

# Financial Matters

## Audit and Budget Processes

MSD of Pike Township School Board Regular Meeting  
December 9, 2021



# Additional Appropriation Resolution Needed

- **Education Fund**
- More accurate projections available
- Must authorize expenditures over certified budget
- Verify available funds
- Funds are available **without** the use of fund balance
  - No planned transfers out

	<b>Amount (\$)</b>
Expenditures thru 11/2021	67,179,616
Extrapolated 12/2021	73,268,854
Encumbrances	1,112,202
Potential expenditures	74,381,056
Certified budget	72,000,000
Revenues thru 11/2021	73,408,719
Extrapolated 12/2021	80,141,648

# Additional Appropriations Resolution Next Steps

- Set appropriation amount
  - Certified appropriation of \$72,000,000
  - Addition appropriation of \$7,000,000 (total of \$79M)
  - Use for salaries and benefits
    - Previously planned
    - Additional amounts related to TA reached with PCTA awaiting ratification
- Public hearing
- Adoption after hearing
- File Resolution with DLGF

# Audit Considerations

## **Current Reality**

- Bi-annual audits from SBOA
  - Fiscal year basis
  - Needed for July 2019 – June 2021
  - Has not started yet
  - May be outsourced
- Limits available financial data during bond issuances
- Delays identification of issues

## **Proposed Situation**

- Annual audits from CPA firm chosen by Pike
  - Fiscal year basis
  - Increased control over engagement timeline
- Increased transparency to bond holders and stakeholders
- Timely feedback on issues

# Audit Committee Proposal

## **Roxanne Hamm-Vaden**

- Certified Public Accountant
- BS from Kelly School of Business
- Eight years in public accounting
- Pike resident

## **Mychal Eagleson**

- Superintendent choice
- BS from Indiana Wesleyan
- Certifications: CFP<sup>®</sup> AIF<sup>®</sup> ChSNC<sup>®</sup>
- Nine years in financial advisory
- Representative for Pike's VEBA plan
- Pike graduate

**Board Member:** Regina Randolph

# Audit Opt-Out Process

- Develop Audit Committee
- Establish the committee through resolution
- Authorize Opt-out process through resolution
  - Complete and submit 120 days before the start of the fiscal year to be audited
  - December authorization would allow for the independent audit of FY2023