and State and Local Governments by Authorized Independent Public Accounts (the guidelines of the SBOA) issued by the Indiana State Board of Accounts and related provisions of laws, regulations, contracts and grant agreements, in so far as they relate to accounting matters as described in the Audit Results and Comments. However, our audit was not directed primarily toward obtaining knowledge as to whether the School Corporation failed to comply with the terms, covenants, provisions, or conditions of the guidelines of SBOA insofar as they relate to accounting matters. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding noncompliance with the above-referenced terms, covenants, provisions, or conditions the guidelines of SBOA, insofar as they relate to accounting matters.

The purpose of this report is solely to describe the scope of our testing of compliance relating to the provisions of the Guidelines of the SBOA and the results of that testing, and not to provide an opinion on compliance. Accordingly, this report is not suitable for any other purpose.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Indianapolis, Indiana
March 31, 2023

**MOORESVILLE CONSOLIDATED SCHOOL CORPORATION
MORGAN COUNTY, INDIANA
AUDIT RESULTS AND COMMENTS**

TIMELY SUBMISSION OF MONTHLY AND ANNUAL UPLOADS

Criteria

State Examiner Directive 2018-1:

"The following files and governmental unit information are required to be uploaded monthly by all units except as noted:

- Bank Reconcilements, Bank Statements, and Outstanding Check Lists
- Approved Board Minutes
- Funds Ledger, summarizing total receipts, disbursements, and beginning and ending balances by fund

The following files and governmental unit information are required to be uploaded annually:

- Year-end Investment Statements (for Counties - County Treasurer)
- Detail of Receipts for the year
- Detail of Disbursements for the year
- Current year Salary Ordinance (or Schedule) and Amendments (except Schools)
- Annual Vendor History Report
- Annual Payroll History Report, without social security numbers
- Annual Funds Ledger, summarizing year-to-date total receipts, year-to-date disbursements, and beginning and ending balances by fund
- Additionally, for Schools only:
 - School Lunch Prepaid Account Balance Report as of June 30
 - Approved Salary Schedule for Noncertified Employees and Amendments
- Additionally, for County Sheriff only:
 - Inmate Trust Fund Subsidiary Detail as of December 31
- Additionally, for County Clerk and Cities/Towns with courts:
 - Court Trust Fund Subsidiary Detail as of December 31.
- Optional: Excel Data Capture/Data Dump (in lieu of Detail of Receipts and Disbursements)

In addition to the monthly and annual files, additional records, known as "Direct Request Uploads," must be uploaded when required by the SBOA."

Units are required to comply with all grant agreements, rules, regulations, bulletins, directives, letters, letter rulings, court decisions, and filing requirements concerning reports and other procedural matters of federal and state agencies. Units must file accurate reports required by federal and state agencies. Noncompliance may require corrective action. (Accounting and Uniform Compliance Guidelines Manual for Counties of Indiana, Chapter 1)

**MOORESVILLE CONSOLIDATED SCHOOL CORPORATION
MORGAN COUNTY, INDIANA
AUDIT RESULTS AND COMMENTS (CONTINUED)**

TIMELY SUBMISSION OF MONTHLY AND ANNUAL UPLOADS (CONTINUED)

Condition and Context

The January and February 2022 fund ledgers were not uploaded within a timely manner as they were due the 15th day of the second month following the month they are for. They were uploaded on May 5, 2022.

The investment statements for the year ended June 30, 2021 were not uploaded within a timely manner as they were due the August 29, 2021 and have not been uploaded.

TIMELY SUBMISSION OF ANNUAL REPORTS

Criteria

Indiana Code 5-11-13-1(a) states in part:

"Every state, county, city, town, township, or school official . . . shall during the month of January of each year prepare, make, and sign a certified report, correctly and completely showing the names and business addresses of each and all officers, employees, and agents . . . and the respective duties and compensation of each, and shall forthwith file said report in the office of the state examiner of the state board of accounts . . . The certification must be filed electronically in the manner prescribed under IC 5-14-3.8-7."

Condition and Context

The 100R for the year ended December 31, 2021 was not uploaded within a timely manner as it was due January 31, 2021 and was uploaded on February 2, 2022.

OVERDRAWN CASH BALANCE

Criteria

The cash balance of any fund may not be reduced below zero. Routinely overdrawn funds could be an indicator of serious financial problems which should be investigated by the unit.

In an instance in which a unit receives a reimbursement grant, the unit must be claiming reimbursement in a timely manner. In this case, it would be possible for a fund to be overdrawn for a short period of time. (Accounting and Uniform Compliance Guidelines Manual for Public School Corporations, Chapter 1)

**MOORESVILLE CONSOLIDATED SCHOOL CORPORATION
MORGAN COUNTY, INDIANA
AUDIT RESULTS AND COMMENTS (CONTINUED)**

Condition and Context

During testing of fund balances, we noted the following funds, which are not grant related, with a cash balance below zero:

<u>Fund</u>	Amount Overdrawn <u>June 30, 2021</u>	Amount Overdrawn <u>June 30, 2022</u>
Medical Reimbursement	\$4,902	\$4,902
Vision/Retiree 2015	15	-

**MOORESVILLE CONSOLIDATED SCHOOL CORPORATION
MORGAN COUNTY, INDIANA
EXIT CONFERENCE**

The contents of this report were discussed on March 24, 2023, with Monica Houk, Treasurer, Randy L. Taylor, Superintendent of Schools and Dr. Jake Allen, Associate Superintendent. The Official Response has been made a part of this report and may be found on page 6.

MOORESVILLE CONSOLIDATED SCHOOL CORPORATION

EDUCATION CENTER

11 W. Carlisle Street, Mooresville, IN 46158

317.831.0950

Fax: 317.831.9202

www.mooresvilleschools.org



RANDY L. TAYLOR, SUPERINTENDENT

DR. JAKE ALLEN, ASSOCIATE SUPERINTENDENT

HOLLY FRYE, ASSISTANT SUPERINTENDENT for CURRICULUM & INSTRUCTION

randy.taylor@mooresvilleschools.org

jake.allen@mooresvilleschools.org

holly.frye@mooresvilleschools.org

FINDINGS—STATE COMPLIANCE

Timely Submission of Monthly and Annual Uploads

Recommendation: The independent auditors recommend that management of the school corporation design and implement internal controls to ensure monthly and annual uploads are performed timely.

Explanation of disagreement with audit finding: There is no disagreement with the audit finding.

Action planned/taken in response to finding: Mooresville Schools will design and implement internal controls to ensure monthly and annual uploads are performed timely.

Name(s) of the contact person(s) responsible for corrective action: Jake Allen, Monica Houk

Planned completion date for corrective action plan: June 1, 2023

Timely Submission of Annual Reports

Recommendation: The independent auditors recommend that management of the school corporation design and implement internal controls to ensure annual reports are submitted timely.

Explanation of disagreement with audit finding: There is no disagreement with the audit finding.

Action planned/taken in response to finding: Mooresville Schools will design and implement internal controls to ensure monthly and annual uploads are performed timely.

Name(s) of the contact person(s) responsible for corrective action: Jake Allen, Monica Houk

Planned completion date for corrective action plan: June 1, 2023

Overdrawn Cash Balance

Recommendation: The independent auditors recommend that management of the school corporation design and implement internal controls to ensure cash balances are not overdrawn.

Explanation of disagreement with audit finding: There is no disagreement with the audit finding.

Action planned/taken in response to finding: Mooresville Schools will design and implement internal controls to ensure cash balance are not overdrawn.

Name(s) of the contact person(s) responsible for corrective action: Jake Allen, Monica Houk

Planned completion date for corrective action plan: June 1, 2023

OUR KIDS – OUR FUTURE



CLA (CliftonLarsonAllen LLP) is a network member of CLA Global. See CLAGlobal.com/disclaimer. Investment advisory services are offered through CliftonLarsonAllen Wealth Advisors, LLC, an SEC-registered investment advisor.