

RE: Generally Accepted Accounting Principles (GAAP) Financial Statements – 2026

DATE: May 29, 2026

This Scope Appendix is attached by reference to the above-named engagement letter (the Engagement Letter) between Carmel Clay Schools, Indiana (the Client) and Baker Tilly US, LLP (Baker Tilly).

SCOPE OF WORK

This information is offered to communicate Baker Tilly's understanding of the terms and objectives of the engagement. This information includes a description of the limitations of the services Baker Tilly can provide.

Baker Tilly will perform the following preparation services related to the Generally Accepted Accounting Principles (GAAP) Financial Statements for the Client.

A. Adjusting Entries (Compilation and Consulting Services)

Assist the Client's bookkeeper(s) or other designee to adjust the books and accounts in order to adjust the working trial balance from which financial statements can be prepared. Client bookkeeper(s) or designee will provide Baker Tilly with a detailed trial balance and any supporting schedules required.

B. GAAP Financial Statements (Compilation and Consulting Services)

Assist the Client with preparation and analysis of information for the year ended 2026.

C. Compile Client Financial Statements (Compilation and Consulting Services)

1. Compile, from information provided by the Client, the basic financial statements as of and for the calendar year ended 2026.
2. Compile the client prepared accounting report in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

Our compilation differs significantly from a review or an audit of financial statements. Our compilation does not contemplate performing inquiry, analytical procedures, or other procedures performed in a review. Additionally, our compilation does not contemplate obtaining an understanding of the entity's internal controls; assessing fraud risk; tests of accounting records by obtaining sufficient appropriate audit evidence through inspection, observation, confirmation, the examination of source documents (for example, cancelled checks or bank images); or other procedures ordinarily performed in an audit. Therefore, Baker Tilly's services do not provide a basis for expressing any level of assurance on the financial statements being compiled.

The Client remains responsible for making all management decisions and performing all management functions, and for designating an individual with suitable skill, knowledge or experience to oversee any bookkeeping services or other service Baker Tilly provides. The Client is responsible for evaluating the adequacy and results of the services performed and accepting responsibility for such services. The Client is responsible for establishing and maintaining internal controls, including monitoring ongoing activities.

D. Meetings

Baker Tilly services include attendance, as needed, at virtual meetings or in person meetings with the working group, auditors, and local officials.



E. Capital Asset Assistance

Baker Tilly services and estimates are based on the expectation that the Client will provide supporting data in alignment with GAAP standards. In the event that the client's supporting information is not provided in accordance with these standards, additional time spent rectifying and aligning the data will be traced and invoiced separately. Baker Tilly will provide advisory services to the client, offering guidance and support in implementing appropriate accounting and reporting procedures to ensure future reports meet the standards. This approach is geared towards foster clarity, adherence to industry standards, and the seamless integration of best practices in financial reporting.

F. Component Units

Baker Tilly will incorporate client provided financial information for component units. If component unit records require assistance to adhere to the Governmental Accounting Standards Board (GASB) standards, any additional services required to bring them into compliance will be billed separately.

G. GASB Implementation Support

Baker Tilly will provide support for implementation of GASB pronouncements by required deadlines for reporting. The amount of time needed for GASB implementation varies, and the time will be tracked separately. In the event that a GASB implementation will take an extensive amount of time, Baker Tilly will communicate with management on the additional estimate for implementation. This can also be invoiced separately if requested by management.

H. Support During Independent Audit

Baker Tilly is available to attend meetings and provide support during the audit.

I. Additional Services

Upon request of the Client, Baker Tilly is available for additional accounting and reporting support services. Such services will be requested by the client in writing to Baker Tilly and will be invoiced separately based on standard hourly rates.

COMPENSATION AND INVOICING

Fees for services set forth in the Scope Appendix will be billed at standard billing rates based upon the actual time and expenses incurred and will not exceed One Hundred Thirty-Five Thousand Dollars (\$135,000) without further authorization from the Client.

Standard Hourly Rates by Job Classification
1/1/2026

Title	Hourly Rate
Principals / Directors	\$510 - \$705
Managers / Senior Managers	\$330 - \$480
Consultants / Analysts / Senior Consultants	\$210 - \$320
Support / Paraprofessionals / Interns	\$120 - \$230

**Billing rates are subject to change periodically due to changing requirements and economic conditions. The Client will be notified thirty (30) days in advance of any change to fees. If Client does not dispute such change in fees within that thirty (30) day period, Client will be deemed to have accepted such change. The fees billed will be the fees in place at the time services are provided. Actual fees will be based upon experience of the staff assigned and the complexity of the engagement.*

The above fees shall include all expenses incurred except for direct, project-related expenses such as travel costs.

Technology Fee: In addition to our professional fees, our invoices will include a 5% fee for software, technology and data security, plus travel and subsistence and other out-of-pocket expenses related to the engagement. Interim billings will be submitted on a monthly basis as work progresses and expenses are incurred. Our invoices are due and payable upon receipt.

BILLING PROCEDURES

Normally, you will receive a monthly statement showing fees and costs incurred in the prior month. Occasionally, we may bill on a less frequent basis if the time involved in the prior month was minimal or if other arrangements are made. The account balance is due and payable on receipt of the statement.

Nonattest Services

As part of this engagement, we will perform certain nonattest services. For purposes of the Engagement Letter and this Scope Appendix, nonattest services include services that the *Government Auditing Standards* refers to as nonaudit services.

We will not perform any management functions or make management decisions on your behalf with respect to any nonattest services we provide.

In connection with our performance of any nonattest services, you agree that you will:

- > Continue to make all management decisions and perform all management functions, including approving all journal entries and general ledger classifications when they are submitted to you.
- > Designate an employee with suitable skill, knowledge, and/or experience, preferably within senior management, to oversee the services we perform.



- > Evaluate the adequacy and results of the nonattest services we perform.
- > Accept responsibility for the results of our nonattest services.
- > Establish and maintain internal controls, including monitoring ongoing activities related to the nonattest function.

Conflicts of Interest

Attachment A to the Engagement Letter contains important disclosure information that is applicable to this Scope Appendix.

We are unaware of any additional conflicts of interest related to this Scope Appendix that exist at this time.

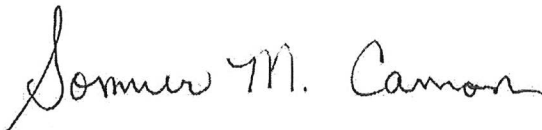
Termination

This Scope Appendix will terminate according to the terms of the Engagement Letter.

If this Scope Appendix is acceptable, please sign below and return one copy to us for our files. We look forward to working with you on this important project.

Sincerely,

BAKER TILLY US, LLP



Sommer M. Cannon, Managing Director

Signature Section:

The services and terms as set forth in this Scope Appendix are agreed to on behalf of the Client by:

Name: Amanda Kamm

Title: Director of Finance

Date: 6/3/20

COMPILATION REPORT APPENDIX

This Appendix is applicable to the Scope of Work.

Services and Related Report

We will compile, from information you provide, the annual financial statements and required supplementary information of Client as of 06-30-2026 and for the year then ending. Upon completion of the compilation of the annual financial statements, we will provide the Client with our accountants' compilation report in accordance with Statements on Standards for Accounting and Review Services (SSARS) issued by the American Institute of Certified Public Accountants (AICPA), addressed to the board of the Client. We will utilize information that is your representation without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements in order for the statements to be in accordance with accounting principles generally accepted in the United States of America. If, for any reason, caused by or relating to affairs or management of the Client, we are unable to complete the compilation, or if we determine in our professional judgment the circumstances necessitate, we may withdraw and decline to submit financial statements to you as a result of this engagement.

Our Responsibilities and Limitations

We will be responsible for conducting the engagement in accordance with Statements on Standards for Accounting and Review Services (SSARS) issued by the AICPA. The objective of the accountant in a compilation engagement is to apply accounting and financial reporting expertise to assist management in the presentation of financial statements and report without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

A compilation differs significantly from a review or an audit of consolidated financial statements. A compilation does not contemplate performing inquiry, analytical procedures or other procedures performed in a review. Additionally, a compilation does not contemplate obtaining an understanding of Client's internal control; assessing fraud risk; tests of accounting records by obtaining sufficient appropriate audit evidence through inspection, observation, confirmation, the examination of source documents (for example, cancelled checks or bank images) or other procedures ordinarily performed in an audit. As part of our engagement, we will issue a report that will state that we did not audit or review the financial statements and that, accordingly, we do not express an opinion, a conclusion, nor provide any assurance on them. There may be circumstances in which the report differs from the expected form and content.

Our engagement cannot be relied upon to disclose errors, fraud or other illegal acts that may exist and, because of the limited nature of our work, detection is highly unlikely. However, we will inform the appropriate level of management of any material errors, and of any evidence that fraud may have occurred. In addition, we will report to you any evidence or information that comes to our attention during the performance of our compilation procedures regarding illegal acts that may have occurred, unless they are clearly inconsequential. We have no responsibility to identify and communicate deficiencies in your internal control as part of this engagement.

The compilation will not be planned or conducted in contemplation of reliance by any specific third party or with respect to any specific transaction. Therefore, items of possible interest to a third party will not be specifically addressed and matters may exist that would be assessed differently by a third party, possibly in connection with a specific transaction.

Management's Responsibilities

The Client's management is responsible for the financial statements and supplementary information referred to above. Although we may advise you about appropriate accounting principles and their application, the responsibility for the preparation and fair presentation of the financial statements in accordance with the applicable financial reporting framework remains with management. In this regard, management is responsible for the selection of the financial reporting framework to be applied in the preparation of financial statements; for the preparation and fair presentation of financial statements in accordance with the applicable financial reporting framework and the inclusion of all informative disclosures that are appropriate for the applicable financial reporting framework used to prepare Client's financial statements. Informative disclosures include (i) a description of the special purpose framework, including a summary of significant accounting policies, and how the framework differs from GAAP, the effect of which need not be quantified, and informative disclosures similar to those required by GAAP, in the case of special purpose financial statements that contain items that are the same as, or similar to, those in financial statements prepared in accordance with GAAP, (ii) a description of any significant interpretations of the contract on which the special purpose financial statements are prepared, in the case of financial statements prepared in accordance with a contractual-basis of accounting, and (iii) additional disclosures beyond those specifically required by the framework that may be necessary for the special purpose framework to achieve fair presentation. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error; for preventing and detecting fraud; for ensuring that the Client complies with laws and regulations applicable to its activities; for the accuracy and completeness of the records, documents, explanations and other information, including significant judgments provided by management for the preparation of financial statements; to provide the accountant with (i) access to all information of which management is aware that is relevant to the preparation and fair presentation of the financial statements, such as records, documentation and other matters, (ii) additional information that the accountant may request from management for the purpose of the engagement, and (iii) unrestricted access to persons within Client of whom the accountant determines it necessary to make inquiries; and to include the accountant's compilation report in any document containing financial statements that indicates that Client's accountant has performed a compilation engagement on such financial statements.