

MIDD-WEST SCHOOL DISTRICT

Summary of Audit Results: June 30, 2020

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Guidance You
Can Count On.



To the Board of School Directors
Mid-West School District

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Mid-West School District for the year ended June 30, 2020. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and Government Auditing Standards and the Uniform Guidance, as well as certain information related to the planned scope and timing of our audit. Professional standards also require that we communicate to you the following information related to our audit. We are pleased to present the results of our audit in this communications package.

As always, we appreciate the opportunity to continue our relationship and value your confidence in us. To maintain this confidence, we continue to develop our business model to deliver both value-added industry insight and strong technical service.

This information is intended solely for the use of the Board of School Directors and management of Mid-West School District and is not intended to be, and should not be, used by anyone other than these specified parties.

Sincerely,

Smith Elliott Kearns + Company, LLC

York, Pennsylvania
November 22, 2021

CONTENTS

- **RESPONSIBILITIES – OURS AND YOURS**
- **AUDIT SCOPE AND RESULTS**
- **OTHER REQUIRED COMMUNICATIONS**
- **MATTERS OF INTERNAL CONTROL**
- **FINANCIAL HIGHLIGHTS**

RESPONSIBILITIES

- We are responsible for:
 - Performing an audit in accordance with Generally Accepted Auditing Standards (GAAS), Government Auditing Standards and Uniform Guidance
 - Forming and expressing an opinion about whether the financial statements prepared by management:
 - Are materially correct
 - Are fairly presented
 - Conform with accounting principles generally accepted in the U.S. (GAAP)
 - Communicating significant matters to you
- An audit:
 - Provides reasonable, not absolute assurance that the financial statements do not contain material misstatements due to fraud or error
 - It does not relieve management or those charged with governance from your responsibilities

RESPONSIBILITIES

- You are responsible for:
 - Preparing and fairly presenting the financial statement in accordance with U.S. GAAP
 - Designing, implementing, evaluating and maintaining effective internal controls over financial reporting
 - Providing us with unrestricted access to all persons and information relevant to our audit
 - Informing us about fraud, illegal acts, significant deficiencies and material weaknesses, if applicable
 - Informing us of subsequent events, if applicable
 - Providing us with certain written representations



AUDIT SCOPE

- Planning, Risk Assessment and Materiality
 - GAAS requires that we consider the School District's internal control as a basis for designing our auditing procedures.
 - Materiality is a measure of an error or omission that likely would influence a "reasonable person's" interpretation of the financial statements. We have used revenues as the benchmark for setting materiality.
- Adjustments
 - Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management.
 - Appendix A summarizes all adjustments that were identified during the audit process and corrected by management.
 - Some of these adjustments were identified internally by management and provided to us while others were detected as a result of audit procedures.
 - The remaining adjustments were necessary to convert the School District's modified accrual balances to full accrual for the Statement of Net Position and Statement of Activities.

AUDIT RESULTS

- The auditors' report expresses an unmodified opinion on the financial statements of the School District.
- The auditors' report on compliance for the major federal awards program for the School District expresses an unmodified opinion.
- One material weakness in internal controls was identified related to the financial statements
- Two instances of noncompliance and material weakness in internal controls related to the District's federal programs were identified

OTHER REQUIRED COMMUNICATIONS

- Significant Accounting Policies

- Management has the responsibility to select and use appropriate accounting policies. The significant accounting policies used by the School District are described in Note A to the financial statements.
- There have been no initial selection of accounting policies and no other changes in significant accounting policies or their application during the fiscal year ended June 30, 2020. No matters have come to our attention that would require us, under professional standards, to inform you about:
 - the methods used to account for significant unusual transactions and,
 - the effect of significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.



OTHER REQUIRED COMMUNICATIONS

- Significant Accounting Estimates
 - Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected.
 - The most sensitive accounting estimates affecting the financial statements in our opinion were:
 - Management's consideration of taxes receivable and the related allowance for uncollectible taxes
 - Calculations of future liabilities for compensated absences, net pension and other post-employment benefit liabilities
 - Useful lives of fixed assets for calculation of depreciation
 - Measurement of PlanCon subsidy receivables
 - We evaluated the key factors and assumptions used to develop the estimates described above in determining that they are reasonable in relation to the financial statements taken as a whole.



OTHER REQUIRED COMMUNICATIONS

- Significant Disclosures
 - Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The most sensitive disclosures affecting the financial statements include:
 - Note 7 – Long-term Obligations
 - Note 8 –Pension Plan
 - Note 9 – Other Post-Employment Benefits (OPEB)
 - The financial statement disclosures are neutral, consistent, and clear.

OTHER REQUIRED COMMUNICATIONS

- Difficulties Encountered in Performing the Audit
 - We encountered no significant difficulties in dealing with management in performing and completing our audit.
- Disagreements with Management
 - For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.
- Representations Requested from Management
 - We have requested certain representations from management that are included in the management representation letter dated November 22, 2021.
- Management Consultations with Other Independent Accountants
 - In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the School District's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

OTHER REQUIRED COMMUNICATIONS

○ Other Audit Findings or Issues

- We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the School District's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

○ Other Matters

- We applied certain limited procedures to the Management's Discussion and Analysis, budgetary comparison schedule – general fund, and schedules related to the pension and OPEB liabilities, which are required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.
- We were engaged to report on the schedule of expenditures of federal awards, which accompanies the financial statements but is not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.



MATTERS OF INTERNAL CONTROL

- In planning and performing our audit, we considered the School District's internal control over financial reporting (internal control) as a basis for designing our auditing procedures, but not for the purpose of expressing our opinion on the effectiveness of the School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the School District's internal controls.
- Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal controls that might be significant deficiencies or material weaknesses and, therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. We identified one material weakness in internal controls over financial reporting.
 - Definitions
 - 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 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.
 - A material weakness is a deficiency or combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

FINDINGS

- Financial Statement Audit
 - Material Weakness
 - The District relied on the auditing firm to reconcile certain accounts and propose a significant number of journal entries related to accruals and year-end balances.
 - Similar identified material weakness related to fiscal year June 30, 2019, but with heightened issues due to staff turnover and change in accounting software for fiscal year June 30, 2020.
- Federal Grants Audit
 - Material weakness and control deficiency – Title I and Title II
 - MWSD receives a reimbursement from PDE for 50% of retirement and social security (SS) expenses; therefore, only the portion not reimbursed should be reported as being covered under Title I and Title II for the employees charged to those federal grants.
 - Title I finding = \$43,024
 - Title II finding = \$15,929

	Salaries	Retirement	Allowed Retirement	Finding	SS	Allowed SS	Finding	
Title I 19/20	\$ 186,770	\$ 44,141	\$ 32,022	\$ 12,119	\$ 12,647	\$ 7,144	\$ 5,503	
Title I 18/19	154,624	47,247	26,510	20,737	10,578	5,914	4,664	
Title II	56,824	22,799	9,742	13,056	5,047	2,174	2,873	
				<u>\$ 45,912</u>			<u>\$ 13,041</u>	<u>\$ 58,953</u>



OTHER RECOMMENDATIONS

- Develop approval process for journal entries
- Transfer amounts due from General Fund to the Food Service Fund
 - These are amounts related to reimbursements received from PDE, where a portion is allocated to the Food Service Fund
 - The physical transfers of cash have not occurred for several years
 - SEK assisted in reconciliation of these amounts
- Assess current policies and procedures related to tracking and use / application of self-insurance of student computers
- Assess current policies and procedures related to outstanding cafeteria account balances and necessary write offs of uncollectible amounts



FINANCIAL HIGHLIGHTS

(SUMMARIZED FROM THE AUDITED FINANCIAL STATEMENTS)

GENERAL FUND - BUDGET VS ACTUAL

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Total Revenues	\$ 38,513,515	\$ 38,365,725	\$ (147,790)
Total Expenditures	<u>38,413,515</u>	<u>37,798,692</u>	<u>614,823</u>
Excess of Revenues Over Expenditures	100,000	567,033	467,033
Total other Financing Sources (uses)	<u>(100,000)</u>	<u>6,337</u>	<u>106,337</u>
Net Change in Fund Balance	-	573,370	573,370
Fund Balance - Beginning (restated)	<u>4,568,053</u>	<u>4,568,053</u>	<u>-</u>
Fund Balance - Ending	<u><u>\$ 4,568,053</u></u>	<u><u>\$ 5,141,423</u></u>	<u><u>\$ 573,370</u></u>



FINANCIAL HIGHLIGHTS

(SUMMARIZED FROM THE AUDITED FINANCIAL STATEMENTS)

GENERAL FUND - FUND BALANCE

June 30, 2020

Committed:		
Future pension costs	\$	2,601,000
Textbooks		216,644
Assigned:		
Capital reserve/capital purposes		1,400,000
Unassigned:		<u>923,779</u>
 Total fund balance	\$	<u><u>5,141,423</u></u>



FINANCIAL HIGHLIGHTS

(SUMMARIZED FROM THE AUDITED FINANCIAL STATEMENTS)

GENERAL FUND - THREE YEAR TREND ANALYSIS

	June 30, 2020		June 30, 2019		June 30, 2018	
Revenues						
Local revenues	\$ 18,285,460	48%	\$ 18,534,242	49%	\$ 18,112,579	50%
State program revenues	18,616,863	49%	17,749,142	47%	17,022,743	47%
Federal program revenues	1,463,402	4%	1,317,483	4%	1,329,716	3%
Total revenues	<u>38,365,725</u>		<u>37,600,867</u>		<u>36,465,038</u>	
Expenditures						
Instruction	22,338,655	59%	21,542,601	59%	20,580,062	59%
Support Services	10,426,790	28%	9,515,295	26%	9,267,925	26%
Operation and noninstructional services	497,165	1%	576,901	2%	476,270	1%
Faculty acquisition, construction and improvement	3,550	0%	-	0%	-	0%
Debt service	4,532,532	12%	4,801,935	13%	4,685,685	13%
Total expenditures	<u>37,798,692</u>		<u>36,436,732</u>		<u>35,009,942</u>	
Excess Revenues over Expenditures	567,033		1,164,135		1,455,096	
Other Financing Sources and Uses	<u>6,337</u>		<u>(5,417,418)</u>		<u>(1,000,689)</u>	
Net Change in Fund Balance	<u>\$ 573,370</u>		<u>\$ (4,253,283)</u>		<u>\$ 454,407</u>	



FINANCIAL HIGHLIGHTS

(SUMMARIZED FROM THE AUDITED FINANCIAL STATEMENTS)

FOOD SERVICE FUND - THREE YEAR TREND ANALYSIS

	<u>Year Ended</u> <u>June 30, 2020</u>	<u>Year Ended</u> <u>June 30, 2019</u>	<u>Year Ended</u> <u>June 30, 2018</u>
Operating Revenues	\$ 335,125	\$ 419,572	\$ 480,728
Operating Expenses	<u>1,319,244</u>	<u>1,345,154</u>	<u>1,368,864</u>
Operating Loss	(984,119)	(925,582)	(888,136)
Nonoperating Revenues	<u>752,299</u>	<u>755,818</u>	<u>766,344</u>
Change in Net Position	<u>\$ (231,820)</u>	<u>\$ (169,764)</u>	<u>\$ (121,792)</u>



RESTATEMENTS

	Governmental Activities	Business-Type Activities
Net position as originally reported - June 30, 2019	\$ 10,526,527	\$ (273,828)
A. OPEB Liability, deferred outflows and inflows	(1,899,476)	(24,587)
B. PSERS Liability, deferred outflows and inflows	<u>517,406</u>	<u>(58,030)</u>
Net position as restated - June 30, 2019	<u>\$ 9,144,457</u>	<u>\$ (356,445)</u>

- OPEB was not previously allocated to the Food Service Fund
- A portion of the PSERS pension plan includes an OPEB plan, that piece was pulled out separately and added to the District's OPEB plan liability

	General Fund
Fund balance as originally reported - June 30, 2019	\$ 7,372,559
C. PlanCon receivable	<u>(2,804,506)</u>
Fund Balnce as restated - June 30, 2019	<u>\$ 4,568,053</u>

- PlanCon receivable previously booked (16/17) should have also been included in deferred revenues at the fund level since it was not available (received) within the next year.
- Still a receivable and was collected in FY22, but it was not considered a current resource until 6/30/21

A light blue background collage of various business and finance-related icons and objects, including a laptop, a calendar, a pair of glasses, a smartphone, a calculator, a wallet with cash, a pen, a notebook with a credit card, and several documents with charts and graphs. The items are rendered in a semi-transparent, light blue color.

APPENDIX A – JOURNAL ENTRIES

MIDD-WEST SCHOOL DISTRICT

Summary of Adjustments

June 30, 2021

Account	Description	Debit	Credit
Adjusting Journal Entries JE # 100			
Debt Service Fund - Correct recording of Series 2019 and 2020 in Fund 40			
402390810	DUES AND FEES	142,724.00	
402390810	DUES AND FEES	142,724.00	
405110910	REDEMPTION OF PRINCIPAL	12,802,276.00	
405110910	REDEMPTION OF PRINCIPAL	12,802,276.00	
40911	Bond Issue Proceeds		12,945,000.00
40911	Bond Issue Proceeds		12,945,000.00
Total		25,890,000.00	25,890,000.00
Adjusting Journal Entries JE # 101			
General Fund - Adjust fund balance for immaterial difference and against accounts that were incorrectly created during Skyward conversion			
010850	UNASSIGNED FUND BALANCE	6,725.00	
103250810	DUES AND FEES		827.00
112350330	Legal services - other professional services		2,220.00
112620390	Operation of building services - other purchased services		625.00
112620440	Operation of building services - rentals		180.00
113210599	Student activities - other misc purchased services		200.00
113250583	School sponsored athletics - transportation		825.00
122620390	Instruction and curriculum development - other purchased		798.00
123210599	Student activities - other misc purchased services		75.00
123250583	School sponsored athletics - transportation		975.00
Total		6,725.00	6,725.00
Adjusting Journal Entries JE # 102			
General Fund - To recorded interest on CD's as of 06/30/2020			
010118A	FIXED INCOME SECURITIES - MIFFLINBURG B&T CD	26,754.00	
0-000-000-00-000-000-00 INT ON INVEST & CHK			26,754.00
Total		26,754.00	26,754.00
Adjusting Journal Entries JE # 103			
Food Service Fund - To remove PY inventory on hand from deferred revenue			
50480	DEFERRED REVENUE	14,500.00	
3-000-000-00-000-000-00 VAL DONATED COMMODITIES			14,500.00
Total		14,500.00	14,500.00
Adjusting Journal Entries JE # 104			
Food Service Fund - To record disposals from PY for cafeteria fund			
50244	ACCUM DEPR MACH & EQUIP	132,182.00	
503100411	DISPOSAL SERVICES	17,147.00	
50231	MACHINERY & EQUIPMENT		149,329.00
Total		149,329.00	149,329.00

MIDD-WEST SCHOOL DISTRICT

Summary of Adjustments

June 30, 2021

Account	Description	Debit	Credit
Adjusting Journal Entries JE # 105			
Food Service Fund - To record depreciation expense for the business type activities in the CY			
503100741	NONFED FOOD SVCS DEPREC	53,620.00	
50244	ACCUM DEPR MACH & EQUIP		53,620.00
Total		53,620.00	53,620.00
Adjusting Journal Entries JE # 106			
Food Service Fund - To adjusted deferred revenues to actual as of 06/30/2020			
50480	DEFERRED REVENUE	35,848.00	
1-000-000-10-202-000-00	DLY SLS SCH LUNCH PROG		35,848.00
Total		35,848.00	35,848.00
Adjusting Journal Entries JE # 107			
General Fund - Correction of current real estate taxes posted to interim			
2-000-000-00-000-000-00	INTERIM REAL ESTATE	68,812.00	
1-000-000-00-000-000-00	CURRENT REAL ESTATE		68,812.00
Total		68,812.00	68,812.00
Adjusting Journal Entries JE # 108			
General Fund - To recognize July payment of real estate taxes (60 day rule) and remove from deferred revenue			
010480	DEFERRED REVENUE	98,720.00	
1-000-000-00-000-000-00	CURRENT REAL ESTATE		98,720.00
Total		98,720.00	98,720.00
Adjusting Journal Entries JE # 109			
General Fund - Payroll Fund / General Fund should not have a due to/ due from - SEK proposed entry to net these two			
70402	Interfund Accounts Payable	590,431.00	
010402	INTERFUND ACCTS PAYABLE		590,431.00
Total		590,431.00	590,431.00
Adjusting Journal Entries JE # 110			
adjustment to taxes receivable			
1-000-000-00-000-000-00	CURRENT REAL ESTATE	53,921.00	
010121	TAXES RECEIVABLE		53,921.00
Total		53,921.00	53,921.00

MIDD-WEST SCHOOL DISTRICT

Summary of Adjustments

June 30, 2021

Account	Description	Debit	Credit
Adjusting Journal Entries JE # 111			
General Fund - Record state subsidy for retirement and social security received by GF and owed to SF.			
2-000-000-00-000-000-00	Basic Ed Funding - Social Security	17,599.00	
0-000-000-00-000-000-00	RETIREMENT	96,399.00	
010402	INTERFUND ACCTS PAYABLE		113,998.00
Total		113,998.00	113,998.00
Adjusting Journal Entries JE # 112			
General Fund - reverse prior year federal receivable and adjust current year balance			
010143	FEDERAL SUBSIDY RECVBLE	140,467.00	
010143	FEDERAL SUBSIDY RECVBLE	32,860.00	
010143	FEDERAL SUBSIDY RECVBLE	12,659.00	
0-000-000-00-000-000-00	BASIC INSTRUCTNL SUB	217,360.00	
5-000-000-00-000-000-00	NCLB TITLE II	808.00	
7-000-000-00-000-000-00	TITLE IV	1,342.00	
7-000-000-00-000-000-00	TITLE IV	4,983.00	
0-000-000-00-000-000-00	MEDICAL ASST - ACCES	110,748.00	
0-000-000-00-000-000-00	ACCESS- ADMIN FEE RE	3,124.00	
0-000-000-00-000-000-00	ACCESS- ADMIN FEE RE	4,485.00	
010143	FEDERAL SUBSIDY RECVBLE		14,742.00
010143	FEDERAL SUBSIDY RECVBLE		110,748.00
2-000-000-00-000-000-00	Basic Ed Funding - Social Security		217,360.00
4-000-000-00-000-000-00	TITLE I REVENUE		65,495.00
4-000-000-00-000-000-00	TITLE I REVENUE		32,860.00
5-000-000-00-000-000-00	NCLB TITLE II		74,972.00
7-000-000-00-000-000-00	TITLE IV		12,659.00
Total		528,836.00	528,836.00
Adjusting Journal Entries JE # 113			
Food Service - To record prior period adjustment for OPEB liability - District plan.			
50850	UNASSIGNED FUND BALANCE	24,587.00	
50571	Net OPEB liability		18,732.00
50951	Deferred Inflows of Resources - OPEB		5,855.00
Total		24,587.00	24,587.00
Adjusting Journal Entries JE # 114			
Food Service - To record change in OPEB liability - District plan			
50911	Deferred Outflows of Resources - OPEB	3,086.00	
50951	Deferred Inflows of Resources - OPEB	750.00	
503100210	HEALTH INS		1,383.00
50571	Net OPEB liability		2,453.00
Total		3,836.00	3,836.00

MIDD-WEST SCHOOL DISTRICT

Summary of Adjustments

June 30, 2021

Account	Description	Debit	Credit
Adjusting Journal Entries JE # 115			
Food Service - To record prior period adjustment related to PSERS OPEB liability previously reported as pension activity.			
50850	UNASSIGNED FUND BALANCE	72,688.00	
50911	Deferred Outflows of Resources - OPEB	6,015.00	
50571	Net OPEB liability		75,180.00
50951	Deferred Inflows of Resources - OPEB		3,523.00
Total		78,703.00	78,703.00
Adjusting Journal Entries JE # 116			
Food Service - To record change in PSERS OPEB liability			
50571	Net OPEB liability	11,605.00	
50911	Deferred Outflows of Resources - OPEB	223.00	
503100230	RETIREMT CONTRIBUTIONS		2,264.00
50951	Deferred Inflows of Resources - OPEB		9,564.00
Total		11,828.00	11,828.00
Adjusting Journal Entries JE # 117			
Food Service - To record prior period adjustment for previous years change in proportionate share of pension contributions.			
50910	Deferred Outflows of Resources-Pension	14,658.00	
50850	UNASSIGNED FUND BALANCE		14,658.00
Total		14,658.00	14,658.00
Adjusting Journal Entries JE # 118			
Food Service - To record change in net pension liability and related activity			
503100230	RETIREMT CONTRIBUTIONS	52,889.00	
50910	Deferred Outflows of Resources-Pension	73,696.00	
50570	Net Pension Liability		87,767.00
50950	Deferred Inflows of Resources-Pension		38,818.00
Total		126,585.00	126,585.00
Adjusting Journal Entries JE # 119			
General Fund - original difference noted in year-end reconciliations was booked to dues and fees, after audit procedures, it has been determined it should be in			
101110230	RETIREMT CONTRIBUTIONS	101,011.00	
102380810	DUES AND FEES		101,011.00
Total		101,011.00	101,011.00
Adjusting Journal Entries JE # 120			
Error in recording IDEA receipt			
101110230	RETIREMT CONTRIBUTIONS	207,287.00	
010143	FEDERAL SUBSIDY RECVBLE		207,287.00
Total		207,287.00	207,287.00

MIDD-WEST SCHOOL DISTRICT

Summary of Adjustments

June 30, 2021

<u>Account</u>	<u>Description</u>	<u>Debit</u>	<u>Credit</u>
Adjusting Journal Entries JE # 121			
Title I and Title II finding			
4-000-000-00-000-000-00	TITLE I REVENUE	43,024.00	
5-000-000-00-000-000-00	NCLB TITLE II	15,929.00	
010421	ACCOUNTS PAYABLE		58,953.00
Total		<u>58,953.00</u>	<u>58,953.00</u>
Adjusting Journal Entries JE # 122			
Adjust Plancon revenue for Sun Tech reimbursement and 19/20 debt payments received in 20/21, as well as prior period adjustment to defer previously recorded revenue / receivable related to WSES and ME projects			
010142	STATE SUBSIDY RECVBLE	756,613.00	
010770	UNRESERVED FUND BALANCE	2,804,506.00	
010480	DEFERRED REVENUE		2,804,506.00
0-000-000-00-000-000-00	RENT & SINKING FUND		756,613.00
Total		<u>3,561,119.00</u>	<u>3,561,119.00</u>

MIDD-WEST SCHOOL DISTRICT

Summary of Adjustments

June 30, 2021

Account	Description	Debit	Credit
Reclassifying Journal Entries JE # 200			
Eliminate Control Accts			
010302	REVENUES CONTROL ACCOUNT	37,656,744.00	
010753	RESERVE FOR ENCUMBRANCE	161,564.00	
32302	Revenue control acct	71,220.00	
32850	UNASSIGNED FUND BALANCE	833,571.00	
50302	REVENUES CONTROL ACCT	1,037,076.00	
50850	UNASSIGNED FUND BALANCE	191,518.00	
70302	Revenue control acct	6,366.00	
010602	EXPENDITURE CONTROL ACCOUNT		33,762,609.00
010603	ENCUMBRANCE CONTRL ACCT		161,564.00
010605	OTH FINANCING CTRL ACCT		3,835,555.00
010850	UNASSIGNED FUND BALANCE		58,580.00
010850	UNASSIGNED FUND BALANCE		6,366.00
32602	Expendt Control acct		904,791.00
50602	EXPENDT CONTROL ACCOUNT		1,228,594.00
Total		<u>39,958,059.00</u>	<u>39,958,059.00</u>

MIDD-WEST SCHOOL DISTRICT

Summary of Adjustments

June 30, 2021

Account	Description	Debit	Credit
GASB Entries JE # 1			
TO RECORD BEGINNING GASB 34 BALANCES			
SN1BONDDISCOUNTS	BOND DISCOUNTS	199,175.00	
SN1BUILD	BUILDINGS & BUILDING IMPROVEMENTS	104,668,112.00	
SN1CIP	CONSTRUCTION IN PROCESS	741,744.00	
SN1DEFOUTFLOW_PENSION	DEFERRED OUTFLOWS OF RESOURCES - PENSION	6,945,487.00	
SN1FURN	FURNITURE & EQUIPMENT	5,976,473.00	
SN1LAND	LAND	1,082,233.00	
SN1SITE	SITE IMPROVEMENTS	6,233,573.00	
SN2DEFTAX	DEFERRED TAXES	614,856.00	
SNFUNDBAL	FUND BALANCE	2,054,000.00	
SNFUNDBAL	FUND BALANCE	41,888,000.00	
SNFUNDBAL	FUND BALANCE	40,482,900.00	
SNFUNDBAL	FUND BALANCE	309,322.00	
SNFUNDBAL	FUND BALANCE	313,509.00	
SN1BUILD-AD	AD - BUILDING & BUILDING IMPROVEMENTS		27,263,180.00
SN1FURN-AD	AD - FURNITURE & EQUIPMENT		4,543,330.00
SN1SITE-AD	AD - SITE IMPROVEMENTS		3,626,276.00
SN2ACCRUEINT	ACCRUED INTEREST		309,322.00
SN2BONDPREMIUMS	BOND PREMIUMS		512,684.00
SN2DEBT	LONG-TERM DEBT		41,888,000.00
SN2DEFINFLOW_PENSION	DEFERRED INFLOWS OF RESOURCES-PENSION		1,138,742.00
SN2DEFINFLOWS_OPEB	DEFERRED INFLOWS OF RESOURCES - OPEB		642,000.00
SN2OPEB	OPEB LIABILITY		2,054,000.00
SN2PENSION	NET PENSION LIABILITY		46,262,501.00
SNFUNDBAL	FUND BALANCE		82,527,605.00
SNFUNDBAL	FUND BALANCE		741,744.00
Total		<u>211,509,384.00</u>	<u>211,509,384.00</u>
GASB Entries JE # 2			
TO RECORD FIXED ASSET ACTIVITY additions and deletions			
SN1CIP	CONSTRUCTION IN PROCESS	43,445.00	
SN1FURN	FURNITURE & EQUIPMENT	128,411.00	
SN1FURN-AD	AD - FURNITURE & EQUIPMENT	32,274.00	
SN1SITE	SITE IMPROVEMENTS	1,590,646.00	
SN4ADMIN	ADMIN AND FINANCE EXPENSES	310,707.00	
SN4INSTRUCT	INSTRUCTION EXPENSES	2,704,591.00	
SN4ISS	INSTRUCTIONAL STUDENT SUPPORT EXPENSES	286,328.00	
SN4OPERATION	OPERATION AND MAINTENANCE EXPENSES	296,741.00	
SN4STUDENT	STUDENT ACTIVITIES EXPENSES	57,382.00	
SN1BUILD-AD	AD - BUILDING & BUILDING IMPROVEMENTS		3,092,309.00
SN1CIP	CONSTRUCTION IN PROCESS		741,744.00
SN1FURN	FURNITURE & EQUIPMENT		32,274.00
SN1FURN-AD	AD - FURNITURE & EQUIPMENT		273,635.00
SN1SITE-AD	AD - SITE IMPROVEMENTS		289,805.00
SN4EXP1100S	1100 EXPENSES		119,554.00
SN4EXP4000S	4000 EXPENSES		901,204.00
SN1BUILD	BUILDINGS & BUILDING IMPROVEMENTS		
Total		<u>5,450,525.00</u>	<u>5,450,525.00</u>

MIDD-WEST SCHOOL DISTRICT

Summary of Adjustments

June 30, 2021

Account	Description	Debit	Credit
GASB Entries JE # 3			
TO RECORD CURRENT YEAR DEBT ACTIVITY			
SN2ACCRUEINT	ACCRUED INTEREST	31,026.00	
SN2DEBT	LONG-TERM DEBT	2,970,000.00	
SN4DEBTSERVICE	DEBT SERVICE EXPENSES		2,970,000.00
SN4DEBTSERVICE	DEBT SERVICE EXPENSES		31,026.00
Total		<u>3,001,026.00</u>	<u>3,001,026.00</u>
GASB Entries JE # 4			
TO RECORD NET PENSION LIABILITY ACTIVITY			
SN2PENSION	NET PENSION LIABILITY	2,000,943.00	
SN4ADMIN	ADMIN AND FINANCE EXPENSES	48,510.00	
SN4INSTRUCT	INSTRUCTION EXPENSES	489,811.00	
SN4ISS	INSTRUCTIONAL STUDENT SUPPORT EXPENSES	62,981.00	
SN4OPERATION	OPERATION AND MAINTENANCE EXPENSES	33,647.00	
SN4STUDENT	STUDENT ACTIVITIES EXPENSES	7,260.00	
SN4TRANSPORT	PUPIL TRANSPORTATION	560	
SN1DEFOUTFLOW_PENSION	DEFERRED OUTFLOWS OF RESOURCES - PENSION		1,437,770.00
SN2DEFINFLOW_PENSION	DEFERRED INFLOWS OF RESOURCES-PENSION		1,205,942.00
Total		<u>2,643,712.00</u>	<u>2,643,712.00</u>
GASB Entries JE # 5			
TO REMOVE DEFERRED TAX AND PLANCON REVENUES			
SN2DEFTAX	DEFERRED TAXES	2,804,506.00	
SN3TAXREVS	TAX REVENUES	180,916.00	
SN2DEFTAX	DEFERRED TAXES		180,916.00
SNFUNDBAL	FUND BALANCE		2,804,506.00
Total		<u>2,985,422.00</u>	<u>2,985,422.00</u>
GASB Entries JE # 6			
TO RECORD ACTIVITY RELATED TO BOND PREMIUMS/DISCOUNTS			
SN2BONDPREMIUMS	BOND PREMIUMS	100,156.00	
SN4DEBTSERVICE	DEBT SERVICE EXPENSES	117,577.00	
SN1BONDDISCOUNTS	BOND DISCOUNTS		117,577.00
SN4DEBTSERVICE	DEBT SERVICE EXPENSES		100,156.00
Total		<u>217,733.00</u>	<u>217,733.00</u>
GASB Entries JE # 7			
TO ADJUST OPEB LIABILITY - DISTRICT PLAN			
SN1DEFOUTFLOW_OPEB	DEFERRED OUTFLOWS OF RESOURCES - OPEB	335,248.00	
SN2DEFINFLAWS_OPEB	DEFERRED INFLOWS OF RESOURCES - OPEB	81,472.00	
SN2OPEB	OPEB LIABILITY		266,547.00
SN4ADMIN	ADMIN AND FINANCE EXPENSES		11,356.00
SN4INSTRUCT	INSTRUCTION EXPENSES		113,152.00
SN4ISS	INSTRUCTIONAL STUDENT SUPPORT EXPENSES		11,518.00
SN4OPERATION	OPERATION AND MAINTENANCE EXPENSES		14,147.00
Total		<u>416,720.00</u>	<u>416,720.00</u>

MIDD-WEST SCHOOL DISTRICT

Summary of Adjustments

June 30, 2021

Account	Description	Debit	Credit
GASB Entries JE # 8			
To correct fixed asset account balances to tie into report			
SN1BUILD-AD	AD - BUILDING & BUILDING IMPROVEMENTS	1	
SN1FURN	FURNITURE & EQUIPMENT	8,241.00	
SN1SITE	SITE IMPROVEMENTS	103,830.00	
SN1BUILD	BUILDINGS & BUILDING IMPROVEMENTS		103,830.00
SN1FURN-AD	AD - FURNITURE & EQUIPMENT		254
SN1LAND	LAND		2,229.00
SN1SITE-AD	AD - SITE IMPROVEMENTS		1
SN4EXP4000S	4000 EXPENSES		5,758.00
Total		<u>112,072.00</u>	<u>112,072.00</u>
GASB Entries JE # 9			
To record prior period adjustment to properly reflect beginning balance of OPEB liability - District plan			
SN2DEFINFLWS_OPEB	DEFERRED INFLOWS OF RESOURCES - OPEB	5,855.00	
SN2OPEB	OPEB LIABILITY	18,732.00	
SNFUNDBAL	FUND BALANCE		24,587.00
Total		<u>24,587.00</u>	<u>24,587.00</u>
GASB Entries JE # 10			
TO RECORD CHANGE IN OPEB LIABILITY - PSERS, including prior period adjustment to record beginning balance			
SN1DEFOUTFLOW_OPEB	DEFERRED OUTFLOWS OF RESOURCES - OPEB	207,336.00	
SNFUNDBAL	FUND BALANCE	1,924,063.00	
SN2DEFINFLWS_OPEB	DEFERRED INFLOWS OF RESOURCES - OPEB		101,812.00
SN2OPEB	OPEB LIABILITY		2,012,425.00
SN4ADMIN	ADMIN AND FINANCE EXPENSES		1,353.00
SN4INSTRUCT	INSTRUCTION EXPENSES		12,897.00
SN4ISS	INSTRUCTIONAL STUDENT SUPPORT EXPENSES		1,756.00
SN4OPERATION	OPERATION AND MAINTENANCE EXPENSES		938
SN4STUDENT	STUDENT ACTIVITIES EXPENSES		202
SN4TRANSPORT	PUPIL TRANSPORTATION		16
Total		<u>2,131,399.00</u>	<u>2,131,399.00</u>
GASB Entries JE # 11			
To record prior period adjustment for previous years change in proportionate share of pension contributions			
SN1DEFOUTFLOW_PENSION	DEFERRED OUTFLOWS OF RESOURCES - PENSION	517,406.00	
SNFUNDBAL	FUND BALANCE		517,406.00
Total		<u>517,406.00</u>	<u>517,406.00</u>
GASB Entries JE # 12			
To record prior period adjustment to remove deferred revenue amounts			
SN2DEFTAX	DEFERRED TAXES		
SNFUNDBAL	FUND BALANCE		
Total		<u>0</u>	<u>0</u>