

**FRANKLIN SPECIAL SCHOOL DISTRICT – INTERNAL SCHOOL FUNDS**

**ANNUAL FINANCIAL REPORT**

**FOR THE FISCAL YEAR ENDED**

**JUNE 30, 2020**

**Matlock Clements**

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**Certified Public Accountants**

## **INTRODUCTORY SECTION**

**FRANKLIN SPECIAL SCHOOL DISTRICT - INTERNAL SCHOOL FUNDS**  
**ANNUAL FINANCIAL REPORT**  
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**FRANKLIN SPECIALSCHOOL DISTRICT – INTERNAL SCHOOL FUNDS**  
**DIRECTORY OF OFFICIALS**

## Elected Officials

Board of Education: Tim Stillings (Chairman)  
Robert Blair (Vice-Chair)  
Allena Bell (Treasurer)  
Kevin Townsel (Secretary)  
Alicia Spencer Barker  
Robin Newman

### Management Officials

Director of Schools: David L. Snowden, Ph.D.

Associate Director for Finance and Administration: David Esslinger, Ed.D.

### School Officials

<b><u>Individual School</u></b>	<b><u>Principal</u></b>	<b><u>Bookkeeper</u></b>
Franklin Elementary School	Anne Riley	Vikki Saleem
Freedom Intermediate School	Joel Hoag, Ed.D.	Marie Shelton
Freedom Middle School	Charles Farmer, Ph.D.	Jayne Thames
Johnson Elementary School	Tosha Robinson Baugh	Beth Witherspoon
Liberty Elementary School	Amy Patton	Tracy Karner
Moore Elementary School	Lisa Burgin	Jetza Nunez
Poplar Grove Elementary School	Alisha Erickson, Ed.D.	Janet Hall
Poplar Grove Middle School	Christopher Treadway, Ed.D.	Julie Duel

## **FINANCIAL SECTION**

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## INDEPENDENT AUDITOR'S REPORT

Members of the Board of Education and  
The Director of Schools  
Franklin Special School District  
Franklin, Tennessee

### ***Report on the Financial Statements***

We have audited the accompanying combined balance sheet – regulatory basis of Franklin Special School District's Internal School Funds as of June 30, 2020, and the related combined statement of revenues, expenditures and changes in fund balances – regulatory basis for the year then ended, and the related notes to the financial statements, which collectively comprise Franklin Special School District's Internal School Funds basic financial statements, as listed in the table of contents. We also have audited the individual school balance sheets – regulatory basis, and the individual school statements of revenues, expenditures and changes in fund balances – regulatory basis presented as supplementary information, in the accompanying individual school financial statements as of and for the year ended June 30, 2020, as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the *Tennessee Internal School Uniform Accounting Policy Manual*, as described in Note A. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditor's Responsibility***

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles***

As described in Note A of the financial statements, the financial statements are prepared by Franklin Special School District's Internal School Funds on the basis of the financial reporting provisions of the *Tennessee Internal School Uniform Accounting Policy Manual*, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the State of Tennessee.



The effects on the financial statements of the variances between the regulatory basis of accounting described in Note A and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

#### ***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 statements referred to in the first paragraph do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of Franklin Special School District’s Internal School Funds as of June 30, 2020, or changes in financial position for the year then ended.

#### ***Unmodified Opinion on Regulatory Basis of Accounting***

In our opinion, the combined financial statements referred to in the first paragraph present fairly, in all material respects, the assets, liabilities and fund balances of Franklin Special School District’s Internal School Funds as of June 30, 2020, and the related revenue, expenditures and changes in fund balances for the year then ended, in accordance with the financial reporting provisions of the *Tennessee Internal School Uniform Accounting Policy Manual* described in Note A. In addition, in our opinion, the individual school financial statements referred to in the first paragraph present fairly, in all material respects, the assets, liabilities and fund balances of Franklin Special School District’s Internal School Funds as of June 30, 2020, and the related revenue, expenditures and changes in fund balances for the year then ended, in accordance with the financial reporting provisions of the *Tennessee Internal School Uniform Accounting Policy Manual* described in Note A.

#### ***Emphasis of a Matter***

As discussed in Note A, the financial statements present only the internal school funds of the Franklin Special School District and do not purport to, and do not, present fairly the financial position of the Franklin Special School District, as of June 30, 2020, the changes in financial position, or, where applicable, its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

#### ***Other Matters***

##### ***Other Information***

Our audit was conducted for the purpose of forming an opinion on the combined financial statements— regulatory basis that collectively comprise the Franklin Special School District’s Internal School Funds basic financial statements. In addition, our audit was conducted for the purpose of forming an opinion on the individual school financial statements – regulatory basis, presented as supplementary information. The supplemental schedules, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements – regulatory basis of the schools. As described in Note D of the financial statements, the supplementary schedules, as listed in the table of contents, are prepared by Franklin Special School District’s Internal School Funds on the basis of the financial reporting provisions of the *Tennessee Internal School Uniform Accounting Policy Manual*, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

The supplemental schedules, as listed in the table of contents, are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements – regulatory basis. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements – regulatory basis and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements – regulatory basis themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental schedules, as listed in the table of contents, are fairly stated, in all material respects, in relation to the basic financial statements – regulatory basis as a whole.

The introductory section and management’s corrective action plan have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

#### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated, September 17, 2020, on our consideration of the Franklin Special School District’s Internal School Funds’ 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 solely 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 Franklin Special School District's Internal School Funds 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 Franklin Special School District's Internal School Funds internal control over financial reporting and compliance.

A handwritten signature in blue ink that reads "Matlock Clements, P.C." The signature is fluid and cursive, with the initials "P.C." clearly visible at the end.

Matlock Clements, P.C.  
Murfreesboro, Tennessee  
September 17, 2020

**FRANKLIN SPECIAL SCHOOL DISTRICT-INTERNAL SCHOOL FUNDS  
COMBINED BALANCE SHEET-REGULATORY BASIS-ALL SCHOOLS  
JUNE 30, 2020**

	Franklin Elementary School	Freedom Intermediate School	Freedom Middle School	Johnson Elementary School	Liberty Elementary School	Moore Elementary School	Poplar Grove Elementary School	Poplar Grove Middle School	Total
<b>ASSETS</b>									
Cash in Bank-Checking	\$ 57,754	\$ 120,051	\$ 77,243	\$ 28,789	\$ 66,694	\$ 73,774	\$ 54,627	\$ 53,708	\$ 532,640
Cash on hand	-	-	-	-	1,500	-	-	-	1,500
Accounts Receivable	1,305	-	-	-	20	150	1,000	-	2,475
Inventory	-	517	-	1,325	-	-	1,486	2,360	5,688
<b>Total Assets</b>	<b>\$ 59,059</b>	<b>\$ 120,568</b>	<b>\$ 77,243</b>	<b>\$ 30,114</b>	<b>\$ 68,214</b>	<b>\$ 73,924</b>	<b>\$ 57,113</b>	<b>\$ 56,068</b>	<b>\$ 542,303</b>
<b>LIABILITIES AND FUND BALANCES</b>									
Liabilities:									
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total Liabilities</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
Fund Balances:									
General Fund:									
Nonspendable	\$ -	\$ 517	\$ -	\$ 1,325	\$ -	\$ -	\$ 1,486	\$ 2,360	\$ 5,688
Unassigned	38,820	100,854	31,982	8,047	26,659	48,519	44,971	28,541	328,393
<b>Total General Fund</b>	<b>\$ 38,820</b>	<b>\$ 101,371</b>	<b>\$ 31,982</b>	<b>\$ 9,372</b>	<b>\$ 26,659</b>	<b>\$ 48,519</b>	<b>\$ 46,457</b>	<b>\$ 30,901</b>	<b>\$ 334,081</b>
Restricted fund:									
Restricted	\$ 17,077	\$ 7,252	\$ 7,578	\$ 9,280	\$ 15,143	\$ 7,161	\$ 6,691	\$ 5,605	\$ 75,787
Assigned	3,162	11,945	37,683	11,462	26,412	18,244	3,965	19,562	132,435
Unassigned	-	-	-	-	-	-	-	-	-
<b>Total Restricted Fund</b>	<b>\$ 20,239</b>	<b>\$ 19,197</b>	<b>\$ 45,261</b>	<b>\$ 20,742</b>	<b>\$ 41,555</b>	<b>\$ 25,405</b>	<b>\$ 10,656</b>	<b>\$ 25,167</b>	<b>\$ 208,222</b>
<b>Total Fund Balances</b>	<b>\$ 59,059</b>	<b>\$ 120,568</b>	<b>\$ 77,243</b>	<b>\$ 30,114</b>	<b>\$ 68,214</b>	<b>\$ 73,924</b>	<b>\$ 57,113</b>	<b>\$ 56,068</b>	<b>\$ 542,303</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 59,059</b>	<b>\$ 120,568</b>	<b>\$ 77,243</b>	<b>\$ 30,114</b>	<b>\$ 68,214</b>	<b>\$ 73,924</b>	<b>\$ 57,113</b>	<b>\$ 56,068</b>	<b>\$ 542,303</b>

The accompanying notes are an integral part of these financial statements.

See Independent Auditor's Report.

**FRANKLIN SPECIAL SCHOOL DISTRICT-INTERNAL SCHOOL FUNDS  
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES-ALL SCHOOLS-REGULATORY BASIS-ALL SCHOOLS  
FOR THE YEAR ENDED JUNE 30, 2020**

	<b>Franklin Elementary School</b>	<b>Freedom Intermediate School</b>	<b>Freedom Middle School</b>	<b>Johnson Elementary School</b>	<b>Liberty Elementary School</b>	<b>Moore Elementary School</b>	<b>Poplar Grove Elementary School</b>	<b>Poplar Grove Middle School</b>	<b>Total</b>
Fund Balances, July 1, 2019	\$ 56,951	\$ 110,223	\$ 74,123	\$ 32,944	\$ 46,263	\$ 98,219	\$ 39,035	\$ 49,729	\$ 507,487
Prior Period Adjustments	-	-	-	-	-	-	-	-	-
Adjusted Fund Balances, July 1, 2019	\$ 56,951	\$ 110,223	\$ 74,123	\$ 32,944	\$ 46,263	\$ 98,219	\$ 39,035	\$ 49,729	\$ 507,487
Revenues	\$ 72,448	\$ 171,623	\$ 162,604	\$ 61,978	\$ 73,693	\$ 133,875	\$ 76,998	\$ 119,006	\$ 872,225
Expenditures	70,340	161,443	159,484	66,133	51,742	158,170	60,406	115,027	842,745
Excess of Revenues Over (Under) Expenditures	\$ 2,108	\$ 10,180	\$ 3,120	\$ (4,155)	\$ 21,951	\$ (24,295)	\$ 16,592	\$ 3,979	\$ 29,480
Other Financing Sources (Uses):									
Changes [Increase (Decrease)] in Inventory	\$ -	\$ 165	\$ -	\$ 1,325	\$ -	\$ -	\$ 1,486	\$ 2,360	\$ 5,336
Operating Transfers In	-	-	-	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	\$ -	\$ 165	\$ -	\$ 1,325	\$ -	\$ -	\$ 1,486	\$ 2,360	\$ 5,336
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	\$ 2,108	\$ 10,345	\$ 3,120	\$ (2,830)	\$ 21,951	\$ (24,295)	\$ 18,078	\$ 6,339	\$ 34,816
<b>Fund Balances, June 30, 2020</b>	<b>\$ 59,059</b>	<b>\$ 120,568</b>	<b>\$ 77,243</b>	<b>\$ 30,114</b>	<b>\$ 68,214</b>	<b>\$ 73,924</b>	<b>\$ 57,113</b>	<b>\$ 56,068</b>	<b>\$ 542,303</b>

The accompanying notes are an integral part of these financial statements.

See Independent Auditor's Report.

**FRANKLIN SPECIAL SCHOOL DISTRICT – INTERNAL SCHOOL FUNDS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2020**

**Background**

Section 49-2-110, *Tennessee Code Annotated*, provides for internal school funds, establishes responsibility for those funds, and requires schools to adopt and follow a uniform accounting manual.

**Note A – Summary of Significant Accounting Policies**

**1. Financial Reporting Entity**

This report includes only the internal school funds of Franklin Special School District. Internal school funds consist of financial resources accounted for at the individual schools.

**Internal School Funds**

Internal school funds reported in the accompanying financial statements include donations and grants made to the individual schools; fees collected by schools; funds received from the local board of education; funds raised through cooperative agreements; rental fees; and student activity funds.

**Student Activity Funds**

Student activity funds include all money received from any source for school-sponsored student activities or school-sponsored events held at or in connection with a school, and specifically include, but are not limited to funds:

- Derived from a school-sponsored academic, art, athletic or social event involving students;
- Raised by school-sponsored clubs involving students;
- Raised by school-sponsored fundraisers involving students who are under the supervision of a school employee;
- Received from a commission for the direct sale of items to students pursuant to a cooperative agreement between the school and an outside organization;
- Received for the direct sale of items to students from a school-run bookstore located on school grounds;
- Raised from fees charged to students;
- Obtained from interest from any account that contains student activity funds;
- Obtained from any related school-sponsored activity that involves the use of school personnel, students, and property during the school day.

**2. Other Comprehensive Basis of Accounting (OCBOA)**

The accounting and financial reporting requirements for internal school funds are set forth in the *Tennessee Internal School Uniform Accounting Policy Manual*, issued by the Tennessee Department of Education. The requirements established in the *Tennessee Internal School Uniform Accounting Policy Manual* differ from generally accepted accounting principles primarily in the presentation of the financial statements and restricted fund revenue and expenditure accounting and reporting. The following is a summary of the basic requirements of this other comprehensive basis of accounting.

**FRANKLIN SPECIAL SCHOOL DISTRICT – INTERNAL SCHOOL FUNDS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

**Note A – Summary of Significant Accounting Policies – (Continued)**

**2. Other Comprehensive Basis of Accounting (OCBOA) – (Continued)**

The financial statements consist of balance sheets and statements of revenues, expenditures and changes in fund balances.

The combined financial statements present all of the individual schools in a columnar format and are required to be presented before the notes to the financial statements. These statements focus on each of the individual schools rather than the funds within the schools. In keeping with that focus, the columnar headings identify the individual schools rather than the funds.

The individual school financial statements present the detailed fund activity in each school and are included after the notes to the financial statements.

Revenues are classified by source and expenditures are classified by either function or object for the general fund but not the restricted fund. Revenues and expenditures of the restricted fund are recorded based on the specific group or activity which will benefit or expend the funds. The activity in the restricted “accounts” is presented as total revenues and transfers in and total expenditures and transfers out for each account. A corresponding “fund balance” is presented for each account. Although the restricted fund is a single fund, each account within the fund must present its portion of the restricted fund balance. Transfers reported on the financial statements represent authorized movement of funds between restricted accounts as well as between the general fund and restricted fund.

**3. Measurement Focus and Basis of Accounting**

The accompanying financial statements are reported using the current financial resources measurement focus. Accordingly, only current assets and current liabilities are included on the balance sheets and the fund balances report only spendable resources. Internal school funds use the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when they become both measurable and available. Management policies define available as collectible within 60 days after the fiscal year end. Expenditures are generally recognized when the related fund liability is incurred, if measurable.

**4. Fund Structure**

The accounts of the individual schools are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts which are comprised of the fund’s assets, liabilities, fund equity, revenues and expenditures. The funds are grouped in the accompanying financial statements as follows:

**FRANKLIN SPECIAL SCHOOL DISTRICT – INTERNAL SCHOOL FUNDS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

**Note A – Summary of Significant Accounting Policies – (Continued)**

**5. Fund Structure – (Continued)**

**General Fund**

The general fund is used to account for all money to be used for the general operation of the school or for the welfare of the student body. Revenues and expenditures in this fund are not restricted to any specific group or activity.

**Restricted Fund**

The restricted fund is used to account for money that is restricted for the use of a specific segment of the school population or legally restricted for a specific purpose and not intended to benefit the general school population.

**6. Inventory**

Inventories are stated at lower of cost (first-in, first-out) or market (net realizable value). The purchases method is used to account for inventories. Under the purchases method, inventories are reported as an expenditure when purchased (or when received for donated items) rather than being capitalized as an asset. However, significant amounts of inventory, if any, on hand at year-end are reported as an asset in the financial statements.

In accordance with generally accepted accounting principles, the fair value of donated goods and supplies are recognized as revenues and expenditures in the financial statements. For the current year no significant amounts of such donations were received.

**7. Fund Balances**

**Nonspendable Fund Balance**

Fund balances reported as nonspendable in the accompanying financial statements represent amounts for inventory in the general fund.

**Restricted Fund Balance**

Fund balances reported as restricted in the accompanying financial statements are the result of externally imposed restrictions placed upon certain resources accounted for in the restricted funds. This includes BEP (Basic Education Program) funds and grant funds.

When both restricted and unrestricted resources are available for us, it is the school system's policy to use restricted resources first, then unrestricted resources as they are needed.

**Assigned Fund Balance**

Amounts that are constrained by each school's intent to be used for specific purposes are reflected as assigned in the accompanying financial statements. This includes accounts reported in the restricted fund at each school, except for those that account for externally restricted resources as described above. Inventory amounts for restricted accounts are reflected as assigned

**FRANKLIN SPECIAL SCHOOL DISTRICT – INTERNAL SCHOOL FUNDS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2020**

**Note A – Summary of Significant Accounting Policies – (Continued)**

**6. Fund Balances – (Continued)**

because the use of the proceeds from the sale of those inventories is assigned. Board of Education allocation amounts not spent by the end of the fiscal year are reflected as assigned in the general fund because the Board's intent is for those resources to be expended for instruction, administration, and/or operations and maintenance.

The Board of Education is authorized to assign amounts for specific purposes with respect to the amounts they allocate to the individual schools. The principal is the official authorized to assign all other amounts to a specific purpose. Authorization is established by the *Tennessee Internal School Uniform Accounting Policy Manual*.

**Unassigned Fund Balance**

In accordance with generally accepted accounting principles, the general fund is the only fund at each school that reports amounts for unassigned fund balance. This classification represents fund balance that is not restricted and has not been assigned to specific purposes within the general fund. When both assigned and unassigned resources are available for use, it is the school system's policy to use assigned resources first, then unassigned resources as they are needed.

The fund balance detail for Franklin Special School District is reflected in Table 1, located after Note E. Additional detail is provided on the individual school financial statements.

**Note B – Deposits**

**Cash Deposits**

Cash in bank represents funds on deposit in various depositories.

**Custodial Credit Risk**

Custodial credit risk is the risk that in the event of a bank failure, the school's deposits may not be returned to it. None of the school's deposits were exposed to custodial credit risk because all balances were entirely insured by the FDIC or through the Bank Collateral Pool with the State of Tennessee.

**Legal Provisions**

All deposits with financial institutions in excess of FDIC limits are required to be secured by one of two methods. Excess funds can be deposited with a financial institution(s) that participates in the State of Tennessee Bank Collateral Pool administered by the state treasurer. For deposits with financial institutions that do not participate in the bank collateral pool, state statutes require that all deposits be collateralized with collateral whose market value is equal to 105 percent of the uninsured amount of the deposits.



**FRANKLIN SPECIAL SCHOOL DISTRICT – INTERNAL SCHOOL FUNDS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2020**

**Note C- Capital Assets**

Capital assets acquired by the individual schools are recorded as expenditures at the time of purchase. Title and accountability for capital assets purchased pass automatically to the board of education.

**Note D- Supplementary Information**

All information contained in the section of this report under the table of contents heading of Supplementary information was subjected to the same audit standards as the combined and individual financial statements and was prepared in conformity with the accounting practices prescribed by the *Tennessee Internal School Uniform Policy Manual*, which is a comprehensive basis of accounting other than generally accepted accounting principles in the United States of America.

**Note E- Subsequent Events**

Subsequent events have been evaluated through September 17, 2020, the date which the financial statements were available to be issued.

The recent outbreak of the COVID-19 virus has resulted in an overall uncertainty of the economy. The outbreak has caused disruption to schools and businesses through mandated and voluntary closings. The overall financial impact and duration of this economic uncertainty on the schools cannot be estimated at this time.

**FRANKLIN SPECIAL SCHOOL DISTRICT - INTERNAL SCHOOL FUNDS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

**(Table 1 - Fund Balance Detail)**

	<u>Franklin Elementary School</u>		<u>Freedom Intermediate School</u>		<u>Freedom Middle School</u>		<u>Johnson Elementary School</u>		<u>Liberty Elementary School</u>		<u>Moore Elementary School</u>		<u>Poplar Grove Elementary School</u>	
	<u>General Fund</u>	<u>Restricted Fund</u>	<u>General Fund</u>	<u>Restricted Fund</u>	<u>General Fund</u>	<u>Restricted Fund</u>	<u>General Fund</u>	<u>Restricted Fund</u>	<u>General Fund</u>	<u>Restricted Fund</u>	<u>General Fund</u>	<u>Restricted Fund</u>	<u>General Fund</u>	<u>Restricted Fund</u>
<b>Fund Balances:</b>														
<b>Nonspendable:</b>														
Inventory	\$ -	\$ -	\$ 517	\$ -	\$ -	\$ -	\$ 1,325	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,486	\$ -
<b>Restricted for:</b>														
Grant Funds	-	1,342	-	488	-	819	-	-	-	7,206	-	1,554	-	1,294
Other Purposes	-	15,735	-	6,764	-	6,759	-	9,280	-	7,937	-	5,607	-	5,397
<b>Assigned to:</b>														
Athletic Accounts	-	-	-	-	-	13,735	-	-	-	-	-	-	-	-
Class Accounts	-	-	-	-	-	-	-	-	-	-	-	-	-	69
Club Accounts	-	-	-	-	-	4,765	-	-	-	-	-	-	-	-
Other Accounts	-	3,162	-	11,945	-	19,183	-	11,462	-	26,412	-	18,244	-	3,896
<b>Unassigned:</b>	<u>38,820</u>	<u>-</u>	<u>100,854</u>	<u>-</u>	<u>31,982</u>	<u>-</u>	<u>8,047</u>	<u>-</u>	<u>26,659</u>	<u>-</u>	<u>48,519</u>	<u>-</u>	<u>44,971</u>	<u>-</u>
<b>Total Fund Balances:</b>	<u>\$ 38,820</u>	<u>\$ 20,239</u>	<u>\$ 101,371</u>	<u>\$ 19,197</u>	<u>\$ 31,982</u>	<u>\$ 45,261</u>	<u>\$ 9,372</u>	<u>\$ 20,742</u>	<u>\$ 26,659</u>	<u>\$ 41,555</u>	<u>\$ 48,519</u>	<u>\$ 25,405</u>	<u>\$ 46,457</u>	<u>\$ 10,656</u>

	<u>Poplar Grove Middle School</u>	
	<u>General Fund</u>	<u>Restricted Fund</u>
<b>Fund Balances:</b>		
<b>Nonspendable:</b>		
Inventory	\$ 2,360	\$ -
<b>Restricted for:</b>		
Grant Funds	-	482
Other Purposes	-	5,123
<b>Assigned to:</b>		
Athletic Accounts	-	6,113
Class Accounts	-	2,806
Club Accounts	-	6,460
Other Accounts	-	4,183
<b>Unassigned:</b>	<u>28,541</u>	<u>-</u>
<b>Total Fund Balances:</b>	<u>\$ 30,901</u>	<u>\$ 25,167</u>

**FRANKLIN SPECIAL SCHOOL DISTRICT**  
**FRANKLIN ELEMENTARY SCHOOL - INTERNAL SCHOOL FUNDS**  
**BALANCE SHEET - REGULATORY BASIS**  
**JUNE 30, 2020**

	ASSETS						LIABILITIES AND FUND BALANCES								
							LIABILITIES		FUND BALANCES						
	Cash on Hand	Cash in Bank - Checking	Cash in Bank - Savings	Accounts Receivable	Inventory	Other Assets	Total Assets	Accounts Payable	Total Liabilities	Non-Spendable	Restricted	Assigned	Unassigned	Total Fund Balances	Total Liabilities and Fund Balances
General Fund	\$ -	\$ 37,515	\$ -	\$ 1,305	\$ -	\$ -	\$ 38,820	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 38,820	\$ 38,820	\$ 38,820
Restricted Fund															
Other Accounts:															
BOE - Instr. Supplies/Materials	\$ -	\$ 7,078	\$ -	\$ -	\$ -	\$ -	\$ 7,078	\$ -	\$ -	\$ -	\$ 7,078	\$ -	\$ -	\$ 7,078	\$ 7,078
CARTER- Instructional Equip & Supplies	-	157	-	-	-	-	157	-	-	-	157	-	-	157	157
Coordinated School Health Grant	-	1,251	-	-	-	-	1,251	-	-	-	1,251	-	-	1,251	1,251
Dollar General Literacy Grant	-	7	-	-	-	-	7	-	-	-	7	-	-	7	7
Donations - Elks Club	-	4	-	-	-	-	4	-	-	-	4	-	-	4	4
Donations - Fine Arts	-	8,496	-	-	-	-	8,496	-	-	-	8,496	-	-	8,496	8,496
Fuel Up to Play Grant	-	53	-	-	-	-	53	-	-	-	53	-	-	53	53
Lowe's Toolbox Ed. Grant	-	1	-	-	-	-	1	-	-	-	1	-	-	1	1
FES Staff Appreciation	-	772	-	-	-	-	772	-	-	-	-	772	-	772	772
Recycling Fund	-	676	-	-	-	-	676	-	-	-	-	676	-	676	676
St. Paul's Millennium Development Goal	-	16	-	-	-	-	16	-	-	-	-	16	-	16	16
Sunshine Fund	-	1,693	-	-	-	-	1,693	-	-	-	-	1,693	-	1,693	1,693
Target Field Trip Grant	-	29	-	-	-	-	29	-	-	-	29	-	-	29	29
Teacher's Lounge Vending	-	5	-	-	-	-	5	-	-	-	-	5	-	5	5
TEEA Grant	-	1	-	-	-	-	1	-	-	-	1	-	-	1	1
Total Restricted	\$ -	\$ 20,239	\$ -	\$ -	\$ -	\$ -	\$ 20,239	\$ -	\$ -	\$ -	\$ 17,077	\$ 3,162	\$ -	\$ 20,239	\$ 20,239
Total General and Restricted	\$ -	\$ 57,754	\$ -	\$ 1,305	\$ -	\$ -	\$ 59,059	\$ -	\$ -	\$ -	\$ 17,077	\$ 3,162	\$ 38,820	\$ 59,059	\$ 59,059

The notes to the financial statements are an integral part of this statement.

See Independent Auditor's Report.

**FRANKLIN SPECIAL SCHOOL DISTRICT**  
**FRANKLIN ELEMENTARY SCHOOL - INTERNAL SCHOOL FUNDS**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

	Other Financing Sources (Uses)									
	Fund Balances 7/1/2019	Prior Period Adjustments	Adjusted Fund Balances 7/1/2019	Revenues	Expenditures	Transfers In	Transfers Out	Change Increase (Decrease) in Inventory	Residual Equity Transfer In (Out)	Fund Balances 6/30/2020
General Fund										
Administration				\$ -	\$ 1,854					
Book Fair				4,603	2,462					
Field Trips				7,479	6,262					
Fines, Fees & Dues				26	-					
Fundraising				41,181	9,638					
Gifts, Bequests, Donations				1,575	-					
Instruction				-	29,121					
Interest				731	-					
Operations & Maintenance				-	40					
Pictures				1,108	-					
Recycling/Beautification				645	-					
Student Rewards				-	418					
Yearbook				635	-					
Total General	\$ 30,632	\$ -	\$ 30,632	\$ 57,983	\$ 49,795	\$ -	\$ -	\$ -	\$ -	\$ 38,820
Restricted Fund										
Other Accounts:										
BOE - Instr. Supplies/Materials	\$ 7,235	\$ -	\$ 7,235	\$ 7,200	\$ 7,357	\$ -	\$ -	\$ -	\$ -	\$ 7,078
CARTER- Instructional Equip & Supplies	157	-	157	-	-	-	-	-	-	157
Coordinated School Health Grant	1,251	-	1,251	-	-	-	-	-	-	1,251
Dollar General Literacy Grant	7	-	7	-	-	-	-	-	-	7
Donations - Elks Club	4	-	4	-	-	-	-	-	-	4
Donations - Fine Arts	14,810	-	14,810	2,750	9,064	-	-	-	-	8,496
Fuel Up to Play Grant	53	-	53	-	-	-	-	-	-	53
Lowe's Toolbox Ed. Grant	1	-	1	-	-	-	-	-	-	1
FES Staff Apreciation	729	-	729	3,715	3,672	-	-	-	-	772

The notes to the financial statements are an integral part of this statement.

See Independent Auditor's Report.

**FRANKLIN SPECIAL SCHOOL DISTRICT**  
**FRANKLIN ELEMENTARY SCHOOL - INTERNAL SCHOOL FUNDS**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

	Fund Balances 7/1/2019	Prior Period Adjustments	Adjusted Fund Balances 7/1/2019	Revenues	Expenditures	Other Financing Sources (Uses)				Fund Balances 6/30/2020
						Transfers In	Transfers Out	Change Increase (Decrease) in Inventory	Residual Equity Transfer In (Out)	
Recycling Fund	676	-	676	-	-	-	-	-	-	676
St. Paul's Millennium Development Goal	16	-	16	-	-	-	-	-	-	16
Sunshine Fund	1,345	-	1,345	800	452	-	-	-	-	1,693
Target Field Trip Grant	29	-	29	-	-	-	-	-	-	29
Teacher's Lounge Vending	5	-	5	-	-	-	-	-	-	5
TEEA Grant	1	-	1	-	-	-	-	-	-	1
Total Restricted	\$ 26,319	\$ -	\$ 26,319	\$ 14,465	\$ 20,545	\$ -	\$ -	\$ -	\$ -	\$ 20,239
Total General and Restricted	\$ 56,951	\$ -	\$ 56,951	\$ 72,448	\$ 70,340	\$ -	\$ -	\$ -	\$ -	\$ 59,059

The notes to the financial statements are an integral part of this statement.

See Independent Auditor's Report.

**FRANKLIN SPECIAL SCHOOL DISTRICT**  
**FREEDOM INTERMEDIATE SCHOOL - INTERNAL SCHOOL FUNDS**  
**BALANCE SHEET - REGULATORY BASIS**  
**JUNE 30, 2020**

	ASSETS							LIABILITIES AND FUND BALANCES							
								LIABILITIES		FUND BALANCES					
	Cash on Hand	Cash in Bank - Checking	Cash in Bank - Savings	Accounts Receivable	Inventory	Other Assets	Total Assets	Accounts Payable	Total Liabilities	Non-Spendable	Restricted	Assigned	Unassigned	Total Fund Balances	Total Liabilities and Fund Balances
General Fund	\$ -	\$ 100,854	\$ -	\$ -	\$ 517	\$ -	\$ 101,371	\$ -	\$ -	\$ 517	\$ -	\$ -	\$ 100,854	\$ 101,371	\$ 101,371
Restricted Fund															
Other Accounts:															
Band	\$ -	\$ 2,215	\$ -	\$ -	\$ -	\$ -	\$ 2,215	\$ -	\$ -	\$ -	\$ -	\$ 2,215	\$ -	\$ 2,215	\$ 2,215
BOE - Instr. Supplies/Materials	-	5,761	-	-	-	-	5,761	-	-	-	5,761	-	-	5,761	5,761
Chorus/Drama	-	3,494	-	-	-	-	3,494	-	-	-	-	3,494	-	3,494	3,494
Dollar General Literacy Grant	-	50	-	-	-	-	50	-	-	-	50	-	-	50	50
FIS Bulldog Council	-	2,982	-	-	-	-	2,982	-	-	-	-	2,982	-	2,982	2,982
FIS Staff Appreciation	-	1,475	-	-	-	-	1,475	-	-	-	-	1,475	-	1,475	1,475
Ready to Code Grant	-	310	-	-	-	-	310	-	-	-	310	-	-	310	310
Recycling Funds	-	1,405	-	-	-	-	1,405	-	-	-	-	1,405	-	1,405	1,405
Restricted Donations	-	1,003	-	-	-	-	1,003	-	-	-	1,003	-	-	1,003	1,003
Sunshine Fund	-	258	-	-	-	-	258	-	-	-	-	258	-	258	258
Teacher Grant - Parker	-	128	-	-	-	-	128	-	-	-	128	-	-	128	128
Teacher Memorial Fund	-	116	-	-	-	-	116	-	-	-	-	116	-	116	116
Total Restricted	\$ -	\$ 19,197	\$ -	\$ -	\$ -	\$ -	\$ 19,197	\$ -	\$ -	\$ -	\$ 7,252	\$ 11,945	\$ -	\$ 19,197	\$ 19,197
Total General and Restricted	\$ -	\$ 120,051	\$ -	\$ -	\$ 517	\$ -	\$ 120,568	\$ -	\$ -	\$ 517	\$ 7,252	\$ 11,945	\$ 100,854	\$ 120,568	\$ 120,568

The notes to the financial statements are an integral part of this statement.

See Independent Auditor's Report.

**FRANKLIN SPECIAL SCHOOL DISTRICT**  
**FREEDOM INTERMEDIATE SCHOOL - INTERNAL SCHOOL FUNDS**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

	Fund Balances 7/1/2019	Prior Period Adjustments	Adjusted Fund Balances 7/1/2019	Revenues	Expenditures	Other Financing Sources (Uses)				Fund Balances 6/30/2020
						Transfers In	Transfers Out	Change Increase (Decrease) in Inventory	Residual Equity Transfer In (Out)	
General Fund										
Administration				\$ -	\$ 2,239					
Field Trips				34,900	33,500					
Fines & Fees				133	-					
Fundraising				49,356	15,039					
Gifts, Bequests, Donations				1,625	-					
Instruction				-	34,120					
Interest				1,380	-					
Library				-	62					
Marine Lab				34,876	35,112					
Operation and Maintenance				-	77					
Pictures				3,680	-					
Student Workbooks				864	-					
T-Shirts				3,998	3,294					
Yearbook				3,490	2,767					
Total General	\$ 93,114	\$ -	\$ 93,114	\$ 134,302	\$ 126,210	\$ -	\$ -	\$ 165	\$ -	\$ 101,371
Restricted Fund										
Other Accounts:										
Band	\$ 4,081	\$ -	\$ 4,081	\$ 7,978	\$ 9,844	\$ -	\$ -	\$ -	\$ -	\$ 2,215
BOE - Instr. Supplies/Materials	3,101	-	3,101	9,600	6,940	-	-	-	-	5,761
Chorus/Drama	2,994	-	2,994	8,967	8,467	-	-	-	-	3,494
Dollar General Literacy Grant	1,486	-	1,486	-	1,436	-	-	-	-	50
FIS Bulldog Council	345	-	345	6,588	3,951	-	-	-	-	2,982
FIS Staff Appreciation	1,064	-	1,064	2,876	2,465	-	-	-	-	1,475
Library Donations	-	-	-	27	27	-	-	-	-	-

The notes to the financial statements are an integral part of this statement.

See Independent Auditor's Report.

**FRANKLIN SPECIAL SCHOOL DISTRICT**  
**FREEDOM INTERMEDIATE SCHOOL - INTERNAL SCHOOL FUNDS**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

	Fund Balances 7/1/2019	Prior Period Adjustments	Adjusted Fund Balances 7/1/2019	Revenues	Expenditures	Other Financing Sources (Uses)				Fund Balances 6/30/2020
						Transfers In	Transfers Out	Change Increase (Decrease) in Inventory	Residual Equity Transfer In (Out)	
Ready to Code Grant	178	-	178	300	168	-	-	-	-	310
Recycling Funds	2,144	-	2,144	-	739	-	-	-	-	1,405
Restricted Donations	1,003	-	1,003	-	-	-	-	-	-	1,003
Sunshine Fund	469	-	469	985	1,196	-	-	-	-	258
Teacher Grant - Parker	128	-	128	-	-	-	-	-	-	128
Teacher Memorial Fund	116	-	116	-	-	-	-	-	-	116
Total Restricted	\$ 17,109	\$ -	\$ 17,109	\$ 37,321	\$ 35,233	\$ -	\$ -	\$ -	\$ -	\$ 19,197
Total General and Restricted	\$ 110,223	\$ -	\$ 110,223	\$ 171,623	\$ 161,443	\$ -	\$ -	\$ 165	\$ -	\$ 120,568

The notes to the financial statements are an integral part of this statement.

See Independent Auditor's Report.



**FRANKLIN SPECIAL SCHOOL DISTRICT  
FREEDOM MIDDLE SCHOOL - INTERNAL SCHOOL FUNDS  
BALANCE SHEET - REGULATORY BASIS  
JUNE 30, 2020**

	ASSETS						LIABILITIES AND FUND BALANCES								
							LIABILITIES		FUND BALANCES						
	Cash on Hand	Cash in Bank - Checking	Cash in Bank - Savings	Accounts Receivable	Inventory	Other Assets	Total Assets	Accounts Payable	Total Liabilities	Non- Spendable	Restricted	Assigned	Unassigned	Total Fund Balances	Total Liabilities and Fund Balances
General Fund	\$ -	\$ 31,982	\$ -	\$ -	\$ -	\$ -	\$ 31,982	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 31,982	\$ 31,982	\$ 31,982
Restricted Fund															
Athletic Accounts:															
Athletics	\$ -	\$ 8,861	\$ -	\$ -	\$ -	\$ -	\$ 8,861	\$ -	\$ -	\$ -	\$ -	\$ 8,861	\$ -	\$ 8,861	\$ 8,861
Cheerleaders	-	4,874	-	-	-	-	4,874	-	-	-	-	4,874	-	4,874	4,874
Club Accounts:															
Best Buddies Club	-	18	-	-	-	-	18	-	-	-	-	18	-	18	18
Outdoor Environmental Club	-	4,747	-	-	-	-	4,747	-	-	-	-	4,747	-	4,747	4,747
Other Accounts:															
Art	-	333	-	-	-	-	333	-	-	-	-	333	-	333	333
Band	-	6,395	-	-	-	-	6,395	-	-	-	-	6,395	-	6,395	6,395
BOE - Instr. Supplies/Materials	-	4,964	-	-	-	-	4,964	-	-	-	4,964	-	-	4,964	4,964
Chorus	-	5,447	-	-	-	-	5,447	-	-	-	-	5,447	-	5,447	5,447
Dollar General Literacy Grant	-	819	-	-	-	-	819	-	-	-	819	-	-	819	819
Drama	-	2,391	-	-	-	-	2,391	-	-	-	-	2,391	-	2,391	2,391
Freedom Families	-	1,080	-	-	-	-	1,080	-	-	-	-	1,080	-	1,080	1,080
NJHS	-	464	-	-	-	-	464	-	-	-	-	464	-	464	464
Recycling Fund	-	2,288	-	-	-	-	2,288	-	-	-	-	2,288	-	2,288	2,288
Stem Grant-Leadership Academy	-	1,795	-	-	-	-	1,795	-	-	-	1,795	-	-	1,795	1,795
Student Council	-	28	-	-	-	-	28	-	-	-	-	28	-	28	28
Sunshine Fund	-	218	-	-	-	-	218	-	-	-	-	218	-	218	218
Teacher Funds	-	539	-	-	-	-	539	-	-	-	-	539	-	539	539
Total Restricted	\$ -	\$ 45,261	\$ -	\$ -	\$ -	\$ -	\$ 45,261	\$ -	\$ -	\$ -	\$ 7,578	\$ 37,683	\$ -	\$ 45,261	\$ 45,261
Total General and Restricted	\$ -	\$ 77,243	\$ -	\$ -	\$ -	\$ -	\$ 77,243	\$ -	\$ -	\$ -	\$ 7,578	\$ 37,683	\$ 31,982	\$ 77,243	\$ 77,243

The notes to the financial statements are an integral part of this statement.

See Independent Auditor's Report.

**FRANKLIN SPECIAL SCHOOL DISTRICT  
FREEDOM MIDDLE SCHOOL - INTERNAL SCHOOL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - REGULATORY BASIS  
FOR THE YEAR ENDED JUNE 30, 2020**

Other Financing Sources (Uses)										
	Fund Balances 7/1/2019	Prior Period Adjustments	Adjusted Fund Balances 7/1/2019	Revenues	Expenditures	Transfers In	Transfers Out	Change Increase (Decrease) in Inventory	Residual Equity Transfer In (Out)	Fund Balances 6/30/2020
General Fund										
Administration				\$ -	\$ 17,411					
Field Trips				3,507	3,532					
Fines, Fees, & Dues				90	-					
Fundraising				50,223	6,356					
Gifts, Bequests, Donations				3,184	-					
Instruction				-	25,839					
Interest				1,031	-					
Operations & Maintenance				-	284					
Resale				4,237	2,634					
Student Rewards				526	10,314					
Yearbook				2,953	2,635					
Total General	\$ 35,236	\$ -	\$ 35,236	\$ 65,751	\$ 69,005	\$ -	\$ -	\$ -	\$ -	\$ 31,982
Restricted Fund										
Athletic Accounts:										
Athletics	\$ 9,801	\$ -	\$ 9,801	\$ 43,271	\$ 44,211	\$ -	\$ -	\$ -	\$ -	\$ 8,861
Cheerleaders	6,546	-	6,546	6,290	7,962	-	-	-	-	4,874
Club Accounts:										
Best Buddies Club	18	-	18	300	300	-	-	-	-	18
Outdoor Environmental Club	894	-	894	4,451	598	-	-	-	-	4,747
Other Accounts:										
Art	162	-	162	310	139	-	-	-	-	333
Band	5,236	-	5,236	15,715	14,556	-	-	-	-	6,395
BOE - Instr. Supplies/Materials	1,473	-	1,473	9,800	6,309	-	-	-	-	4,964
Chorus	6,699	-	6,699	-	1,252	-	-	-	-	5,447

The notes to the financial statements are an integral part of this statement.

See Independent Auditor's Report.

**FRANKLIN SPECIAL SCHOOL DISTRICT  
FREEDOM MIDDLE SCHOOL - INTERNAL SCHOOL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - REGULATORY BASIS  
FOR THE YEAR ENDED JUNE 30, 2020**

	Other Financing Sources (Uses)									
	Fund Balances 7/1/2019	Prior Period Adjustments	Adjusted Fund Balances 7/1/2019	Revenues	Expenditures	Transfers In	Transfers Out	Change Increase (Decrease) in Inventory	Residual Equity Transfer In (Out)	Fund Balances 6/30/2020
Dollar General Literacy Grant	548	-	548	1,836	1,565	-	-	-	-	819
Drama	851	-	851	9,896	8,356	-	-	-	-	2,391
Freedom Families	1,264	-	1,264	-	184	-	-	-	-	1,080
NJHS	1,068	-	1,068	672	1,276	-	-	-	-	464
Recycling Fund	1,559	-	1,559	729	-	-	-	-	-	2,288
Stem Grant-Leadership Academy	2,185	-	2,185	650	1,040	-	-	-	-	1,795
Student Council	185	-	185	-	157	-	-	-	-	28
Sunshine Fund	98	-	98	420	300	-	-	-	-	218
Teacher Funds	300	-	300	2,513	2,274	-	-	-	-	539
Total Restricted	<u>\$ 38,887</u>	<u>\$ -</u>	<u>\$ 38,887</u>	<u>\$ 96,853</u>	<u>\$ 90,479</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 45,261</u>
Total General and Restricted	<u><u>\$ 74,123</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 74,123</u></u>	<u><u>\$ 162,604</u></u>	<u><u>\$ 159,484</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 77,243</u></u>

The notes to the financial statements are an integral part of this statement.

See Independent Auditor's Report.

**FRANKLIN SPECIAL SCHOOL DISTRICT**  
**JOHNSON ELEMENTARY SCHOOL - INTERNAL SCHOOL FUNDS**  
**BALANCE SHEET - REGULATORY BASIS**  
**JUNE 30, 2020**

	ASSETS							LIABILITIES AND FUND BALANCES							
								LIABILITIES		FUND BALANCES					
	Cash on Hand	Cash in Bank - Checking	Cash in Bank - Savings	Accounts Receivable	Inventory	Other Assets	Total Assets	Accounts Payable	Total Liabilities	Non- Spendable	Restricted	Assigned	Unassigned	Total Fund Balances	Total Liabilities and Fund Balances
General Fund	\$ -	\$ 8,047	\$ -	\$ -	\$ 1,325	\$ -	\$ 9,372	\$ -	\$ -	\$ 1,325	\$ -	\$ -	\$ 8,047	\$ 9,372	\$ 9,372
Restricted Fund															
Other Accounts:															
Art	\$ -	\$ 707	\$ -	\$ -	\$ -	\$ -	\$ 707	\$ -	\$ -	\$ -	\$ -	\$ 707	\$ -	\$ 707	\$ 707
BOE - Instr. Supplies/Materials	-	2,397	-	-	-	-	2,397	-	-	-	2,397	-	-	2,397	2,397
Donations	-	7,399	-	-	-	-	7,399	-	-	-	-	7,399	-	7,399	7,399
JES Staff Appreciation	-	21	-	-	-	-	21	-	-	-	-	21	-	21	21
Recycling Fund	-	2,449	-	-	-	-	2,449	-	-	-	-	2,449	-	2,449	2,449
Restricted Donations - Library	-	102	-	-	-	-	102	-	-	-	102	-	-	102	102
Restricted Donations - PE	-	6,781	-	-	-	-	6,781	-	-	-	6,781	-	-	6,781	6,781
Sunshine Fund	-	806	-	-	-	-	806	-	-	-	-	806	-	806	806
Teacher Appreciation	-	11	-	-	-	-	11	-	-	-	-	11	-	11	11
Teacher's Lounge Vending	-	69	-	-	-	-	69	-	-	-	-	69	-	69	69
Total Restricted	\$ -	\$ 20,742	\$ -	\$ -	\$ -	\$ -	\$ 20,742	\$ -	\$ -	\$ -	\$ 9,280	\$ 11,462	\$ -	\$ 20,742	\$ 20,742
Total General and Restricted	\$ -	\$ 28,789	\$ -	\$ -	\$ 1,325	\$ -	\$ 30,114	\$ -	\$ -	\$ -	\$ 9,280	\$ 11,462	\$ 8,047	\$ 30,114	\$ 30,114

The notes to the financial statements are an integral part of this statement.

See Independent Auditor's Report.

**FRANKLIN SPECIAL SCHOOL DISTRICT**  
**JOHNSON ELEMENTARY SCHOOL - INTERNAL SCHOOL FUNDS**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

					Other Financing Sources (Uses)					
	Fund Balances 7/1/2019	Prior Period Adjustments	Adjusted Fund Balances 7/1/2019	Revenues	Expenditures	Transfers In	Transfers Out	Change Increase (Decrease) in Inventory	Residual Equity Transfer In (Out)	Fund Balances 6/30/2020
General Fund										
Administration				\$ -	\$ 3,905					
Field Trips				7,070	6,772					
Fines, Fees & Dues				441	-					
Fundraising				36,602	34,556					
Gifts, Bequests, Donations				2,462	-					
Instruction				-	4,253					
Interest				399	-					
Library				68	-					
Operations & Maintenance				-	119					
Pictures				1,428	-					
School Events				26	150					
Total General	\$ 9,306	\$ -	\$ 9,306	\$ 48,496	\$ 49,755	\$ -	\$ -	\$ 1,325	\$ -	\$ 9,372
Restricted Fund										
Other Accounts:										
Art	\$ -	\$ -	\$ -	\$ 707	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 707
BOE - Instr. Supplies/Materials	966	-	966	6,900	5,469	-	-	-	-	2,397
Donations	6,534	-	6,534	865	-	-	-	-	-	7,399
JES Staff Appreciation	-	-	-	21	-	-	-	-	-	21
Recycling Fund	8,128	-	8,128	772	6,451	-	-	-	-	2,449
Restricted Donations - Library	102	-	102	-	-	-	-	-	-	102
Restricted Donations - PE	6,987	-	6,987	100	306	-	-	-	-	6,781
Sunshine Fund	129	-	129	890	213	-	-	-	-	806
Teacher Appreciation	676	-	676	1,983	2,648	-	-	-	-	11
Teacher's Lounge Vending	116	-	116	330	377	-	-	-	-	69
TN Arts Commission	-	-	-	914	914	-	-	-	-	-

The notes to the financial statements are an integral part of this statement.

See Independent Auditor's Report.

**FRANKLIN SPECIAL SCHOOL DISTRICT**  
**JOHNSON ELEMENTARY SCHOOL - INTERNAL SCHOOL FUNDS**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

	Fund Balances 7/1/2019	Prior Period Adjustments	Adjusted Fund Balances 7/1/2019	Revenues	Expenditures	Other Financing Sources (Uses)		Change Increase (Decrease) in Inventory	Residual Equity Transfer In (Out)	Fund Balances 6/30/2020
						Transfers In	Transfers Out			
Total Restricted	\$ 23,638	\$ -	\$ 23,638	\$ 13,482	\$ 16,378	\$ -	\$ -	\$ -	\$ -	\$ 20,742
Total General and Restricted	<u>\$ 32,944</u>	<u>\$ -</u>	<u>\$ 32,944</u>	<u>\$ 61,978</u>	<u>\$ 66,133</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,325</u>	<u>\$ -</u>	<u>\$ 30,114</u>

The notes to the financial statements are an integral part of this statement.

See Independent Auditor's Report.

**FRANKLIN SPECIAL SCHOOL DISTRICT**  
**LIBERTY ELEMENTARY SCHOOL - INTERNAL SCHOOL FUNDS**  
**BALANCE SHEET - REGULATORY BASIS**  
**JUNE 30, 2020**

	ASSETS							LIABILITIES AND FUND BALANCES							
								LIABILITIES		FUND BALANCES					
	Cash on Hand	Cash in Bank - Checking	Cash in Bank - Savings	Accounts Receivable	Inventory	Other Assets	Total Assets	Accounts Payable	Total Liabilities	Non-Spendable	Restricted	Assigned	Unassigned	Total Fund Balances	Total Liabilities and Fund Balances
General Fund	\$ 1,500	\$ 25,139	\$ -	\$ 20	\$ -	\$ -	\$ 26,659	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 26,659	\$ 26,659	\$ 26,659
Restricted Fund															
Other Accounts:															
Art Grant	\$ -	\$ 2,507	\$ -	\$ -	\$ -	\$ -	\$ 2,507	\$ -	\$ -	\$ -	\$ 2,507	\$ -	\$ -	\$ 2,507	\$ 2,507
BOE - Instr. Supplies/Materials	-	6,518	-	-	-	-	6,518	-	-	-	6,518	-	-	6,518	6,518
Box Top Funds	-	1,602	-	-	-	-	1,602	-	-	-	-	1,602	-	1,602	1,602
Coordinated School Health Grant	-	197	-	-	-	-	197	-	-	-	197	-	-	197	197
Drama/Music Funds	-	8,213	-	-	-	-	8,213	-	-	-	-	8,213	-	8,213	8,213
Field Trip Safety Shirts	-	14,204	-	-	-	-	14,204	-	-	-	-	14,204	-	14,204	14,204
LES Staff Appreciation	-	1,049	-	-	-	-	1,049	-	-	-	-	1,049	-	1,049	1,049
Recycling Funds	-	247	-	-	-	-	247	-	-	-	-	247	-	247	247
Restricted Donations - Gracework	-	46	-	-	-	-	46	-	-	-	46	-	-	46	46
Restricted Donation - PE	-	320	-	-	-	-	320	-	-	-	320	-	-	320	320
Skate P.M./Dest. Imag.	-	309	-	-	-	-	309	-	-	-	-	309	-	309	309
Sunshine Fund	-	788	-	-	-	-	788	-	-	-	-	788	-	788	788
Walk Across Williamson/PE	-	1,053	-	-	-	-	1,053	-	-	-	1,053	-	-	1,053	1,053
WLES Grant	-	4,502	-	-	-	-	4,502	-	-	-	4,502	-	-	4,502	4,502
Total Restricted	\$ -	\$ 41,555	\$ -	\$ -	\$ -	\$ -	\$ 41,555	\$ -	\$ -	\$ -	\$ 15,143	\$ 26,412	\$ -	\$ 41,555	\$ 41,555
Total General and Restricted	\$ 1,500	\$ 66,694	\$ -	\$ 20	\$ -	\$ -	\$ 68,214	\$ -	\$ -	\$ -	\$ 15,143	\$ 26,412	\$ 26,659	\$ 68,214	\$ 68,214

The notes to the financial statements are an integral part of this statement.

See Independent Auditor's Report.

**FRANKLIN SPECIAL SCHOOL DISTRICT**  
**LIBERTY ELEMENTARY SCHOOL - INTERNAL SCHOOL FUNDS**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

						Other Financing Sources (Uses)				
	Fund Balances 7/1/2019	Prior Period Adjustments	Adjusted Fund Balances 7/1/2019	Revenues	Expenditures	Transfers In	Transfers Out	Change Increase (Decrease) in Inventory	Residual Equity Transfer In (Out)	Fund Balances 6/30/2020
General Fund										
Administration				\$ -	\$ 1,392					
Events, Dances, Etc.				1,679	1,216					
Field Trips				14,575	13,988					
Fundraising				9,655	7,208					
Gifts, Bequests, Donations				958	-					
Instruction				-	3,574					
Interest				634	-					
Resale				4,895	2,871					
Total General	\$ 24,512	\$ -	\$ 24,512	\$ 32,396	\$ 30,249	\$ -	\$ -	\$ -	\$ -	\$ 26,659
Restricted Fund										
Other Accounts:										
Art Grant	\$ 7	\$ -	\$ 7	\$ 2,500	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,507
BOE - Instr. Supplies/Materials	2,730	-	2,730	9,600	5,812	-	-	-	-	6,518
Box Top Funds	805	-	805	2,183	1,386	-	-	-	-	1,602
Coordinated School Health Grant	197	-	197	-	-	-	-	-	-	197
Drama/Music Funds	4,667	-	4,667	6,550	3,004	-	-	-	-	8,213
Field Trip Safety Shirts	5,936	-	5,936	11,687	3,419	-	-	-	-	14,204
LES Staff Appreciation	253	-	253	4,051	3,255	-	-	-	-	1,049
Outdoor Classroom	-	-	-	2,450	2,450	-	-	-	-	-
Recycling Funds	-	-	-	247	-	-	-	-	-	247
Restricted Donations - Gracework	46	-	46	-	-	-	-	-	-	46
Restricted Donation - PE	300	-	300	1,475	1,455	-	-	-	-	320
Skate P.M./Dest. Imag.	309	-	309	-	-	-	-	-	-	309
Sunshine Fund	985	-	985	515	712	-	-	-	-	788

The notes to the financial statements are an integral part of this statement.

See Independent Auditor's Report.



**FRANKLIN SPECIAL SCHOOL DISTRICT**  
**LIBERTY ELEMENTARY SCHOOL - INTERNAL SCHOOL FUNDS**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

	Other Financing Sources (Uses)									
	Fund Balances 7/1/2019	Prior Period Adjustments	Adjusted Fund Balances 7/1/2019	Revenues	Expenditures	Transfers In	Transfers Out	Change Increase (Decrease) in Inventory	Residual Equity Transfer In (Out)	Fund Balances 6/30/2020
Target Field Trip Grant	(39)	-	(39)	39	-	-	-	-	-	-
Walk Across Williamson/PE	1,053	-	1,053	-	-	-	-	-	-	1,053
WLES Grant	4,502	-	4,502	-	-	-	-	-	-	4,502
Total Restricted	\$ 21,751	\$ -	\$ 21,751	\$ 41,297	\$ 21,493	\$ -	\$ -	\$ -	\$ -	\$ 41,555
Total General and Restricted	\$ 46,263	\$ -	\$ 46,263	\$ 73,693	\$ 51,742	\$ -	\$ -	\$ -	\$ -	\$ 68,214

The notes to the financial statements are an integral part of this statement.

See Independent Auditor's Report.

**FRANKLIN SPECIAL SCHOOL DISTRICT**  
**MOORE ELEMENTARY SCHOOL - INTERNAL SCHOOL FUNDS**  
**BALANCE SHEET - REGULATORY BASIS**  
**JUNE 30, 2020**

	ASSETS							LIABILITIES AND FUND BALANCES							
								LIABILITIES		FUND BALANCES					
	Cash on Hand	Cash in Bank - Checking	Cash in Bank - Savings	Accounts Receivable	Inventory	Other Assets	Total Assets	Accounts Payable	Total Liabilities	Non-Spendable	Restricted	Assigned	Unassigned	Total Fund Balances	Total Liabilities and Fund Balances
General Fund	\$ -	\$ 48,369	\$ -	\$ 150	\$ -	\$ -	\$ 48,519	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 48,519	\$ 48,519	\$ 48,519
Restricted Fund															
Other Accounts:															
Art	\$ -	\$ 1,632	\$ -	\$ -	\$ -	\$ -	\$ 1,632	\$ -	\$ -	\$ -	\$ -	\$ 1,632	\$ -	\$ 1,632	\$ 1,632
BOE - Instr. Supplies/Materials	-	5,607	-	-	-	-	5,607	-	-	-	5,607	-	-	5,607	5,607
Cleveland - Donation - Instructional	-	50	-	-	-	-	50	-	-	-	-	50	-	50	50
Donation to Organization	-	3,774	-	-	-	-	3,774	-	-	-	-	3,774	-	3,774	3,774
Field Trip T-Shirt Fund	-	1,279	-	-	-	-	1,279	-	-	-	-	1,279	-	1,279	1,279
Grants	-	330	-	-	-	-	330	-	-	-	-	330	-	330	330
Impact School Grant	-	1,554	-	-	-	-	1,554	-	-	-	1,554	-	-	1,554	1,554
Music	-	1,182	-	-	-	-	1,182	-	-	-	-	1,182	-	1,182	1,182
PE	-	7,765	-	-	-	-	7,765	-	-	-	-	7,765	-	7,765	7,765
Teacher Activity	-	206	-	-	-	-	206	-	-	-	-	206	-	206	206
Teacher Appreciation	-	2,026	-	-	-	-	2,026	-	-	-	-	2,026	-	2,026	2,026
Total Restricted	\$ -	\$ 25,405	\$ -	\$ -	\$ -	\$ -	\$ 25,405	\$ -	\$ -	\$ -	\$ 7,161	\$ 18,244	\$ -	\$ 25,405	\$ 25,405
Total General and Restricted	\$ -	\$ 73,774	\$ -	\$ 150	\$ -	\$ -	\$ 73,924	\$ -	\$ -	\$ -	\$ 7,161	\$ 18,244	\$ 48,519	\$ 73,924	\$ 73,924

The notes to the financial statements are an integral part of this statement.

See Independent Auditor's Report.

**FRANKLIN SPECIAL SCHOOL DISTRICT**  
**MOORE ELEMENTARY SCHOOL - INTERNAL SCHOOL FUNDS**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

						Other Financing Sources (Uses)				
	Fund Balances 7/1/2019	Prior Period Adjustments	Adjusted Fund Balances 7/1/2019	Revenues	Expenditures	Transfers In	Transfers Out	Change Increase (Decrease) in Inventory	Residual Equity Transfer In (Out)	Fund Balances 6/30/2020
General Fund										
Administration				\$ -	\$ 7,488					
Field Trips				15,155	14,044					
Fines, Fees, Etc.				181	-					
Fundraising				73,026	29,629					
Gifts, Bequests, Donations				4,875	-					
Instruction				-	79,696					
Interest				960	-					
Pictures				9,667	1,119					
T-Shirts & Other Resale				1,625	1,808					
Yearbook				5,406	4,165					
Total General	\$ 75,573	\$ -	\$ 75,573	\$ 110,895	\$ 137,949	\$ -	\$ -	\$ -	\$ -	\$ 48,519
Restricted Fund										
Other Accounts:										
Art	\$ 2,207	\$ -	\$ 2,207	\$ -	\$ 575	\$ -	\$ -	\$ -	\$ -	\$ 1,632
BOE - Instr. Supplies/Materials	1,919	-	1,919	9,400	5,712	-	-	-	-	5,607
Cleveland - Donation - Instructional	50	-	50	-	-	-	-	-	-	50
Donation to Organization	3,774	-	3,774	-	-	-	-	-	-	3,774
Field Trip T-Shirt Fund	2,231	-	2,231	6,215	7,167	-	-	-	-	1,279
Grants	986	-	986	-	656	-	-	-	-	330
Impact School Grant	1,554	-	1,554	-	-	-	-	-	-	1,554
Music	1,548	-	1,548	1,006	1,372	-	-	-	-	1,182
PE	7,415	-	7,415	350	-	-	-	-	-	7,765
Teacher Activity	547	-	547	785	1,126	-	-	-	-	206
Teacher Appreciation	415	-	415	5,224	3,613	-	-	-	-	2,026

The notes to the financial statements are an integral part of this statement.

See Independent Auditor's Report.

**FRANKLIN SPECIAL SCHOOL DISTRICT  
MOORE ELEMENTARY SCHOOL - INTERNAL SCHOOL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - REGULATORY BASIS  
FOR THE YEAR ENDED JUNE 30, 2020**

	Other Financing Sources (Uses)									
	Fund Balances 7/1/2019	Prior Period Adjustments	Adjusted Fund Balances 7/1/2019	Revenues	Expenditures	Transfers In	Transfers Out	Change Increase (Decrease) in Inventory	Residual Equity Transfer In (Out)	Fund Balances 6/30/2020
Total Restricted	\$ 22,646	\$ -	\$ 22,646	\$ 22,980	\$ 20,221	\$ -	\$ -	\$ -	\$ -	\$ 25,405
Total General and Restricted	<u>\$ 98,219</u>	<u>\$ -</u>	<u>\$ 98,219</u>	<u>\$ 133,875</u>	<u>\$ 158,170</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 73,924</u>

The notes to the financial statements are an integral part of this statement.

See Independent Auditor's Report.

**FRANKLIN SPECIAL SCHOOL DISTRICT**  
**POPLAR GROVE ELEMENTARY SCHOOL - INTERNAL SCHOOL FUNDS**  
**BALANCE SHEET - REGULATORY BASIS**  
**JUNE 30, 2020**

	ASSETS						LIABILITIES AND FUND BALANCES								
							LIABILITIES			FUND BALANCES					
	Cash on Hand	Cash in Bank - Checking	Cash in Bank - Savings	Accounts Receivable	Inventory	Other Assets	Total Assets	Accounts Payable	Total Liabilities	Non-Spendable	Restricted	Assigned	Unassigned	Total Fund Balances	Total Liabilities and Fund Balances
General Fund	\$ -	\$ 43,971	\$ -	\$ 1,000	\$ 1,486	\$ -	\$ 46,457	\$ -	\$ -	\$ 1,486	\$ -	\$ -	\$ 44,971	\$ 46,457	\$ 46,457
Restricted Fund															
Class Accounts:															
2nd Grade Class	\$ -	\$ 69	\$ -	\$ -	\$ -	\$ -	\$ 69	\$ -	\$ -	\$ -	\$ -	\$ 69	\$ -	\$ 69	\$ 69
Other Accounts:															
BOE - Instr. Supplies/Materials	-	3,298	-	-	-	-	3,298	-	-	-	3,298	-	-	3,298	3,298
Dollar General Grant- Youth Lit	-	1	-	-	-	-	1	-	-	-	1	-	-	1	1
Donations	-	1,334	-	-	-	-	1,334	-	-	-	-	1,334	-	1,334	1,334
Grants	-	1,293	-	-	-	-	1,293	-	-	-	1,293	-	-	1,293	1,293
PTO Events	-	599	-	-	-	-	599	-	-	-	-	599	-	599	599
Restricted Donations - PE	-	2,099	-	-	-	-	2,099	-	-	-	2,099	-	-	2,099	2,099
Staff Apreciation	-	622	-	-	-	-	622	-	-	-	-	622	-	622	622
Sunshine Fund	-	1,339	-	-	-	-	1,339	-	-	-	-	1,339	-	1,339	1,339
Teacher Funds	-	2	-	-	-	-	2	-	-	-	-	2	-	2	2
Total Restricted	\$ -	\$ 10,656	\$ -	\$ -	\$ -	\$ -	\$ 10,656	\$ -	\$ -	\$ -	\$ 6,691	\$ 3,965	\$ -	\$ 10,656	\$ 10,656
Total General and Restricted	\$ -	\$ 54,627	\$ -	\$ 1,000	\$ 1,486	\$ -	\$ 57,113	\$ -	\$ -	\$ 1,486	\$ 6,691	\$ 3,965	\$ 44,971	\$ 57,113	\$ 57,113

The notes to the financial statements are an integral part of this statement.

See Independent Auditor's Report.

**FRANKLIN SPECIAL SCHOOL DISTRICT**  
**POPLAR GROVE ELEMENTARY SCHOOL - INTERNAL SCHOOL FUNDS**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

						Other Financing Sources (Uses)				
	Fund Balances 7/1/2019	Prior Period Adjustments	Adjusted Fund Balances 7/1/2019	Revenues	Expenditures	Transfers In	Transfers Out	Change Increase (Decrease) in Inventory	Residual Equity Transfer In (Out)	Fund Balances 6/30/2020
General Fund										
Administration				\$ -	\$ 3,539					
Book Fair				5,511	4,496					
Field Trips				17,501	16,965					
Fines, Fees & Dues				10	-					
Fundraising				31,997	13,389					
Gifts, Bequests, Donations				1,089	-					
Instruction				-	6,954					
Interest				549	-					
Library				-	433					
Operations & Maintenance				-	434					
Pictures				3,044	-					
Total General	\$ 31,480	\$ -	\$ 31,480	\$ 59,701	\$ 46,210	\$ -	\$ -	\$ 1,486	\$ -	\$ 46,457
Restricted Fund										
Class Accounts:										
2nd Grade Class	\$ 69	\$ -	\$ 69	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 69
Other Accounts:										
BOE - Instr. Supplies/Materials	991	-	991	7,350	5,043	-	-	-	-	3,298
Dollar General Grant- Youth Lit	1	-	1	-	-	-	-	-	-	1
Donations	1,252	-	1,252	450	368	-	-	-	-	1,334
Grants	286	-	286	2,230	1,223	-	-	-	-	1,293
PTO Events	459	-	459	1,000	860	-	-	-	-	599
Restricted Donations - PE	1,972	-	1,972	200	73	-	-	-	-	2,099
Staff Appreciation	1,171	-	1,171	4,667	5,216	-	-	-	-	622

The notes to the financial statements are an integral part of this statement.

See Independent Auditor's Report.

**FRANKLIN SPECIAL SCHOOL DISTRICT**  
**POPLAR GROVE ELEMENTARY SCHOOL - INTERNAL SCHOOL FUNDS**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

	Other Financing Sources (Uses)									
	Fund Balances 7/1/2019	Prior Period Adjustments	Adjusted Fund Balances 7/1/2019	Revenues	Expenditures	Transfers In	Transfers Out	Change Increase (Decrease) in Inventory	Residual Equity Transfer In (Out)	Fund Balances 6/30/2020
Sunshine Fund	1,352	-	1,352	505	518	-	-	-	-	1,339
Teacher Funds	2	-	2	-	-	-	-	-	-	2
TN Arts Commission	-	-	-	895	895	-	-	-	-	-
Total Restricted	\$ 7,555	\$ -	\$ 7,555	\$ 17,297	\$ 14,196	\$ -	\$ -	\$ -	\$ -	\$ 10,656
Total General and Restricted	\$ 39,035	\$ -	\$ 39,035	\$ 76,998	\$ 60,406	\$ -	\$ -	\$ 1,486	\$ -	\$ 57,113

The notes to the financial statements are an integral part of this statement.

See Independent Auditor's Report.

**FRANKLIN SPECIAL SCHOOL DISTRICT**  
**POPLAR GROVE MIDDLE SCHOOL - INTERNAL SCHOOL FUNDS**  
**BALANCE SHEET - REGULATORY BASIS**  
**JUNE 30, 2020**

	ASSETS							LIABILITIES AND FUND BALANCES							
								LIABILITIES		FUND BALANCES					
	Cash on Hand	Cash in Bank - Checking	Cash in Bank - Savings	Accounts Receivable	Inventory	Other Assets	Total Assets	Accounts Payable	Total Liabilities	Non-Spendable	Restricted	Assigned	Unassigned	Total Fund Balances	Total Liabilities and Fund Balances
General Fund	\$ -	\$ 28,541	\$ -	\$ -	\$ 2,360	\$ -	\$ 30,901	\$ -	\$ -	\$ 2,360	\$ -	\$ -	\$ 28,541	\$ 30,901	\$ 30,901
Restricted Fund															
Athletic Accounts:															
Athletics	\$ -	\$ 1,081	\$ -	\$ -	\$ -	\$ -	\$ 1,081	\$ -	\$ -	\$ -	\$ -	\$ 1,081	\$ -	\$ 1,081	\$ 1,081
Basketball	-	686	-	-	-	-	686	-	-	-	-	686	-	686	686
Cheerleading	-	718	-	-	-	-	718	-	-	-	-	718	-	718	718
Cross Country	-	5	-	-	-	-	5	-	-	-	-	5	-	5	5
Soccer	-	2,321	-	-	-	-	2,321	-	-	-	-	2,321	-	2,321	2,321
Softball	-	56	-	-	-	-	56	-	-	-	-	56	-	56	56
Volleyball	-	1,246	-	-	-	-	1,246	-	-	-	-	1,246	-	1,246	1,246
Class Accounts:															
6th Grade Class	-	3	-	-	-	-	3	-	-	-	-	3	-	3	3
Eric Ellison Class	-	2,803	-	-	-	-	2,803	-	-	-	-	2,803	-	2,803	2,803
Club Accounts:															
Drama Club	-	6,329	-	-	-	-	6,329	-	-	-	-	6,329	-	6,329	6,329
Middle School Art Club	-	131	-	-	-	-	131	-	-	-	-	131	-	131	131
Other Accounts:															
Accel Learning/Talent Dev Prog	-	1,682	-	-	-	-	1,682	-	-	-	-	1,682	-	1,682	1,682
BOE - Instr. Supplies/Materials	-	4,909	-	-	-	-	4,909	-	-	-	4,909	-	-	4,909	4,909
Donations	-	141	-	-	-	-	141	-	-	-	141	-	-	141	141
Farm Bureau Grant - Outdoor Garden	-	432	-	-	-	-	432	-	-	-	432	-	-	432	432
Grant - Language Arts	-	50	-	-	-	-	50	-	-	-	50	-	-	50	50
Green Team	-	442	-	-	-	-	442	-	-	-	-	442	-	442	442
Music	-	1	-	-	-	-	1	-	-	-	-	1	-	1	1
Restricted Donations - PE	-	73	-	-	-	-	73	-	-	-	73	-	-	73	73
Stem Programs	-	518	-	-	-	-	518	-	-	-	-	518	-	518	518
Student Council	-	675	-	-	-	-	675	-	-	-	-	675	-	675	675
Sunshine Fund	-	865	-	-	-	-	865	-	-	-	-	865	-	865	865
Total Restricted	\$ -	\$ 25,167	\$ -	\$ -	\$ -	\$ -	\$ 25,167	\$ -	\$ -	\$ -	\$ 5,605	\$ 19,562	\$ -	\$ 25,167	\$ 25,167
Total General and Restricted	\$ -	\$ 53,708	\$ -	\$ -	\$ 2,360	\$ -	\$ 56,068	\$ -	\$ -	\$ 2,360	\$ 5,605	\$ 19,562	\$ 28,541	\$ 56,068	\$ 56,068

The notes to the financial statements are an integral part of this statement.

See Independent Auditor's Report.



**FRANKLIN SPECIAL SCHOOL DISTRICT**  
**POPLAR GROVE MIDDLE SCHOOL - INTERNAL SCHOOL FUNDS**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

	Fund Balances 7/1/2019	Prior Period Adjustments	Adjusted Fund Balances 7/1/2019	Revenues	Expenditures	Transfers In	Transfers Out	Change Increase (Decrease) in Inventory	Residual Equity Transfer In (Out)	Fund Balances 6/30/2020
General Fund										
Administration				\$ -	\$ 1,473					
Field Trips				6,691	6,427					
Fines, Fees, & Dues				535	-					
Fundraising				34,253	5,610					
Gifts, Bequests, Donations				1,792	-					
Instruction				-	28,169					
Interest				659	-					
Operations & Maintenance				-	610					
Pictures				1,537	-					
Yearbook				658	2,232					
Total General	\$ 26,937	\$ -	\$ 26,937	\$ 46,125	\$ 44,521	\$ -	\$ -	\$ 2,360	\$ -	\$ 30,901
Restricted Fund										
Athletic Accounts:										
Athletics	\$ 1,383	\$ -	\$ 1,383	\$ 5,882	\$ 6,184	\$ -	\$ -	\$ -	\$ -	\$ 1,081
Basketball	428	-	428	7,066	6,808	-	-	-	-	686
Cheerleading	9,433	-	9,433	27,851	36,566	-	-	-	-	718
Cross Country	-	-	-	1,110	1,105	-	-	-	-	5
Soccer	127	-	127	2,194	-	-	-	-	-	2,321
Softball	56	-	56	-	-	-	-	-	-	56
Volleyball	554	-	554	1,624	932	-	-	-	-	1,246
Class Accounts:										
6th Grade Class	-	-	-	631	628	-	-	-	-	3
Eric Ellison Class	506	-	506	4,285	1,988	-	-	-	-	2,803
Club Accounts:										
Drama Club	4,422	-	4,422	5,043	3,136	-	-	-	-	6,329
Middle School Art Club	-	-	-	131	-	-	-	-	-	131

The notes to the financial statements are an integral part of this statement.

See Independent Auditor's Report.

**FRANKLIN SPECIAL SCHOOL DISTRICT  
POPLAR GROVE MIDDLE SCHOOL - INTERNAL SCHOOL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - REGULATORY BASIS  
FOR THE YEAR ENDED JUNE 30, 2020**

	Fund Balances 7/1/2019	Prior Period Adjustments	Adjusted Fund Balances 7/1/2019	Revenues	Expenditures	Transfers In	Transfers Out	Change Increase (Decrease) in Inventory	Residual Equity Transfer In (Out)	Fund Balances 6/30/2020
Other Accounts:										
Accel Learning/Talent Dev Prog	-	-	-	1,682	-	-	-	-	-	1,682
BOE - Instr. Supplies/Materials	1,899	-	1,899	7,831	4,821	-	-	-	-	4,909
Donations	237	-	237	1,040	1,136	-	-	-	-	141
Farm Bureau Grant - Outdoor Garden	-	-	-	1,146	714	-	-	-	-	432
Fuel Up to Play Grant	33	-	33	-	33	-	-	-	-	-
Grant - Language Arts	55	-	55	1,270	1,275	-	-	-	-	50
Green Team	682	-	682	1,513	1,753	-	-	-	-	442
Music	1,200	-	1,200	317	1,516	-	-	-	-	1
Restricted Donations - PE	73	-	73	-	-	-	-	-	-	73
Stem Programs	498	-	498	702	682	-	-	-	-	518
Student Council	451	-	451	478	254	-	-	-	-	675
Sunshine Fund	755	-	755	1,085	975	-	-	-	-	865
Total Restricted	\$ 22,792	\$ -	\$ 22,792	\$ 72,881	\$ 70,506	\$ -	\$ -	\$ -	\$ -	\$ 25,167
Total General and Restricted	\$ 49,729	\$ -	\$ 49,729	\$ 119,006	\$ 115,027	\$ -	\$ -	\$ 2,360	\$ -	\$ 56,068

The notes to the financial statements are an integral part of this statement.

See Independent Auditor's Report.

**FRANKLIN SPECIAL SCHOOL DISTRICT – INTERNAL SCHOOL FUNDS**  
**SCHEDULE OF FIDELITY BOND COVERAGE**  
**JUNE 30, 2020**

**Surety Bond**

Type of Coverage:	Official Statutory Bond – Treasurer or Fiscal Agent for Local Education Agency
Insurer:	The Ohio Casualty Insurance Company
Amount of Coverage:	\$1,272,033
Policy Term:	7/1/2019 – 7/1/2020

**Commercial Crime Coverage**

Type of Coverage:	<u>Blanket Public Employee Dishonesty – Form O</u>
Insurer:	The Netherlands Insurance Company
Amount of Coverage	\$150,000
Policy Term:	7/1/2019 – 7/1/2020

Type of Coverage:	<u>Forgery and Alteration – Form B</u>
Insurer:	The Netherlands Insurance Company
Amount of Coverage	\$150,000
Policy Term:	7/1/2019 – 7/1/2020

Type of Coverage:	<u>Theft, Disappearance and Destruction – Inside Limit – Form C</u>
Insurer:	The Netherlands Insurance Company
Amount of Coverage	\$150,000
Policy Term:	7/1/2019 – 7/1/2020

Type of Coverage:	<u>Computer Fraud – Form F</u>
Insurer:	The Netherlands Insurance Company
Amount of Coverage	\$150,000
Policy Term:	7/1/2019 – 7/1/2020

See Independent Auditor's Report.

**FRANKLIN SPECIAL SCHOOL DISTRICT – INTERNAL SCHOOL FUNDS  
SCHEDULE OF FIDELITY BOND COVERAGE  
JUNE 30, 2020**

**Commercial Crime Coverage-(Continued)**

Type of Coverage: Money Orders and Paper Counterfeit Currency – Form R

Insurer: The Netherlands Insurance Company

Amount of Coverage \$150,000

Policy Term: 7/1/2019 – 7/1/2020

Type of Coverage: Funds Transfer Fraud

Insurer: The Netherlands Insurance Company

Amount of Coverage \$150,000

Policy Term: 7/1/2019 – 7/1/2020

See Independent Auditor's Report.

**FRANKLIN SPECIAL SCHOOL DISTRICT - INTERNAL SCHOOL FUNDS  
SCHEDULE OF SALARY SUPPLEMENTS  
FOR THE YEAR ENDED JUNE 30, 2020**

Franklin Special School Districts' Internal School Funds paid no salary supplements for the school year ended June 30, 2020.

**FRANKLIN SPECIAL SCHOOL DISTRICT - INTERNAL SCHOOL FUNDS**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE**  
**FOR THE YEAR ENDED JUNE 30, 2020**

<u>Federal Grantor/Pass-Through Grantor</u>	<u>CFDA Number</u>	<u>Contract Number</u>	<u>Beginning (Accrued) Deferred</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Ending (Accrued) Deferred</u>
<u>State Awards</u>						
TN Arts Commission - Johnson Elementary	N/A	10206	-	914	914	-
TN Arts Commission - Poplar Grove Elementary	N/A	9193	-	895	895	-
TOTAL STATE AWARDS:			<u>\$ -</u>	<u>\$ 1,809</u>	<u>\$ 1,809</u>	<u>\$ -</u>

Federal Awards

N/A

\*Note 1 - This schedule is prepared on the modified accrual basis of accounting.

\*Note 2 - The above grants are earned when cash is received and not when expenditures are made. As a result, deferred revenue is not reflected in the financial statements. However, the grant resources are restricted for art expenditures by the grant contract. Any unspent funds are reflected as restricted fund balance in the accompanying financial statements.

See Independent Auditor's Report.

## **INTERNAL CONTROL AND COMPLIANCE SECTION**

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Members of the Board of Education and  
the Director of Schools  
Franklin Special School District  
Franklin, Tennessee

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 combined and individual financial statements of the Internal School Funds of the Franklin Special School District, Franklin, Tennessee as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Franklin Special School District Internal School Funds' basic financial statements and have issued our report thereon dated September 17, 2020. The report on Franklin Special School District's Internal School Funds was adverse in relation to the conformity with accounting principles generally accepted in the United States of America and was unmodified in relation to the financial statements prepared in conformity with the accounting practices prescribed by the *Tennessee Internal School Uniform Accounting Policy Manual*, which is a basis of accounting other than generally accepted accounting principles in the United States of America.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Franklin Special School District Internal School Funds' internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the combined and individual financial statements, but not for the purpose of expressing an opinion on the effectiveness of Franklin Special School District Internal School Funds' internal control. Accordingly, we do not express an opinion on the effectiveness of the Franklin Special School District Internal School Funds' 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 statements 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and responses that we consider to be significant deficiencies. The following school had a significant deficiency identified as of June 30, 2020:

Liberty Elementary (SD-2020-002)

Moore Elementary (SD-2020-001)

## Compliance and Other Matters

As part of obtaining reasonable assurance about whether Franklin Special School District Internal School Funds' combined and individual financial statements are free of 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 determination of financial statement amounts. 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*.

We noted certain matters that we reported to management of Franklin Special School District Internal School Funds, in a separate letter dated September 17, 2020.

## Franklin Special School Districts' Response to Findings

Franklin Special School District Internal School Fund's responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Responses. Franklin Special School District Internal School Fund's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

## 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.



Matlock Clements, P.C.  
Murfreesboro, Tennessee  
September 17, 2020

**FRANKLIN SPECIAL SCHOOL DISTRICT – INTERNAL SCHOOL FUNDS  
SCHEDULE OF FINDINGS AND RESPONSES  
FOR THE YEAR ENDED JUNE 30, 2020**

**Summary of Auditor's Results**

**Financial Statements**

1. Type of auditor's report issued:	Unmodified
2. Internal control over financial reporting	
a. Material weaknesses identified?	No
b. Significant Deficiencies identified that are not considered to be material weaknesses?	Yes
3. Noncompliance material to financial statements noted	No

**Financial Statement Findings – Required to be reported in Accordance With Government Auditing Standards.**

**Significant Deficiencies**

**(SD-2020-001 - Sales Tax not Paid on Resale Expenditures)**

**Criteria:**

According to the *Tennessee Internal School Uniform Accounting Policy Manual*, Section 4; Title 8 and Section 67-6-102, *TCA*, sales tax should be paid on the purchase price of all resale items except for schoolbooks and school lunches.

**Condition:**

It was noted during the fieldwork that sales tax was not paid on the purchase of items for resale at Moore Elementary School.

**Cause:**

When sales tax is not paid to the vendor, the school is liable for use tax on the purchase price.

**Effect:**

It is recommended that policies and procedures be put in place to ensure that sales tax is paid on the purchase price of all resale items except for the exceptions indicated above.

**Management Response:**

The District prepared the attached detailed corrective action plan on how this deficiency will be corrected at the school. Additionally, we will host district level training to ensure sales tax is appropriately paid.

**(SD-2020-002 – Lack of Fundraiser Authorization)**

**Criteria:**

According to the *Tennessee Internal School Uniform Accounting Policy Manual*, Section 4; Title 8, fundraising activities must have written approval from the principal. Authorization should include the following information: a list of proposed activities, purpose of fundraising activity, proposed uses of funds raised, and expected student involvement in fundraising activity.

**FRANKLIN SPECIAL SCHOOL DISTRICT – INTERNAL SCHOOL FUNDS  
SCHEDULE OF FINDINGS AND RESPONSES  
FOR THE YEAR ENDED JUNE 30, 2020**

**(SD-2020-002 – Lack of Fundraiser Authorization)-(Continued)**

Condition:

It was noted during the fieldwork that a fundraiser had been conducted without the appropriate authorization at Liberty Elementary School.

Cause:

Incorrect implementation of fundraising procedures led to the fundraiser authorization not being completed prior to the start of the fundraiser.

Effect:

It is recommended that policies and procedures be put in place to ensure that the appropriate steps are being taken prior to a fundraiser being conducted.

Management Response

The District prepared the attached detailed corrective action plan on how this deficiency will be corrected at the school. All school principals and bookkeepers have been instructed that no fundraiser shall occur at their school without the preauthorization through proper documentation. We will host additional district level training in order to ensure this procedure is followed.

**FRANKLIN SPECIAL SCHOOL DISTRICT – INTERNAL SCHOOL FUNDS  
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2020**

**Prior Year Financial Statement Findings – Required to be reported in Accordance  
With Government Auditing Standards.**

**There were no prior year findings reported.**

## **CORRECTIVE ACTION PLAN SECTION**



# Franklin Special School District

SINCE 1906

David L. Snowden, Ph.D., Director of Schools • 507 New Highway 96 West • Franklin, TN 37064 • 615-794-6624 • 615-790-4716 (fax) • [www.fssd.org](http://www.fssd.org)

## Management's Corrective Action Plan

Contact persons responsible for the corrective action Plan: Teresa Ragsdale Dickson and David Esslinger

During the audit of our 2019-2020 fiscal year, auditors discovered that Liberty Elementary School conducted a fundraiser without appropriate authorization, and that Moore Elementary School did not pay sales tax on the purchase of items for resale.

As a result, we will initiate the Management's Corrective Action Plan as listed below:

A copy of our BOE's Policy 2.601 related to fundraising will be reviewed with Liberty Elementary School Principal Amy Patton and Bookkeeper Tracy Karner as a reminder that all fundraisers must be approved before they can occur. Our accounting coordinator, Teresa Ragsdale Dickson, will have a telephone conversation with Tracy Karner over the importance of following Board Policy with specific emphasis on Board Policy 2.601. In addition, this information will also be submitted to the Associate Director of Schools for Finance and Administration, Dr. David Esslinger, for him to emphasize adherence of this policy with Mrs. Patton.

A copy of our BOE's Policy 2.7001 related to payments and receipts (sales tax) as laid out in the Tennessee Internal School Uniform Accounting Policy manual found under Section 4 will be reviewed with Moore Elementary School Principal Janet Carroll and Bookkeeper Jetzabel Nunez. Procedures will be put in place that will only allow designated employees who are aware and have the understanding of the need to pay sales tax on resale items to buy the items for resale for events and fundraisers. Our accounting coordinator, Teresa Ragsdale Dickson, will have a telephone conversation with Jetzabel Nunez over the importance of following Board Policy with specific emphasis on Board Policy 2.7001 as it relates to sales tax on resale items and services. In addition, this information will also be submitted to the Associate Director of Schools for Finance and Administration, Dr. David Esslinger, for him to emphasize adherence of this policy with Mrs. Carroll.

The anticipated date of completion for the action plan is September 30, 2020.

Sincerely,

Teresa Ragsdale Dickson  
Accounting Coordinator

David Esslinger, Ed.D.  
Associate Director of Schools – Finance and Administration  
Franklin Special School District  
September 15, 2020