

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

FEDERAL SINGLE AUDIT REPORT  
IVY TECH COMMUNITY COLLEGE OF INDIANA  
INDIANAPOLIS, INDIANA  
July 1, 2015 to June 30, 2016



**FILED**  
03/15/2017



## TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of College Officials .....	2
Independent Auditor's Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance.....	2
Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with <i>Government Auditing Standards</i> .....	4-5
Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control over Compliance .....	6-7
Schedule of Expenditures of Federal Awards and Accompanying Notes:	
Schedule of Expenditures of Federal Awards .....	10-11
Notes to Schedule of Expenditures of Federal Awards.....	12
Schedule of Findings and Questioned Costs.....	13
Other Reports.....	14

## SCHEDULE OF COLLEGE OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
President	Thomas J. Snyder Dr. Susan Ellspermann	07-01-15 to 06-30-16 07-01-16 to 06-30-17
Senior Vice President and Chief Financial Officer	Christopher Ruhl	07-01-15 to 06-30-17
Chairman of the Board of Trustees	Richard R. Halderman Paula Hughes Michael Dora	08-09-14 to 08-08-15 08-09-15 to 08-04-16 08-05-16 to 08-04-17



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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


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

INDEPENDENT AUDITOR'S REPORT ON SCHEDULE OF EXPENDITURES  
OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE

TO: THE OFFICIALS OF IVY TECH COMMUNITY COLLEGE OF INDIANA, INDIANAPOLIS, INDIANA

We have audited the financial statements of the business-type activities and the discretely presented component unit of Ivy Tech Community College of Indiana (College), a component unit of the State of Indiana, as of and for the year ended June 30, 2016, and have issued our report thereon dated October 26, 2016, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements as a whole. We have not performed any procedures with respect to the audited financial statements subsequent to October 26, 2016. Our report includes a reference to other auditors who audited the financial statements of the Ivy Tech Foundation (Foundation), as described in our report on the College's financial statements.

The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and is not a required part of the basic financial statements. 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 statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, 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 Award is fairly stated in all material respects in relation to the basic financial statements as a whole.

  
Paul D. Joyce, CPA  
State Examiner

October 26, 2016



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF IVY TECH COMMUNITY COLLEGE OF INDIANA, INDIANAPOLIS, INDIANA

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business-type activities and the discretely presented component unit of Ivy Tech Community College of Indiana (College), a component unit of the State of Indiana, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the College's basic financial statements and have issued our report thereon dated October 26, 2016. Our report includes a reference to other auditors who audited the financial statements of the Ivy Tech Foundation (Foundation), as described in our report on the College's financial statements. The financial statements of the Foundation were not audited in accordance with *Government Auditing Standards*. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the College'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 opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the College's internal control. Accordingly, we do not express an opinion on the effectiveness of the College's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the College's financial statements will not be prevented, or detected and corrected, on a timely basis. A significant deficiency is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.


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

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the College's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the College'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 College's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

  
Paul D. Joyce, CPA  
State Examiner

October 26, 2016



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF IVY TECH COMMUNITY COLLEGE OF INDIANA, INDIANAPOLIS, INDIANA

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

We have audited Ivy Tech Community College of Indiana's (College) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2016. The College'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 Federal statutes, regulations, and the terms and conditions of its Federal awards applicable to its federal programs.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of the College'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 the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance 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 College'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 College's compliance.

***Opinion on Each Major Federal Program***

In our opinion, the College complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2016.



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


**Report on Internal Control over Compliance**

Management of the College 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 College'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 the Uniform Guidance, 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 College's internal control over compliance.

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. A significant deficiency in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

  
Paul D. Joyce, CPA  
State Examiner

February 24, 2017

(This page intentionally left blank.)

#### SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND ACCOMPANYING NOTES

The Schedule of Expenditures of Federal Awards and accompanying notes presented were prepared by management of the College. The schedule and notes are presented as intended by the College.

**2015-16 Schedule of Expenditures on Federal Awards**  
Ivy Tech Community College of Indiana

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	Pass-Through To Subrecipient	Total Federal Awards Expended
<u>US DEPARTMENT OF EDUCATION</u>					
<b>Student Financial Assistance Cluster</b>					
Federal Supplemental Educational Opportunity Grants	Direct Grant	84.007			\$ 3,511,386
Federal Work-Study Program	Direct Grant	84.033			\$ 1,161,803
Federal Pell Grant Program	Direct Grant	84.063			\$ 132,855,067
Federal Direct Student Loans	Direct Grant	84.268			\$ 96,904,765
Total for cluster					<u>\$ 234,433,021</u>
<b>Trio Cluster</b>					
TRIO_Student Support Services	Direct Grant	84.042	P042A100219-14		\$ 40,266
TRIO_Student Support Services	Direct Grant	84.042	P042A100344		\$ 39,144
TRIO_Student Support Services	Direct Grant	84.042	P042A100640		\$ 34,072
TRIO_Student Support Services	Direct Grant	84.042	P042A101075-11		\$ 43,677
TRIO_Student Support Services	Direct Grant	84.042	P042A150724		\$ 212,872
TRIO_Student Support Services	Direct Grant	84.042	P042A150768		\$ 186,942
TRIO_Student Support Services	Direct Grant	84.042	P042A151027		\$ 192,449
TRIO_Student Support Services	Direct Grant	84.042	P042A151019		\$ 171,016
					<u>\$ 920,438</u>
TRIO_Talent Search	Direct Grant	84.044	P044A120907		\$ 276,143
Total for cluster					<u>\$ 1,196,581</u>
<u>NATIONAL SCIENCE FOUNDATION</u>					
<b>Research and Development Cluster</b>					
Education and Human Resources	Direct Grant	47.076	DUE-1400470		\$ 57,507
Education and Human Resources	Direct Grant	47.076	DUE-1304619		\$ 70,391
Education and Human Resources	Sinclair Community College	47.076	#1453		\$ 29,125
Education and Human Resources	Purdue University	47.076	4101-72917		\$ 3,835
Education and Human Resources	Montgomery County Community College	47.076	NBC2-18-005		\$ 3,373
Total for cluster					<u>\$ 164,231</u>
<u>NATIONAL INSTITUTE OF FOOD AND AGRICULTURE, DEPARTMENT OF AGRICULTURE</u>					
Secondary and Two-Year Postsecondary Agriculture Education Challenge Grants	Direct Grant	10.226	2013-38414-20918		\$ 20,247
Total for federal grantor agency					<u>\$ 20,247</u>
<u>DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>					
Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii	Indiana Office of Small Business and Entrepreneurship	14.228	ED5#A69-16-SBDC-1010		\$ 3,431
Total for federal grantor agency					<u>\$ 3,431</u>
<u>US DEPARTMENT OF LABOR</u>					
Youthbuild					
Trade Adjustment Assistance Community College and Career Training (TAACCT) Grants	Direct Grant	17.274	YC-25409-14-60-A-18		\$ 319,186
Trade Adjustment Assistance Community College and Career Training (TAACCT) Grants	Direct Grant	17.282	TC-26441-14-60-A-18	\$ 66,634	\$ 1,189,622
Trade Adjustment Assistance Community College and Career Training (TAACCT) Grants	Direct Grant	17.282	TC-23761-12-60-A-37		\$ 246,592
Trade Adjustment Assistance Community College and Career Training (TAACCT) Grants	Direct Grant	17.282	TC-23794-12-60-A-20		\$ 290,074
Trade Adjustment Assistance Community College and Career Training (TAACCT) Grants	Direct Grant	17.282	TC-22520-11-60-A-24		\$ 81,648
					<u>\$ 1,807,936</u>
Total for federal grantor agency				<u>\$ 66,634</u>	<u>\$ 2,127,122</u>
<u>NATIONAL AERONAUTICS AND SPACE ADMINISTRATION</u>					
Education	Purdue University	43.008	4103-64604		\$ 53,589
Total for federal grantor agency					<u>\$ 53,589</u>
<u>NATIONAL ENDOWMENT FOR THE ARTS</u>					
Promotion of the Arts_Partnership Agreements	Indiana Arts Commission	45.025	150009		\$ 672
Promotion of the Arts_Partnership Agreements	Indiana Arts Commission	45.025	A154-5-RAP10		\$ 516
Total for federal grantor agency					<u>\$ 1,188</u>
<u>NATIONAL ENDOWMENT FOR THE HUMANITIES</u>					
Promotion of the Humanities_Challenge Grants	Direct Grant	45.130	CZ-50312-13		\$ 3,226
Total for federal grantor agency					<u>\$ 3,226</u>

**2015-16 Schedule of Expenditures on Federal Awards**  
Ivy Tech Community College of Indiana

NATIONAL SCIENCE FOUNDATION

Social, Behavioral, and Economic Sciences	University of New Mexico	47.075	394076-87R2; DUE-1205138	\$	15,516
Education and Human Resources	Direct Grant	47.076	HRD-12090199	\$	5,659
Education and Human Resources	Madisonville Community College	47.076	KCT-PS-603	\$	32,994
Education and Human Resources	Montgomery County Community College	47.076	NBC2-13-004	\$	17,424
Education and Human Resources	Penn State University	47.076	DUE-1205105-4692-ITCC-NSF-5105	\$	(3,279)
				\$	52,798
Total for federal grantor agency				\$	68,314

SMALL BUSINESS ADMINISTRATION

Small Business Development Centers	Indiana Office of Small Business and Entrepreneurship	59.037	EDS#A69-16-SBDC-1010	\$	52,077
Small Business Development Centers	Indiana Office of Small Business and Entrepreneurship	59.037	A69-16-SBDC-2005	\$	36,235
Total for federal grantor agency				\$	88,312

DEPARTMENT OF EDUCATION

Undergraduate International Studies and Foreign Language Programs	Direct Grant	84.016	P016A120065	\$	27,729	\$	94,934
Higher Education_Institutional Aid	Direct Grant	84.031	P031A110176 (84.031A)	\$	27,729	\$	336,781
Career and Technical Education - Basic Grants to States	Indiana Department of Workforce Development	84.048	C1-0-SPL-SB-9-102	\$		\$	892
Career and Technical Education - Basic Grants to States	Indiana Department of Workforce Development	84.048	C1-5-PPS-4F-102	\$		\$	(231)
Career and Technical Education - Basic Grants to States	Indiana Department of Workforce Development	84.048	C1-5-PPS-4I-102	\$		\$	(3,265)
Career and Technical Education - Basic Grants to States	Indiana Department of Workforce Development	84.048	PPS5D102; CONT #14506	\$		\$	641,853
Career and Technical Education - Basic Grants to States	Indiana Department of Workforce Development	84.048	PPS5F102; CONT #14494	\$		\$	544,495
Career and Technical Education - Basic Grants to States	Indiana Department of Workforce Development	84.048	PPS5G102; CONT #14497	\$		\$	733,368
Career and Technical Education - Basic Grants to States	Indiana Department of Workforce Development	84.048	PPSSH102; CONT #14491	\$		\$	352,406
Career and Technical Education - Basic Grants to States	Indiana Department of Workforce Development	84.048	PPSK102; CONT #14490	\$		\$	337,942
Career and Technical Education - Basic Grants to States	Indiana Department of Workforce Development	84.048	PPS5A102; CONT #14657	\$		\$	682,720
Career and Technical Education - Basic Grants to States	Indiana Department of Workforce Development	84.048	PPS5B102 CONT #14641	\$		\$	345,250
Career and Technical Education - Basic Grants to States	Indiana Department of Workforce Development	84.048	PPSS102; CONT #14493	\$		\$	1,144,806
Career and Technical Education - Basic Grants to States	Indiana Department of Workforce Development	84.048	PPSSC102; CONT #14475	\$		\$	257,077
Career and Technical Education - Basic Grants to States	Indiana Department of Workforce Development	84.048	PPSSL102; CONT #14485	\$		\$	268,720
Career and Technical Education - Basic Grants to States	Indiana Department of Workforce Development	84.048	PPSSM102 CONT #14515	\$		\$	187,573
Career and Technical Education - Basic Grants to States	Indiana Department of Workforce Development	84.048	PPSSE102 CONT #14638	\$		\$	254,334
Career and Technical Education - Basic Grants to States	Indiana Department of Workforce Development	84.048	PPSSJ102; CONT #14458	\$		\$	216,275
Career and Technical Education - Basic Grants to States	Indiana Department of Workforce Development	84.048	PPSSN102; CONT #14483	\$		\$	270,492
Career and Technical Education - Basic Grants to States	Indiana Department of Education	84.048	EDS #A58-5-15CI-2779	\$		\$	95,349
Career and Technical Education - Basic Grants to States	Indiana Department of Education	84.048	EDS#A58-5-15CI-2781	\$		\$	80,447
Career and Technical Education - Basic Grants to States	Indiana Department of Education	84.048	EDS #A58-5-15CI-2778	\$		\$	82,916
Career and Technical Education - Basic Grants to States	Indiana Department of Education	84.048	EDS #A58-5-15CI-2780	\$		\$	84,688
Career and Technical Education - Basic Grants to States	Indiana Department of Education	84.048	A58-6-16CI-3257	\$		\$	17,598
Career and Technical Education - Basic Grants to States	Indiana Department of Education	84.048	A58-6-16CI-3258	\$		\$	40,865
Career and Technical Education - Basic Grants to States	Indiana Department of Education	84.048	A58-6-16CI-3256	\$		\$	99,137
Career and Technical Education - Basic Grants to States	Indiana Department of Education	84.048	A58-6-16CI-3259	\$		\$	794
				\$		\$	6,736,501
Centers for International Business Education	Indiana University	84.220	BL-4236301-IT	\$		\$	2,000
Education Research, Development and Dissemination	Stanford University	84.305	61122817-108022	\$		\$	28,534
College Access Challenge Grant Program	Indiana Commission for Higher Education	84.378	J22-15-C0373	\$		\$	105,636
Total for federal grantor agency				\$		\$	7,304,386

US DEPARTMENT OF HEALTH AND HUMAN SERVICES

Area Health Education Centers	Purdue University	93.107	4102-68284	\$	2,162
Area Health Education Centers	Purdue University	93.107	4102-68285	\$	4,372
Area Health Education Centers	Purdue University	93.107	4102-68286	\$	2,163
Area Health Education Centers	Ball State University	93.107	G0574	\$	337
				\$	9,034
Refugee and Entrant Assistance_State Administered Programs	St. Joseph Community Health Foundation	93.566	none	\$	12,906
Rural Health Care Services Outreach, Rural Health Network Development and Small Health Care Provider Quality Improvement Program	Indiana Rural Health Association	93.912	1 G04RH28695-01-00	\$	18,285
Rural Health Care Services Outreach, Rural Health Network Development and Small Health Care Provider Quality Improvement Program	Indiana Rural Health Association	93.912	1R01RH26271-01-00	\$	69,071
				\$	87,356
Total for federal grantor agency				\$	109,296
Total federal award expended				\$	245,572,944

**IVY TECH COMMUNITY COLLEGE OF INDIANA**  
**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**Note 1. Scope of Review**

All expenses on federal awards expended by Ivy Tech Community College of Indiana (College) have been included in the Schedule of Expenditures of Federal Awards (Schedule).

**Note 2. Basis of Presentation**

Title 2 U.S Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards requires an annual audit of any entity expending a total amount of federal awards equal to or in excess of \$750,000 in any fiscal year unless by constitution or statute a less frequent audit is required. In accordance with the Indiana Code (IC 5-11-1 et seq.), audits of universities shall be conducted annually. Because the Schedule presents only a selected portion of the activities of the College, it is not intended to and does not present either the financial position, change in net position, or change in cash flows of the College.

The accounting principles followed by the College and used in preparing the accompanying Schedule are as follows:

**Awards Other Than Student Financial Assistance**

Deductions (expenditures) for direct costs are recognized as incurred using the accrual method of accounting and the cost accounting principles contained in the U.S. Office of Management and Budget (OMB) Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards. Under those cost principles, certain types of expenditures are not allowable or are limited as to reimbursement. Moreover, expenditures include a portion of costs associated with general college activities (indirect costs) which are allocated to federal awards under negotiated indirect cost rates or rates specific to a funding opportunity.

**Student Financial Assistance**

Expenditures are recognized and reported in the Schedule for non-loan awards made to students under various programs, e.g., Pell, SEOG and Federal Workstudy. Student loan programs are funded by the federal government mainly under the Direct Loan program.

**Note 3. Summary of Significant Accounting Policies**

The accompanying Schedule has been prepared in a format that presents summary financial information of the federal funds awarded to the College directly from federal agencies as well as amounts received as sub grantee of other organizations. The College did not elect to use the 10% de minimis cost rate as covered in §200.414 Indirect (F&A) costs.

IVY TECH COMMUNITY COLLEGE OF INDIANA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

**Section I - Summary of Auditor's Results**

Financial Statements:

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
Material weaknesses identified?	no
Significant deficiencies identified?	none reported
Noncompliance material to financial statements noted?	no

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	no
Significant deficiencies identified?	none reported
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	no

Identification of Major Programs and type of auditor's report issued on compliance for each:

CFDA Number	Name of Federal Program or Cluster	Opinion Issued
	Student Financial Assistance Cluster	Unmodified
	Research and Development Cluster	Unmodified
84.048	Career and Technical Education - Basic Grants to States	Unmodified

Dollar threshold used to distinguish between Type A and Type B programs: \$750,000

Auditee qualified as low-risk auditee?	yes
--	-----

**Section II - Financial Statement Findings**

No matters are reportable.

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

No matters are reportable.

#### OTHER REPORTS

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