

**ALVIN C. YORK
AGRICULTURAL INSTITUTE –
INTERNAL SCHOOL FUNDS**

ANNUAL FINANCIAL REPORT

June 30, 2023

***HASSELL RAY YORK AND ASSOCIATES, P.C.
CERTIFIED PUBLIC ACCOUNTANTS***

Phone: 931-484-5570
P. O. Box 137 • 228 Rector Avenue
Crossville, Tennessee 38557

**ALVIN C. YORK
AGRICULTURAL INSTITUTE –
INTERNAL SCHOOL FUNDS**

ANNUAL FINANCIAL REPORT

June 30, 2023

INTRODUCTORY SECTION

**ALVIN C. YORK AGRICULTURAL INSTITUTE –
INTERNAL SCHOOL FUNDS – REGULATORY BASIS**

ANNUAL FINANCIAL REPORT

TABLE OF CONTENTS

June 30, 2023

	<u>PAGE</u>
<u>INTRODUCTORY SECTION</u>	
Table of Contents	i
Directory of Principal Officials	1
<u>FINANCIAL SECTION</u>	
Independent Auditor’s Report	2 – 4
<u>Financial Statements</u>	
Balance Sheet – Regulatory Basis	5 – 8
Statement of Revenues, Expenditures, and Changes in Fund Balances – Regulatory Basis	9 – 10
Notes to the Financial Statements	11 – 16
<u>SUPPLEMENTARY INFORMATION</u>	
Schedule of Fidelity Bond Coverage	17
Schedule of Inter-Fund and Inter-Account Transfers	18
Schedule of Salary Supplements	19
Schedule of Expenditures of Federal Awards and State Financial Assistance	20
<u>INTERNAL CONTROL AND COMPLIANCE SECTION</u>	
Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance With <i>Government Auditing Standards</i>	21 – 22
Schedule of Findings, Recommendations, and Management’s Response	23
Schedule of Disposition of Prior Year Audit Findings	24

DIRECTORY OF PRINCIPAL OFFICIALS

ALVIN C. YORK AGRICULTURAL INSTITUTE – INTERNAL SCHOOL FUNDS
DIRECTORY OF PRINCIPAL OFFICIALS
June 30, 2023

TENNESSEE BOARD OF EDUCATION

Lillian Hartgrove, Chair Emeritus, Tennessee Board of Education
Darrell Cobbins, Vice Chair, Tennessee Board of Education
Jordan Mollenhour, Member, Tennessee Board of Education
Krissi McInturff, Member, Tennessee Board of Education
Warren Wells, Member, Tennessee Board of Education
Ryan Holt, Member, Tennessee Board of Education
Nat Morrow, Member, Tennessee Board of Education
Larry Jensen, Member, Tennessee Board of Education
Robert Eby, Member, Tennessee Board of Education
Laurel Cox-Student Member, Tennessee Board of Education

Dr. Bob Smith, Interim Executive Director, Tennessee Higher Education
Commission
Dr. Sara Heyburn Morrison, Executive Director, State Board of Education
Lizzett Reynolds, Commissioner, Tennessee Department of Education

ALVIN C. YORK AGRICULTURAL INSTITUTE

Mr. John Bush, Director of Schools
Abbi Dunford, Principal
April Tompkins, Business Services Manager

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

HASSELL RAY YORK AND ASSOCIATES, P.C.
CERTIFIED PUBLIC ACCOUNTANTS
Phone: 931-484-5570
P. O. Box 137 • 228 Rector Avenue
Crossville, Tennessee 38557

September 29, 2023

Director of Schools
Alvin C. York Agricultural Institute
Jamestown, Tennessee 38556

INDEPENDENT AUDITOR'S REPORT

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying balance sheet – regulatory basis of the Alvin C. York Agricultural Institute Internal School Funds, as of June 30, 2023, and the related 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 comprise Alvin C. York Agricultural Institute Internal School Funds' basic financial statements, as listed in the table of contents.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the accompanying financial statements referred to in the first paragraph present fairly, in all material respects, the assets, liabilities, and fund balances of Alvin C. York Agricultural Institute Internal School funds as of June 30, 2023, and the related revenues, 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.

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*” section of our report, the accompanying 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 Alvin C. York Agricultural Institute Internal School Funds as of June 30, 2023, or changes in financial position for the year then ended.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards (Government Auditing Standards)*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Alvin C. York Agricultural Institute Internal School Funds, and meet to our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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 Alvin C. York Agricultural Institute 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 and pervasive.

Responsibilities of Management 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 Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Alvin C. York Agricultural Institute Internal School Funds, as of June 30, 2023. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Alvin C. York Agriculture Institute Internal School Funds' ability to
- continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Other Information

Management is responsible for the other information included in the annual financial report. The other information comprises the schedules of fidelity bond coverage, salary supplements, interfund and interaccount transfers and directory of school officials but does not include the basic financial statements—regulatory basis, or the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statement—regulatory basis, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements—regulatory basis, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated on September 29, 2023, on our consideration of Alvin C. York Agricultural Institute 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 Alvin C. York Agricultural Institute 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 Alvin C. York Agricultural Institute Internal School Funds' internal control over financial reporting and compliance.

HASSELL RAY YORK AND ASSOCIATES, P.C.

A handwritten signature in cursive script that reads "Hassell Ray York & Associates, PC." The signature is written in dark ink and is positioned below the printed name of the firm.

September 29, 2023

FINANCIAL STATEMENTS

ALVIN C. YORK AGRICULTURAL INSTITUTE
INTERNAL SCHOOL FUNDS
BALANCE SHEET – REGULATORY BASIS
June 30, 2023

	ASSETS					
	Cash on Hand	Cash in Bank - Checking	Certificates of Deposit	Cash in Bank - Savings	Accounts Receivable	Total Assets
General Fund (Unrestricted)	\$.00	\$ 744.00	\$.00	\$ 237.00	\$.00	\$ 981.00
Restricted Funds:						
Assigned						
Athletic Accounts:						
Athletics	\$.00	\$ 61,740.00	\$ 15,000.00	\$.00	\$.00	\$ 76,740.00
Cheerleaders	.00	1,295.00	.00	.00	.00	1,295.00
Class Accounts:						
Class of 2023	.00	.00	.00	.00	.00	.00
Class of 2024	.00	6,325.00	.00	.00	.00	6,325.00
Class of 2025	.00	3,117.00	.00	.00	.00	3,117.00
Class of 2026	.00	1,670.00	.00	.00	.00	1,670.00
Class of 2027	.00	2,302.00	.00	.00	.00	2,302.00
Club Accounts:						
Art Club	.00	57.00	.00	.00	.00	57.00
Bass Fishing Club	.00	35.00	.00	.00	.00	35.00
Cooking Club	.00	1,012.00	.00	.00	.00	1,012.00
Drama Club	.00	3,014.00	.00	.00	.00	3,014.00
FBLA	.00	631.00	.00	.00	.00	631.00
FCA Christian Club	.00	1,676.00	.00	.00	.00	1,676.00
FCCLA	.00	158.00	.00	.00	.00	158.00
FFA	.00	16,070.00	.00	.00	.00	16,070.00
Future Teachers of America	.00	248.00	.00	.00	.00	248.00
Hiking Club	.00	396.00	.00	.00	.00	396.00
HOSA	.00	3,597.00	.00	.00	.00	3,597.00
Interact Club	.00	2,152.00	.00	.00	.00	2,152.00
Jr ROTC	.00	4,207.00	.00	.00	.00	4,207.00
Library Club	.00	1.00	.00	.00	.00	1.00
Math Club	.00	1,103.00	.00	.00	.00	1,103.00
PEP Club	.00	511.00	.00	.00	.00	511.00
Science Club	.00	675.00	.00	.00	.00	675.00
Foreign Language Club	.00	24.00	.00	.00	.00	24.00
Skills USA VICA	.00	444.00	.00	.00	.00	444.00

Other Accounts:						
Athletic Director	.00	1,138.00	.00	.00	.00	1,138.00
Administration	.00	403.00	.00	.00	.00	403.00
AP English	.00	10.00	.00	.00	.00	10.00
Auto Technology	.00	862.00	.00	.00	.00	862.00
Business Office	.00	499.00	.00	.00	.00	499.00
Bowling	.00	5,555.00	.00	.00	.00	5,555.00
Carpentry	.00	2,748.00	.00	.00	.00	2,748.00
Chorus	.00	1,007.00	.00	.00	.00	1,007.00
Coffee	.00	249.00	.00	.00	.00	249.00
Community Education	.00	1,007.00	.00	.00	.00	1,007.00
Culinary Arts	.00	1,073.00	.00	.00	.00	1,073.00
Dragon Fund	.00	300.00	.00	.00	.00	300.00
Faculty/Staff	.00	1,302.00	.00	.00	.00	1,302.00
Food Service	.00	102.00	.00	.00	.00	102.00
Garden	.00	30.00	.00	.00	.00	30.00
Honors Society	.00	3,359.00	.00	.00	.00	3,359.00
Items for Resale	.00	13.00	.00	.00	.00	13.00
Lost Textbooks	.00	329.00	.00	.00	.00	329.00
Coke Award	.00	743.00	.00	.00	.00	743.00
Renaissance	.00	956.00	.00	.00	.00	956.00
Scholars Bowl Team	.00	3,762.00	.00	.00	.00	3,762.00
School Farm	.00	17,531.00	.00	6,723.00	.00	24,254.00
Hope Club	.00	.00	.00	4,394.00	.00	4,394.00
Student Government	.00	.00	.00	4,929.00	.00	4,929.00
Track Sections	.00	.00	.00	1.00	.00	1.00
Welding	.00	.00	.00	4,475.00	.00	4,475.00
Yearbook	.00	.00	.00	3,977.00	.00	3,977.00
York Dual Enrollment Fund	.00	.00	.00	86.00	.00	86.00
Technology Fund	.00	.00	.00	4,584.00	.00	4,584.00
Restricted						
Endowments						
The Joe Greer Scholarship	.00	.00	.00	500.00	.00	500.00
Lou Lattanzi CC Memorial Fund	.00	.00	.00	500.00	.00	500.00
Sergeant York Veteran's Park	.00	.00	.00	1,500.00	.00	1,500.00
Coach Sam Beaty Achievement Award	.00	.00	.00	2,675.00	.00	2,675.00
Andy Garrett Scholarship	.00	.00	11,947.00	.00	.00	11,947.00
Paul Crouch Scholarship	.00	.00	.00	1,000.00	.00	1,000.00
Work Assistance Program	.00	.00	49,465.00	4,258.00	.00	53,723.00
Total Restricted Funds	.00	155,438.00	76,412.00	39,602.00	.00	271,452.00
Total General and Restricted Funds	\$.00	\$156,182.00	\$76,412.00	\$39,839.00	\$.00	\$272,433.00

SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS

ALVIN C. YORK AGRICULTURAL INSTITUTE
INTERNAL SCHOOL FUNDS
BALANCE SHEET – REGULATORY BASIS
June 30, 2023

	LIABILITIES AND FUND BALANCES						
	Due to/ Accounts Payable	Total Liabilities	Unassigned	Restricted	Assigned	Total Fund Balances	Total Liabilities and Fund Balances
General Fund (Unrestricted)	\$.00	\$.00	\$ 981.00	\$.00	\$.00	\$ 981.00	\$ 981.00
Restricted Funds:							
Athletics Accounts:							
Athletics	5,008.00	5,008.00	.00	.00	71,732.00	71,732.00	76,740.00
Cheerleaders	162.00	162.00	.00	.00	1,133.00	1,133.00	1,295.00
Class Accounts:							
Class of 2023	.00	.00	.00	.00	.00	.00	.00
Class of 2024	.00	.00	.00	.00	6,325.00	6,325.00	6,325.00
Class of 2025	.00	.00	.00	.00	3,117.00	3,117.00	3,117.00
Class of 2026	.00	.00	.00	.00	1,670.00	1,670.00	1,670.00
Class of 2027	.00	.00	.00	.00	2,302.00	2,302.00	2,302.00
Club Accounts:							
Art Club	.00	.00	.00	.00	57.00	57.00	57.00
Bass Fishing Club	.00	.00	.00	.00	35.00	35.00	35.00
Cooking Club	.00	.00	.00	.00	1,012.00	1,012.00	1,012.00
Drama Club	.00	.00	.00	.00	3,014.00	3,014.00	3,014.00
FBLA	72.00	72.00	.00	.00	559.00	559.00	631.00
FCA Christian Club	276.00	276.00	.00	.00	1,400.00	1,400.00	1,676.00
FCCLA	.00	.00	.00	.00	158.00	158.00	158.00
FFA	1,561.00	1,561.00	.00	.00	14,509.00	14,509.00	16,070.00
Future Teachers of America	.00	.00	.00	.00	248.00	248.00	248.00
Hiking Club	.00	.00	.00	.00	396.00	396.00	396.00
HOSA	204.00	204.00	.00	.00	3,393.00	3,393.00	3,597.00
Interact Club	.00	.00	.00	.00	2,152.00	2,152.00	2,152.00
Jr ROTC	211.00	211.00	.00	.00	3,996.00	3,996.00	4,207.00
Library Club	.00	.00	.00	.00	1.00	1.00	1.00
Math Club	28.00	28.00	.00	.00	1,075.00	1,075.00	1,103.00
PEP Club	.00	.00	.00	.00	511.00	511.00	511.00
Science Club	.00	.00	.00	.00	675.00	675.00	675.00
Foreign Language Club	.00	.00	.00	.00	24.00	24.00	24.00
Skills USA VICA	196.00	196.00	.00	.00	248.00	248.00	444.00

Other Accounts:

Athletic Director	.00	.00	.00	.00	1,138.00	1,138.00	1,138.00
Administration	.00	.00	.00	.00	403.00	403.00	403.00
AP English	.00	.00	.00	.00	10.00	10.00	10.00
Auto Technology	.00	.00	.00	.00	862.00	862.00	862.00
Business Office	.00	.00	.00	.00	499.00	499.00	499.00
Bowling	154.00	154.00	.00	.00	5,401.00	5,401.00	5,555.00
Carpentry	.00	.00	.00	.00	2,748.00	2,748.00	2,748.00
Chorus	69.00	69.00	.00	.00	938.00	938.00	1,007.00
Coffee	.00	.00	.00	.00	249.00	249.00	249.00
Community Education	.00	.00	.00	.00	1,007.00	1,007.00	1,007.00
Culinary Arts	.00	.00	.00	.00	1,073.00	1,073.00	1,073.00
Dragon Fund	.00	.00	.00	.00	300.00	300.00	300.00
Faculty/Staff	.00	.00	.00	.00	1,302.00	1,302.00	1,302.00
Food Service	.00	.00	.00	.00	102.00	102.00	102.00
Garden	.00	.00	.00	.00	30.00	30.00	30.00
Honors Society	.00	.00	.00	.00	3,359.00	3,359.00	3,359.00
Items for Resale	.00	.00	.00	.00	13.00	13.00	13.00
Lost Textbooks	.00	.00	.00	.00	329.00	329.00	329.00
Coke Awards	.00	.00	.00	.00	743.00	743.00	743.00
Renaissance	.00	.00	.00	.00	956.00	956.00	956.00
Scholars Bowl Team	167.00	167.00	.00	.00	3,595.00	3,595.00	3,762.00
School Farm	.00	.00	.00	.00	24,254.00	24,254.00	24,254.00
Hope Club	.00	.00	.00	.00	4,394.00	4,394.00	4,394.00
Student Government	194.00	194.00	.00	.00	4,735.00	4,735.00	4,929.00
Track Sections	.00	.00	.00	.00	1.00	1.00	1.00
Welding	.00	.00	.00	.00	4,475.00	4,475.00	4,475.00
Yearbook	94.00	94.00	.00	.00	3,883.00	3,883.00	3,977.00
York Dual Enrollment Fund	.00	.00	.00	.00	86.00	86.00	86.00
Technology Fund	.00	.00	.00	.00	4,584.00	4,584.00	4,584.00
Restricted							
Endowments							
The Joe Greer Scholarship	.00	.00	.00	500.00	.00	500.00	500.00
Lou Lattanzi CC Memorial Fund	.00	.00	.00	500.00	.00	500.00	500.00
Sergeant York Veterans' Park	.00	.00	.00	1,500.00	.00	1,500.00	1,500.00
Coach Sam Beaty Achievement Award	.00	.00	.00	2,675.00	.00	2,675.00	2,675.00
Andy Garrett Scholarship	.00	.00	.00	11,947.00	.00	11,947.00	11,947.00
Paul Crouch Scholarship	.00	.00	.00	1,000.00	.00	1,000.00	1,000.00
Work Assistance Program	.00	.00	.00	53,723.00	.00	53,723.00	53,723.00
Total Restricted Funds	8,396.00	8,396.00	.00	71,845.00	191,211.00	263,056.00	271,452.00
Total General and Restricted Funds	\$ 8,396.00	\$ 8,396.00	\$ 981.00	\$ 71,845.00	\$191,211.00	\$264,037.00	272,433.00

SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS

ALVIN C. YORK AGRICULTURAL INSTITUTE
INTERNAL SCHOOL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES – REGULATORY BASIS
For the Year Ended June 30, 2023

	Fund Balances			Other Financing Sources (Uses)		Fund Balances	Changes in
	July 1, 2022	Revenues	Expenditures	Transfers In	Transfers Out	June 30, 2023	Fund Balances
General Funds (Unrestricted):							
Resale Items	\$.00	\$.00	\$.00	\$.00	\$.00	\$.00	\$.00
Donations	.00	255.00	.00	.00	.00	.00	.00
Interest	.00	305.00	.00	.00	.00	.00	.00
Awards	.00	11.00	5,350.00	.00	.00	.00	.00
Administration	.00	.00	1,522.00	.00	.00	.00	.00
Total General Funds	7,282.00	571.00	6,872.00	.00	.00	981.00	\$ (6,301.00)
Restricted Funds:							
Assigned							
Athletics Accounts:							
Athletics	126,481.00	207,806.00	262,555.00	.00	.00	71,732.00	(54,749.00)
Cheerleaders	7,526.00	21,936.00	28,329.00	.00	.00	1,133.00	(6,393.00)
Class Accounts:							
Class of 2023	8,042.00	4,625.00	10,615.00	250.00	2,302.00	.00	(8,042.00)
Class of 2024	4,309.00	8,396.00	6,380.00	.00	.00	6,325.00	2,016.00
Class of 2025	2,910.00	564.00	357.00	.00	.00	3,117.00	207.00
Class of 2026	1,340.00	1,403.00	1,073.00	.00	.00	1,670.00	330.00
Class of 2027	.00	.00	.00	2,302.00	.00	2,302.00	2,302.00
Club Accounts:							
Art Club	57.00	.00	.00	.00	.00	57.00	.00
Bass Fishing Club	35.00	.00	.00	.00	.00	35.00	.00
Cooking Club	1,012.00	.00	.00	.00	.00	1,012.00	.00
Drama Club	2,134.00	3,890.00	3,010.00	.00	.00	3,014.00	880.00
FBLA	1,665.00	250.00	1,356.00	.00	.00	559.00	(1,106.00)
FCA Christian Club	248.00	2,440.00	1,288.00	.00	.00	1,400.00	1,152.00
FCCLA	90.00	250.00	182.00	.00	.00	158.00	68.00
FFA	6,915.00	34,130.00	26,536.00	.00	.00	14,509.00	7,594.00
Future Teachers of America	248.00	.00	.00	.00	.00	248.00	.00
Hiking Club	396.00	.00	.00	.00	.00	396.00	.00
HOSA	2,411.00	6,111.00	5,129.00	.00	.00	3,393.00	982.00
Interact Club	1,732.00	660.00	240.00	.00	.00	2,152.00	420.00
Jr ROTC	2,585.00	3,131.00	1,720.00	.00	.00	3,996.00	1,411.00
Library Club	1.00	.00	.00	.00	.00	1.00	.00
Math Club	1,183.00	.00	108.00	.00	.00	1,075.00	(108.00)

PEP Club	1,074.00	2,065.00	2,628.00	.00	.00	511.00	(563.00)
Science Club	675.00	.00	.00	.00	.00	675.00	.00
Foreign Language Club	24.00	.00	.00	.00	.00	24.00	.00
Skills USA VICA	644.00	4,074.00	4,470.00	.00	.00	248.00	(396.00)
Other Accounts:							
Athletic Director	1,613.00	1,385.00	1,860.00	.00	.00	1,138.00	(475.00)
Administration	35.00	368.00	.00	.00	.00	403.00	368.00
AP English	500.00	.00	490.00	.00	.00	10.00	(490.00)
Auto Technology	2,381.00	735.00	2,254.00	.00	.00	862.00	(1,519.00)
Business Office	499.00	.00	.00	.00	.00	499.00	.00
Bowling	306.00	6,558.00	1,463.00	.00	.00	5,401.00	5,095.00
Carpentry	2,435.00	2,347.00	2,034.00	.00	.00	2,748.00	313.00
Chorus	1,474.00	1,596.00	2,132.00	.00	.00	938.00	(536.00)
Coffee	288.00	.00	39.00	.00	.00	249.00	(39.00)
Community Education	1,007.00	.00	.00	.00	.00	1,007.00	.00
Culinary Arts	1,073.00	.00	.00	.00	.00	1,073.00	.00
Dragon Fund	300.00	.00	.00	.00	.00	300.00	.00
Faculty/Staff	2,521.00	1,840.00	3,059.00	.00	.00	1,302.00	(1,219.00)
Food Service	167.00	100.00	165.00	.00	.00	102.00	(65.00)
Garden	30.00	.00	.00	.00	.00	30.00	.00
Honors Society	593.00	10,592.00	7,826.00	.00	.00	3,359.00	2,766.00
Items for Resale	15.00	70.00	72.00	.00	.00	13.00	(2.00)
Lost Textbooks	2,971.00	495.00	3,137.00	.00	.00	329.00	(2,642.00)
Coke Awards	743.00	925.00	925.00	.00	.00	743.00	.00
Renaissance	1,414.00	22,083.00	22,291.00	.00	250.00	956.00	(458.00)
Scholars Bowl Team	3,199.00	1,193.00	797.00	.00	.00	3,595.00	396.00
School Farm	10,057.00	48,730.00	34,533.00	.00	.00	24,254.00	14,197.00
Hope Club	4,894.00	1,505.00	2,005.00	.00	.00	4,394.00	(500.00)
Student Government	1,422.00	12,696.00	9,383.00	.00	.00	4,735.00	3,313.00
Track Sections	.00	3,465.00	3,464.00	.00	.00	1.00	1.00
Welding	2,681.00	4,859.00	3,065.00	.00	.00	4,475.00	1,794.00
Yearbook	4,071.00	15,871.00	16,059.00	.00	.00	3,883.00	(188.00)
York Dual Enrollment Fund	86.00	.00	.00	.00	.00	86.00	.00
Technology Fund	.00	4,584.00	.00	.00	.00	4,584.00	4,584.00
Restricted							
Endowments							
The Joe Greer Scholarship	.00	500.00	.00	.00	.00	500.00	500.00
Lou Lattanzi CC Memorial Fund	.00	500.00	.00	.00	.00	500.00	500.00
Sergeant York Veterans' Park	1,500.00	.00	.00	.00	.00	1,500.00	.00
Coach Sam Beaty Achievement Award	1,925.00	1,250.00	500.00	.00	.00	2,675.00	750.00
Andy Garrett Scholarship	11,888.00	59.00	.00	.00	.00	11,947.00	59.00
Paul Crouch Scholarship	.00	1,000.00	.00	.00	.00	1,000.00	1,000.00
Work Assistance Program	52,951.00	772.00	.00	.00	.00	53,723.00	772.00
Total Restricted Funds	<u>288,776.00</u>	<u>447,809.00</u>	<u>473,529.00</u>	<u>2,552.00</u>	<u>2,552.00</u>	<u>263,056.00</u>	<u>(25,720.00)</u>
Total General and Restricted Funds	<u>\$296,058.00</u>	<u>\$448,380.00</u>	<u>\$480,401.00</u>	<u>\$ 2,552.00</u>	<u>\$ 2,552.00</u>	<u>\$264,037.00</u>	<u>\$ (32,021.00)</u>

SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS

NOTES TO THE FINANCIAL STATEMENTS

NOTES TO THE FINANCIAL STATEMENTS
ALVIN C. YORK AGRICULTURAL INSTITUTE – INTERNAL SCHOOL FUNDS
June 30, 2023

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.

DESCRIPTION OF ORGANIZATION

Alvin C. York Agricultural Institute (the Institute) is located in Jamestown, Tennessee. The Institute was established as a private institution in 1926. In 1937, the General Assembly passed an act which placed the Institute under the control of the Tennessee State Board of Education. The Institute serves students in grades 9 through 12.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(1) FINANCIAL REPORTING ENTITY

Internal School Funds

This report includes only the internal school funds of Alvin C. York Agricultural Institute. Internal school funds reported in the accompanying financial statements include donations and grants made to the school, fees collected by the school, funds received from the Tennessee State Board of Education, funds raised through cooperative agreements, 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 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.

NOTES TO THE FINANCIAL STATEMENTS
ALVIN C. YORK AGRICULTURAL INSTITUTE – INTERNAL SCHOOL FUNDS
June 30, 2023

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(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.

The financial statements consist of the Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balances.

Revenues are classified by source and object level Expenditures are classified by either function or object for the General Fund but not for 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 sixty (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 Institute 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:

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.

NOTES TO THE FINANCIAL STATEMENTS
ALVIN C. YORK AGRICULTURAL INSTITUTE – INTERNAL SCHOOL FUNDS
June 30, 2023

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(4) FUND STRUCTURE (continued)

Restricted Fund

The Restricted Fund is used to account for money that is restricted for the use of a specific segment of the Institute's population or legally restricted for a specific purpose and not intended to benefit the Institute's population.

(5) 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.

(6) FUND BALANCES

Restricted Fund Balance

Fund Balances reported as Restricted are the result of externally imposed restrictions placed upon certain resources accounted for in the Restricted Funds.

When both Restricted and Unrestricted Resources are available for use, it is the Institute's policy to use Restricted Resources first, then Unrestricted Resources as they are needed.

Assigned Fund Balance

Amounts that are constrained by the Institute'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 of the Institute, except for those that account for externally Restricted Resources as described above.

The Tennessee State Board of Education is authorized to assign amounts for specific purposes with respect to the amounts they allocate to the Institute. The Superintendent 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*.

NOTES TO THE FINANCIAL STATEMENTS
ALVIN C. YORK AGRICULTURAL INSTITUTE – INTERNAL SCHOOL FUNDS
June 30, 2023

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(6) FUND BALANCES (continued)

Unassigned Fund Balance

In accordance with generally accepted accounting principles, the General Fund is the only fund at the Institute 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 Institution's policy to use Assigned Resources first, then Unassigned Resources as they are needed.

NOTE B – DEPOSITS

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.

All cash balances at June 30, 2023 were entirely insured through the Federal Deposit Insurance Corporation.

Cash Deposits

Cash in bank represents funds on deposit in various depositories.

State of Tennessee law authorizes the Institute to invest in obligations of the United States of America or its agencies, nonconvertible debt securities of certain federal agencies, other obligations guaranteed as to principal and interest by the United States of America or any of its agencies, secured certificates of deposit and other evidences of deposit in state and federal banks and savings and loan associations, and the Tennessee Department of Treasury Local Government Investment Pool (LGIP). The LGIP contains investments in certificates of deposits, U.S. Treasury securities and repurchase agreements, backed by the U.S. Treasury securities. The Treasurer of the State of Tennessee administers the investment pool.

NOTES TO THE FINANCIAL STATEMENTS
ALVIN C. YORK AGRICULTURAL INSTITUTE – INTERNAL SCHOOL FUNDS
June 30, 2023

NOTE B – DEPOSITS (continued)

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 Institute's deposits were exposed to custodial credit risk because all balances were entirely insured by the FDIC, the Tennessee Department of Treasury Local Government Investment Pool, or through the Bank Collateral Pool with the State of Tennessee.

Deposits With Financial Institutions

The carrying amount of the Internal School Funds' deposits with financial institutions is \$272,433.00 on June 30, 2023, as outlined below:

Checking Account	\$156,182.00
Savings Account	39,839.00
Certificates of Deposit	<u>76,412.00</u>
 Total Cash and Cash Equivalents with Financial Institutions	 <u>\$272,433.00</u>

NOTE C – FUND BALANCES

The Fund Balance detail for the Alvin C. York Agricultural Institute is reflected below.

Fund Balances:	
General Fund – Unassigned	<u>\$ 981.00</u>
Restricted Funds:	
Assigned to:	
Athletic Accounts	72,865.00
Class Accounts	13,414.00
Club Accounts	33,463.00
Other Accounts	71,469.00
Restricted for:	
Andy Garrett Scholarship	11,947.00
Work Assistance Program	53,723.00
Sergeant York Veterans' Park	1,500.00
Coach Sam Beaty Achievement Award	2,675.00
The Joe Greer Scholarship	500.00
Lou Lattanzi CC Memorial Fund	500.00
Paul Crouch Scholarship	<u>1,000.00</u>
 Total Restricted Funds	 <u>263,056.00</u>
 Total General and Restricted Fund Balances	 <u>\$264,037.00</u>

NOTES TO THE FINANCIAL STATEMENTS
ALVIN C. YORK AGRICULTURAL INSTITUTE – INTERNAL SCHOOL FUNDS
June 30, 2023

NOTE D – CAPITAL ASSETS

Capital Assets acquired by the Institute are recorded as Expenditures at the time of purchase. Title and accountability for Capital Assets purchased pass automatically to the Tennessee State Board of Education.

NOTE E – WORK ASSISTANCE PROGRAM

In 1985, Wilma R. Pinckley, a citizen of Jamestown, Tennessee, made the first of several donations of approximately \$3,000 each, to the Institute for the purpose of establishing and maintaining the Alvin C. York Work Assistance Program (the Program). The Program provides on-campus jobs for needy students. Subsequently, two additional bequests, described as follows, were designated for use in the Program.

In January 1986, the Alvin C. York Foundation, Inc. (the Foundation) transferred \$31,081 to the Institute. This transfer resulted from the Foundation's surrender of its charter and represented the net proceeds from the Foundation's sale of real property formerly owned by the widow of Alvin C. York. The Foundation's final decree provided that the income from the donation should be used in the Program in accordance with the rules and regulations established by Wilma R. Pinckley for the handling of funds donated for the Program. The principal of \$31,081 is invested in a certificate of deposit.

On May 28, 1986, Charlie Pyburn, a citizen of Jamestown, Tennessee, donated \$10,000 for the benefit of the Alvin C. York Work Assistance Program. The related agreement provides that the annual earnings from interest shall be used in the Program at the Institute. The agreement also states that the trust shall continue forever unless the Trustees terminate it. This \$10,000 donation is invested in a certificate of deposit.

NOTE F – SUBSEQUENT EVENTS

The date to which events occurring after June 30, 2023, the date of the most recent balance sheet, have been evaluated for possible adjustment to the financial statements or disclosures is September 29, 2023, which is the date on which the financial statements were available to be issued.

SUPPLEMENTARY INFORMATION

SCHEDULE OF FIDELITY BOND COVERAGE

ALVIN C. YORK AGRICULTURAL INSTITUTE – INTERNAL SCHOOL FUNDS
SCHEDULE OF FIDELITY BOND COVERAGE
June 30, 2023

Company:	Fidelity and Deposit Company of Maryland
Type of Coverage:	Employee Fidelity Bond
Amount:	\$3,000,000 Per Occurrence \$ 125,000 Deductible Per Occurrence
Period Covered:	July 1, 2020 – July 1, 2023
Position Covered:	All Employees

SCHEDULE OF INTERFUND AND INTERACCOUNT TRANSFERS

ALVIN C. YORK AGRICULTURAL INSTITUTE – INTERNAL SCHOOL FUNDS
SCHEDULE OF INTERFUND AND INTERACCOUNT TRANSFERS
June 30, 2023

<u>Transfer From</u>	<u>Transfer To</u>		<u>Total</u>
	<u>Class of</u> <u>2027</u>	<u>Class of</u> <u>2023</u>	
Class of 2023	\$2,302.00	\$.00	\$2,302.00
Renaissance	.00	250.00	250.00
Totals	<u>\$2,302.00</u>	<u>\$ 250.00</u>	<u>\$2,552.00</u>

SCHEDULE OF SALARY SUPPLEMENTS

ALVIN C. YORK AGRICULTURAL INSTITUTE – INTERNAL SCHOOL FUNDS
SCHEDULE OF SALARY SUPPLEMENTS
June 30, 2023

Salary Supplements – Internal School Funds

No salary supplements were paid during the year ended June 30, 2023.

**SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE**

ALVIN C. YORK AGRICULTURAL INSTITUTE – INTERNAL SCHOOL FUNDS
SCHEDULE OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
June 30, 2023

Federal Grantor/ Pass-Through Grantor	CFDA Number	Contract Number	Beginning (Accrued) Deferred	Cash Receipts	Expenditures	Ending (Accrued) Deferred
<u>Federal Awards</u>	N/A	N/A	\$.00	\$.00	\$.00	\$.00
<u>State Awards</u>	N/A	N/A	.00	.00	.00	.00
Total Federal and State Awards			<u>\$.00</u>	<u>\$.00</u>	<u>\$.00</u>	<u>\$.00</u>

Note 1: This schedule is prepared on the modified accrual basis of accounting.

INTERNAL CONTROL AND COMPLIANCE SECTION

**INDEPENDENT AUDITOR'S REPORT ON
INTERNAL CONTROL AND ON
COMPLIANCE AND OTHER MATTERS**

HASSELL RAY YORK AND ASSOCIATES, P.C.
CERTIFIED PUBLIC ACCOUNTANTS
Phone: 931-484-5570
P. O. Box 137 • 228 Rector Avenue
Crossville, Tennessee 38557

September 29, 2023

Director of Schools
Alvin C. York Agricultural Institute
Jamestown, Tennessee 38556

***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***

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the Alvin C. York Agricultural Institute Internal School Funds, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which comprise Alvin C. York Agricultural Institute Internal School Fund's basic financial statements, and have issued our report thereon dated September 29, 2023. The report on the Alvin C. York Agricultural Institute Internal School Funds was adverse in relation to 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 comprehensive 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 Alvin C. York Agricultural Institute's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Alvin C. York Agricultural Institute Internal School Fund's internal control. Accordingly, we do not express an opinion on the effectiveness of Alvin C. York Agricultural Institute Internal School Fund's 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 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.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Alvin C. York Agricultural Institute Internal School Fund's financial statements are free from 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*.

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.

HASSELL RAY YORK AND ASSOCIATES, P.C.

A handwritten signature in cursive script that reads "Hassell Ray York & Associates, PC." The signature is written in dark ink and is positioned below the printed name of the firm.

September 29, 2023

**SCHEDULE OF FINDINGS,
RECOMMENDATIONS, AND
MANAGEMENT'S RESPONSE**

ALVIN C. YORK AGRICULTURAL INSTITUTE – INTERNAL SCHOOL FUNDS
FINDINGS, RECOMMENDATIONS AND
MANAGEMENT'S RESPONSE
June 30, 2023

FINANCIAL STATEMENT FINDINGS:

There were no findings reported for the year ended June 30, 2023.

DISPOSITION OF PRIOR YEAR AUDIT FINDINGS

ALVIN C. YORK AGRICULTURAL INSTITUTE – INTERNAL SCHOOL FUNDS
DISPOSITION OF PRIOR YEAR AUDIT FINDINGS
June 30, 2023

FINANCIAL STATEMENT FINDINGS:

Finding Number	Finding Title	Status
2022-001	Travel advances were not adequately accounted for and gift cards were improperly handled.	Corrected