

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

FINANCIAL STATEMENT AND  
FEDERAL SINGLE AUDIT REPORT  
OF

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
MONROE COUNTY, INDIANA

July 1, 2012 to June 30, 2014



**FILED**  
10/01/2015



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#### SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Director of Business Operations	Timothy Thrasher	07-01-12 to 06-30-15
Superintendent of Schools	Dr. Judith DeMuth	07-01-12 to 06-30-15
President of the School Board	Keith Klein	01-01-12 to 12-31-15



**STATE OF INDIANA**  
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**INDEPENDENT AUDITOR'S REPORT**

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

***Report on the Financial Statement***

We have audited the accompanying financial statement of the Monroe 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.

***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.


INDEPENDENT AUDITOR'S REPORT  
(Continued)

*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.

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

In accordance with *Government Auditing Standards*, we have also issued a report dated May 6, 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

May 6, 2015



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

TO: THE OFFICIALS OF THE MONROE COUNTY COMMUNITY SCHOOL CORPORATION,  
MONROE 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 Monroe 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 May 6, 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 item 2014-001 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***

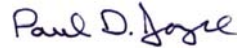
As part of obtaining reasonable assurance about whether the School Corporation's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material 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 2014-001.

***Monroe 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

May 6, 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.

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MONROE 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 (Uses)	Cash and Investments 06-30-13	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-14
General	\$ 4,299,228	\$ 65,730,548	\$ 63,851,906	\$ (425,448)	\$ 5,752,422	\$ 66,640,705	\$ 64,301,859	\$ (297,775)	\$ 7,793,493
Referendum Tax Levy	7,670,140	8,314,573	6,725,747	-	9,258,966	7,993,580	6,235,091	-	11,017,455
Debt Service	789,427	12,075,112	11,751,187	(83,289)	1,030,063	12,043,213	12,055,658	(64,006)	953,612
Retirement/Severance Bond Debt Service	34,967	1,013,460	1,012,026	-	36,401	1,017,290	1,011,698	-	41,993
Capital Projects	4,820,784	14,131,146	12,663,227	(197,163)	6,091,540	12,604,285	14,289,505	(64,500)	4,341,820
School Transportation	251,486	5,637,865	5,676,019	(133,692)	79,640	5,872,519	5,752,126	(154,260)	45,773
School Bus Replacement	355,363	1,135,533	817,330	-	673,566	1,158,612	308,721	-	1,523,457
Rainy Day	1,212,500	-	-	-	1,212,500	-	-	-	1,212,500
Retirement/Severance Bond	6,721,067	146,191	366,957	-	6,500,301	718,087	1,249,625	-	5,968,763
Construction	-	-	1,306,365	1,993,975	687,610	-	687,610	-	-
School Lunch	954,441	4,766,077	4,886,646	(57,356)	776,516	4,710,372	4,719,879	(66,180)	700,829
Textbook Rental	429,293	1,080,981	406,935	83,289	1,186,628	1,014,512	269,542	64,006	1,995,604
Self-Insurance	5,114,881	10,201,120	10,176,747	642,715	5,781,969	10,233,762	10,369,571	600,000	6,246,160
Levy Excess	91,029	-	-	-	91,029	-	-	-	91,029
Joint Services and Supply - Area Vocational School	(36,266)	2,122,802	1,489,245	-	597,291	1,924,876	1,456,893	-	1,065,274
Alternative Education Grant 2014	-	-	-	-	-	34,668	1,737	-	32,931
Alternative Education Grant 2011	9,523	-	9,523	-	-	-	-	-	-
Alternative Education Grant 2012	34,737	-	27,867	-	6,870	-	6,870	-	-
Alternative Education Grant 2010	537	-	537	-	-	-	-	-	-
Alternative Education State 2013	-	39,909	14,045	-	25,864	-	22,279	-	3,585
Early Literacy Intervention 2011/12	21,474	-	942	-	20,532	1,214	1,259	-	20,487
ELI 2013/14 EDS#A58-4-14CI-193	-	-	-	-	-	-	7,965	-	(7,965)
ELI 2012/13 EDS#A58-3-13CI-111	-	8,200	8,200	-	-	-	-	-	-
Community Foundation Grant	-	4,049	4,663	-	(614)	2,307	4,155	-	(2,462)
Tutoring Grant Foundation	-	-	-	-	-	4,765	9,813	-	(5,048)
Parent Engagement Coordinator Grant	2,258	-	-	-	2,258	-	2,258	-	-
BUEA	540	-	-	-	540	-	-	-	540
Professional Development Funds	3,300	32,325	7,586	-	28,039	22,675	27,278	-	23,436
CODA Academy-Fairview	(3,128)	1,456	(1,672)	-	-	-	-	-	-
School Age Care	3,759	10,000	13,759	-	-	-	-	-	-
Community Energy Conservation	(540)	1,000	-	-	460	-	-	-	460
MLK Grant Tri-North SY 2012/13	-	500	381	-	119	-	-	-	119
Stay in School-GE Hired Program	935	3,573	3,588	-	920	3,442	3,776	-	586
Raymond Foundation Grant	194	-	-	-	194	-	194	-	-
Love Your Veggies Project	4,047	-	4,047	-	-	-	-	-	-
Bloomington Urban Enterprise Grant	-	1,400	-	-	1,400	-	-	-	1,400
Community Foundation Grant	-	-	-	-	-	1,456	782	-	674
Vets Project IU	-	-	-	-	-	36,000	36,000	-	-
Teacher Training In Sciences	9,476	-	339	-	9,137	-	620	-	8,517
Conservation Challenge Fund	(1,000)	11,000	10,000	-	-	3,207	-	-	3,207
Project Peace-Fairview	1,014	400	150	-	1,264	-	100	-	1,164
School Assistance Fund	18,405	20,515	19,974	-	18,946	15,492	15,209	-	19,229
Panhellenic Fund	1,130	-	831	-	299	-	299	-	-
BGS Literacy Mini Grant	-	9,000	6,494	-	2,506	-	200	-	2,306
ASNE Youth Initiative-South	-	-	-	-	-	1,839	1,147	-	692

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

MONROE 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 (Uses)	Cash and Investments 06-30-13	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-14
Community Foundation-Preschool	-	-	-	-	-	84,000	84,000	-	-
Health Schools Grant-BGS	-	-	-	-	-	500	465	-	35
Raymond Fund School Age Care	-	-	-	-	-	10,631	7,691	-	2,940
CTE Grant Special Populations	-	3,098	2,992	-	106	-	106	-	-
Legacy Garden Project Jackson Creek	-	-	-	-	-	5,600	5,042	-	558
BGS Future Focus Grant	-	6,584	519	-	6,065	-	5,474	-	591
Artsweek Grant Templeton	1,511	-	1,511	-	-	-	-	-	-
Gifted and Talented 2012/2013	-	66,943	56,010	-	10,933	-	10,933	-	-
Gifted and Talented 2011/2012	10,746	-	10,746	-	-	-	-	-	-
GT/High Ability #03414-187-PN01	-	-	-	-	-	71,641	52,013	-	19,628
Adult and Continuing Education	(144,588)	222,045	77,457	-	-	-	-	-	-
AEIN 2012/13 EDS#C1-3-AEIN-2-41	-	127,313	150,806	-	(23,493)	33,727	10,234	-	-
ABE 2013/14 EDS#C1-4-AE-3-41	-	-	-	-	-	244,468	435,015	-	(190,547)
ABE 2012/13 EDS#C1-3-AE-2-41	-	226,194	304,947	-	(78,753)	132,769	54,016	-	-
NESP 2012/13 Project #51113-132	-	31,768	27,597	-	4,171	-	4,171	-	-
NESP 2013/14 Project #51114-175	-	-	-	-	-	31,902	24,446	-	7,456
Non-English Speaking Program	2,815	-	2,815	-	-	-	-	-	-
School Technology	-	-	-	171,601	171,601	367,119	465,597	-	73,123
Indiana School Academic Improvement Program (ISAIP)	2,089	-	-	-	2,089	-	-	-	2,089
Relearning with Technology	546	-	438	-	108	-	-	-	108
Indiana CTE Technology 2012/2013	-	-	-	-	-	15,000	15,000	-	-
Safe Routes to School Program 2011	-	-	39,991	-	(39,991)	64,791	24,800	-	-
Adult Education Professional Development	-	4,117	4,117	-	-	-	-	-	-
Safe Routes to School Program 2011 Non-Infrastructure	-	-	12,694	-	(12,694)	15,693	2,999	-	-
Safe Routes Program 2006 Batchelor Sidewalks	(8,933)	4,363	-	-	(4,570)	-	-	-	(4,570)
Regional Prof. Learning Grant	(1,005)	23,750	25,560	-	(2,815)	-	(2,815)	-	-
Project Lead the Way 2013/14	-	10,000	-	-	10,000	12,400	10,088	-	12,312
Governors Association Grant	3,615	-	852	-	2,763	-	917	-	1,846
FY14 Secured School	-	-	-	-	-	-	27,706	-	(27,706)
Title I Part 2 Meadows 2011/12	(21,252)	38,554	17,302	-	-	-	-	-	-
Title I Delinquent 2012/13	-	26,958	37,348	-	(10,390)	34,992	24,602	-	-
Title I Part 2 Meadows Hospital	-	-	-	-	-	24,214	38,278	-	(14,064)
Title I Basic 2011/12	(625,778)	1,239,071	613,293	-	-	-	-	-	-
Title I Basic 2012/2013	-	1,367,597	1,698,340	-	(330,743)	754,358	423,615	-	-
Title I Basic 2013/2014	-	-	-	-	-	1,014,439	1,539,856	-	(525,417)
School Improvement Grant	(31,276)	92,403	61,127	-	-	-	-	-	-
Title II-C	(43,548)	152,982	109,434	-	-	-	-	-	-
McKinney - Vento Education for Homeless	16,934	-	-	-	16,934	-	-	-	16,934
McKinney 2012/13 #A58-3-13SS-1022	-	-	64,630	-	(64,630)	75,000	10,370	-	-
McKinney 2013/14	-	-	-	-	-	-	36,024	-	(36,024)
Special Education #14211-042-PN01	(20,616)	275,936	255,320	-	-	-	-	-	-
Special Education Improvement Grant 2012	-	70,000	70,000	-	-	-	-	-	-

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

MONROE 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 (Uses)	Cash and Investments 06-30-13	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-14
SPI 2013 EDS#A58-13DL-1463	-	-	14,770	-	(14,770)	69,996	55,226	-	-
SE IDEA 2011/12 #14212-042-PN01	(331,917)	502,397	189,619	-	(19,139)	316,645	297,506	-	-
Special Education #14214-042-PN01	-	-	-	-	-	1,555,279	1,637,700	-	(82,421)
SE IDEA 2012/13 #14213-042-PN01	-	1,613,881	1,786,027	-	(172,146)	487,958	452,188	-	(136,376)
Preschool Grant #45709-042-PN01	-	-	-	-	-	40,576	60,627	-	(20,051)
PreSchool Grant #45711-042-PN01	(787)	787	-	-	-	-	-	-	-
PreSchool Grant 2011/12 #45712-042-PN01	(2,446)	14,712	12,266	-	-	2,473	2,473	-	-
PreSchool Grant 2012/13 #45713-042-PN01	-	57,159	63,214	-	(6,055)	20,798	14,848	-	(105)
ABE 2012/13 EDS#C1-3-AE-2-41	-	157,630	259,724	-	(102,094)	138,301	36,207	-	-
Adult Education EL/Civics 2011-2012	(13,174)	33,238	20,064	-	-	-	-	-	-
Adult Education EL/Civics 2013/14	-	-	-	-	-	16,410	29,705	-	(13,295)
AE ELC 2012/13 EDS#C1-3-ELC-2-41	-	12,503	15,689	-	(3,186)	12,134	8,948	-	-
AEPD 2012/13 EDS#C1-3-AEPD-2-41	-	1,462	4,751	-	(3,289)	3,538	249	-	-
ABE 2013/14 EDS#C1-4-AE-3-41	-	-	-	-	-	145,921	264,225	-	(118,304)
Adult Education Comprehensive	(174,316)	198,774	24,458	-	-	-	-	-	-
Alcohol Abuse Reduction Program	(50,645)	63,989	13,344	-	-	-	-	-	-
REMS Grant 2010/12 #Q184E100416	(96,642)	177,247	108,647	-	(28,042)	-	16,020	-	(44,062)
Safe and Drug Free Schools	(2,771)	3,740	969	-	-	-	-	-	-
SDFS Supplement 2009/10	(319)	319	-	-	-	-	-	-	-
Nutritional Grant - State	1,507	-	1,507	-	-	-	-	-	-
Pathway/Tech. 2011 #11-6200-5740	15,027	-	-	-	15,027	-	-	-	15,027
Technology Prep. Carryover Grant 2012	-	8,554	8,554	-	-	-	-	-	-
Adult Education Pathway Grant 2011	(5,313)	10,256	4,943	-	-	-	-	-	-
Adult Education Pathway Grant 2012	(4,925)	8,253	3,328	-	-	-	-	-	-
Perkins 12/13 #13-4700-5740	-	146,519	206,392	-	(59,873)	159,782	99,909	-	-
Perkins 13/14 #13-4700-5740	-	-	-	-	-	174,370	209,553	-	(35,183)
Perkins 11/12 #13-4700-5740	(128,593)	223,574	94,981	-	-	-	-	-	-
21st CCLG 11/12 #A58-0-10DL-062	(186,970)	186,276	(694)	-	-	-	-	-	-
21st CCLG 12/13 #A58-0-10DL-062	(45,065)	364,218	356,961	-	(37,808)	45,125	7,317	-	-
21st CCLG 13/14 #A58-0-10DL-062	-	-	-	-	-	-	8,969	-	(8,969)
Improving Teaching Quality, No Child Left, Title II, Part A	-	-	-	-	-	16,000	16,000	-	-
Title II Part A 12/13 #12-5740	-	-	-	-	-	148,596	254,833	-	(106,237)
Title II Part A 11/12 #11-5740	-	170,204	246,698	-	(76,494)	280,115	203,621	-	-
ESEA - Title II Part A SY10-11	(263,185)	539,188	276,003	-	-	-	-	-	-
Title III 12/13 #01113-070-PN01	-	29,385	43,425	-	(14,040)	20,291	6,251	-	-
Title III 13/14 #01114-056-PN01	-	-	-	-	-	39,222	43,356	-	(4,134)
INFLUX 13/14 #01114-002-FLUX	-	-	-	-	-	-	4,671	-	(4,671)
INFLUX 12/13 #01113-068-FLUX	-	1,879	6,998	-	(5,119)	15,075	9,986	-	(30)
English Language - Title III	(25,946)	26,613	667	-	-	-	-	-	-
Education Jobs	-	40,782	40,782	-	-	-	-	-	-
Payroll Withholdings	1,969,293	37,396,830	38,014,434	-	1,351,689	37,656,961	37,815,128	-	1,193,522
Totals	<u>\$ 32,609,074</u>	<u>\$ 172,478,780</u>	<u>\$ 166,725,958</u>	<u>\$ 1,994,632</u>	<u>\$ 40,356,528</u>	<u>\$ 170,417,688</u>	<u>\$ 167,715,878</u>	<u>\$ 17,285</u>	<u>\$ 43,075,623</u>

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

MONROE 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.



MONROE 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.

Temporary loans which include money received from a loan obtained to pay current expenses prior to the receipt of revenue from taxes levied for that purpose. These loans, sometimes designated tax anticipation warrants, must be repaid from the next semiannual distribution of local property taxes levied for such fund.

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:

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

Proceeds of long-term debt which includes money received in relation to the issuance of bonds or other long-term debt issues.

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

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.

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

**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.

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.

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

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.

*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.

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

**Note 7. *Negative Receipts and Disbursements***

The financial statement contains some receipts and/or disbursements which appear as negative entries. This is a result of adjustments for utility payments, athletic coaches and payroll posting errors.

**Note 8. *Cash Balance Deficits***

The financial statement contains some funds with deficits in cash. This is a result of the reimbursement for expenditures made by the school were not received by June 30.

**Note 9. *Holding Corporation***

The School Corporation has entered into a capital lease with Monroe County Community School Building Corporation (the lessor). 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 2014, totaled \$11,415,042 and \$11,502,825, respectively.

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#### OTHER INFORMATION - UNAUDITED

For additional financial information, 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 in 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.

MONROE 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	Referendum Tax Levy	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Retirement/ Severance Bond
Cash and investments - beginning	\$ 4,299,228	\$ 7,670,140	\$ 789,427	\$ 34,967	\$ 4,820,784	\$ 251,486	\$ 355,363	\$ 1,212,500	\$ 6,721,067
Receipts:									
Local sources	2,167,451	8,314,573	12,075,112	1,013,460	13,812,413	5,605,328	1,135,533	-	146,191
Intermediate sources	55	-	-	-	-	-	-	-	-
State sources	63,563,042	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	286,776	-	-	-	-
Other	-	-	-	-	31,957	32,537	-	-	-
Total receipts	65,730,548	8,314,573	12,075,112	1,013,460	14,131,146	5,637,865	1,135,533	-	146,191
Disbursements:									
Current:									
Instruction	42,567,353	3,325,182	-	-	-	-	-	-	327,443
Support services	20,584,559	2,637,544	-	-	6,420,613	5,676,019	817,330	-	39,514
Noninstructional services	699,994	763,021	-	-	63,300	-	-	-	-
Facilities acquisition and construction	-	-	-	-	6,179,314	-	-	-	-
Debt services	-	-	11,751,187	1,012,026	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	63,851,906	6,725,747	11,751,187	1,012,026	12,663,227	5,676,019	817,330	-	366,957
Excess (deficiency) of receipts over disbursements	1,878,642	1,588,826	323,925	1,434	1,467,919	(38,154)	318,203	-	(220,766)
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	657	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	(426,105)	-	(83,289)	-	(197,163)	(133,692)	-	-	-
Total other financing sources (uses)	(425,448)	-	(83,289)	-	(197,163)	(133,692)	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,453,194	1,588,826	240,636	1,434	1,270,756	(171,846)	318,203	-	(220,766)
Cash and investments - ending	\$ 5,752,422	\$ 9,258,966	\$ 1,030,063	\$ 36,401	\$ 6,091,540	\$ 79,640	\$ 673,566	\$ 1,212,500	\$ 6,500,301



MONROE 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)

	Construction	School Lunch	Textbook Rental	Self-Insurance	Levy Excess	Joint Services and Supply - Area Vocational School	Alternative Education Grant 2014	Alternative Education Grant 2011	Alternative Education Grant 2012
Cash and investments - beginning	\$ -	\$ 954,441	\$ 429,293	\$ 5,114,881	\$ 91,029	\$ (36,266)	\$ -	\$ 9,523	\$ 34,737
Receipts:									
Local sources	-	2,420,869	778,245	10,201,120	-	2,122,802	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	46,263	302,736	-	-	-	-	-	-
Federal sources	-	2,298,945	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	4,766,077	1,080,981	10,201,120	-	2,122,802	-	-	-
Disbursements:									
Current:									
Instruction	-	-	-	-	-	1,273,161	-	9,523	27,867
Support services	40,814	38,310	406,935	148,299	-	216,084	-	-	-
Noninstructional services	-	4,848,336	-	-	-	-	-	-	-
Facilities acquisition and construction	1,265,551	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	10,028,448	-	-	-	-	-
Total disbursements	1,306,365	4,886,646	406,935	10,176,747	-	1,489,245	-	9,523	27,867
Excess (deficiency) of receipts over disbursements	(1,306,365)	(120,569)	674,046	24,373	-	633,557	-	(9,523)	(27,867)
Other financing sources (uses):									
Proceeds of long-term debt	1,993,975	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	83,289	642,715	-	-	-	-	-
Transfers out	-	(57,356)	-	-	-	-	-	-	-
Total other financing sources (uses)	1,993,975	(57,356)	83,289	642,715	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	687,610	(177,925)	757,335	667,088	-	633,557	-	(9,523)	(27,867)
Cash and investments - ending	\$ 687,610	\$ 776,516	\$ 1,186,628	\$ 5,781,969	\$ 91,029	\$ 597,291	\$ -	\$ -	\$ 6,870

MONROE 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)

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	Alternative Education Grant 2010	Alternative Education Grant 2013	Early Literacy Intervention 2011/12	ELI 2013/14 EDS#A58-4-14CI-193	ELI 2012/13 EDS#A58-3-13CI-111	Community Foundation Grant	Tutoring Grant Foundation	Parent Engagement Coordinator Grant	BUEA
Cash and investments - beginning	\$ 537	\$ -	\$ 21,474	\$ -	\$ -	\$ -	\$ -	\$ 2,258	\$ 540
Receipts:									
Local sources	-	-	-	-	-	4,049	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	39,909	-	-	8,200	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	39,909	-	-	8,200	4,049	-	-	-
Disbursements:									
Current:									
Instruction	537	14,045	-	-	8,200	4,663	-	-	-
Support services	-	-	942	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	537	14,045	942	-	8,200	4,663	-	-	-
Excess (deficiency) of receipts over disbursements	(537)	25,864	(942)	-	-	(614)	-	-	-
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(537)	25,864	(942)	-	-	(614)	-	-	-
Cash and investments - ending	\$ -	\$ 25,864	\$ 20,532	\$ -	\$ -	\$ (614)	\$ -	\$ 2,258	\$ 540

MONROE 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)

	Professional Development Funds	CODA Academy Fairview	School Age Care	Community Energy Conservation	MLK Grant Tri-North SY 2012/13	Stay in School-GE Hired Program	Raymond Foundation Grant	Love Your Veggies Project
Cash and investments - beginning	\$ 3,300	\$ (3,128)	\$ 3,759	\$ (540)	\$ -	\$ 935	\$ 194	\$ 4,047
Receipts:								
Local sources	32,325	1,456	10,000	1,000	500	3,573	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	32,325	1,456	10,000	1,000	500	3,573	-	-
Disbursements:								
Current:								
Instruction	-	(1,672)	-	-	381	-	-	-
Support services	7,586	-	-	-	-	3,588	-	4,047
Noninstructional services	-	-	13,759	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	7,586	(1,672)	13,759	-	381	3,588	-	4,047
Excess (deficiency) of receipts over disbursements	24,739	3,128	(3,759)	1,000	119	(15)	-	(4,047)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	24,739	3,128	(3,759)	1,000	119	(15)	-	(4,047)
Cash and investments - ending	\$ 28,039	\$ -	\$ -	\$ 460	\$ 119	\$ 920	\$ 194	\$ -

MONROE 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)

	Bloomington Urban Enterprise Grant	Community Foundation Grant	Vets Project IU	Teacher Training in Sciences	Conservation Challenge Fund	Project Peace-Fairview	School Assistance Fund	Panhellenic Fund
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 9,476	\$ (1,000)	\$ 1,014	\$ 18,405	\$ 1,130
Receipts:								
Local sources	1,400	-	-	-	11,000	400	20,515	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	1,400	-	-	-	11,000	400	20,515	-
Disbursements:								
Current:								
Instruction	-	-	-	339	10,000	-	-	-
Support services	-	-	-	-	-	150	19,974	831
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	339	10,000	150	19,974	831
Excess (deficiency) of receipts over disbursements	1,400	-	-	(339)	1,000	250	541	(831)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,400	-	-	(339)	1,000	250	541	(831)
Cash and investments - ending	\$ 1,400	\$ -	\$ -	\$ 9,137	\$ -	\$ 1,264	\$ 18,946	\$ 299

MONROE 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)

	BGS Literacy Grant	ASNE Youth Initiative-South	Community Foundation-Preschool	Health Schools Grant-BGS	Raymond Fund School Age Care	CTE Grant Special Populations	Legacy Garden Project Jackson Creek	BGS Future Focus Grant
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:								
Local sources	9,000	-	-	-	-	3,098	-	6,584
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	9,000	-	-	-	-	3,098	-	6,584
Disbursements:								
Current:								
Instruction	6,494	-	-	-	-	2,992	-	519
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	6,494	-	-	-	-	2,992	-	519
Excess (deficiency) of receipts over disbursements	2,506	-	-	-	-	106	-	6,065
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,506	-	-	-	-	106	-	6,065
Cash and investments - ending	\$ 2,506	\$ -	\$ -	\$ -	\$ -	\$ 106	\$ -	\$ 6,065

MONROE 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)

	Artsweek Grant Templeton	Gifted and Talented 2012/2013	Gifted and Talented 2011/2012	GT/High Ability #03414-187-PN01	Adult and Continuing Education	AEIN 2012/13 EDS#C1-3-AEIN-2-41	ABE 2013/14 EDS#C1-4-AE-3-41	ABE 2012/13 EDS#C1-3-AE-2-41
Cash and investments - beginning	\$ 1,511	\$ -	\$ 10,746	\$ -	\$ (144,588)	\$ -	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	41,040	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	66,943	-	-	-	-	-	-
Federal sources	-	-	-	-	222,045	86,273	-	226,194
Temporary loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	-	66,943	-	-	222,045	127,313	-	226,194
Disbursements:								
Current:								
Instruction	1,511	-	-	-	77,457	150,806	-	287,999
Support services	-	56,010	10,746	-	-	-	-	16,948
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	1,511	56,010	10,746	-	77,457	150,806	-	304,947
Excess (deficiency) of receipts over disbursements	(1,511)	10,933	(10,746)	-	144,588	(23,493)	-	(78,753)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,511)	10,933	(10,746)	-	144,588	(23,493)	-	(78,753)
Cash and investments - ending	\$ -	\$ 10,933	\$ -	\$ -	\$ -	\$ (23,493)	\$ -	\$ (78,753)

MONROE 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 2012/13 Project #51113-132	NESP 2013/14 Project #5114-175	Non-English Speaking Proram	School Technology	Indiana School Academic Improvement Program (ISAIP)	Relearning with Technology	Indiana CTE Technology 2012/2013	Safe Routes to School Program 2011
Cash and investments - beginning	\$ -	\$ -	\$ 2,815	\$ -	\$ 2,089	\$ 546	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	31,768	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	31,768	-	-	-	-	-	-	-
Disbursements:								
Current:								
Instruction	27,597	-	2,815	-	-	-	-	-
Support services	-	-	-	-	-	438	-	39,991
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	27,597	-	2,815	-	-	438	-	39,991
Excess (deficiency) of receipts over disbursements	4,171	-	(2,815)	-	-	(438)	-	(39,991)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	171,601	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	171,601	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	4,171	-	(2,815)	171,601	-	(438)	-	(39,991)
Cash and investments - ending	\$ 4,171	\$ -	\$ -	\$ 171,601	\$ 2,089	\$ 108	\$ -	\$ (39,991)

MONROE 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)

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	Adult Education Professional Development	Safe Routes to School Program 2011 Non-Infrastructure	Safe Routes Program 2006 Batchelor Sidewalks	Regional Prof. Learning Grant	Project Lead the Way 2013/14	Governors Association Grant	FY 14 Secured School	Title I Part 2 Meadows 2011/12
Cash and investments - beginning	\$ -	\$ -	\$ (8,933)	\$ (1,005)	\$ -	\$ 3,615	\$ -	\$ (21,252)
Receipts:								
Local sources	4,117	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	4,363	23,750	10,000	-	-	-
Federal sources	-	-	-	-	-	-	-	38,554
Temporary loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	4,117	-	4,363	23,750	10,000	-	-	38,554
Disbursements:								
Current:								
Instruction	4,117	12,694	-	8,750	-	852	-	15,368
Support services	-	-	-	16,810	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	1,558
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	376
Total disbursements	4,117	12,694	-	25,560	-	852	-	17,302
Excess (deficiency) of receipts over disbursements	-	(12,694)	4,363	(1,810)	10,000	(852)	-	21,252
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(12,694)	4,363	(1,810)	10,000	(852)	-	21,252
Cash and investments - ending	\$ -	\$ (12,694)	\$ (4,570)	\$ (2,815)	\$ 10,000	\$ 2,763	\$ -	\$ -



MONROE 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 I Delinquent 2012/13	Title I Part 2 Meadows Hospital	Title I Basic 2011/12	Title I Basic 2012/13	Title I Basic 2013/14	School Improvement Grant	Title II-C	McKinney-Vento Education for Homeless
Cash and investments - beginning	\$ -	\$ -	\$ (625,778)	\$ -	\$ -	\$ (31,276)	\$ (43,548)	\$ 16,934
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	26,958	-	1,239,071	1,367,597	-	92,403	152,982	-
Temporary loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	26,958	-	1,239,071	1,367,597	-	92,403	152,982	-
Disbursements:								
Current:								
Instruction	37,149	-	342,062	1,321,242	-	5,000	-	-
Support services	199	-	244,491	345,147	-	55,441	109,434	-
Noninstructional services	-	-	7,965	31,951	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	18,775	-	-	686	-	-
Total disbursements	37,348	-	613,293	1,698,340	-	61,127	109,434	-
Excess (deficiency) of receipts over disbursements	(10,390)	-	625,778	(330,743)	-	31,276	43,548	-
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(10,390)	-	625,778	(330,743)	-	31,276	43,548	-
Cash and investments - ending	\$ (10,390)	\$ -	\$ -	\$ (330,743)	\$ -	\$ -	\$ -	\$ 16,934

MONROE 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)

	McKinney 2012/13 #A58-3-13SS-1022	McKinney 2013/14	Special Education #14211-042-PN01	Special Education Improvement Grant 2012	SPI 2013 EDS#A58-13DL-1463	SE IDEA 2011/12 #14212-042-PN01	Special Education #14214-042-PN01
Cash and investments - beginning	\$ -	\$ -	\$ (20,616)	\$ -	\$ -	\$ (331,917)	\$ -
Receipts:							
Local sources	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	-	275,936	70,000	-	502,397	-
Temporary loans	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	-	-	275,936	70,000	-	502,397	-
Disbursements:							
Current:							
Instruction	-	-	207,047	-	-	87,839	-
Support services	64,630	-	48,273	70,000	14,770	101,780	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	64,630	-	255,320	70,000	14,770	189,619	-
Excess (deficiency) of receipts over disbursements	(64,630)	-	20,616	-	(14,770)	312,778	-
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(64,630)	-	20,616	-	(14,770)	312,778	-
Cash and investments - ending	\$ (64,630)	\$ -	\$ -	\$ -	\$ (14,770)	\$ (19,139)	\$ -

MONROE 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)

	SE IDEA 2012/13 #14213-042-PN01	PreSchool Grant #45709-042-PN01	PreSchool Grant #45711-042-PN01	PreSchool Grant 2011/12 #45712-042-PN01	PreSchool Grant 2012/13 #45713-042-PN01	ABE 2012/13 EDS#C1-3-AE-2-41	Adult Education EL/Civics 2011-2012
Cash and investments - beginning	\$ -	\$ -	\$ (787)	\$ (2,446)	\$ -	\$ -	\$ (13,174)
Receipts:							
Local sources	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	1,613,881	-	787	14,712	57,159	157,630	33,238
Temporary loans	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	1,613,881	-	787	14,712	57,159	157,630	33,238
Disbursements:							
Current:							
Instruction	1,700,485	-	-	12,266	63,214	259,724	20,064
Support services	85,542	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	1,786,027	-	-	12,266	63,214	259,724	20,064
Excess (deficiency) of receipts over disbursements	(172,146)	-	787	2,446	(6,055)	(102,094)	13,174
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(172,146)	-	787	2,446	(6,055)	(102,094)	13,174
Cash and investments - ending	\$ (172,146)	\$ -	\$ -	\$ -	\$ (6,055)	\$ (102,094)	\$ -

MONROE 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)

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	Adult Education EL/Civics 2013/14	AE ELC 2012/13 EDS#C1-3-ELC-2-41	AEPD 2012/13 EDS#C1-3-AEPD-2-41	ABE 2013/14 EDS#C1-4-AE-3-41	Adult Education Comprehensive	Alcohol Abuse Reduction Program	REMS Grant 2010/12 #Q184E100416	Safe and Drug Free Schools
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ (174,316)	\$ (50,645)	\$ (96,642)	\$ (2,771)
Receipts:								
Local sources	-	-	-	-	-	3,024	-	967
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	12,503	1,462	-	198,774	60,965	177,247	2,773
Temporary loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	-	12,503	1,462	-	198,774	63,989	177,247	3,740
Disbursements:								
Current:								
Instruction	-	15,689	4,751	-	16,532	-	-	-
Support services	-	-	-	-	7,926	12,036	108,647	969
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	1,308	-	-
Total disbursements	-	15,689	4,751	-	24,458	13,344	108,647	969
Excess (deficiency) of receipts over disbursements	-	(3,186)	(3,289)	-	174,316	50,645	68,600	2,771
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(3,186)	(3,289)	-	174,316	50,645	68,600	2,771
Cash and investments - ending	\$ -	\$ (3,186)	\$ (3,289)	\$ -	\$ -	\$ -	\$ (28,042)	\$ -

MONROE 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)

	SDFS Supplement 2009/10	Nutritional Grant - State	Pathway/Tech. 2011 #11-6200-5740	Technology Prep. Carryover Grant 2012	Adult Education Pathway Grant 2011	Adult Education Pathway Grant 2012	Perkins 12/13 #13-4700-5740	Perkins 13/14 #13-4700-5740
Cash and investments - beginning	\$ (319)	\$ 1,507	\$ 15,027	\$ -	\$ (5,313)	\$ (4,925)	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	319	-	-	8,554	10,256	8,253	146,519	-
Temporary loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	319	-	-	8,554	10,256	8,253	146,519	-
Disbursements:								
Current:								
Instruction	-	1,507	-	8,554	4,943	3,328	206,392	-
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	1,507	-	8,554	4,943	3,328	206,392	-
Excess (deficiency) of receipts over disbursements	319	(1,507)	-	-	5,313	4,925	(59,873)	-
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	319	(1,507)	-	-	5,313	4,925	(59,873)	-
Cash and investments - ending	\$ -	\$ -	\$ 15,027	\$ -	\$ -	\$ -	\$ (59,873)	\$ -

MONROE 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)

	Perkins 11/12 #13-4700-5740	21st CCLG 11/12 #A58-0-10DL-062	21st CCLG 12/13 #A58-0-10DL-062	21st CCLG 13/14 #A58-0-10DL-062	Improving Teaching Quality, No Child Left, Title II, Part A	Title II Part A 12/13 #12-5740	Title II Part A 11/12 #11-5740	ESEA - Title II Part A SY10-11
Cash and investments - beginning	\$ (128,593)	\$ (186,970)	\$ (45,065)	\$ -	\$ -	\$ -	\$ -	\$ (263,185)
Receipts:								
Local sources	-	222	67	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	223,574	186,054	364,151	-	-	-	170,204	539,188
Temporary loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	223,574	186,276	364,218	-	-	-	170,204	539,188
Disbursements:								
Current:								
Instruction	94,981	(694)	356,961	-	-	-	-	-
Support services	-	-	-	-	-	-	246,698	276,003
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	94,981	(694)	356,961	-	-	-	246,698	276,003
Excess (deficiency) of receipts over disbursements	128,593	186,970	7,257	-	-	-	(76,494)	263,185
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	128,593	186,970	7,257	-	-	-	(76,494)	263,185
Cash and investments - ending	\$ -	\$ -	\$ (37,808)	\$ -	\$ -	\$ -	\$ (76,494)	\$ -

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

	Title III 12/13 #01113-070-PN01	Title III 13/14 #01114-056-PN01	INFLUX 13/14 #01114-002-FLUX	INFLUX 12/13 #01113-068-FLUX	English Language - Title III	Education Jobs	Payroll Withholdings	Totals
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ (25,946)	\$ -	\$ 1,969,293	\$ 32,609,074
Receipts:								
Local sources	-	-	-	-	-	-	-	59,947,434
Intermediate sources	-	-	-	-	-	-	-	55
State sources	-	-	-	-	-	-	-	64,096,974
Federal sources	29,385	-	-	1,879	26,613	40,782	-	10,686,217
Temporary loans	-	-	-	-	-	-	-	286,776
Other	-	-	-	-	-	-	37,396,830	37,461,324
Total receipts	29,385	-	-	1,879	26,613	40,782	37,396,830	172,478,780
Disbursements:								
Current:								
Instruction	43,425	-	-	6,998	667	40,782	-	53,027,901
Support services	-	-	-	-	-	-	-	38,996,068
Noninstructional services	-	-	-	-	-	-	-	6,429,884
Facilities acquisition and construction	-	-	-	-	-	-	-	7,444,865
Debt services	-	-	-	-	-	-	-	12,763,213
Nonprogrammed charges	-	-	-	-	-	-	38,014,434	48,064,027
Total disbursements	43,425	-	-	6,998	667	40,782	38,014,434	166,725,958
Excess (deficiency) of receipts over disbursements	(14,040)	-	-	(5,119)	25,946	-	(617,604)	5,752,822
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	1,993,975
Sale of capital assets	-	-	-	-	-	-	-	657
Transfers in	-	-	-	-	-	-	-	897,605
Transfers out	-	-	-	-	-	-	-	(897,605)
Total other financing sources (uses)	-	-	-	-	-	-	-	1,994,632
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(14,040)	-	-	(5,119)	25,946	-	(617,604)	7,747,454
Cash and investments - ending	\$ (14,040)	\$ -	\$ -	\$ (5,119)	\$ -	\$ -	\$ 1,351,689	\$ 40,356,528

MONROE 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	Referendum Tax Levy	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Retirement/ Severance Bond
Cash and investments - beginning	\$ 5,752,422	\$ 9,258,966	\$ 1,030,063	\$ 36,401	\$ 6,091,540	\$ 79,640	\$ 673,566	\$ 1,212,500	\$ 6,500,301
Receipts:									
Local sources	2,099,180	7,993,580	12,043,213	1,017,290	12,582,131	5,803,478	1,158,612	-	718,087
Intermediate sources	120	-	-	-	-	-	-	-	-
State sources	64,541,405	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	22,154	69,041	-	-	-
Total receipts	66,640,705	7,993,580	12,043,213	1,017,290	12,604,285	5,872,519	1,158,612	-	718,087
Disbursements:									
Current:									
Instruction	42,029,174	3,048,700	-	-	-	-	-	-	1,216,881
Support services	21,039,447	2,697,336	-	-	6,249,707	5,752,126	308,721	-	32,744
Noninstructional services	1,233,238	489,055	-	-	19,712	-	-	-	-
Facilities acquisition and construction	-	-	-	-	8,020,086	-	-	-	-
Debt services	-	-	12,055,658	1,011,698	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	64,301,859	6,235,091	12,055,658	1,011,698	14,289,505	5,752,126	308,721	-	1,249,625
Excess (deficiency) of receipts over disbursements	2,338,846	1,758,489	(12,445)	5,592	(1,685,220)	120,393	849,891	-	(531,538)
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	17,285	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	(315,060)	-	(64,006)	-	(64,500)	(154,260)	-	-	-
Total other financing sources (uses)	(297,775)	-	(64,006)	-	(64,500)	(154,260)	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,041,071	1,758,489	(76,451)	5,592	(1,749,720)	(33,867)	849,891	-	(531,538)
Cash and investments - ending	\$ 7,793,493	\$ 11,017,455	\$ 953,612	\$ 41,993	\$ 4,341,820	\$ 45,773	\$ 1,523,457	\$ 1,212,500	\$ 5,968,763



MONROE 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)

	Construction	School Lunch	Textbook Rental	Self-Insurance	Levy Excess	Joint Services and Supply - Area Vocational School	Alternative Education Grant 2014	Alternative Education Grant 2011	Alternative Education Grant 2012
Cash and investments - beginning	\$ 687,610	\$ 776,516	\$ 1,186,628	\$ 5,781,969	\$ 91,029	\$ 597,291	\$ -	\$ -	\$ 6,870
Receipts:									
Local sources	-	2,386,080	714,472	10,233,762	-	1,924,876	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	48,253	300,040	-	-	-	34,668	-	-
Federal sources	-	2,276,039	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	4,710,372	1,014,512	10,233,762	-	1,924,876	34,668	-	-
Disbursements:									
Current:									
Instruction	-	-	-	-	-	1,276,366	1,737	-	6,870
Support services	-	27,242	269,542	279,403	-	180,527	-	-	-
Noninstructional services	-	4,692,637	-	-	-	-	-	-	-
Facilities acquisition and construction	687,610	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	10,090,168	-	-	-	-	-
Total disbursements	687,610	4,719,879	269,542	10,369,571	-	1,456,893	1,737	-	6,870
Excess (deficiency) of receipts over disbursements	(687,610)	(9,507)	744,970	(135,809)	-	467,983	32,931	-	(6,870)
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	64,006	600,000	-	-	-	-	-
Transfers out	-	(66,180)	-	-	-	-	-	-	-
Total other financing sources (uses)	-	(66,180)	64,006	600,000	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(687,610)	(75,687)	808,976	464,191	-	467,983	32,931	-	(6,870)
Cash and investments - ending	\$ -	\$ 700,829	\$ 1,995,604	\$ 6,246,160	\$ 91,029	\$ 1,065,274	\$ 32,931	\$ -	\$ -

MONROE 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)

	Alternative Education Grant 2010	Alternative Education Grant 2013	Early Literacy Intervention 2011/12	ELI 2013/14 EDS#A58-4-14CI-193	ELI 2012/13 EDS#A58-3-13CI-111	Community Foundation Grant	Tutoring Grant Foundation	Parent Engagement Coordinator Grant	BUEA
Cash and investments - beginning	\$ -	\$ 25,864	\$ 20,532	\$ -	\$ -	\$ (614)	\$ -	\$ 2,258	\$ 540
Receipts:									
Local sources	-	-	1,214	-	-	2,307	4,765	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	-	1,214	-	-	2,307	4,765	-	-
Disbursements:									
Current:									
Instruction	-	22,279	-	7,965	-	4,155	9,813	-	-
Support services	-	-	1,259	-	-	-	-	2,258	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	22,279	1,259	7,965	-	4,155	9,813	2,258	-
Excess (deficiency) of receipts over disbursements	-	(22,279)	(45)	(7,965)	-	(1,848)	(5,048)	(2,258)	-
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(22,279)	(45)	(7,965)	-	(1,848)	(5,048)	(2,258)	-
Cash and investments - ending	\$ -	\$ 3,585	\$ 20,487	\$ (7,965)	\$ -	\$ (2,462)	\$ (5,048)	\$ -	\$ 540

MONROE 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)

	Professional Development Funds	CODA Academy Fairview	School Age Care	Community Energy Conservation	MLK Grant Tri-North SY 2012/13	Stay in School-GE Hired Program	Raymond Foundation Grant	Love Your Veggies Project	Bloomington Urban Enterprise Grant
Cash and investments - beginning	\$ 28,039	\$ -	\$ -	\$ 460	\$ 119	\$ 920	\$ 194	\$ -	\$ 1,400
Receipts:									
Local sources	22,675	-	-	-	-	3,442	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	22,675	-	-	-	-	3,442	-	-	-
Disbursements:									
Current:									
Instruction	-	-	-	-	-	-	194	-	-
Support services	27,278	-	-	-	-	3,776	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	27,278	-	-	-	-	3,776	194	-	-
Excess (deficiency) of receipts over disbursements	(4,603)	-	-	-	-	(334)	(194)	-	-
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(4,603)	-	-	-	-	(334)	(194)	-	-
Cash and investments - ending	\$ 23,436	\$ -	\$ -	\$ 460	\$ 119	\$ 586	\$ -	\$ -	\$ 1,400

MONROE 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)

	Community Foundation Grant	Vets Project IU	Teacher Training in Sciences	Conservation Challenge Fund	Project Peace-Fairview	School Assistance Fund	Panhellenic Fund	BGS Literacy Grant	ASNE Youth Initiative-South
Cash and investments - beginning	\$ -	\$ -	\$ 9,137	\$ -	\$ 1,264	\$ 18,946	\$ 299	\$ 2,506	\$ -
Receipts:									
Local sources	-	36,000	-	3,207	-	15,492	-	-	1,839
Intermediate sources	1,456	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	1,456	36,000	-	3,207	-	15,492	-	-	1,839
Disbursements:									
Current:									
Instruction	782	-	620	-	-	-	-	200	1,147
Support services	-	36,000	-	-	100	15,209	299	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	782	36,000	620	-	100	15,209	299	200	1,147
Excess (deficiency) of receipts over disbursements	674	-	(620)	3,207	(100)	283	(299)	(200)	692
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	674	-	(620)	3,207	(100)	283	(299)	(200)	692
Cash and investments - ending	\$ 674	\$ -	\$ 8,517	\$ 3,207	\$ 1,164	\$ 19,229	\$ -	\$ 2,306	\$ 692

MONROE 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)

	Community Foundation-Preschool	Health Schools Grant-BGS	Raymond Fund School Age Care	CTE Grant Special Populations	Legacy Garden Project Jackson Creek	BGS Future Focus Grant	Artsweek Grant Templeton	Gifted and Talented 2012/2013	Gifted and Talented 2011/2012
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 106	\$ -	\$ 6,065	\$ -	\$ 10,933	\$ -
Receipts:									
Local sources	84,000	500	10,631	-	600	-	-	-	-
Intermediate sources	-	-	-	-	5,000	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	84,000	500	10,631	-	5,600	-	-	-	-
Disbursements:									
Current:									
Instruction	84,000	465	7,691	106	5,042	5,474	-	-	-
Support services	-	-	-	-	-	-	-	10,933	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	84,000	465	7,691	106	5,042	5,474	-	10,933	-
Excess (deficiency) of receipts over disbursements	-	35	2,940	(106)	558	(5,474)	-	(10,933)	-
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	35	2,940	(106)	558	(5,474)	-	(10,933)	-
Cash and investments - ending	\$ -	\$ 35	\$ 2,940	\$ -	\$ 558	\$ 591	\$ -	\$ -	\$ -

MONROE 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)

	GT/High Ability #03414-187-PN01	Adult and Continuing Education	AEIN 2012/13 EDS#C1-3-AEIN-2-41	ABE 2013/14 EDS#C1-4-AE-3-41	ABE 2012/13 EDS#C1-3-AE-2-41	NESP 2012/13 Project #51113-132	NESP 2013/14 Project #51114-175	Non-English Speaking Proram
Cash and investments - beginning	\$ -	\$ -	\$ (23,493)	\$ -	\$ (78,753)	\$ 4,171	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	71,641	-	-	-	-	-	31,902	-
Federal sources	-	-	33,727	244,468	132,769	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	71,641	-	33,727	244,468	132,769	-	31,902	-
Disbursements:								
Current:								
Instruction	-	-	10,234	435,015	54,016	4,171	24,446	-
Support services	52,013	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	52,013	-	10,234	435,015	54,016	4,171	24,446	-
Excess (deficiency) of receipts over disbursements	19,628	-	23,493	(190,547)	78,753	(4,171)	7,456	-
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	19,628	-	23,493	(190,547)	78,753	(4,171)	7,456	-
Cash and investments - ending	\$ 19,628	\$ -	\$ -	\$ (190,547)	\$ -	\$ -	\$ 7,456	\$ -

MONROE 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)

	School Technology	Indiana School Academic Improvement Program (ISAIP)	Relearning with Technology	Indiana CTE Technology 2012/2013	Safe Routes to School Program 2011	Adult Education Professional Development	Safe Routes School Program 2011 Non-Infrastructure	Safe Routes Program 2006 Batchelor Sidewalks
Cash and investments - beginning	\$ 171,601	\$ 2,089	\$ 108	\$ -	\$ (39,991)	\$ -	\$ (12,694)	\$ (4,570)
Receipts:								
Local sources	367,119	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	15,000	64,791	-	15,693	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	367,119	-	-	15,000	64,791	-	15,693	-
Disbursements:								
Current:								
Instruction	-	-	-	15,000	-	-	2,999	-
Support services	-	-	-	-	24,800	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	465,597	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	465,597	-	-	15,000	24,800	-	2,999	-
Excess (deficiency) of receipts over disbursements	(98,478)	-	-	-	39,991	-	12,694	-
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(98,478)	-	-	-	39,991	-	12,694	-
Cash and investments - ending	\$ 73,123	\$ 2,089	\$ 108	\$ -	\$ -	\$ -	\$ -	\$ (4,570)

MONROE 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)

	Regional Prof. Learning Grant	Project Lead the Way 2013/14	Governors Association Grant	FY 14 Secured School	Title I Part 2 Meadows 2011/12	Title I Delinquent 2012/13	Title I Part 2 Meadows Hospital	Title I Basic 2011/12
Cash and investments - beginning	\$ (2,815)	\$ 10,000	\$ 2,763	\$ -	\$ -	\$ (10,390)	\$ -	\$ -
Receipts:								
Local sources	-	2,400	-	-	-	444	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	10,000	-	-	-	-	-	-
Federal sources	-	-	-	-	-	34,548	24,214	-
Temporary loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	-	12,400	-	-	-	34,992	24,214	-
Disbursements:								
Current:								
Instruction	-	10,088	917	-	-	20,911	37,934	-
Support services	(2,815)	-	-	27,706	-	81	344	-
Noninstructional services	-	-	-	-	-	2,000	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	1,610	-	-
Total disbursements	(2,815)	10,088	917	27,706	-	24,602	38,278	-
Excess (deficiency) of receipts over disbursements	2,815	2,312	(917)	(27,706)	-	10,390	(14,064)	-
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,815	2,312	(917)	(27,706)	-	10,390	(14,064)	-
Cash and investments - ending	\$ -	\$ 12,312	\$ 1,846	\$ (27,706)	\$ -	\$ -	\$ (14,064)	\$ -



MONROE 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 I Basic 2012/13	Title I Basic 2013/14	School Improvement Grant	Title II-C	McKinney-Vento Education for Homeless	McKinney 2012/13 #A58-3-13SS-1022	McKinney 2013/14	Special Education #14211-042-PN01
Cash and investments - beginning	\$ (330,743)	\$ -	\$ -	\$ -	\$ 16,934	\$ (64,630)	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	754,358	1,014,439	-	-	-	75,000	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	754,358	1,014,439	-	-	-	75,000	-	-
Disbursements:								
Current:								
Instruction	259,353	1,212,763	-	-	-	-	-	-
Support services	94,923	295,074	-	-	-	10,370	36,024	-
Noninstructional services	8,163	32,019	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	61,176	-	-	-	-	-	-	-
Total disbursements	423,615	1,539,856	-	-	-	10,370	36,024	-
Excess (deficiency) of receipts over disbursements	330,743	(525,417)	-	-	-	64,630	(36,024)	-
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	330,743	(525,417)	-	-	-	64,630	(36,024)	-
Cash and investments - ending	\$ -	\$ (525,417)	\$ -	\$ -	\$ 16,934	\$ -	\$ (36,024)	\$ -

MONROE 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)

	Special Education Improvement Grant 2012	SPI 2013 EDS#A58-13DL-1463	SE IDEA 2011/12 #14212-042-PN01	Special Education #14214-042-PN01	SE IDEA 2012/13 #14213-042-PN01	PreSchool Grant #45709-042-PN01	PreSchool Grant #45711-042-PN01	PreSchool Grant 2011/12 #45712-042-PN01
Cash and investments - beginning	\$ -	\$ (14,770)	\$ (19,139)	\$ -	\$ (172,146)	\$ -	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	69,996	316,645	1,555,279	487,958	40,576	-	2,473
Temporary loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	-	69,996	316,645	1,555,279	487,958	40,576	-	2,473
Disbursements:								
Current:								
Instruction	-	-	207,288	1,518,656	431,790	60,627	-	2,473
Support services	-	55,226	90,218	119,044	20,398	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	55,226	297,506	1,637,700	452,188	60,627	-	2,473
Excess (deficiency) of receipts over disbursements	-	14,770	19,139	(82,421)	35,770	(20,051)	-	-
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	14,770	19,139	(82,421)	35,770	(20,051)	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ (82,421)	\$ (136,376)	\$ (20,051)	\$ -	\$ -

MONROE 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 Grant 2012/13 #45713-042-PN01	ABE 2012/13 EDS#C1-3-AE-2-41	Adult Education EL/Civics 2011-2012	Adult Education EL/Civics 2013/14	AE ELC 2012/13 EDS#C1-3-ELC-2-41	AEPD 2012/13 EDS#C1-3-AEPD-2-41	ABE 2013/14 EDS#C1-4-AE-3-41	Adult Education Comprehensive
Cash and investments - beginning	\$ (6,055)	\$ (102,094)	\$ -	\$ -	\$ (3,186)	\$ (3,289)	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	20,798	138,301	-	16,410	12,134	3,538	145,921	-
Temporary loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	20,798	138,301	-	16,410	12,134	3,538	145,921	-
Disbursements:								
Current:								
Instruction	14,848	36,207	-	29,705	8,948	249	264,225	-
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	14,848	36,207	-	29,705	8,948	249	264,225	-
Excess (deficiency) of receipts over disbursements	5,950	102,094	-	(13,295)	3,186	3,289	(118,304)	-
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	5,950	102,094	-	(13,295)	3,186	3,289	(118,304)	-
Cash and investments - ending	\$ (105)	\$ -	\$ -	\$ (13,295)	\$ -	\$ -	\$ (118,304)	\$ -

MONROE 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)

	Alcohol Abuse Reduction Program	REMS Grant 2010/12 #Q184E100416	Safe and Drug Free Schools	SDFS Supplement 2009/10	Nutritional Grant - State	Pathway/Tech. 2011 #11-6200-5740	Technology Prep. Carryover Grant 2012	Adult Education Pathway Grant 2011
Cash and investments - beginning	\$ -	\$ (28,042)	\$ -	\$ -	\$ -	\$ 15,027	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	-	-	-	-	-	-	-	-
Disbursements:								
Current:								
Instruction	-	-	-	-	-	-	-	-
Support services	-	16,020	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	16,020	-	-	-	-	-	-
Excess (deficiency) of receipts over disbursements	-	(16,020)	-	-	-	-	-	-
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(16,020)	-	-	-	-	-	-
Cash and investments - ending	\$ -	\$ (44,062)	\$ -	\$ -	\$ -	\$ 15,027	\$ -	\$ -

MONROE 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)

	Adult Education Pathway Grant 2012	Perkins 12/13 #13-4700-5740	Perkins 13/14 #13-4700-5740	Perkins 11/12 #13-4700-5740	21st CCLG 11/12 #A58-0-10DL-062	21st CCLG 12/13 #A58-0-10DL-062	21st CCLG 13/14 #A58-0-10DL-062	Improving Teaching Quality, No Child Left, Title II, Part A
Cash and investments - beginning	\$ -	\$ (59,873)	\$ -	\$ -	\$ -	\$ (37,808)	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	159,782	174,370	-	-	45,125	-	16,000
Temporary loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	-	159,782	174,370	-	-	45,125	-	16,000
Disbursements:								
Current:								
Instruction	-	99,909	209,553	-	-	7,317	8,969	-
Support services	-	-	-	-	-	-	-	16,000
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	99,909	209,553	-	-	7,317	8,969	16,000
Excess (deficiency) of receipts over disbursements	-	59,873	(35,183)	-	-	37,808	(8,969)	-
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	59,873	(35,183)	-	-	37,808	(8,969)	-
Cash and investments - ending	\$ -	\$ -	\$ (35,183)	\$ -	\$ -	\$ -	\$ (8,969)	\$ -

MONROE 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 12/13 #12-5740	Title II Part A 11/12 #11-5740	ESEA - Title II Part A SY10-11	Title III 12/13 #01113-070-PN01	Title III 13/14 #01114-056-PN01	INFLUX 13/14 #01114-002-FLUX
Cash and investments - beginning	\$ -	\$ (76,494)	\$ -	\$ (14,040)	\$ -	\$ -
Receipts:						
Local sources	-	2,540	-	-	-	-
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	148,596	277,575	-	20,291	39,222	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	148,596	280,115	-	20,291	39,222	-
Disbursements:						
Current:						
Instruction	-	-	-	6,251	43,356	4,671
Support services	254,833	203,621	-	-	-	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	254,833	203,621	-	6,251	43,356	4,671
Excess (deficiency) of receipts over disbursements	(106,237)	76,494	-	14,040	(4,134)	(4,671)
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(106,237)	76,494	-	14,040	(4,134)	(4,671)
Cash and investments - ending	\$ (106,237)	\$ -	\$ -	\$ -	\$ (4,134)	\$ (4,671)

MONROE 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)

	INFLUX 12/13 #01113-068-FLUX	English Language - Title III	Education Jobs	Payroll Withholding	Totals
Cash and investments - beginning	\$ (5,119)	\$ -	\$ -	\$ 1,351,689	\$ 40,356,528
Receipts:					
Local sources	-	-	-	-	59,233,936
Intermediate sources	-	-	-	-	6,576
State sources	-	-	-	-	65,133,393
Federal sources	15,075	-	-	-	8,295,627
Temporary loans	-	-	-	-	-
Other	-	-	-	37,656,961	37,748,156
Total receipts	15,075	-	-	37,656,961	170,417,688
Disbursements:					
Current:					
Instruction	9,986	-	-	-	52,782,536
Support services	-	-	-	-	38,247,787
Noninstructional services	-	-	-	-	6,476,824
Facilities acquisition and construction	-	-	-	-	9,173,293
Debt services	-	-	-	-	13,067,356
Nonprogrammed charges	-	-	-	37,815,128	47,968,082
Total disbursements	9,986	-	-	37,815,128	167,715,878
Excess (deficiency) of receipts over disbursements	5,089	-	-	(158,167)	2,701,810
Other financing sources (uses):					
Proceeds of long-term debt	-	-	-	-	-
Sale of capital assets	-	-	-	-	17,285
Transfers in	-	-	-	-	664,006
Transfers out	-	-	-	-	(664,006)
Total other financing sources (uses)	-	-	-	-	17,285
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	5,089	-	-	(158,167)	2,719,095
Cash and investments - ending	\$ (30)	\$ -	\$ -	\$ 1,193,522	\$ 43,075,623

MONROE 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>\$ 3,417,946</u>	<u>\$ -</u>



MONROE 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.	Technology Equipment Lease	\$ 858,328	2/21/2014	1/31/2017
MCCSC 1996 School Building Corp	Building Lease 2008	3,264,000	7/1/2009	1/15/2029
MCCSC 1996 School Building Corp	Building Lease 2005	349,000	7/1/2006	1/15/2026
MCCSC 1996 School Building Corp	Building Lease 2010	297,000	1/1/2011	1/15/2021
MCCSC 1996 School Building Corp	Building Lease 2003 Refunded 2010	2,864,000	1/1/2004	1/15/2027
MCCSC 1996 School Building Corp	Building Lease 1996 Refunded 2004	<u>4,727,213</u>	1/15/1999	7/15/2018
Total governmental activities		<u>12,359,541</u>		
Total of annual lease payments		<u><u>\$ 12,359,541</u></u>		

Description of Debt		Ending Principal Balance	Principal and Interest Due Within One Year
Type	Purpose		
Governmental activities:			
General obligation bonds	Retirement Bonds of 2006	\$ 8,645,000	\$ 1,009,589
General obligation bonds	Technology Bonds of 2012	<u>1,435,000</u>	<u>415,020</u>
Total governmental activities		<u>10,080,000</u>	<u>1,424,609</u>
Totals		<u><u>\$ 10,080,000</u></u>	<u><u>\$ 1,424,609</u></u>

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MONROE 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	\$ 3,027,176
Infrastructure	6,786,232
Buildings	168,559,570
Improvements other than buildings	5,577,501
Machinery, equipment, and vehicles	16,852,184
Construction in progress	504,941
Books and other	<u>6,377,778</u>
Total governmental activities	<u>207,685,382</u>
Total capital assets	<u>\$ 207,685,382</u>

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SUPPLEMENTAL AUDIT OF  
FEDERAL AWARDS



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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 MONROE COUNTY COMMUNITY SCHOOL CORPORATION,  
MONROE COUNTY, INDIANA

***Report on Compliance for Each Major Federal Program***

We have audited the Monroe 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.

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

***Basis for Qualified Opinion on Title I Grants to Local Educational Agencies***

As described in items 2014-002; 2014-004; 2014-005; and 2014-006 in the accompanying Schedule of Findings and Questioned Costs, the School Corporation did not comply with requirements regarding Allowable Cost/Cost Principles; Cash Management; Reporting; Equipment and Real Property Management; Matching, Level of Effort, Earmarking; and Period of Availability that are applicable to its Title I Grants to Local Educational Agencies. Compliance with such requirements is necessary, in our opinion, for the School Corporation to comply with requirements applicable to that program.

***Qualified Opinion on Title I Grants to Local Educational Agencies***

In our opinion, except for the noncompliance described in the *Basis for Qualified Opinion on Title I Grants to Local Educational Agencies* paragraph, 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 Title I Grants to Local Educational Agencies for the period of July 1, 2012 to June 30, 2014.

***Unmodified Opinion on Each of the Other Major Federal Programs***

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 other major federal programs identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs for the period of July 1, 2012 to June 30, 2014.

***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 items 2014-007; 2014-008; 2014-009; 2014-010; and 2014-011. 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.

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

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 items 2014-002; 2014-003; 2014-004; 2014-005; 2014-006; 2014-007; 2014-008; 2014-009; 2014-010; and 2014-011 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

May 6, 2015



#### 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.

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MONROE 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			
School Year 2012-2013			2012-2013	\$ 461,645	\$ -
School Year 2013-2014			2013-2014	-	427,678
Total - School Breakfast Program				461,645	427,678
National School Lunch Program	Indiana Department of Education	10.555			
School Year 2012-2013			2012-2013	2,078,224	-
School Year 2013-2014			2013-2014	-	2,099,480
Total - National School Lunch Program				2,078,224	2,099,480
Summer Food Service Program for Children	Indiana Department of Education	10.559			
School Year 2012-2013			2012-2013	33,006	-
School Year 2013-2014			2013-2014	-	20,919
Total - Summer Food Service Program for Children				33,006	20,919
Total - Child Nutrition Cluster				2,572,875	2,548,077
Child and Adult Care Food Program	Indiana Department of Education	10.558			
Team Nutrition Grant			2012-2013	16,084	-
Fresh Fruit and Vegetable Program	Indiana Department of Education	10.582			
			2013-2014	-	12,751
Total - Department of Agriculture				2,588,959	2,560,828
<u>Department of Education</u>					
Title I, Part A Cluster					
Title I Grants to Local Educational Agencies	Indiana Department of Education	84.010			
Title I 2011/2012 Delinquent			FY 11-5740	38,554	-
Title I 2011/2012 Basic			FY 12-5740	1,239,071	-
Title I School Improvement 2011/2012			FY 12-5740	92,404	-
Title I Basic 2012/2013			FY 13-5740	1,367,597	754,358
Title I Basic 2013/2014			FY 14-5740	-	1,014,439
Title I Delinquent 2012/2013			FY 13-5740	26,958	34,548
Title I Delinquent 2013/2014			FY 14-5740	-	24,214
Total - Title I, Part A Cluster				2,764,584	1,827,559

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

MONROE 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)					
Special Education - Grants to States	Indiana Department of Education	84.027			
Special Education			A58-3-13OL-0086	70,000	-
Special Education			14211-042-PN01	275,936	-
Special Education			14212-042-PN01	502,397	316,646
Special Education			14213-042-PN01	1,613,881	487,958
Special Education			14214-042-PN01	-	1,555,279
Special Education			A58-3-13DL-1463	-	69,996
				<u>2,462,214</u>	<u>2,429,879</u>
Total - Special Education-Grants to States					
Special Education-Preschool Grants	Indiana Department of Education	84.173			
Special Ed Preschool			45711-042-PN01	787	-
Special Ed Preschool			45712-042-PN01	14,712	2,473
Special Ed Preschool			45713-042-PN01	57,159	20,798
Special Ed Preschool			45714-042-PN01	-	40,576
				<u>72,658</u>	<u>63,847</u>
Total - Special Education - Preschool Grants					
Total - Special Education Cluster (IDEA)				<u>2,534,872</u>	<u>2,493,726</u>
Education for Homeless Children and Youth	Indiana Department of Education	84.196			
School Year 2012-2013			2012-2013	-	75,000
Education Jobs Fund	Indiana Department of Education	84.410		<u>40,782</u>	-
Fund for the Improvement of Education	Direct Grant	84.215	U215X090157	<u>152,982</u>	-
Adult Education - Basic Grants to States	Indiana Workforce Development	84.002			
Adult Education Innovation Grant			C1-3-AEIN-2-41	10,000	14,000
Adult Ed EI/Civics 11-12			C1-2-ELC-1-41	33,238	-
Adult Ed Comprehensive			C1-2-AE-1-41	198,774	-
Adult Basic Ed English Literacy			C1-3-AE-2-41	157,630	138,301
AEPD 2012-2013			C1-3-AEPD-2-41	1,462	3,538
AE ELC 2012-2013			C1-3-ELC-2-41	12,503	12,134
ABE 13/14 EDS			C1-4-AE-3-41	-	145,921
ABE Comprehensive EL Civics Program			C1-4-ELC-3-41	-	16,410
				<u>413,607</u>	<u>330,304</u>
Total - Adult Education - Basic Grants to States					

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

MONROE 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>					
Career and Technical Education - Basic Grants to States	Indiana Department of Education	84.048			
Carl Perkins Grant 2012-13 Tech Prep.			13-4700-5740	8,554	-
Carl Perkins Grant 2012-2013			12-4700-5740	146,519	159,782
Carl Perkins Grant 2011-2012			11-4700-5740	223,574	-
Carl Perkins Grant 2013-2014			13-4700-5740	-	174,369
Total - Career and Technical Education - Basic Grants to States				378,647	334,151
Safe and Drug-Free School And Communities - National Programs	Indiana Department of Education	84.184			
Readiness Emergency Management			Q184E100416	177,247	-
Readiness Emergency Management			Q184A080132	60,965	-
Total - Safe and Drug-Free School and Communities - National Programs				238,212	-
Safe and Drug-Free School and Communities- State Grants	Indiana Department of Education	84.186			
Safe and Drug Free Schools			09-5740	2,773	-
Safe and Drug Free Schools, Supplemental			09-5740	319	-
Total - Safe and Drug-Free Schools and Communities - State Grants				3,092	-
Twenty-First Century Community Learning Centers	Indiana Department of Education	84.287			
21st Century Learning Centers 2012-2013 Year 4			EDS # A58-0-10DL-062	364,151	45,125
21st Century Community Learning 2011-2012 Year 3			EDS # A58-0-10DL-062	186,054	-
Total - Twenty-First Century Community Learning Centers				550,205	45,125
English Language Acquisition Grants	Indiana Department of Education	84.365			
English Language-Title III			2011-2012	26,613	-
English Language-Title III 2012-2013			01113-068-FLUX	1,879	15,075
English Language-Title III			01113-070-PN01	29,385	20,291
English Language-Title III 2013-2014			01114-056-PN01	-	39,222
Total - English Language Acquisition Grants				57,877	74,588
Improving Teacher Quality State Grants	Indiana Department of Education	84.367			
ESEA Title II-Part A			2010-5740	539,188	-
ESEA Title II-Part A			2011-5740	170,204	277,575
ESEA Title II-Part A			2012-5740		148,596
ESEA Title II-Part A			2013-5740	-	16,000
Total - Improving Teacher Quality State Grants				709,392	442,171
Total - Department of Education				7,844,252	5,622,624
Total federal awards expended				\$ 10,433,211	\$ 8,183,452

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

MONROE 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. Subrecipients**

Of the federal expenditures presented in the schedule, the School Corporation provided federal awards to subrecipients as follows for the years ended June 30, 2013 and 2014:

Program Title	Federal CFDA Number	2013	2014
Adult Education - Basic Grants to States	84.002	\$ 159,519	\$ 203,002

**Note 3. 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	2013	2014
National School Lunch Program	10.555	\$ 290,015	\$ 284,788

MONROE 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 for all programs except for Title I Grants to Local Educational Agencies which was Qualified
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
	Title I, Part A Cluster
	Special Education Cluster (IDEA)
84.002	Adult Education - Basic Grants to States
84.048	Career and Technical Education - Basic Grants to States
84.287	Twenty-First Century Community Learning Centers
84.367	Improving Teacher Quality State Grants

Dollar threshold used to distinguish between Type A and Type B programs: \$559,055

Auditee qualified as low-risk auditee?	no
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MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

**Section II - Financial Statement Findings**

**FINDING 2014-001 - INTERNAL CONTROL OVER THE 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 could remain undetected.

During the audit of the SEFA, we noted the following errors: the programs within the Child Nutrition Cluster, Team Nutrition Grant, and Fresh Fruit and Vegetable Program were omitted on the SEFA. Additionally, there were a few other minor errors to some of the other grants reported on the SEFA. Audit adjustments 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.

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.



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

- (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."

***Section III - Federal Award Findings and Questioned Costs***

***FINDING 2014-002 - ALLOWABLE COST/COST PRINCIPLES***

Federal Agency: Department of Education

Federal Program: Title I Grants to Local Educational Agencies

CFDA Number: 84.010

Federal Award Number and Years: FY 12-5740, FY 13-5740, FY 12-5740, FY 13-5740,  
FY 14-5740, FY 13-5740, FY 14-5740

Pass-Through Entity: Indiana Department of Education

The School Corporation has not established an effective internal control system, which would include segregation of duties, related to the grant agreement and the Allowable Costs/Cost Principles compliance requirements that have a direct and material effect to the program. 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 program.

The School Corporation has not designed or implemented adequate policies or procedures to ensure that Time and Effort records are in compliance with program requirements. The Title I Office failed to maintain Time and Effort records on some of their full and part time employees paid from the Title I grants for the audit period.

OMB Circular A-87, Attachment B, item 8(h), states in part:

- "(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 in subsection (5) unless a statistical sampling system (see subsection (6)) or other substitute system has been approved by the cognizant Federal agency."

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

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 has enabled material noncompliance to occur.

Noncompliance of the grant agreement or the compliance requirements that have a direct and material effect to the program could result in the loss of federal funds to the School Corporation.

We recommended that the School Corporation establish controls, including segregation of duties, related to the grant agreement and the Allowable Costs/Cost Principles. We also recommended that the School Corporation prepare the monthly and semiannual certifications for all applicable employees.

***FINDING 2014-003 - CASH MANAGEMENT AND REPORTING***

Federal Agency: Department of Education

Federal Program: Title I Grants to Local Educational Agencies

CFDA Number: 84.010

Federal Award Number and Years: FY 12-5740, FY 13-5740, 12-5740, FY 13-5740,  
FY 14-5740, FY 13-5740, FY 14-5740

Pass-Through Entity: Indiana Department of Education

The School Corporation has not established an effective internal control system, which would include segregation of duties such as an oversight or approval process, related to the grant agreement and the Cash Management and Reporting compliance requirements that have a direct and material effect on the program. 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 program.

The School Corporation has not designed or implemented adequate policies or procedures to ensure that requests for reimbursement or required reports were accurately prepared. One person was responsible for preparing and submitting the requests and reports. There was no evidence of segregation of duties, such as an oversight or approval process.

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 program. 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.

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

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 with 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 establish controls, including segregation of duties, related to the grant agreement and all compliance requirements that have a direct and material effect to the program.

***FINDING 2014-004 - EQUIPMENT AND REAL PROPERTY MANAGEMENT***

Federal Agency: Department of Education

Federal Program: Title I Grants to Local Educational Agencies

CFDA Number: 84.010

Federal Award Number and Years: FY 12-5740, FY 13-5740, FY 12-5740, FY 13-5740,  
FY 14-5740, FY 13-5740, FY 14-5740

Pass-Through Entity: Indiana Department of Education

The School Corporation has not established an effective internal control system, which would include segregation of duties, related to the grant agreement and the Equipment and Real Property Management compliance requirements that have a direct and material effect on the program. 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 program.

The School Corporation has not designed or implemented adequate policies or procedures to ensure that equipment records are kept to track equipment purchased with federal funds. The School Corporation received federal funds to purchase equipment. The School Corporation's Title I Office did not maintain property or equipment records during the audit period. The School Corporation has not updated property records since June 30, 2012. In addition, at the time of the audit, a physical inventory of the equipment had not been completed.

34 CFR 80.32 (d) states in part:

"*Management requirements.* Procedures for managing equipment (including replacement equipment), whether acquired in whole or in part with grant funds, until disposition takes place will, as a minimum, meet the following requirements:

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

- (1) Property records must be maintained that include a description of the property, a serial number or other identification number, the source of property, who holds title, the acquisition date, and cost of the property, percentage of Federal participation in the cost of the property, the location, use and condition of the property, and any ultimate disposition data including the date of disposal and sale price of the property.
- (2) A physical inventory of the property must be taken and the results reconciled with the property records at least once every two years.
- (3) A control system must be developed to ensure adequate safeguards to prevent loss, damage, or theft of the property. Any loss, damage, or theft shall be investigated . . .
- (5) If the grantee or subgrantee is authorized or required to sell the property, proper sales procedures must be established to ensure the highest possible return."

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."

Failure to maintain detailed and accurate equipment and property records, to perform periodic physical inventories, and to reconcile physical inventories to the records could result in assets being lost, stolen, misappropriated, or disposed of improperly and not detected within a reasonable time.

We recommended that officials ensure that accurate, detailed capital asset records are maintained and that inventories of Property and Equipment are conducted and reconciled with a detailed capital asset records at least once every two years. Any significant difference should be investigated and the appropriate adjustments made to the records. Also, any assets acquired with federal funds must be identified as such so that they are not disposed of improperly. We also recommended that the School Corporation establish and implement controls related to the grant agreement and all compliance requirements applicable to Equipment and Real Property Management that have a direct and material effect to the program.

***FINDING 2014-005 - MATCHING, LEVEL OF EFFORT, EARMARKING***

Federal Agency: Department of Education  
Federal Program: Title I Grants to Local Educational Agencies  
CFDA Number: 84.010  
Federal Award Number and Year: FY 14-5740  
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 Matching, Level of Effort, and Earmarking compliance requirements that have a direct and material effect on the program. 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 program.

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

The Title I Director left the position effective August 30, 2013, and a replacement was not hired until November 4, 2013. On December 22, 2014, a journal entry was entered to adjust 90 percent of the salary that had been paid to the Director of Elementary Education for the period of July 22, 2013 to October 22, 2013, from the General fund to the 2011/2012 Title I fund. The Director of Elementary Education was under contract for this period to be paid from the General Fund. No amendments to the contract were approved in the board minutes. No Time and Effort reports were maintained verifying work was performed for the Title I Program. The Director of Instruction had been funded by the General Fund the prior year.

The expenditures of program funds which were used for supplanting were \$31,100. These expenditures are considered questioned costs.

The School Corporation has not designed or implemented adequate policies or procedures to ensure that supplanting of federal funds would not occur. Federal funds were used in place of required local funding. Since this position was already under contract and budgeted in the routine operation of the School Corporation, this is considered supplanting not supplementing the program.

Title I Fiscal Handbook; page 28 states:

"A SEA and LEA may use program funds only to supplement and, to the extent practical, increase the level of funds that would, in the absence of the Federal funds, be made available from non-Federal sources for the education of participating students. In no case may an LEA use Federal program funds to supplant funds from non-Federal sources (Title I, Part A, Section 1120A) In the following instances, it is presumed that supplanting has occurred:

- (a) The SEA or LEA used Federal funds to provide services that the SEA or LEA was required to make available under other Federal, State or local laws.
- (b) The SEA or LEA used Federal funds to provide services that the SEA or LEA provided with non-Federal funds in the prior year.

Supplement Not Supplant:

Certain grants will have the requirement that the federal award can be used to supplement, not supplant non-federal funds. An example of this is Title 1(b) FEDERAL FUNDS TO SUPPLEMENT, NOT SUPPLANT, NON-FEDERAL FUNDS-(1)IN GENERAL- A State educational agency or local educational agency shall use Federal funds received under this part only to supplement the funds that would, in the absence of such Federal funds, be made available from non-Federal sources for the education of pupils participating in programs assisted under this part, and not to supplant such funds. (2)SPECIAL RULE- No local educational agency shall be required to provide services under this part through a particular instructional method or in a particular instructional setting in order to demonstrate such agency's compliance with paragraph (1)."

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."

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

The failure to establish internal controls has enabled noncompliance to occur. Noncompliance with 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 establish controls, including segregation of duties, related to the grant agreement and all compliance requirements and comply with Matching, Level of Effort, and Earmarking compliance requirements that have a direct and material effect to the program.

***FINDING 2014-006 - PERIOD OF AVAILABILITY***

Federal Agency: Department of Education

Federal Program: Title I Grants to Local Educational Agencies

CFDA Number: 84.010

Federal Award Number and Years: FY 12-5740, FY 13-5740, FY 12-5740, FY 13-5740,  
FY 14-5740, FY 13-5740, FY 14-5740

Pass-Through Entity: Indiana Department of Education

The School Corporation has not established an effective internal control system, which would include segregation of duties, related to the grant agreement and the Period of Availability compliance requirements. 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. An internal control system should be designed and operate effectively to provide reasonable assurance that noncompliance with the grant agreement, or a type of compliance requirement of a federal program will be prevented, or detected and corrected, on a timely basis.

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 grant program.

The School Corporation has not designed or implemented adequate policies or procedures to ensure that grant funds would be properly encumbered and spent by the end of the period of availability. Expenditures were found after the period of availability. An oversight or review process has not been established to ensure grant funds are spent within the period of availability.

The School Corporation did not ensure that all obligations for expenditures made from program funds were incurred during the period of availability. The grant expenditures were required to be encumbered by June 30 for each grant year. The School Corporation encumbered grant funds by using open purchase orders noted as various vendors and did not have an invoice or requisition to support the expenditure. The grant expenditures were to be liquidated by September 30; however, many purchases were not made until December.

34 CFR 80.23(a) states:

*"General.* Where a funding period is specified, a grantee may charge to the award only costs resulting from obligations of the funding period unless carryover of unobligated balances is permitted, in which case the carryover balances may be charged for costs resulting from obligations of the subsequent funding period."

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

34 CFR 76.709, Funds may be obligated during a "carryover period," states:

"(a) If a State or a subgrantee does not obligate all of its grant or subgrant funds by the end of the fiscal year for which Congress appropriated the funds, it may obligate the remaining funds during a carryover period of one additional fiscal year.

(b) The State shall return to the Federal Government any carryover funds not obligated by the end of the carryover period by the State and its subgrantees."

34 CFR 76.710, Obligations made during a carryover period are subject to current statutes, regulations, and applications, states:

"A State and a subgrantee shall use carryover funds in accordance with:

(a) The Federal statutes and regulations that apply to the program and are in effect for the carryover period; and

(b) Any State plan, or application for a subgrant, that the State or subgrantee is required to submit for the carryover period."

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 has enabled noncompliance to occur. 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 establish controls, including segregation of duties, related to the grant agreement to ensure compliance, and comply with the Period of Availability requirements of the program.

***FINDING 2014-007 - EQUIPMENT AND REAL PROPERTY MANAGEMENT***

Federal Agency: Department of Education

Federal Program: Career and Technical Education - Basic Grants to States

CFDA Number: 84.048

Federal Award Number and Year: 11-4700-5740, 12-4700-5740, and 13-4700-5740

Pass-Through Entity: Indiana Department of Education

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

The School Corporation has not established an effective internal control system, which would include segregation of duties related to the grant agreement and the Equipment and Real Property Management compliance requirements that have a direct and material effect on the program. 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 program.

The School Corporation received federal funds to purchase equipment. The Hoosier Hills Career Center, which administers the Career and Technical Education - Basic Grants to States grant, did maintain an updated inventory list for items purchased during the audit period. The School Corporation, however, has not updated the school wide capital assets since June 30, 2012. This is what the School Corporation uses as their official list to dispose and sell equipment.

34 CFR 80.32(d) states:

*"Management requirements.* Procedures for managing equipment (including replacement equipment), whether acquired in whole or in part with grant funds, until disposition takes place will, as a minimum, meet the following requirements:

- (1) Property records must be maintained that include a description of the property, a serial number or other identification number, the source of property, who holds title, the acquisition date, and cost of the property, percentage of Federal participation in the cost of the property, the location, use and condition of the property, and any ultimate disposition data including the date of disposal and sale price of the property.
- (2) A physical inventory of the property must be taken and the results reconciled with the property records at least once every two years.
- (3) A control system must be developed to ensure adequate safeguards to prevent loss, damage, or theft of the property. Any loss, damage, or theft shall be investigated.
- (4) Adequate maintenance procedures must be developed to keep the property in good condition.
- (5) If the grantee or subgrantee is authorized or required to sell the property, proper sales procedures must be established to ensure the highest possible return."

Failure to maintain detailed and accurate equipment and property records and to reconcile physical inventory could result in assets being lost, stolen, misappropriated, or disposed of improperly and not detected within a reasonable time.

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."



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

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

We recommended that officials ensure that accurate, detailed capital asset records are maintained and that inventories of Property and Equipment are conducted and reconciled with a detailed capital asset records at least once every two years. Any significant differences should be investigated and the appropriate adjustments made to the records. Also, any assets acquired with federal funds must be identified as such so that they are not disposed of improperly.

Noncompliance of the grant agreement or the compliance requirements that have a direct and material effect to the program could result in the loss of federal funds to the School.

We recommended that the School Corporation establish and implement controls related to the grant agreement and all compliance requirements applicable to Equipment and Real Property Management that have a direct and material effect to the program.

***FINDING 2014-008 - PERIOD OF AVAILABILITY***

Federal Agency: Department of Education

Federal Program: Career and Technical Education - Basic Grants to States

CFDA Number: 84.048

Federal Award Number and Year: 11-4700-5740, 12-4700-5740, and 13-4700-5740

Pass-Through Entity: Indiana Department of Education

The School Corporation has not established an effective internal control system, which would include segregation of duties, related to the grant agreement and the Period of Availability compliance requirements. 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. An internal control system should be designed and operate effectively to provide reasonable assurance that noncompliance with the grant agreement, or a type of compliance requirement of a federal program will be prevented, or detected and corrected, on a timely basis.

The School Corporation did not ensure that all obligations for expenditures made from program funds were incurred during the period of availability. The grant expenditures were required to be encumbered by June 30. The School Corporation encumbered grant funds by using open purchase orders noted as various vendors and did not have an invoice or requisition to support the disbursement. Grant expenditures were to be liquidated by September 30; however, the grant funds for laptops were recorded after September 30.

34 CFR 80.23(a) states:

*"General.* Where a funding period is specified, a grantee may charge to the award only costs resulting from obligations of the funding period unless carryover of unobligated balances is permitted, in which case the carryover balances may be charged for costs resulting from obligations of the subsequent funding period."

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

34 CFR 76.709, Funds may be obligated during a "carryover period," states:

"(a) If a State or a subgrantee does not obligate all of its grant or subgrant funds by the end of the fiscal year for which Congress appropriated the funds, it may obligate the remaining funds during a carryover period of one additional fiscal year.

(b) The State shall return to the Federal Government any carryover funds not obligated by the end of the carryover period by the State and its subgrantees."

34 CFR 76.710, Obligations made during a carryover period are subject to current statutes, regulations, and applications, states:

"A State and a subgrantee shall use carryover funds in accordance with:

(a) The Federal statutes and regulations that apply to the program and are in effect for the carryover period; and

(b) Any State plan, or application for a subgrant, that the State or subgrantee is required to submit for the carryover period."

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 has enabled noncompliance to occur. 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. We also recommended that the School Corporation develop procedures to ensure grant funds are only disbursed for obligations within the appropriate period of availability. All purchasing individuals should be made aware of each grant's period of availability and the definition of a obligation. If an extension of the grant is needed, it should be requested prior to the end of the grant period.

***FINDING 2014-009 - ALLOWABLE COST/COST PRINCIPLES***

Federal Agency: Department of Education

Federal Program: Special Education - Grants to States and Special Education - Preschool Grants

CFDA Number: 84.027 and 84.173

Federal Award Number and Year: 14211-042-PN01, 14212-042-PN01, 1413-042-PN01,  
14214-042-PN01, 45711-042-PN01, 45712-042-PN01,  
14713-042-PN01, 45714-042-PN01

Pass-Through Entity: Indiana Department of Education

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

The School Corporation has not established an effective internal control system, which would include segregation of duties, related to the grant agreement and the Allowable Costs/Cost Principles compliance requirements that have a direct and material effect to the programs. 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.

The School Corporation has not designed or implemented adequate policies or procedures to ensure that Time and Effort records are in compliance with program requirements. The Special Education Office failed to maintain Time and Effort records on some of their full and part-time employees who worked solely and paid from the Special Education grants for the audit period.

OMB Circular A-87, Attachment B, item 8(h)(3), 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."

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 has enabled noncompliance to occur. Noncompliance of the grant agreement or the compliance requirements that have a direct and material effect to the program could result in the loss of federal funds to the School Corporation.

We recommended that the School Corporation establish controls, including segregation of duties, related to the grant agreement and the Allowable Costs/Cost Principles by preparing the monthly and semiannual certifications for all applicable employees.

***FINDING 2014-010 - PERIOD OF AVAILABILITY***

Federal Agency: Department of Education  
Federal Program: Improving Teacher Quality State Grants  
CFDA Number: 84.367  
Federal Award Number and Years: 2010-5740, 2011-5740, and 2012-5740  
Pass-Through Entity: Indiana Department of Education

The School Corporation has not established an effective internal control system, which would include segregation of duties, related to the grant agreement and the Period of Availability compliance requirements. 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. An internal control system should be designed and operate effectively to provide reasonable assurance that noncompliance with the grant agreement, or a type of compliance requirement of a federal program will be prevented, or detected and corrected, on a timely basis.

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

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 grant.

The School Corporation has not designed or implemented adequate policies or procedures to ensure that grant funds would be properly encumbered and spent by the end of the period of availability. Expenditures were found after the period of availability. An oversight or review process has not been established to ensure grant funds are spent within the period of availability.

The School Corporation did not ensure that all obligations for expenditures made from program funds were incurred during the period of availability. The grant expenditures were required to be encumbered by September 30 for each grant year and liquidated within 90 days. The School Corporation encumbered grant funds by using open purchase orders noted as various vendors and did not have an invoice or requisition to support the expenditure.

34 CFR 80.23(a) states:

*"General.* Where a funding period is specified, a grantee may charge to the award only costs resulting from obligations of the funding period unless carryover of unobligated balances is permitted, in which case the carryover balances may be charged for costs resulting from obligations of the subsequent funding period."

34 CFR 76.709, Funds may be obligated during a "carryover period," states:

"(a) If a State or a subgrantee does not obligate all of its grant or subgrant funds by the end of the fiscal year for which Congress appropriated the funds, it may obligate the remaining funds during a carryover period of one additional fiscal year.

(b) The State shall return to the Federal Government any carryover funds not obligated by the end of the carryover period by the State and its subgrantees."

34 CFR 76.710, Obligations made during a carryover period are subject to current statutes, regulations, and applications, states:

"A State and a subgrantee shall use carryover funds in accordance with:

(a) The Federal statutes and regulations that apply to the program and are in effect for the carryover period; and

(b) Any State plan, or application for a subgrant, that the State or subgrantee is required to submit for the carryover period."

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

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

We recommended that the School Corporation establish controls, including segregation of duties, related to the grant agreement to ensure compliance, and comply with the Period of Availability requirements of the program.

***FINDING 2014-011 - ACTIVITIES ALLOWED OR UNALLOWED; ALLOWABLE COST/COST PRINCIPLES; PERIOD OF AVAILABILITY; AND SUBRECIPIENT MONITORING***

Federal Agency: Indiana Department of Education

Federal Program: Adult Education - Basic Grants to States

CFDA Number: 84.002

Federal Award Number and Year: C-1-2-ELC-1-41, C-1-2-AE-1-41 and C-1-3-AE-2-41

Pass-Through Entity: Indiana Department of Workforce Development

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: Activities Allowed or Unallowed, Allowable Cost/Cost Principles, Period of Availability, and Subrecipient Monitoring. 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 program.

The School Corporation was awarded the adult education grants by the Indiana Department of Workforce Development (IDWD) for Region 8. As part of the award process, the IDWD approved funding and budgets for the Subrecipients namely; Vincennes University, Brown County Career Center, Owen County Library, and Turning Point (Open Arms Christian Ministries, Inc). The grant award is received by Monroe County Community School Corporation then paid out to the subrecipients.

The Subrecipients submitted invoices of their expenses for the adult education program to the School Corporation for reimbursement. The School Corporation did review these invoices to determine that the invoices were part of their approved budget and that there were funds still available. The School Corporation did not require supporting documentation such as receipts, invoices, or timesheets. Inspections of subrecipient project sites were not performed and the entity did not review subrecipient financial records.

Invoices were submitted for reimbursement by Vincennes University, Brown County Career Center and Owen County Library based on expenses incurred from the approved budget; but without itemized receipts to support the invoice. Without the detail as to when the expenditure was made, it could not be determined if the expenditures complied with any applicable A133 compliance requirement. There was a lack of subrecipient monitoring to determine compliance with the grant requirements.

Turning Point (Open Arms Christian Ministries, Inc) submitted detailed invoices for reimbursement. We observed a request for utility bills and workman's compensation for January 1 to December 31, 2012. The period of availability for the grant was July 1, 2012 to June 30, 2013. This did not meet the compliance requirement of the Period of Availability of federal funds. Turning Point (Open Arms Christian Ministries, Inc) also requested and was paid for expenses for a housing allowance for their director. This was included with the payroll reimbursements, and may not have been an allowable activity. The School Corporation's failure to adequately monitor this subrecipient resulted in a failure to question these invoices.

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

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 program. 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."

OMB Circular A-133, Subpart D, section .400(d) states:

"Pass-through entity responsibilities. A pass-through entity shall perform the following for the Federal awards it makes:

- (1) Identify Federal awards made by informing each subrecipient of CFDA title and number, award name and number, award year, if the award is R & D, and name of Federal agency. When some of this information is not available, the pass-through entity shall provide the best information available to describe the Federal award.
- (2) Advise subrecipients of requirements imposed on them by Federal laws, regulations, and the provisions of contracts or grant agreements as well as any supplemental requirements imposed by the pass-through entity.
- (3) Monitor the activities of subrecipients as necessary to ensure that Federal awards are used for authorized purposes in compliance with laws, regulations, and the provisions of contracts or grant agreements and that performance goals are achieved.
- (4) Ensure that subrecipients expending \$500,000 or more in Federal awards during the subrecipient's fiscal year have met the audit requirements of this part for that fiscal year.
- (5) Issue a management decision on audit findings within six months after receipt of the subrecipient's audit report and ensure that the subrecipient takes appropriate and timely corrective action.
- (6) Consider whether subrecipient audits necessitate adjustment of the pass-through entity's own records.
- (7) Require each subrecipient to permit the pass-through entity and auditors to have access to the records and financial statements as necessary for the pass-through entity to comply with this part."

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

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.

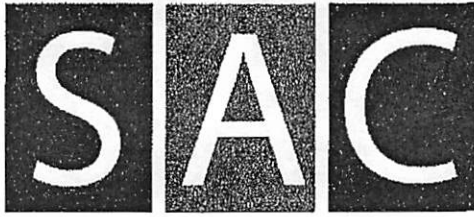
We recommended that the School Corporation establish controls, including segregation of duties, related to the grant agreement and compliance requirements listed above.

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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.



**SCHOOL AGE CARE  
READY SET GROW  
PRESCHOOL  
EDVENTURE CAMP**

**ADMINISTRATION**

Mrs. Laura Threlkeld, Program Manager  
Mrs. Kara Quimby, Preschool Coordinator  
Ms. Janna Castillo, Secretary  
Ms. Kim Uland, Secretary  
Ms. Lindsey Howard, Secretary

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

***FINDING 2012-1-Allowable Cost/Cost Principles***

Original Assigned SBA Audit Report Number: B41992  
Report Period: July 1, 2010 to June 30, 2012  
Pass-Through Entity: Indiana Department of Education  
Contact Person Responsible for Corrective Action: Laura Webster  
Contact Phone Number: 812-330-7702

Status of Audit Finding:

How and when this was corrected.

A Semi-Annual Certification was completed for the period of June 1, 2014 thru December 31, 2014 for those employees paid 100% from 21<sup>st</sup> CCLC grant funds. It was not clear that we needed to additionally complete Time and Effort reports for these same employees. Time and Effort reports have been completed from January 1, 2015 thru present.

***FINDING 2012-2-Special Tests and Provisions – Participation of Private School Children***

Original Assigned SBA Audit Report Number: B41992  
Report Period: July 1, 2010 to June 30, 2012  
Pass-Through Entity: Indiana Department of Education  
Contact Person Responsible for Corrective Action: Laura Webster  
Contact Phone Number: 812-330-7702

How and when this was corrected.

It was corrected with the application of the 21<sup>st</sup> CCLC grant that was awarded and will be executed for the years of 2014 thru 2018.

  
Laura Webster-Threlkeld

School Age Care Director  
(Title)

April 29, 2015  
(Date)

553 E. Miller Drive, Bloomington, IN 47401 | ☎: (812) 330-7702 | 📠: (812) 349-4794

🐦 @EdVentureMCCSC | 🌐 <http://www.mccsc.edu>



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2014 Indiana "A" School Corporation

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Mr. Kelly Smith, Vice President  
Mrs. Martha Street, Secretary  
Dr. David Sabbagh, Assistant Secretary  
Dr. Jeanine Butler, Member  
Dr. Lois Sabo-Skelton, Member  
Ms. Susan D. Wanzel, Member

**ADMINISTRATION**

Dr. Judith A. DeMuth, Superintendent  
Mrs. Peggy Chambers, Assistant Superintendent  
Mr. Timothy L. Thrasher, Director of Business Operations  
Mrs. Tami Miller, Director of Elementary Education  
Mrs. Janice L. Bergeson, Director of Secondary Education  
Dr. Kathleen Hugo, Director of Special Education  
Mr. Mike Watson, Director of eLearning Strategies

**CORRECTIVE ACTION PLAN**

April 17, 2015

**FINDING 2014-001**

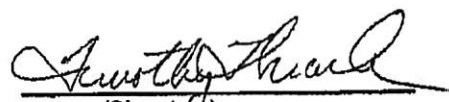
Contact Person Responsible for Corrective Action: Timothy Thrasher

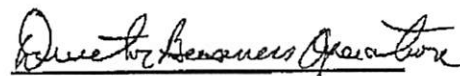
Contact Phone Number: 812-349-4751

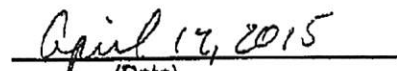
**Description of Corrective Action Plan:**

The Director of Business Operations prepares the SEFA report. The Director of Food Service has provided the link to the DOE nutrition page where data related to the child nutrition cluster programs, team nutrition grant and fresh fruit and vegetables grant may be obtained. All future SEFA reports will include the financial data for these three programs.

Anticipated Completion Date: Effective Immediately, April 17, 2015

  
(Signature)

  
(Title)

  
(Date)



**MONROE COUNTY**  
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Dr. Jeanne Butler, Member  
Dr. Lois Sabo-Skelton, Member  
Ms. Susan P. Wenzel, Member

**ADMINISTRATION**

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Mrs. Peggy Chambers, Assistant Superintendent  
Mr. Timothy L. Thrasher, Director of Business Operations  
Mrs. Tammy Miller, Director of Elementary Education  
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Dr. Kathleen Hugo, Director of Special Education  
Mr. Mike Watson, Director of Learning Strategies

**CORRECTIVE ACTION PLAN**

April 17, 2015

**FINDING 2014-002**

Contact Person Responsible for Corrective Action: Carol A. Gardiner

Contact Phone Number: 812-349-4789

**Description of Corrective Action Plan:**

- Periodic certifications in support of charges for staff salaries and wages will be prepared for each staff member working solely on a Title I grant. The Certifications will be prepared at least semi-annually. The Grant Specialist will ensure the certifications are reviewed and signed by the employee or the supervisory official having first-hand knowledge of the work performed by the employee.
- Certifications will be prepared for employees working on multiple activities or cost objectives that are supported by personnel activity reports. The Grant Specialist will ensure the certifications are signed by the employee or the supervisory official having firsthand knowledge of the work performed by the employees.

Anticipated Completion Date: Effective immediately, April 17, 2015

Carol A. Gardiner  
(Signature)

Grant Specialist  
(Title)

4/22/15  
(Date)



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Mr. Mike Watson, Director of Learning Strategies

**CORRECTIVE ACTION PLAN**

April 17, 2015

**FINDING 2014-003**

Contact Person Responsible for Corrective Action: Carol Gardiner, Grant Specialist

Contact Phone Number:

Tim Thrasher, 812-349-4751

Carol Gardiner, 812-349-4789

**Description of Corrective Action Plan:**

A detailed schedule of report due dates will be prepared for each grant. The schedule will be maintained in a digital directory (EXCEL) accessible by the Director of Business Operations, the Grant Specialist and the Grant Secretary. Reports will be checked off on the schedule as they are prepared and filed by the Grant Secretary. The Director of Business Operations and the Grant Specialist will monitor the status of reports and requests for reimbursement on an ongoing basis. All grant reports and requests for reimbursements will be reviewed and approved by the Grant Specialist prior to submission. Requests for reimbursement will be filed monthly.

Anticipated Completion Date: Effective Immediately, April 17, 2015

Carol Gardiner  
(Signature)

Grant Specialist  
(Title)

4/22/15  
(Date)

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Mr. Mike Watson, Director of Learning Strategies

**CORRECTIVE ACTION PLAN**

April 17, 2016

**FINDING 2014-004**

Contact Person Responsible for Corrective Action: Carol Gardiner, Grant Specialist  
Tim Thrasher, Director of Business Operations

Contact Phone Number: 812-349-4789

**Description of Corrective Action Plan:**

The Title I department will maintain records tracking all equipment purchased using Title I funds from the time of the purchase to the time of disposal of the equipment. The inventory will be maintained in the Title I office and will be available for inspection in that office. All equipment purchased for the Title I programs will be properly labeled and a comparison of the inventory list to the physical items of equipment will be made and reconciled at least every two years in accordance with the requirements of OMB Circular A-133, Subpart C, section .300 and 34 CFR 80.32, Equipment.

The school corporation has updated the school wide capital assets records as of June 30, 2013 and June 30, 2014. The records will be updated as of June 30, 2015 and that information will be the basis for the information reported in the Annual Financial Report for the Schedule of Capital Assets. The Capital Asset records will be updated annually going forward.

Anticipated Completion Date: Effective Immediately, April 17, 2015

Carol Gardiner  
(Signature)

Grant Specialist  
(Title)

4/22/15  
(Date)

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 Mr. Mike Watson, Director of Learning Strategies

### CORRECTIVE ACTION PLAN

April 17, 2015

#### FINDING 2014-005

Contact Person Responsible for Corrective Action:

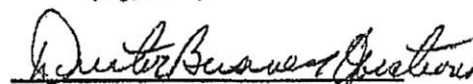
Contact Phone Number:

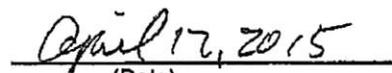
#### Description of Corrective Action Plan:

The Grant Specialist does monitor expenditures carefully on an ongoing basis to ensure supplanting of federal funds does not occur. In this case the position of Grant Specialist was vacant. Should this situation arise again the Director of Business Operations will ensure the required time and effort logs are maintained and certified to document the time devoted to Title I responsibilities by the person filling the position. The contract of the individual involved will be amended to appropriately reflect any changes in responsibilities and the amended contract will be approved by the School Board.

Anticipated Completion Date: Effective Immediately, April 17, 2015.

  
 (Signature)

  
 (Title)

  
 (Date)



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Dr. Kathleen Hugo, Director of Special Education  
Mr. Mike Watson, Director of eLearning Strategies

**CORRECTIVE ACTION PLAN**

April 17, 2015

**FINDING 2014-005**

Contact Person Responsible for Corrective Action: Tim Thrasher, Director of Business Operations

Contact Phone Number: 812-349-4751

**Description of Corrective Action Plan:**

The Grant Specialist does monitor expenditures carefully on an ongoing basis to ensure supplanting of federal funds does not occur. In this case the position of Grant Specialist was vacant. Should this situation arise again the Director of Business Operations will ensure the required time and effort logs are maintained and certified to document the time devoted to Title I responsibilities by the person filling the position. The contract of the individual involved will be amended to appropriately reflect any changes in responsibilities and the amended contract will be approved by the School Board.

Anticipated Completion Date: Effective Immediately, April 17, 2015

Carol Gardner  
(Signature)

Grant Specialist  
(Title)

4/22/15  
(Date)

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Mrs. Tammy Miller, Director of Elementary Education  
Mrs. Janice L. Bergeson, Director of Secondary Education  
Dr. Kathleen Hugo, Director of Special Education  
Mr. Mike Watson, Director of eLearning Strategies

**CORRECTIVE ACTION PLAN**

April 17, 2015

**FINDING 2014-006**

Contact Person Responsible for Corrective Action: Carol Gardiner, Grant Specialist  
Contact Phone Number: 812-349-4789.

**Description of Corrective Action Plan:**

The Grant Specialist will ensure funds not related to personnel salaries and benefits are expended as early in the grant period as feasible. The Grant Specialist and the Director of Business Operations will monitor all grant expenditures to ensure all expenditures related to the grant and incurred within the grant period are expended and recorded in the ledgers prior to the end of the grant period. A schedule will be maintained for each grant showing the beginning and end of the grant period.

Anticipated Completion Date: Effective Immediately, April 17 2015

Carol Gardiner  
(Signature)

Grant Specialist  
(Title)

4/22/15  
(Date)

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Mr. Mike Watson, Director of eLearning Strategies

**CORRECTIVE ACTION PLAN**

April 17, 2015

**FINDING 2014-007**

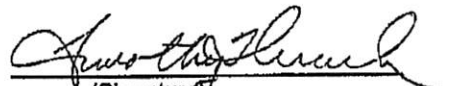
Contact Person Responsible for Corrective Action:

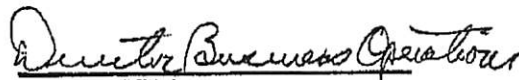
Contact Phone Number:

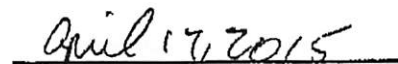
**Description of Corrective Action Plan:**

The school corporation has updated the school wide capital assets records as of June 30, 2013 and June 30, 2014. The records will be updated as of June 30, 2015 and that information will be the basis for the information reported in the Annual Financial Report for the Schedule of Capital Assets. The Capital Asset records will be updated annually going forward.

Anticipated Completion Date: Effective Immediately, April 17, 2015.

  
(Signature)

  
(Title)

  
(Date)

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Mrs. Tammy Miller, Director of Elementary Education  
Mrs. Janice L. Bergeson, Director of Secondary Education  
Dr. Kathleen Hugo, Director of Special Education  
Mr. Mike Watson, Director of Learning Strategies

### CORRECTIVE ACTION PLAN

April 17, 2015

#### FINDING 2014-008

Contact Person Responsible for Corrective Action: Alan Dafoe, Director Hoosier Hills Career Center

Contact Phone Number: 812-330-7730

#### Description of Corrective Action Plan:

The Director of the Hoosier Hills Career Center will ensure funds not related to personnel salaries and benefits are expended as early in the grant period as feasible. The HHCC Director and the Director of Business Operations will monitor expenditures to ensure all expenditures related to the grant are expended and recorded in the ledgers prior to the end of the grant period. A schedule will be maintained for each grant showing the beginning and end of the grant period.

Purchase orders written to encumber grant funds will be written to specific vendors for specifically identified merchandise and services. Purchase orders for services will only be encumbered for services performed within the grant period. Payments for funds properly encumbered prior to the end of the grant period will be made only after an invoice has been received and prior to the deadline for expending grant funds.

Anticipated Completion Date: Effective Immediately, April 17, 2015.

Alan Dafoe  
(Signature)

DIRECTOR HHCC  
(Title)

4-22-15  
(Date)



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Mrs. Peggy Chambers, Assistant Superintendent  
Mr. Timothy L. Thrasher, Director of Business Operations  
Mrs. Tammy Miller, Director of Elementary Education  
Mrs. Janice L. Bergeson, Director of Secondary Education  
Dr. Kathleen Hugo, Director of Special Education  
Mr. Mike Watson, Director of eLearning Strategies

**CORRECTIVE ACTION PLAN**

**FINDING 2014-009**

**Contact Person Responsible for Corrective Action:** Kathleen Hugo, Director of Special Education

**Contact Phone Number:** 812-349-4757

**Description of Corrective Action Plan:**

The following procedures will be implemented to ensure that Time and Effort records are maintained on all full and part time employees in accordance with program requirements.

- Certifications will be prepared for employees working on a single Federal award at least semi-annually. The director of special education will ensure that the certifications are signed by the employee or the supervisory official having firsthand knowledge of the work performed by the employee.
- Certifications will be prepared for employees working on multiple activities or cost objectives that are supported by personnel activity reports. The director of special education will ensure that the certifications are signed by the employee or the supervisory official having firsthand knowledge of the work performed by the employees.

**Anticipated Completion Date:**

The procedures will be implemented immediately.

Kathleen Hugo, PhD

Director of Special Education

April 9, 2015



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Dr. Kathleen Hugu, Director of Special Education  
Mr. Mike Watson, Director of Learning Strategies

**CORRECTIVE ACTION PLAN**

April 17, 2015

**FINDING 2014-010**

Contact Person Responsible for Corrective Action: Carol Gardiner, Grant Specialist  
Contact Phone Number: 812-349-4789

**Description of Corrective Action Plan:**

The Grant Specialist will ensure funds not related to personnel salaries and benefits are expended as early in the grant period as feasible. The Grant Specialist and the Director of Business Operations will monitor all grant expenditures to ensure all expenditures related to the grant and incurred within the grant period are expended and recorded in the ledgers prior to the end of the grant period. A schedule will be maintained for each grant showing the beginning and end of the grant period.

Purchase orders written to encumber grant funds will be written to specific vendors for specifically identified merchandise and services. Purchase orders for services will only be encumbered for services performed within the grant period. Payments for funds properly encumbered prior to the end of the grant period will be made only after an invoice has been received and prior to the deadline for expending grant funds.

Anticipated Completion Date: Effective Immediately April 17, 2015

Carol Gardiner  
(Signature)

Grant Specialist  
(Title)

4/23/15  
(Date)

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Dr. Kathleen Hugg, Director of Special Education  
Mr. Mike Watson, Director of Learning Strategies

### CORRECTIVE ACTION PLAN

April 17, 2015

#### FINDING 2014-011

Contact Person Responsible for Corrective Action: Rob Moore, Director of Adult Education  
Contact Phone Number: 812-330-7731

#### Description of Corrective Action Plan:

Grant sub-recipients will be notified their claims for reimbursement will not be paid until sufficiently detailed documentation of expenditures is provided. Such documentation must include detailed copies of receipts and invoices paid for merchandise and services associated with the grant. The receipts and invoices must show the date of the purchase and show the items or services purchased. Timesheets must be provided documenting the pay of personnel paid with grant funds and a copy of the ledgers in which the expenditures were recorded must be provided.

Once the appropriate documentation has been received the MCCSC Director of Adult Education will review the documentation to determine if the expenditures for which reimbursement is requested are allowable expenditures under the terms of the grant and whether the expenditures were made within the grant period. The Director of Adult Education will either forward the documentation of expenditures to the office of the Director of Business Operations with a recommendation that the expenditures be reimbursed or, if the documentation is insufficient, will contact the sub-recipient requesting additional documentation be provided.

The Director of Business Operations or the Assistant Director of Business Operations will review the documentation and recommendation received from the Director of Adult Education and will determine whether sufficient funds remain in the budget to provide the reimbursement requested.

Reimbursement will only be made after the documentation has been received and reviewed by the Director of Adult Education and the Director/Assistant Director of Business Operations.

Anticipated Completion Date: Effective Immediately, April 17, 2015

Robert D. Moore  
(Signature)

Director of Adult Education

(Title)

April 22, 2015

(Date)

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#### OTHER REPORT

In addition to this report, a Supplemental Compliance Report has been issued for the School Corporation. That report can be found on the Indiana State Board of Accounts' website: <http://www.in.gov/sboa/>.