

STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

HUNTINGTON COUNTY COMMUNITY
SCHOOL CORPORATION
HUNTINGTON COUNTY, INDIANA

July 1, 2012 to June 30, 2014



FILED
09/17/2015

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Edette L. Eckert	02-21-12 to 12-31-15
Superintendent of Schools	Tracey R. Shafer Kenneth R. Kline (Interim) J. Randell Harris	07-01-12 to 12-31-14 01-01-15 to 07-31-15 08-01-15 to 06-30-16
President of the School Board	Kevin E. Patrick Scott R. Hoffman	01-01-12 to 12-31-14 01-01-15 to 12-31-15



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AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
ROOM E418
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE HUNTINGTON COUNTY COMMUNITY
SCHOOL CORPORATION, HUNTINGTON COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of the Huntington County Community School Corporation (School Corporation), which comprises the financial position and results of operations for the period of July 1, 2012 to June 30, 2014, and the related notes to the financial statement as listed in the Table of Contents.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the financial reporting provisions of the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6). Management is responsible for and has determined that the regulatory basis of accounting, as established by the Indiana State Board of Accounts, is an acceptable basis of presentation. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of a financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on this financial statement 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 statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the School Corporation's preparation and fair presentation of the financial statement 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 School Corporation'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 statement.

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

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

As discussed in Note 1 of the financial statement, the School Corporation prepares its financial statement on the prescribed basis of accounting that demonstrates compliance with the reporting requirements established by the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6), which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 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 statement referred to above does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position and results of operations of the School Corporation for the period of July 1, 2012 to June 30, 2014.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the financial position and results of operations of the School Corporation for the period of July 1, 2012 to June 30, 2014, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the School Corporation's financial statement. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the *U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the financial statement taken as a whole.

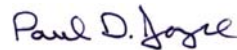
Other Information

Our audit was conducted for the purpose of forming an opinion on the School Corporation's financial statement. The Combining Schedules of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances - Regulatory Basis, Schedule of Payables and Receivables, Schedule of Leases and Debt, and Schedule of Capital Assets, as listed in the Table of Contents, are presented for additional analysis and are not required parts of the financial statement. They have not been subjected to the auditing procedures applied by us in the audit of the financial statement and, accordingly, we express no opinion on them.

INDEPENDENT AUDITOR'S REPORT
(Continued)

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued a report dated July 27, 2015, on our consideration of the School Corporation's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is 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 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 the School Corporation's internal control over financial reporting and compliance.


Paul D. Joyce, CPA
State Examiner

July 27, 2015



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Web Site: www.in.gov/sboa

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

TO: THE OFFICIALS OF THE HUNTINGTON COUNTY COMMUNITY
SCHOOL CORPORATION, HUNTINGTON COUNTY, INDIANA

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 statement of the Huntington County Community School Corporation (School Corporation), which comprises the financial position and results of operations for the period of July 1, 2012 to June 30, 2014, and the related notes to the financial statement, and have issued our report thereon dated July 27, 2015, wherein we noted the School Corporation followed accounting practices the Indiana State Board of Accounts prescribes rather than accounting principles generally accepted in the United States of America.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statement, we considered the School Corporation's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the School Corporation's internal control. Accordingly, we do not express an opinion on the effectiveness of the School Corporation's internal control.

Our consideration of the internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying Schedule of Findings and Questioned Costs, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses.

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 statement will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs as items 2014-001 and 2014-002 to be material weaknesses.

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

Compliance and Other Matters

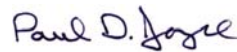
As part of obtaining reasonable assurance about whether the School Corporation's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Questioned Costs as item 2014-002.

Huntington County Community School Corporation's Response to Findings

The School Corporation's response to the findings identified in our audit is described in the accompanying Corrective Action Plan. The School Corporation's response was not subjected to the auditing procedures applied in the audit of the financial statement 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 School Corporation'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 School Corporation's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.


Paul D. Joyce, CPA
State Examiner

July 27, 2015

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FINANCIAL STATEMENT AND ACCOMPANYING NOTES

The financial statement and accompanying notes were approved by management of the School Corporation. The financial statement and notes are presented as intended by the School Corporation.

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Years Ended June 30, 2013 and 2014

	Cash and Investments 07-01-12	Receipts	Disbursements	Other Financing Sources	Cash and Investments 06-30-13	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-14
General	\$ 1,575,951	\$ 34,245,150	\$ 33,157,916	\$ 2,000	\$ 2,665,185	\$ 34,512,803	\$ 33,910,298	\$ (32,453)	\$ 3,235,237
Debt Service	1,966,040	4,638,953	4,797,957	-	1,807,036	4,711,017	6,542,920	-	(24,867)
Retirement/Severance Bond Debt Service	291,350	657,352	680,252	-	268,450	713,149	1,022,789	-	(41,190)
Capital Projects	1,940,489	3,441,842	4,595,046	-	787,285	4,176,502	3,696,735	-	1,267,052
School Transportation	1,921,224	3,458,232	3,292,556	-	2,086,900	3,352,776	3,143,325	-	2,296,351
School Bus Replacement	264,718	156,748	207,045	-	214,421	100,489	245,050	-	69,860
Retirement/Severance Bond	291,797	-	8,074	-	283,723	-	1,615	-	282,108
School Lunch	793,699	2,887,978	2,792,020	-	889,657	2,844,261	2,811,801	-	922,117
Textbook Rental	354,824	628,995	471,295	-	512,524	596,124	897,171	-	211,477
Educational License Plates	8,536	281	41,420	-	(32,603)	281	-	32,453	131
Alternative Education	22,611	12,900	-	-	35,511	17,707	-	-	53,218
Donations/Mini Grant	2,619	-	338	-	2,281	-	-	-	2,281
Classroom Donation Hollow	2	-	-	-	2	-	-	-	2
Classroom Donation Target Grant	135	-	-	-	135	-	-	-	135
True Life Choices	(277)	-	-	-	(277)	-	-	-	(277)
CF Industries Donation	104	4,995	2,325	-	2,774	4,981	1,423	-	6,332
Purdy Grant	126	-	-	-	126	-	-	-	126
PSI IOTA XI Sorority	1,041	1,600	1,555	-	1,086	1,890	382	-	2,594
Covering Kids & Families of IN	13	-	-	-	13	-	-	-	13
Technology Insurance Claim	4,395	-	-	-	4,395	-	-	-	4,395
AED Rebate	5,013	-	6,099	-	(1,086)	-	2,708	-	(3,794)
Indianapolis Colts Foundation	300	-	-	-	300	-	-	-	300
Knights of Columbus Grant	-	-	-	-	-	1,300	1,213	-	87
Adult Education	(1,310)	1,310	-	-	-	-	-	-	-
Department of Health/Jump Ropes	349	-	-	-	349	-	-	-	349
The Bookworm	1,164	-	-	-	1,164	20	25	-	1,159
Huntington University Baseball	201	-	-	-	201	-	-	-	201
Classroom Ed Grant	499	-	225	-	274	-	-	-	274
Fuel Up to Play 60 Grant	1,680	-	1,680	-	-	-	-	-	-
NASP Donation	-	-	-	-	-	637	547	-	90
Amy Barnes Scholarship Fund	8,350	17	-	-	8,367	8	-	-	8,375
Mary Cecil Scholarship Fund	19,833	-	-	-	19,833	-	-	-	19,833
Phil Rich Scholarship Fund	(7)	-	-	-	(7)	-	-	-	(7)
Area 18 Voc Ed Program - 2011-12	266	-	-	-	266	-	-	-	266
Area 18 - 2012-13 Perkins Grant	-	42,219	42,367	-	(148)	5	-	-	(143)
Area 18 - 2013-14 Perkins Grant	-	-	-	-	-	53,957	54,491	-	(534)
Coca-Cola Fund	61,654	42,063	64,902	-	38,815	36,367	50,689	-	24,493
Huntington Cty Cmty Foundation	133	500	250	-	383	2,698	2,032	-	1,049
Ecolab Grant I	586	-	176	-	410	-	-	-	410
Ecolab Grant II	1,357	-	-	-	1,357	-	-	-	1,357
Ecolab Grants - June 2010	2,689	-	-	-	2,689	-	-	-	2,689
Ecolab Grants - July 2011	9,573	-	1,495	-	8,078	-	756	-	7,322
Ecolab Grants - July 2012	-	32,125	25,660	-	6,465	-	2,485	-	3,980
Ecolab Grants - July 2013	-	-	-	-	-	30,451	23,577	-	6,874
Ecolab Grants - June 2014	-	-	-	-	-	29,155	-	-	29,155
Early Literacy Intervenor Grant	-	-	-	-	-	19,850	10,657	-	9,193
High Ability Grant 2011-2012	16,220	-	16,220	-	-	-	-	-	-
High Ability 2012-2013	-	48,843	36,570	-	12,273	-	12,324	-	(51)
High Ability 2013-2014	-	-	-	-	-	46,691	44,442	-	2,249
Ed Technology Common School	250,528	-	172,909	-	77,619	-	77,619	-	-
Title III Limited English Program	3	-	-	-	3	-	-	-	3
Title III - 2010-2011	2,114	-	2,114	-	-	-	-	-	-

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

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Years Ended June 30, 2013 and 2014
(Continued)

	Cash and Investments 07-01-12	Receipts	Disbursements	Other Financing Sources	Cash and Investments 06-30-13	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-14
Title III - 2011-2012	-	-	1,414	-	(1,414)	-	1,767	-	(3,181)
Title III - 2012-2013	-	1,272	2,775	-	(1,503)	-	(80)	-	(1,423)
NESP Grant 2011-2012	850	-	850	-	-	-	-	-	-
NESP Grant 2012-2013	-	1,791	1,159	-	632	-	642	-	(10)
NESP Grant 2013-2014	-	-	-	-	-	2,252	133	-	2,119
School Technology Fund	24,894	112,013	111,568	-	25,339	110,781	137,159	-	(1,039)
State Connectivity "Technology"	1,603	6,057	-	-	7,660	6,401	-	-	14,061
EBAY - Technology	147	-	-	-	147	-	-	-	147
Viking New Tech - VNT	4,560	250	734	-	4,076	-	729	-	3,347
Schwabv-Navigation 101 - NT	1,510	-	-	-	1,510	-	-	-	1,510
Schwab - Navigation 101	-	24,000	1,425	-	22,575	7,000	10,000	-	19,575
New Tech HNHS	233	55,000	55,000	-	233	26,407	22,203	-	4,437
New Tech-Univ. of Indy-Cell	16	-	-	-	16	-	-	-	16
Talent Initiative "Cmnty Found"	26,902	93,500	95,386	-	25,016	-	12,075	-	12,941
Horace Mann Preschool	135	5,808	2,704	-	3,239	12,451	1,287	-	14,403
Vectren Utility	1,851	-	-	-	1,851	-	-	-	1,851
Title I - P.L. 107-110 - 11-12	(72,961)	246,819	173,858	-	-	-	-	-	-
Title I - 2012-2013 Grant	-	549,027	560,002	-	(10,975)	213,861	202,886	-	-
Title I - 2013-2014 Grant	-	-	-	-	-	559,448	630,465	-	(71,017)
P.L. 100-297 Delin Child "05/06"	132	-	-	-	132	-	-	-	132
IDEA Part B 2008/2009	3,106	-	-	-	3,106	-	-	-	3,106
IDEA, Part B 2009/2010	4	-	-	-	4	-	-	-	4
IDEA, Part B 2010-2011	(4,371)	8,236	3,865	-	-	-	-	-	-
IDEA - Part B - FY12	(84,570)	876,423	291,015	-	500,838	(488,996)	11,842	-	-
IDEA - Part B - FY13	-	256,942	990,105	-	(733,163)	1,010,076	288,064	-	(11,151)
IDEA - Part B - FY14	-	-	-	-	-	926,604	1,017,539	-	(90,935)
Sp Education Improvement - 2013	-	-	-	-	-	64,908	64,908	-	-
Technical Assistance Grant FY14	-	-	-	-	-	8,764	8,764	-	-
Preschool - 10-11	(6)	-	(6)	-	-	-	-	-	-
IDEA Part B - Preschool - 11-12	(3,098)	11,794	8,696	-	-	206	588	-	(382)
IDEA Part B - Prschl 2012-2013	-	31,610	35,263	-	(3,653)	10,955	7,803	-	(501)
IDEA Part B - Prschl 2013-2014	-	-	-	-	-	35,688	39,399	-	(3,711)
P.L. 105-220 Adult Ed	8,824	-	-	-	8,824	-	-	-	8,824
P.L. 105-220 Adult Ed State - 10-11	10,968	-	-	-	10,968	-	-	-	10,968
P.L. 105-220 Adult Ed State - 11-12	(8,358)	13,998	6,761	-	(1,121)	-	-	-	(1,121)
P.L. 105-220 Adult Ed Federal - 08-09	(896)	-	-	-	(896)	-	-	-	(896)
P.L. 105-220 Adult Ed Federal - 10-11	(1,149)	-	-	-	(1,149)	-	-	-	(1,149)
P.L. 105-220 Adult Ed Federal - 11-12	(12,306)	-	2,880	-	(15,186)	-	-	-	(15,186)
P.L. 105-220 Adult Ed - 12-13	-	49,160	50,590	-	(1,430)	-	1,744	-	(3,174)
P.L. 105-220 Adult Ed - 13-14	-	-	-	-	-	50,355	50,355	-	-
Drug Free Schools - 09-10	(1,382)	-	172	-	(1,554)	-	274	-	(1,828)
Medicaid Reimbursement - Federal	6,228	-	-	-	6,228	-	-	-	6,228
Other Federal Programs	-	-	-	-	-	5,000	-	-	5,000
Title II Part A - 2010-2011	(21,405)	72,253	50,848	-	-	-	-	-	-
Title II Part A - 2011-2012	-	127,820	189,702	-	(61,882)	72,866	10,984	-	-
Title II Part A - 2012-2013	-	-	-	-	-	135,047	144,493	-	(9,446)
Title I - Grants to LEA's - ARRA	(3,334)	3,334	-	-	-	-	-	-	-
Education Technology-ARRA	(621)	-	-	-	(621)	-	-	-	(621)
Education Jobs Bill-ARRA	-	39,957	39,957	-	-	-	-	-	-
Clearing Funds	523,355	13,622,831	13,733,508	-	412,678	17,591,250	17,600,488	-	403,440
Totals	\$ 10,221,453	\$ 66,511,998	\$ 66,828,697	\$ 2,000	\$ 9,906,754	\$ 71,614,443	\$ 72,823,585	\$ -	\$ 8,697,612

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

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

School Corporation, as used herein, shall include, but is not limited to, school townships, school towns, school cities, consolidated school corporations, joint schools, metropolitan school districts, township school districts, county schools, united schools, school districts, cooperatives, educational service centers, community schools, community school corporations, and charter schools.

The School Corporation was established under the laws of the State of Indiana. The School Corporation operates under a Board of School Trustees form of government and provides educational services.

The accompanying financial statement presents the financial information for the School Corporation.

B. Basis of Accounting

The financial statement is reported on a regulatory basis of accounting prescribed by the Indiana State Board of Accounts in accordance with state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The basis of accounting involves the reporting of only cash and investments and the changes therein resulting from cash inflows (receipts) and cash outflows (disbursements) reported in the period in which they occurred.

The regulatory basis of accounting differs from accounting principles generally accepted in the United States of America, in that receipts are recognized when received in cash, rather than when earned, and disbursements are recognized when paid, rather than when a liability is incurred.

C. Cash and Investments

Investments are stated at cost. Any changes in fair value of the investments are reported as receipts in the year of the sale of the investment.

D. Receipts

Receipts are presented in the aggregate on the face of the financial statement. The aggregate receipts include the following sources:

Local sources which include taxes, revenue from local governmental units other than school corporations, transfer tuition, transportation fees, investment income, food services, School Corporation activities, revenue from community services activities, and other revenue from local sources.

Intermediate sources which include distributions from the County for fees collected for or on behalf of the School Corporation including educational license plate fees, congressional interest, riverboat distributions, and other similar fees.

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

State sources include distributions from the State of Indiana and are to be used by the School Corporation for various purposes. Included in state sources are unrestricted grants, restricted grants, revenue in lieu of taxes, and revenue for or on behalf of the School Corporation.

Federal sources include distributions from the federal government and are to be used by the School Corporation for various purposes. Included in federal sources are unrestricted grants, restricted grants, revenue in lieu of taxes, and revenue for or on behalf of the School Corporation.

Other receipts which include amounts received from various sources which include return of petty cash, return of cash change, insurance claims for losses, sale of securities, and other receipts not listed in another category above.

E. Disbursements

Disbursements are presented in the aggregate on the face of the financial statement. The aggregate disbursements include the following uses:

Instruction which includes outflows for regular programs, special programs, adult and continuing education programs, summer school programs, enrichment programs, remediation, and payments to other governmental units.

Support services which include outflows for support services related to students, instruction, general administration, and school administration. It also includes outflows for central services, operation and maintenance of plant services, and student transportation.

Noninstructional services which include outflows for food service operations and community service operations.

Facilities acquisition and construction which includes outflows for the acquisition, development, construction, and improvement of new and existing facilities.

Debt services which include fixed obligations resulting from financial transactions previously entered into by the School Corporation. It includes all expenditures for the reduction of the principal and interest of the School Corporation's general obligation indebtedness.

Nonprogrammed charges which include outflows for donations to foundations, securities purchased, indirect costs, scholarships, and self-insurance payments.

F. Other Financing Sources and Uses

Other financing sources and uses are presented in the aggregate on the face of the financial statement. The aggregate other financing sources and uses include the following:

Sale of capital assets which includes money received when land, buildings, or equipment owned by the School Corporation is sold.

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

Transfers in which includes money received by one fund as a result of transferring money from another fund. The transfers are used for cash flow purposes as provided by various statutory provisions.

Transfers out which includes money paid by one fund to another fund. The transfers are used for cash flow purposes as provided by various statutory provisions.

G. Fund Accounting

Separate funds are established, maintained, and reported by the School Corporation. Each fund is used to account for money received from and used for specific sources and uses as determined by various regulations. Restrictions on some funds are set by statute while other funds are internally restricted by the School Corporation. The money accounted for in a specific fund may only be available for use for certain, legally restricted purposes. Additionally, some funds are used to account for assets held by the School Corporation in a trustee capacity as an agent of individuals, private organizations, other funds, or other governmental units and therefore the funds cannot be used for any expenditures of the unit itself.

Note 2. Budgets

The operating budget is initially prepared and approved at the local level. The fiscal officer of the School Corporation submits a proposed operating budget to the governing board for the following calendar year. The budget is advertised as required by law. Prior to adopting the budget, the governing board conducts public hearings and obtains taxpayer comments. Prior to November 1, the governing board approves the budget for the next year. The budget for funds for which property taxes are levied or highway use taxes are received is subject to final approval by the Indiana Department of Local Government Finance.

Note 3. Property Taxes

Property taxes levied are collected by the County Treasurer and are scheduled to be distributed to the School Corporation in June and December; however, situations can arise which would delay the distributions. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100 percent of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which normally become delinquent if not paid by May 10 and November 10, respectively.

Note 4. Deposits and Investments

Deposits, made in accordance with state statute (IC 5-13), with financial institutions in the State of Indiana at year end should be entirely insured by the Federal Depository Insurance Corporation or by the Indiana Public Deposit Insurance Fund. This includes any deposit accounts issued or offered by a qualifying financial institution.

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

State statutes authorize the School Corporation to invest in securities including, but not limited to, federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

Note 5. Risk Management

The School Corporation may be exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; medical benefits to employees, retirees, and dependents; and natural disasters.

These risks can be mitigated through the purchase of insurance, establishment of a self-insurance fund, and/or participation in a risk pool. The purchase of insurance transfers the risk to an independent third party. The establishment of a self-insurance fund allows the School Corporation to set aside money for claim settlements. The self-insurance fund would be included in the financial statement. The purpose of participation in a risk pool is to provide a medium for the funding and administration of the risks.

Note 6. Pension Plans

A. Public Employees' Retirement Fund

Plan Description

The Indiana Public Employees' Retirement Fund (PERF) is a defined benefit pension plan. PERF is a cost-sharing multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible to participate in this defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the Indiana Public Retirement System (INPRS) Board, most requirements of the system, and give the School Corporation authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of members' contributions, set by state statute at 3 percent of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

INPRS administers the plan and issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for its participants. That report may be obtained by contacting:

Indiana Public Retirement System
One North Capitol, Suite 001
Indianapolis, IN 46204
Ph. (888) 526-1687

Funding Policy and Annual Pension Cost

The contribution requirements of the plan members for PERF are established by the Board of Trustees of INPRS.

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

B. Teachers' Retirement Fund

Plan Description

The Indiana Teachers' Retirement Fund (TRF) is a defined benefit pension plan. TRF is a cost-sharing multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All employees engaged in teaching or in the supervision of teaching in the public schools of the State of Indiana are eligible to participate in TRF. State statute (IC 5-10.2) governs, through the Indiana Public Retirement System (INPRS) Board, most requirements of the system, and gives the School Corporation authority to contribute to the plan. The TRF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of members' contributions, set by state statute at 3 percent of compensation, plus the interest credited to the member's account. The School Corporation may elect to make the contributions on behalf of the member.

INPRS issues a publicly available financial report that includes financial statements and required supplementary information for the TRF plan as a whole and for its participants. That report may be obtained by contacting:

Indiana Public Retirement System
One North Capitol, Suite 001
Indianapolis, IN 46204
Ph. (888) 286-3544

Funding Policy and Annual Pension Cost

The School Corporation contributes the employer's share to TRF for certified employees employed under a federally funded program and all the certified employees hired after July 1, 1995. The School Corporation currently receives partial funding, through the school funding formula, from the State of Indiana for this contribution. The employer's share of contributions for certified personnel who are not employed under a federally funded program and were hired before July 1, 1995, is considered to be an obligation of, and is paid by, the State of Indiana.

Note 7. Negative Receipts and Disbursements

The financial statement contains some receipts and/or disbursements which appear as negative entries in various funds. This is a result of the correction of errors from prior periods. The errors made in the prior period were corrected by reversing the original entry. Since the original entry and the correction were made in separate periods, a negative receipt/disbursement was shown in the current period.

Note 8. Cash Balance Deficits

The financial statement contains some funds with deficits in cash. The School Corporation maintains a number of property tax funds outside of the General fund. The General fund revenue consists mainly of state support and usually maintains an 8 to 10 percent cash balance, even after payroll.

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

The bulk of support in the Debt Service fund, Retirement/Severance Bond Debt Service fund, Capital Projects fund, School Transportation fund and School Bus Replacement fund are property taxes. The School Corporation receives reduced revenue in the taxing funds because of circuit breaker tax caps. The periodic negative balances in those funds are due primarily to circuit breaker losses and shortages from taxpayers who cannot pay their property taxes on time. Debt and debt service funds are hit hard because a school corporation is not allowed to inflate expense in the budget advertisement process for those funds. In 2014, the Indiana Legislature passed laws protecting all debt funds from circuit breaker losses.

Negative balances in grant funds are due primarily to the time lapse between when expenditures are made by the School Corporation and when reimbursements are received from the granting agency.

Note 9. Employee Benefit Trust

On May 8, 1995, the School Board created the Huntington County Community School Corporation Employee Benefit Trust (Trust), a legally separate entity, for the purpose of providing a medium for funding and administration of plans for the benefit of employees. The School Corporation makes payments to the Trust from all funds with payroll. Prior financial statements prepared in conformity with accounting principles generally accepted in the United States of America included the financial information of the Trust as a private-purpose trust fund. The accompanying financial statement prepared on the regulatory basis, does not include the financial information of the Trust. Separate financial statements are prepared for the Trust and are audited by other auditors. That report may be obtained by contacting:

Huntington County Community School Corporation
2485 Waterworks Road
Huntington, IN 46750
Ph. (260) 356-8312

Note 10. Holding Corporations

The School Corporation has entered into a capital lease with Huntington Countywide School Building Corporation I (the lessor) issued through Wells Fargo Bank. The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessor has been determined to be a related party of the School Corporation. Lease payments during the years ending June 30, 2013, and June 30, 2014, totaled \$1,839,000 and \$1,170,500, respectively.

The School Corporation has entered into a capital lease with Huntington Countywide School Building Corporation II (the lessor) issued through U.S. Bank. The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessor has been determined to be a related party of the School Corporation. Lease payments during the years ending June 30, 2013, and June 30, 2014, totaled \$3,021,000 and \$4,521,000, respectively.

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 11. Subsequent Events

On December 11, 2014, the School Corporation sold general obligation bonds in the amount of \$2,000,000 to pay for renovation and improvements to various schools within the School Corporation. The debt will be repaid between July 15, 2015 and January 15, 2018.

OTHER INFORMATION - UNAUDITED

The School Corporation's Financial Reports can be found on the Indiana Department of Education website: <http://mustang.doe.state.in.us/TRENDS/fin.cfm>. This website is maintained by the Indiana Department of Education. More current financial information is available from the School Corporation Treasurer's Office. Additionally, some financial information of the School Corporation can be found on the Gateway website: <https://gateway.ifionline.org/>.

Differences may be noted between the financial information presented in the financial statement contained in this report and the financial information presented in the Financial Reports of the School Corporation which are referenced above. These differences, if any, are due to adjustments made to the financial information during the course of the audit. This is a common occurrence in any financial statement audit. The financial information presented in this report is audited information, and the accuracy of such information can be determined by reading the opinion given in the Independent Auditor's Report.

The other information presented was approved by management of the School Corporation. It is presented as intended by the School Corporation.

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Retirement/ Severance Bond	School Lunch
Cash and investments - beginning	\$ 1,575,951	\$ 1,966,040	\$ 291,350	\$ 1,940,489	\$ 1,921,224	\$ 264,718	\$ 291,797	\$ 793,699
Receipts:								
Local sources	272,048	4,638,953	657,352	3,398,174	3,446,696	156,748	-	1,368,836
Intermediate sources	66	-	-	-	-	-	-	-
State sources	33,915,323	-	-	-	-	-	-	26,768
Federal sources	-	-	-	-	-	-	-	1,492,374
Other	57,713	-	-	43,668	11,536	-	-	-
Total receipts	34,245,150	4,638,953	657,352	3,441,842	3,458,232	156,748	-	2,887,978
Disbursements:								
Current:								
Instruction	23,539,724	-	-	-	-	-	-	-
Support services	8,964,087	-	-	3,473,093	3,292,556	207,045	8,074	19,854
Noninstructional services	598,192	-	-	-	-	-	-	2,703,040
Facilities acquisition and construction	55,913	-	-	1,121,953	-	-	-	69,126
Debt services	-	4,797,957	680,252	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	33,157,916	4,797,957	680,252	4,595,046	3,292,556	207,045	8,074	2,792,020
Excess (deficiency) of receipts over disbursements	1,087,234	(159,004)	(22,900)	(1,153,204)	165,676	(50,297)	(8,074)	95,958
Other financing sources:								
Sale of capital assets	2,000	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,089,234	(159,004)	(22,900)	(1,153,204)	165,676	(50,297)	(8,074)	95,958
Cash and investments - ending	\$ 2,665,185	\$ 1,807,036	\$ 268,450	\$ 787,285	\$ 2,086,900	\$ 214,421	\$ 283,723	\$ 889,657

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	Textbook Rental	Educational License Plates	Alternative Education	Donations/ Mini Grant	Classroom Donation Hollow	Classroom Donation Target Grant	True Life Choices	CF Industries Donation
Cash and investments - beginning	\$ 354,824	\$ 8,536	\$ 22,611	\$ 2,619	\$ 2	\$ 135	\$ (277)	\$ 104
Receipts:								
Local sources	403,635	-	-	-	-	-	-	4,995
Intermediate sources	-	281	-	-	-	-	-	-
State sources	225,360	-	12,900	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	628,995	281	12,900	-	-	-	-	4,995
Disbursements:								
Current:								
Instruction	-	41,420	-	338	-	-	-	2,325
Support services	471,295	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	471,295	41,420	-	338	-	-	-	2,325
Excess (deficiency) of receipts over disbursements	157,700	(41,139)	12,900	(338)	-	-	-	2,670
Other financing sources:								
Sale of capital assets	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	157,700	(41,139)	12,900	(338)	-	-	-	2,670
Cash and investments - ending	\$ 512,524	\$ (32,603)	\$ 35,511	\$ 2,281	\$ 2	\$ 135	\$ (277)	\$ 2,774

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended June 30, 2013
(Continued)

	Purdy Grant	PSI IOTA XI Sorority	Covering Kids & Families of IN	Technology Insurance Claim	AED Rebate	Indianapolis Colts Foundation	Knights of Columbus Grant	Adult Education
Cash and investments - beginning	\$ 126	\$ 1,041	\$ 13	\$ 4,395	\$ 5,013	\$ 300	\$ -	\$ (1,310)
Receipts:								
Local sources	-	1,600	-	-	-	-	-	1,310
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	-	1,600	-	-	-	-	-	1,310
Disbursements:								
Current:								
Instruction	-	1,555	-	-	-	-	-	-
Support services	-	-	-	-	6,099	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	1,555	-	-	6,099	-	-	-
Excess (deficiency) of receipts over disbursements	-	45	-	-	(6,099)	-	-	1,310
Other financing sources:								
Sale of capital assets	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	45	-	-	(6,099)	-	-	1,310
Cash and investments - ending	\$ 126	\$ 1,086	\$ 13	\$ 4,395	\$ (1,086)	\$ 300	\$ -	\$ -

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	Department of Health/Jump Ropes	The Bookworm	Huntington University Baseball	Classroom Ed Grant	Fuel Up to Play 60 Grant	NASP Donation	Amy Barnes Scholarship Fund	Mary Cecil Scholarship Fund
Cash and investments - beginning	\$ 349	\$ 1,164	\$ 201	\$ 499	\$ 1,680	\$ -	\$ 8,350	\$ 19,833
Receipts:								
Local sources	-	-	-	-	-	-	17	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	-	-	-	-	-	-	17	-
Disbursements:								
Current:								
Instruction	-	-	-	225	1,680	-	-	-
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	225	1,680	-	-	-
Excess (deficiency) of receipts over disbursements	-	-	-	(225)	(1,680)	-	17	-
Other financing sources:								
Sale of capital assets	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	(225)	(1,680)	-	17	-
Cash and investments - ending	\$ 349	\$ 1,164	\$ 201	\$ 274	\$ -	\$ -	\$ 8,367	\$ 19,833

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	Phil Rich Scholarship Fund	Area 18 Voc Ed Program - 2011-12	Area 18 - 2012-13 Perkins Grant	Area 18 - 2013-14 Perkins Grant	Coca-Cola Fund	Huntington Cty Cmty Foundation	Ecolab Grant I	Ecolab Grant II
Cash and investments - beginning	\$ (7)	\$ 266	\$ -	\$ -	\$ 61,654	\$ 133	\$ 586	\$ 1,357
Receipts:								
Local sources	-	-	-	-	-	500	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other	-	-	42,219	-	42,063	-	-	-
Total receipts	-	-	42,219	-	42,063	500	-	-
Disbursements:								
Current:								
Instruction	-	-	42,367	-	-	250	176	-
Support services	-	-	-	-	64,902	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	-	42,367	-	64,902	250	176	-
Excess (deficiency) of receipts over disbursements	-	-	(148)	-	(22,839)	250	(176)	-
Other financing sources:								
Sale of capital assets	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	(148)	-	(22,839)	250	(176)	-
Cash and investments - ending	\$ (7)	\$ 266	\$ (148)	\$ -	\$ 38,815	\$ 383	\$ 410	\$ 1,357

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended June 30, 2013
(Continued)

	Ecolab Grants - June 2010	Ecolab Grants - July 2011	Ecolab Grants - July 2012	Ecolab Grants - July 2013	Ecolab Grants - June 2014	Early Literacy Interven Grant	High Ability Grant 2011-2012	High Ability Grant 2012-2013
Cash and investments - beginning	\$ 2,689	\$ 9,573	\$ -	\$ -	\$ -	\$ -	\$ 16,220	\$ -
Receipts:								
Local sources	-	-	32,125	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	48,843
Federal sources	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	-	-	32,125	-	-	-	-	48,843
Disbursements:								
Current:								
Instruction	-	1,495	25,660	-	-	-	16,220	36,570
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	1,495	25,660	-	-	-	16,220	36,570
Excess (deficiency) of receipts over disbursements	-	(1,495)	6,465	-	-	-	(16,220)	12,273
Other financing sources:								
Sale of capital assets	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(1,495)	6,465	-	-	-	(16,220)	12,273
Cash and investments - ending	\$ 2,689	\$ 8,078	\$ 6,465	\$ -	\$ -	\$ -	\$ -	\$ 12,273

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended June 30, 2013
(Continued)

	High Ability 2013-2014	Ed Technology Common School	Title III Limited English Program	Title III - 2010-2011	Title III - 2011-2012	Title III - 2012-2013	NESP Grant 2011-2012	NESP Grant 2012-2013
Cash and investments - beginning	\$ -	\$ 250,528	\$ 3	\$ 2,114	\$ -	\$ -	\$ 850	\$ -
Receipts:								
Local sources	-	-	-	-	-	1,272	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	1,791
Federal sources	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	-	-	-	-	-	1,272	-	1,791
Disbursements:								
Current:								
Instruction	-	-	-	2,114	1,414	1,272	-	24
Support services	-	172,909	-	-	-	1,503	850	934
Noninstructional services	-	-	-	-	-	-	-	201
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	172,909	-	2,114	1,414	2,775	850	1,159
Excess (deficiency) of receipts over disbursements	-	(172,909)	-	(2,114)	(1,414)	(1,503)	(850)	632
Other financing sources:								
Sale of capital assets	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(172,909)	-	(2,114)	(1,414)	(1,503)	(850)	632
Cash and investments - ending	\$ -	\$ 77,619	\$ 3	\$ -	\$ (1,414)	\$ (1,503)	\$ -	\$ 632

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended June 30, 2013
(Continued)

	NESP Grant 2013-2014	School Technology Fund	State Connectivity "Technology"	EBAY - Technology	Viking New Tech - VNT	Schwabv- Navigation 101 - NT	Schwab- Navigation 101	New Tech HNHS
Cash and investments - beginning	\$ -	\$ 24,894	\$ 1,603	\$ 147	\$ 4,560	\$ 1,510	\$ -	\$ 233
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	112,013	6,057	-	-	-	24,000	55,000
Federal sources	-	-	-	-	-	-	-	-
Other	-	-	-	-	250	-	-	-
Total receipts	-	112,013	6,057	-	250	-	24,000	55,000
Disbursements:								
Current:								
Instruction	-	-	-	-	734	-	1,425	-
Support services	-	111,568	-	-	-	-	-	55,000
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	111,568	-	-	734	-	1,425	55,000
Excess (deficiency) of receipts over disbursements	-	445	6,057	-	(484)	-	22,575	-
Other financing sources:								
Sale of capital assets	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	445	6,057	-	(484)	-	22,575	-
Cash and investments - ending	\$ -	\$ 25,339	\$ 7,660	\$ 147	\$ 4,076	\$ 1,510	\$ 22,575	\$ 233

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended June 30, 2013
(Continued)

	New Tech- Univ. of Indy- Cell	Talent Initiative "Cmnty Found"	Horace Mann Preschool	Vectren Utility	Title I - P.L. 107-110- 11-12	Title I - 2012-2013 Grant	Title I - 2013-2014 Grant	P.L. 100-297 Delin Child "05/06"
Cash and investments - beginning	\$ 16	\$ 26,902	\$ 135	\$ 1,851	\$ (72,961)	\$ -	\$ -	\$ 132
Receipts:								
Local sources	-	93,500	5,299	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	246,819	549,027	-	-
Other	-	-	509	-	-	-	-	-
Total receipts	-	93,500	5,808	-	246,819	549,027	-	-
Disbursements:								
Current:								
Instruction	-	-	2,704	-	144,657	420,909	-	-
Support services	-	95,386	-	-	19,789	131,631	-	-
Noninstructional services	-	-	-	-	9,412	7,462	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	95,386	2,704	-	173,858	560,002	-	-
Excess (deficiency) of receipts over disbursements	-	(1,886)	3,104	-	72,961	(10,975)	-	-
Other financing sources:								
Sale of capital assets	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(1,886)	3,104	-	72,961	(10,975)	-	-
Cash and investments - ending	\$ 16	\$ 25,016	\$ 3,239	\$ 1,851	\$ -	\$ (10,975)	\$ -	\$ 132

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	IDEA Part B 2008/2009	IDEA, Part B 2009/2010	IDEA, Part B 2010-2011	IDEA - Part B - FY12	IDEA - Part B - FY13	IDEA - Part B - FY14	Sp Education Improvement - 2013	Technical Assistance Grant FY14
Cash and investments - beginning	\$ 3,106	\$ 4	\$ (4,371)	\$ (84,570)	\$ -	\$ -	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	8,236	876,423	256,942	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	-	-	8,236	876,423	256,942	-	-	-
Disbursements:								
Current:								
Instruction	-	-	-	103,561	534,724	-	-	-
Support services	-	-	3,865	187,454	455,381	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	-	3,865	291,015	990,105	-	-	-
Excess (deficiency) of receipts over disbursements	-	-	4,371	585,408	(733,163)	-	-	-
Other financing sources:								
Sale of capital assets	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	4,371	585,408	(733,163)	-	-	-
Cash and investments - ending	\$ 3,106	\$ 4	\$ -	\$ 500,838	\$ (733,163)	\$ -	\$ -	\$ -

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended June 30, 2013
(Continued)

	Preschool - 10-11	IDEA Part B - Preschool - 11-12	IDEA Part B - Prschl - 2012-2013	IDEA Part B - Prschl - 2013-2014	P.L. 105-220 Adult Ed	P.L. 105-220 Adult Ed State - 10-11	P.L. 105-220 Adult Ed State - 11-12	P.L. 105-220 Adult Ed Federal - 08-09
Cash and investments - beginning	\$ (6)	\$ (3,098)	\$ -	\$ -	\$ 8,824	\$ 10,968	\$ (8,358)	\$ (896)
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	11,794	31,610	-	-	-	13,998	-
Other	-	-	-	-	-	-	-	-
Total receipts	-	11,794	31,610	-	-	-	13,998	-
Disbursements:								
Current:								
Instruction	(6)	8,696	35,263	-	-	-	6,761	-
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	(6)	8,696	35,263	-	-	-	6,761	-
Excess (deficiency) of receipts over disbursements	6	3,098	(3,653)	-	-	-	7,237	-
Other financing sources:								
Sale of capital assets	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	6	3,098	(3,653)	-	-	-	7,237	-
Cash and investments - ending	\$ -	\$ -	\$ (3,653)	\$ -	\$ 8,824	\$ 10,968	\$ (1,121)	\$ (896)

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended June 30, 2013
(Continued)

	P.L. 105-220 Adult Ed Federal - 10-11	P.L. 105-220 Adult Ed Federal - 11-12	P.L. 105-220 Adult Ed - 12-13	P.L. 105-220 Adult Ed - 13-14	Drug Free Schools - 09-10	Medicaid Reimbursement - Federal	Other Federal Programs	Title II Part A - 2010-2011
Cash and investments - beginning	\$ (1,149)	\$ (12,306)	\$ -	\$ -	\$ (1,382)	\$ 6,228	\$ -	\$ (21,405)
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	49,160	-	-	-	-	72,253
Other	-	-	-	-	-	-	-	-
Total receipts	-	-	49,160	-	-	-	-	72,253
Disbursements:								
Current:								
Instruction	-	-	35,041	-	172	-	-	-
Support services	-	2,880	15,549	-	-	-	-	50,848
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	2,880	50,590	-	172	-	-	50,848
Excess (deficiency) of receipts over disbursements	-	(2,880)	(1,430)	-	(172)	-	-	21,405
Other financing sources:								
Sale of capital assets	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(2,880)	(1,430)	-	(172)	-	-	21,405
Cash and investments - ending	\$ (1,149)	\$ (15,186)	\$ (1,430)	\$ -	\$ (1,554)	\$ 6,228	\$ -	\$ -

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended June 30, 2013
(Continued)

	Title II Part A - 2011-2012	Title II Part A - 2012-2013	Title I - Grants to LEA's - ARRA	Education Technology- ARRA	Education Jobs Bill- ARRA	Clearing Funds	Totals
Cash and investments - beginning	\$ -	\$ -	\$ (3,334)	\$ (621)	\$ -	\$ 523,355	\$ 10,221,453
Receipts:							
Local sources	-	-	-	-	-	-	14,483,060
Intermediate sources	-	-	-	-	-	-	347
State sources	-	-	-	-	-	-	34,428,055
Federal sources	127,820	-	3,334	-	39,957	-	3,779,747
Other	-	-	-	-	-	13,622,831	13,820,789
Total receipts	127,820	-	3,334	-	39,957	13,622,831	66,511,998
Disbursements:							
Current:							
Instruction	-	-	-	-	39,957	-	25,049,427
Support services	189,702	-	-	-	-	-	18,002,254
Noninstructional services	-	-	-	-	-	-	3,318,307
Facilities acquisition and construction	-	-	-	-	-	-	1,246,992
Debt services	-	-	-	-	-	-	5,478,209
Nonprogrammed charges	-	-	-	-	-	13,733,508	13,733,508
Total disbursements	189,702	-	-	-	39,957	13,733,508	66,828,697
Excess (deficiency) of receipts over disbursements	(61,882)	-	3,334	-	-	(110,677)	(316,699)
Other financing sources:							
Sale of capital assets	-	-	-	-	-	-	2,000
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(61,882)	-	3,334	-	-	(110,677)	(314,699)
Cash and investments - ending	\$ (61,882)	\$ -	\$ -	\$ (621)	\$ -	\$ 412,678	\$ 9,906,754

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2014

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Retirement/ Severance Bond	School Lunch
Cash and investments - beginning	\$ 2,665,185	\$ 1,807,036	\$ 268,450	\$ 787,285	\$ 2,086,900	\$ 214,421	\$ 283,723	\$ 889,657
Receipts:								
Local sources	176,693	4,711,017	713,149	4,143,084	3,322,977	100,489	-	1,257,282
Intermediate sources	145	-	-	-	-	-	-	-
State sources	34,072,081	-	-	-	-	-	-	25,833
Federal sources	-	-	-	-	-	-	-	1,561,146
Other	263,884	-	-	33,418	29,799	-	-	-
Total receipts	34,512,803	4,711,017	713,149	4,176,502	3,352,776	100,489	-	2,844,261
Disbursements:								
Current:								
Instruction	23,416,066	-	-	-	-	-	-	-
Support services	9,578,366	-	-	3,044,009	3,143,325	245,050	1,615	36,516
Noninstructional services	599,447	-	-	-	-	-	-	2,731,434
Facilities acquisition and construction	316,419	-	-	652,726	-	-	-	43,851
Debt services	-	6,542,920	1,022,789	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	33,910,298	6,542,920	1,022,789	3,696,735	3,143,325	245,050	1,615	2,811,801
Excess (deficiency) of receipts over disbursements	602,505	(1,831,903)	(309,640)	479,767	209,451	(144,561)	(1,615)	32,460
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	(32,453)	-	-	-	-	-	-	-
Total other financing sources (uses)	(32,453)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	570,052	(1,831,903)	(309,640)	479,767	209,451	(144,561)	(1,615)	32,460
Cash and investments - ending	\$ 3,235,237	\$ (24,867)	\$ (41,190)	\$ 1,267,052	\$ 2,296,351	\$ 69,860	\$ 282,108	\$ 922,117

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended June 30, 2014
(Continued)

	Textbook Rental	Educational License Plates	Alternative Education	Donations/ Mini Grant	Classroom Donation Hollow	Classroom Donation Target Grant	True Life Choices	CF Industries Donation
Cash and investments - beginning	\$ 512,524	\$ (32,603)	\$ 35,511	\$ 2,281	\$ 2	\$ 135	\$ (277)	\$ 2,774
Receipts:								
Local sources	404,538	-	-	-	-	-	-	4,981
Intermediate sources	-	281	-	-	-	-	-	-
State sources	191,586	-	17,707	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	596,124	281	17,707	-	-	-	-	4,981
Disbursements:								
Current:								
Instruction	-	-	-	-	-	-	-	1,423
Support services	897,171	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	897,171	-	-	-	-	-	-	1,423
Excess (deficiency) of receipts over disbursements	(301,047)	281	17,707	-	-	-	-	3,558
Other financing sources (uses):								
Transfers in	-	32,453	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	32,453	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(301,047)	32,734	17,707	-	-	-	-	3,558
Cash and investments - ending	\$ 211,477	\$ 131	\$ 53,218	\$ 2,281	\$ 2	\$ 135	\$ (277)	\$ 6,332

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended June 30, 2014
(Continued)

	Purdy Grant	PSI IOTA XI Sorority	Covering Kids & Families of IN	Technology Insurance Claim	AED Rebate	Indianapolis Colts Foundation	Knights of Columbus Grant	Adult Education
Cash and investments - beginning	\$ 126	\$ 1,086	\$ 13	\$ 4,395	\$ (1,086)	\$ 300	\$ -	\$ -
Receipts:								
Local sources	-	1,890	-	-	-	-	1,300	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	-	1,890	-	-	-	-	1,300	-
Disbursements:								
Current:								
Instruction	-	382	-	-	-	-	1,213	-
Support services	-	-	-	-	2,708	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	382	-	-	2,708	-	1,213	-
Excess (deficiency) of receipts over disbursements	-	1,508	-	-	(2,708)	-	87	-
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	1,508	-	-	(2,708)	-	87	-
Cash and investments - ending	\$ 126	\$ 2,594	\$ 13	\$ 4,395	\$ (3,794)	\$ 300	\$ 87	\$ -

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended June 30, 2014
(Continued)

	Department of Health/Jump Ropes	The Bookworm	Huntington University Baseball	Classroom Ed Grant	Fuel Up to Play 60 Grant	NASP Donation	Amy Barnes Scholarship Fund	Mary Cecil Scholarship Fund
Cash and investments - beginning	\$ 349	\$ 1,164	\$ 201	\$ 274	\$ -	\$ -	\$ 8,367	\$ 19,833
Receipts:								
Local sources	-	20	-	-	-	637	8	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	-	20	-	-	-	637	8	-
Disbursements:								
Current:								
Instruction	-	-	-	-	-	-	-	-
Support services	-	25	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	547	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	25	-	-	-	547	-	-
Excess (deficiency) of receipts over disbursements	-	(5)	-	-	-	90	8	-
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(5)	-	-	-	90	8	-
Cash and investments - ending	\$ 349	\$ 1,159	\$ 201	\$ 274	\$ -	\$ 90	\$ 8,375	\$ 19,833

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended June 30, 2014
(Continued)

	Phil Rich Scholarship Fund	Area 18 Voc Ed Program - 2011-12	Area 18 - 2012-13 Perkins Grant	Area 18 - 2013-14 Perkins Grant	Coca-Cola Fund	Huntington Cty Cmty Foundation	Ecolab Grant I	Ecolab Grant II
Cash and investments - beginning	\$ (7)	\$ 266	\$ (148)	\$ -	\$ 38,815	\$ 383	\$ 410	\$ 1,357
Receipts:								
Local sources	-	-	-	-	-	2,698	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other	-	-	5	53,957	36,367	-	-	-
Total receipts	-	-	5	53,957	36,367	2,698	-	-
Disbursements:								
Current:								
Instruction	-	-	-	54,491	-	2,032	-	-
Support services	-	-	-	-	50,689	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	54,491	50,689	2,032	-	-
Excess (deficiency) of receipts over disbursements	-	-	5	(534)	(14,322)	666	-	-
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	5	(534)	(14,322)	666	-	-
Cash and investments - ending	\$ (7)	\$ 266	\$ (143)	\$ (534)	\$ 24,493	\$ 1,049	\$ 410	\$ 1,357

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2014
 (Continued)

	Ecolab Grants - June 2010	Ecolab Grants - July 2011	Ecolab Grants - July 2012	Ecolab Grants - July 2013	Ecolab Grants - June 2014	Early Literacy Interven Grant	High Ability Grant 2011-2012	High Ability Grant 2012-2013
Cash and investments - beginning	\$ 2,689	\$ 8,078	\$ 6,465	\$ -	\$ -	\$ -	\$ -	\$ 12,273
Receipts:								
Local sources	-	-	-	30,451	29,155	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	19,850	-	-
Federal sources	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	-	-	-	30,451	29,155	19,850	-	-
Disbursements:								
Current:								
Instruction	-	756	2,485	23,577	-	-	-	12,324
Support services	-	-	-	-	-	10,657	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	756	2,485	23,577	-	10,657	-	12,324
Excess (deficiency) of receipts over disbursements	-	(756)	(2,485)	6,874	29,155	9,193	-	(12,324)
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(756)	(2,485)	6,874	29,155	9,193	-	(12,324)
Cash and investments - ending	\$ 2,689	\$ 7,322	\$ 3,980	\$ 6,874	\$ 29,155	\$ 9,193	\$ -	\$ (51)

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2014
 (Continued)

	High Ability 2013-2014	Ed Technology Common School	Title III Limited English Program	Title III - 2010-2011	Title III - 2011-2012	Title III - 2012-2013	NESP Grant 2011-2012	NESP Grant 2012-2013
Cash and investments - beginning	\$ -	\$ 77,619	\$ 3	\$ -	\$ (1,414)	\$ (1,503)	\$ -	\$ 632
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	46,691	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	46,691	-	-	-	-	-	-	-
Disbursements:								
Current:								
Instruction	44,442	-	-	-	1,767	-	-	181
Support services	-	77,619	-	-	-	(80)	-	146
Noninstructional services	-	-	-	-	-	-	-	315
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	44,442	77,619	-	-	1,767	(80)	-	642
Excess (deficiency) of receipts over disbursements	2,249	(77,619)	-	-	(1,767)	80	-	(642)
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,249	(77,619)	-	-	(1,767)	80	-	(642)
Cash and investments - ending	\$ 2,249	\$ -	\$ 3	\$ -	\$ (3,181)	\$ (1,423)	\$ -	\$ (10)

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2014
 (Continued)

	NESP Grant 2013-2014	School Technology Fund	State Connectivity "Technology"	EBAY - Technology	Viking New Tech - VNT	Schwabv- Navigation 101 - NT	Schwab- Navigation 101	New Tech HNHS
Cash and investments - beginning	\$ -	\$ 25,339	\$ 7,660	\$ 147	\$ 4,076	\$ 1,510	\$ 22,575	\$ 233
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	2,252	110,781	6,401	-	-	-	7,000	26,407
Federal sources	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	2,252	110,781	6,401	-	-	-	7,000	26,407
Disbursements:								
Current:								
Instruction	27	-	-	-	729	-	10,000	-
Support services	106	137,159	-	-	-	-	-	22,203
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	133	137,159	-	-	729	-	10,000	22,203
Excess (deficiency) of receipts over disbursements	2,119	(26,378)	6,401	-	(729)	-	(3,000)	4,204
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,119	(26,378)	6,401	-	(729)	-	(3,000)	4,204
Cash and investments - ending	\$ 2,119	\$ (1,039)	\$ 14,061	\$ 147	\$ 3,347	\$ 1,510	\$ 19,575	\$ 4,437

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2014
 (Continued)

	New Tech- Univ. of Indy- Cell	Talent Initiative "Cmnty Found"	Horace Mann Preschool	Vectren Utility	Title I - P.L. 107-110- 11-12	Title I - 2012-2013 Grant	Title I - 2013-2014 Grant	P.L. 100-297 Delin Child "05/06"
Cash and investments - beginning	\$ 16	\$ 25,016	\$ 3,239	\$ 1,851	\$ -	\$ (10,975)	\$ -	\$ 132
Receipts:								
Local sources	-	-	10,823	-	-	2,500	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	211,361	559,448	-
Other	-	-	1,628	-	-	-	-	-
Total receipts	-	-	12,451	-	-	213,861	559,448	-
Disbursements:								
Current:								
Instruction	-	-	1,287	-	-	150,011	488,279	-
Support services	-	12,075	-	-	-	48,078	134,716	-
Noninstructional services	-	-	-	-	-	4,797	7,470	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	12,075	1,287	-	-	202,886	630,465	-
Excess (deficiency) of receipts over disbursements	-	(12,075)	11,164	-	-	10,975	(71,017)	-
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(12,075)	11,164	-	-	10,975	(71,017)	-
Cash and investments - ending	\$ 16	\$ 12,941	\$ 14,403	\$ 1,851	\$ -	\$ -	\$ (71,017)	\$ 132

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2014
 (Continued)

	IDEA Part B 2008/2009	IDEA, Part B 2009/2010	IDEA, Part B 2010-2011	IDEA - Part B - FY12	IDEA - Part B - FY13	IDEA - Part B - FY14	Sp Education Improvement - 2013	Technical Assistance Grant FY14
Cash and investments - beginning	\$ 3,106	\$ 4	\$ -	\$ 500,838	\$ (733,163)	\$ -	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	(488,996)	1,010,076	926,604	64,908	8,764
Other	-	-	-	-	-	-	-	-
Total receipts	-	-	-	(488,996)	1,010,076	926,604	64,908	8,764
Disbursements:								
Current:								
Instruction	-	-	-	505	189,056	585,169	64,908	8,764
Support services	-	-	-	11,337	99,008	432,370	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	11,842	288,064	1,017,539	64,908	8,764
Excess (deficiency) of receipts over disbursements	-	-	-	(500,838)	722,012	(90,935)	-	-
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	(500,838)	722,012	(90,935)	-	-
Cash and investments - ending	\$ 3,106	\$ 4	\$ -	\$ -	\$ (11,151)	\$ (90,935)	\$ -	\$ -

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2014
 (Continued)

	Preschool - 10-11	IDEA Part B - Preschool - 11-12	IDEA Part B - Prschl 2012-2013	IDEA Part B - Prschl 2013-2014	P.L. 105-220 Adult Ed	P.L. 105-220 Adult Ed State - 10-11	P.L. 105-220 Adult Ed State - 11-12	P.L. 105-220 Adult Ed Federal - 08-09
Cash and investments - beginning	\$ -	\$ -	\$ (3,653)	\$ -	\$ 8,824	\$ 10,968	\$ (1,121)	\$ (896)
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	206	10,955	35,688	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	-	206	10,955	35,688	-	-	-	-
Disbursements:								
Current:								
Instruction	-	588	7,803	39,399	-	-	-	-
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	588	7,803	39,399	-	-	-	-
Excess (deficiency) of receipts over disbursements	-	(382)	3,152	(3,711)	-	-	-	-
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(382)	3,152	(3,711)	-	-	-	-
Cash and investments - ending	\$ -	\$ (382)	\$ (501)	\$ (3,711)	\$ 8,824	\$ 10,968	\$ (1,121)	\$ (896)

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended June 30, 2014
(Continued)

	P.L. 105-220 Adult Ed Federal - 10-11	P.L. 105-220 Adult Ed Federal - 11-12	P.L. 105-220 Adult Ed - 12-13	P.L. 105-220 Adult Ed - 13-14	Drug Free Schools - 09-10	Medicaid Reimbursement - Federal	Other Federal Programs	Title II Part A - 2010-2011
Cash and investments - beginning	\$ (1,149)	\$ (15,186)	\$ (1,430)	\$ -	\$ (1,554)	\$ 6,228	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	50,355	-	-	5,000	-
Other	-	-	-	-	-	-	-	-
Total receipts	-	-	-	50,355	-	-	5,000	-
Disbursements:								
Current:								
Instruction	-	-	-	39,309	274	-	-	-
Support services	-	-	1,744	11,046	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	-	1,744	50,355	274	-	-	-
Excess (deficiency) of receipts over disbursements	-	-	(1,744)	-	(274)	-	5,000	-
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	(1,744)	-	(274)	-	5,000	-
Cash and investments - ending	\$ (1,149)	\$ (15,186)	\$ (3,174)	\$ -	\$ (1,828)	\$ 6,228	\$ 5,000	\$ -

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2014
 (Continued)

	Title II Part A - 2011-2012	Title II Part A - 2012-2013	Title I - Grants to LEA's - ARRA	Education Technology- ARRA	Education Jobs Bill- ARRA	Clearing Funds	Totals
Cash and investments - beginning	\$ (61,882)	\$ -	\$ -	\$ (621)	\$ -	\$ 412,678	\$ 9,906,754
Receipts:							
Local sources	-	-	-	-	-	-	14,913,692
Intermediate sources	-	-	-	-	-	-	426
State sources	-	-	-	-	-	-	34,526,589
Federal sources	72,866	135,047	-	-	-	-	4,163,428
Other	-	-	-	-	-	17,591,250	18,010,308
Total receipts	72,866	135,047	-	-	-	17,591,250	71,614,443
Disbursements:							
Current:							
Instruction	-	-	-	-	-	-	25,147,247
Support services	10,984	144,493	-	-	-	-	18,153,135
Noninstructional services	-	-	-	-	-	-	3,343,463
Facilities acquisition and construction	-	-	-	-	-	-	1,013,543
Debt services	-	-	-	-	-	-	7,565,709
Nonprogrammed charges	-	-	-	-	-	17,600,488	17,600,488
Total disbursements	10,984	144,493	-	-	-	17,600,488	72,823,585
Excess (deficiency) of receipts over disbursements	61,882	(9,446)	-	-	-	(9,238)	(1,209,142)
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	32,453
Transfers out	-	-	-	-	-	-	(32,453)
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	61,882	(9,446)	-	-	-	(9,238)	(1,209,142)
Cash and investments - ending	\$ -	\$ (9,446)	\$ -	\$ (621)	\$ -	\$ 403,440	\$ 8,697,612

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HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
SCHEDULE OF PAYABLES AND RECEIVABLES
June 30, 2014

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	<u>\$ 574,210</u>	<u>\$ 184,715</u>

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
SCHEDULE OF LEASES AND DEBT
June 30, 2014

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Apple Inc	Teacher iPad Purchase	\$ 220,557	06/12/12	03/12/16
Apple Inc	Student iPad Purchase	470,939	07/27/12	04/27/16
Huntington Countywide School Building Corporation I	2013 Refunding	1,110,500	05/01/13	12/31/17
Huntington Countywide School Building Corporation II	2006 Refunding	<u>3,014,000</u>	12/28/06	01/15/24
Total of annual lease payments		<u><u>\$ 4,815,996</u></u>		

Description of Debt		Ending Principal Balance	Principal and Interest Due Within One Year
Type	Purpose		
Governmental activities:			
Notes and loans payable	Pension Bond	\$ 330,000	\$ 338,382
Notes and loans payable	Common School Fund Loan	<u>1,565,050</u>	<u>228,986</u>
Totals		<u><u>\$ 1,895,050</u></u>	<u><u>\$ 567,368</u></u>

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
SCHEDULE OF CAPITAL ASSETS
June 30, 2014

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed or donated assets are reported at estimated fair value at the time received.

	Ending Balance
Governmental activities:	
Land	\$ 1,544,314
Buildings	62,949,824
Improvements other than buildings	7,058,685
Machinery, equipment, and vehicles	<u>11,642,404</u>
Total capital assets	<u><u>\$ 83,195,227</u></u>

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
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Fax: (317) 232-4711
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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE**

TO: THE OFFICIALS OF THE HUNTINGTON COUNTY COMMUNITY
SCHOOL CORPORATION, HUNTINGTON COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

We have audited the Huntington County Community School Corporation's (School Corporation) compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the period of July 1, 2012 to June 30, 2014. The School Corporation's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the School Corporation's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School Corporation's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the School Corporation's compliance.

Opinion on Each Major Federal Program

In our opinion, the School Corporation complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the period of July 1, 2012 to June 30, 2014.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
(Continued)

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as item 2014-004. Our opinion on each major federal program is not modified with respect to these matters.

The School Corporation's response to the noncompliance findings identified in our audit is described in the accompanying Corrective Action Plan. The School Corporation's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance


Management of the School Corporation is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the School Corporation's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School Corporation's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be material weaknesses.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as item 2014-003 to be material weaknesses.

The School Corporation's response to the internal control over compliance findings identified in our audit is described in the accompanying Corrective Action Plan. The School Corporation's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.


Paul D. Joyce, CPA
State Examiner

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND ACCOMPANYING NOTES

The Schedule of Expenditures of Federal Awards and accompanying notes presented were approved by management of the School Corporation. The schedule and notes are presented as intended by the School Corporation.

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Years Ended June 30, 2013 and 2014

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-13	Total Federal Awards Expended 06-30-14
<u>Department of Agriculture</u>					
Child Nutrition Cluster					
School Breakfast Program	Indiana Department of Education	10.553		\$ 296,809	\$ 281,443
National School Lunch Program	Indiana Department of Education	10.555		1,336,694	1,410,427
Summer Food Service Program for Children	Indiana Department of Education	10.559		44,337	50,085
Total - Child Nutrition Cluster				1,677,840	1,741,955
Total - Department of Agriculture				1,677,840	1,741,955
<u>Department of Education</u>					
Adult Education - Basic Grants to States	Northeast Indiana Regional Workforce Investment Board	84.002		9,369	-
Title I, Part A Cluster					
Title I Grants to Local Educational Agencies	Indiana Department of Education	84.010			
			12-3625	246,818	-
			13-3625	509,038	251,351
			14-3625	-	559,448
Total - Title I Grants to Local Educational Agencies				755,856	810,799
ARRA - Title I Grants to Local Educational Agencies, Recovery Act	Indiana Department of Education	84.389	2010-12	3,334	-
Total - Title I, Part A Cluster				759,190	810,799
Special Education Cluster (IDEA)					
Special Education - Grants to States	Indiana Department of Education	84.027			
			14211-029-PN01	8,236	-
			14212-029-PN01	373,617	13,811
			14213-029-PN01	759,749	507,269
			14214-029-PN01	-	926,604
Special Education Improvement Award 2013				-	64,907
Technical Assistance Grant FY14				-	8,764
Total - Special Education - Grants to States				1,141,602	1,521,355

The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Years Ended June 30, 2013 and 2014
(Continued)

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-13	Total Federal Awards Expended 06-30-14
<u>Department of Education (continued)</u>					
Special Education Cluster (IDEA) (continued)					
Special Education - Preschool Grants	Indiana Department of Education	84.173			
			45712-029-PN01	11,794	206
			45713-029-PN01	31,610	10,955
			45714-029-PN01	-	35,688
Total - Special Education - Preschool Grants				43,404	46,849
Total - Special Education Cluster (IDEA)				1,185,006	1,568,204
Career and Technical Education - Basic Grants to States	Bluffton-Harrison Metropolitan School District	84.048			
			FY 2012-13	42,219	-
			FY 2013-14	-	53,957
Total - Career and Technical Education - Basic Grants to States				42,219	53,957
English Language Acquisition State Grants	Dekalb County Central United School District	84.365	2012-14	1,272	-
Improving Teacher Quality State Grants	Indiana Department of Education	84.367			
			10-3625	72,253	-
			11-3625	167,810	32,876
			12-3625	-	135,047
Total - Improving Teacher Quality State Grants				240,063	167,923
Education Jobs Fund	Indiana Department of Education	84.410		39,957	-
Total - Department of Education				2,277,076	2,600,883
Total federal awards expended				\$ 3,954,916	\$ 4,342,838

The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Note 1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the School Corporation and is presented in accordance with the cash and investment basis of accounting used in the preparation of the financial statement. Accordingly, the amount of federal awards expended is based on when the disbursement related to the award occurs except when the federal award is received on a reimbursement basis. In these instances the federal awards are considered expended when the reimbursement is received.

Circular A-133 requires an annual audit of nonfederal entities expending a total amount of federal awards equal to or in excess of \$500,000 in any fiscal year unless by constitution or statute a less frequent audit is required. In accordance with Indiana Code (IC 5-11-1-25), audits of school corporations shall be conducted biennially. Such audits shall include both years within the biennial period.

Note 2. Noncash Assistance

The School Corporation expended the following amount of noncash assistance for the years ending June 30, 2013 and 2014. This noncash assistance is also included in the federal expenditures presented in the schedule.

Program Title	Federal CFDA Number	For the Year Ended June 30, 2013	For the Year Ended June 30, 2014
Child Nutrition Cluster:			
Food Commodities:			
National School Lunch Program	10.555	\$ 185,466	\$ 180,809

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I - Summary of Auditor's Results

Financial Statement:

Type of auditor's report issued:	Adverse as to GAAP; Unmodified as to Regulatory Basis
Internal control over financial reporting:	
Material weaknesses identified?	yes
Significant deficiencies identified?	none reported
Noncompliance material to financial statement noted?	yes

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	yes
Significant deficiencies identified?	none reported
Type of auditor's report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A-133?	yes

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
84.367	Title I, Part A Cluster Special Education Cluster (IDEA) Improving Teacher Quality State Grants

Dollar threshold used to distinguish between Type A and Type B programs: \$300,000

Auditee qualified as low-risk auditee?	no
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Section II - Financial Statement Findings

FINDING 2014-001 - FINANCIAL TRANSACTIONS AND REPORTING

We noted several deficiencies in the internal control system of the School Corporation related to financial transactions and reporting. We believe the following deficiencies constitute material weaknesses:

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

1. **Lack of Segregation of Duties:** The School Corporation has not separated incompatible activities related to bank reconcilements and recording receipts. Monthly bank reconcilements are completed by the Treasurer. However, there is no review or approval of the final bank reconciliation by another person or other compensating control. Receipts at the School Corporation level are managed entirely by the Treasurer. The Treasurer creates the receipt then prepares and makes the bank deposit. There is no additional comparison of the receipts and deposit by another person or other compensating control. The failure to establish these controls could enable material misstatements or irregularities to remain undetected. Control activities should be in place to reduce the risks of errors in financial reporting.
2. **Monitoring of Controls:** An evaluation of the School Corporation's system of internal control has not been conducted. The failure to monitor the internal control system places the School Corporation at risk that controls may not be either designed properly or operating effectively to provide reasonable assurance that controls will prevent, or detect and correct, material misstatements in a timely manner. Additionally, the School Corporation has no process to identify or communicate corrective actions to improve controls. Effective internal controls over financial reporting requires the School Corporation to monitor and assess the quality of the system of internal control.

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objectives, and compliance with laws and regulations. Among other things, segregation of duties, safeguarding controls over cash and all other assets, and all forms of information processing are necessary for proper internal control.

Controls over the receipting, disbursing, recording, and accounting for the financial activities are necessary to avoid substantial risk of invalid transactions, inaccurate records and financial statements and incorrect decision making. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

FINDING 2014-002 - PREPARATION OF THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

The School Corporation did not have a proper system of internal control in place to prevent, or detect and correct, errors on the Schedule of Expenditures of Federal Awards (SEFA). The School Corporation should have proper controls in place over the preparation of the SEFA to ensure accurate reporting of federal awards. Without a proper system of internal control in place that operates effectively, material misstatements of the SEFA were not detected.

During the audit of the SEFA, we noted the following errors: numerous federal grants were omitted, state grants were included in error and other additional grants were presented with incorrect amounts. Audit adjustments totaling \$1,558,133 and \$1,753,338 for fiscal years ending June 30, 2013, and June 30, 2014, respectively, were proposed, accepted by the School Corporation, and made to the SEFA presented in this report.

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objectives, and compliance with laws and regulations. Among other things, segregation of duties, safeguarding controls over cash and all other assets, and all forms of information processing are necessary for proper internal control.

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Controls over the receipting, disbursing, recording, and accounting for the financial activities are necessary to avoid substantial risk of invalid transactions, inaccurate records and financial statements and incorrect decision making. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

OMB Circular A-133, Subpart C, section .300 states in part: "The auditee shall: . . . (d) Prepare appropriate financial statements, including the schedule of expenditures of Federal Awards in accordance with section .310."

OMB Circular A-133, Subpart C, section .310(b) states:

"Schedule of expenditures of Federal awards: The auditee shall also prepare a schedule of expenditures of Federal awards for the period covered by the auditee's financial statements. While not required, the auditee may choose to provide information requested by Federal awarding agencies and pass-through entities to make the schedule easier to use. For example, when a Federal program has multiple award years, the auditee may list the amount of Federal awards expended for each award year separately. At a minimum, the schedule shall:

- (1) List individual Federal programs by Federal agency. For Federal programs included in a cluster of programs, list individual Federal programs within a cluster of programs. For R&D, total Federal awards expended shall be shown either by individual award or by Federal agency and major subdivision within the Federal agency. For example, the National Institutes of Health is a major subdivision in the Department of Health and Human Services.
- (2) For Federal awards received as a subrecipient, the name of the pass-through entity and identifying number assigned by the pass-through entity shall be included.
- (3) Provide total Federal awards expended for each individual Federal program and the CFDA number or other identifying number when the CFDA information is not available.
- (4) Include notes that describe the significant accounting policies used in preparing the schedule.
- (5) To the extent practical, pass-through entities should identify in the schedule the total amount provided to subrecipients from each Federal program.
- (6) Include, in either the schedule or a note to the schedule, the value of the Federal awards expended in the form of non-cash assistance, the amount of insurance in effect during the year, and loans or loan guarantees outstanding at year end. While not required, it is preferable to present this information in the schedule."

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Section III - Federal Award Findings and Questioned Costs

FINDING 2014-003 - INTERNAL CONTROL OVER TITLE I, PART A CLUSTER

Federal Agency: Department of Education

Federal Programs: Title I Grants to Local Educational Agencies; ARRA - Title I Grants to Local Educational Agencies, Recovery Act

CFDA Numbers: 84.010; 84.389

Federal Award Number and Year (or Other Identifying Number): 12-3625; 13-3625; 14-3625; 2012-14

Pass-Through Entity: Indiana Department of Education

Management of the School Corporation has not established an effective internal control system, which would include segregation of duties, related to the grant agreement and the following compliance requirements that have a direct and material effect to the programs. This includes the compliance requirements for Allowable Costs/Cost Principles, Cash Management, Period of Availability, Maintenance of Effort, Reporting, and Special Tests and Provisions (Schoolwide Programs, Comparability, Highly Qualified Teachers, Annual Report Card/High School Graduation Rate).

The failure to establish an effective internal control system places the School Corporation at risk of noncompliance with the grant agreement and the compliance requirements. A lack of segregation of duties within an internal control system could also allow noncompliance with compliance requirements and allow the misuse and mismanagement of federal funds and assets by not having proper oversight, reviews, and approvals over the activities of the programs.

An internal control system, including segregation of duties, should be designed and operate effectively to provide reasonable assurance that material noncompliance with the grant agreement or a compliance requirement of a federal program will be prevented, or detected and corrected, on a timely basis. In order to have an effective internal control system, it is important to have proper segregation of duties. This is accomplished by making sure proper oversight, reviews, and approvals take place and to have a separation of functions over certain activities related to the programs. The fundamental premise of segregation of duties is that an individual or small group of individuals should not be in a position to initiate, approve, undertake, and review the same activity.

OMB Circular A-133, Subpart C, section .300 states in part:

"The auditee shall: . . . (b) Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs."

The failure to establish internal controls could enable material noncompliance to go undetected. Noncompliance of the grant agreement or the compliance requirements could result in the loss of federal funds to the School Corporation.

We recommended that the School Corporation's management establish controls, including segregation of duties, related to the grant agreement and compliance requirements listed above.

HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

FINDING 2014-004 - ALLOWABLE COSTS/COST PRINCIPLES

Federal Agency: Department of Education

Federal Programs: Title I Grants to Local Educational Agencies; ARRA - Title I Grants to Local Educational Agencies, Recovery Act

CFDA Numbers: 84.010; 84.389

Federal Award Number and Year (or Other Identifying Number): 12-3625; 13-3625; 14-3625; 2012-14

Pass-Through Entity: Indiana Department of Education

Semiannual certification activity reports were not completed timely. One semiannual certification activity report for the period of August 2013 through December of 2014 and another semiannual certification activity report for the period of January 2014 through June 2014 were completed in May of 2015.

OMB Circular A-87, Attachment B, paragraph 8.h. in part states:

- "(3) Where employees are expected to work solely on a single Federal award or cost objective, charges for their salaries and wages will be supported by periodic certifications that the employees worked solely on that program for the period covered by the certification. These certifications will be prepared at least semi-annually and will be signed by the employee or supervisory official having first-hand knowledge of the work performed by the employee.
- (4) Where employees work on multiple activities or cost objectives, a distribution of their salaries or wages will be supported by personnel activity reports or equivalent documentation which meets the standards. . . . Such documentary support will be required where employees work on: (a) more than one Federal award, (b) A Federal award and a non-Federal award, . . ."

Noncompliance of the grant agreement or the compliance requirements could result in the loss of federal funds to the School Corporation.

We recommended that the School Corporation's management ensure that all required semiannual certification reports are submitted on a timely basis in accordance with the Allowable Costs/Cost Principles requirements.

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AUDITEE PREPARED DOCUMENTS

The subsequent documents were provided by management of the School Corporation. The documents are presented as intended by the School Corporation.

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2012-2

Original Assigned SBA Audit Report Number: B41978

Report Period: July 1, 2010- June 30, 2012

Pass-Through Entity or Federal Grantor Agency: Indiana Department of Education

Contact Person Responsible for Corrective Action: Jon Bennett

Contact Phone Number: 260-356-8312

Status of Audit Finding: Any necessary budget adjustments go through an electronic approval process from the Treasurer to the Assistant Superintendent for Business before the actual adjustment is made in the district's financial software system. The new finance software requires the corporation treasurer to enter any adjustments. The Assistant Superintendent for Business makes the final approval on any adjustments or corrections.

FINDING 2012-3

Original Assigned SBA Audit Report Number: B41978

Report Period: July 1, 2010- June 30, 2012

Pass-Through Entity or Federal Grantor Agency: Indiana Department of Education

Contact Person Responsible for Corrective Action: Chris Campbell

Contact Phone Number: 260-356-8312

Status of Audit Finding: The director of special education maintains an equipment log listing the name of equipment purchased, the amount of the purchase and the date the equipment was purchased. This log is added to the HCCSC fixed asset inventory as equipment is purchased.

FINDING 2012-4

Original Assigned SBA Audit Report Number: B41978

Report Period: July 1, 2010- June 30, 2012

Pass-Through Entity or Federal Grantor Agency: Indiana Department of Education

Contact Person Responsible for Corrective Action: Jon Bennett

Contact Phone Number: 260-356-8312

Status of Audit Finding: The school corporation maintains a grant folder for each grant that is active in the school corporation that includes the application, approval, necessary forms, and detailed information related to the expenditure of those funds. A better grant monitoring process ensures funds are spent in a manner in line with the granting agency's requirements. The business team also conducts periodic internal audits to ensure that employees are paid from the appropriate general ledger account.



6/17/15 *Jon O. Bennett*

Superintendent	Tracey R. Shafer
Assistant Superintendent for Business/Classified Staff	Jon O. Bennett
Assistant Superintendent for Instruction	Charles R. Grable

CORRECTIVE ACTION PLAN

FINDING 2014 - 001 - FINANCIAL TRANSACTIONS AND REPORTING

Contact Person Responsible for Corrective Action: Jon Bennett, Edette Eckert

Contact Phone Number: 260-356-8312

Description of Corrective Action Plan: The Assistant Superintendent for Business is currently reviewing bank reconciliation records and signing off on their accuracy. The district financial software is also set up so that if the financial statements reconcile, no approval is needed. If any adjustments are necessary, the Assistant Superintendent for Business is required to approve the adjustment in New World Systems.

Anticipated Completion Date: Immediately

FINDING 2014 - 002 - PREPARATION OF THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Contact Person Responsible for Corrective Action: Jon Bennett

Contact Phone Number: 260-356-8312

Description of Corrective Action Plan: The Assistant Superintendent for Business will review the schedule of expenditures of federal awards. If it is a reimbursement grant, the review will be based on receipts, not expenditures.

Anticipated Completion Date: July 2016

FINDING 2014-003 - INTERNAL CONTROL OVER TITLE I, PART A CLUSTER

Contact Person Responsible for Corrective Action: Trace Hinsely, Chuck Grable

Contact Phone Number: 260-356-8312

Description of Corrective Action Plan: The Director of Special Programs will submit grant files to the Assistant Superintendent for Instruction to review grant agreements to check for compliance with all grant requirements.

Anticipated Completion Date: August 2015

<i>Interim Superintendent</i>	Kenneth R. Kline
<i>Assistant Superintendent for Business/Classified Staff</i>	Jon O. Bennett
<i>Assistant Superintendent for Instruction</i>	Charles R. Grable

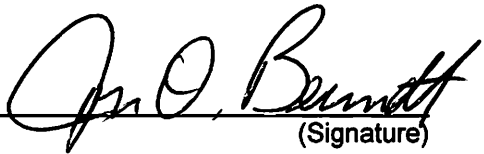
FINDING 2014-004 - ALLOWABLE COSTS/COST PRINCIPLES

Contact Person Responsible for Corrective Action: Trace Hinsely

Contact Phone Number: 260-356-8312

Description of Corrective Action Plan: The Title I Director will file semi-annual certification reports every six months (January-June and July – December). Employees working on multiple cost objectives will complete time and effort logs monthly coinciding with at least one pay period.

Anticipated Completion Date: December 2015


(Signature)

Assistant Superintendent for Business
(Title)

July 24, 2015
(Date)

OTHER REPORTS

In addition to this report, other reports may have been issued for the School Corporation. All reports can be found on the Indiana State Board of Accounts' website: <http://www.in.gov/sboa/>.