

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

FINANCIAL STATEMENT AND  
FEDERAL SINGLE AUDIT REPORT  
OF

MONROE CENTRAL SCHOOL CORPORATION  
RANDOLPH COUNTY, INDIANA

July 1, 2013 to June 30, 2015



**FILED**  
09/23/2016



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### SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Diana Dull	07-01-13 to 06-30-17
Superintendent of Schools	Reece Mann Adrian Moulton	07-01-13 to 06-30-15 07-01-15 to 06-30-17
President of the School Board	Mike Elder Dan Pike	07-01-13 to 12-31-15 01-01-16 to 12-31-16



## INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE MONROE CENTRAL SCHOOL  
CORPORATION, RANDOLPH COUNTY, INDIANA

### **Report on the Financial Statement**

We have audited the accompanying financial statement of the Monroe Central School Corporation (School Corporation), which comprises the financial position and results of operations for the period of July 1, 2013 to June 30, 2015, and the related notes to the financial statement as listed in the Table of Contents.

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

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

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

Our responsibility is to express an opinion on this financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the School Corporation's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School Corporation's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

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

INDEPENDENT AUDITOR'S REPORT  
(Continued)

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

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

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

***Adverse Opinion on U.S. Generally Accepted Accounting Principles***

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles* paragraph, the financial statement referred to above does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position and results of operations of the School Corporation for the period of July 1, 2013 to June 30, 2015.

***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, 2013 to June 30, 2015, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

***Other Matters***

*Supplementary Information*

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


*Other Information*

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

INDEPENDENT AUDITOR'S REPORT  
(Continued)

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

In accordance with *Government Auditing Standards*, we have also issued a report dated July 12, 2016, on our consideration of the School Corporation's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School Corporation's internal control over financial reporting and compliance.

  
Paul D. Joyce, CPA  
State Examiner

July 12, 2016



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 CENTRAL SCHOOL  
CORPORATION, RANDOLPH 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 Central School Corporation (School Corporation), which comprises the financial position and results of operations for the period of July 1, 2013 to June 30, 2015, and the related notes to the financial statement, and have issued our report thereon dated July 12, 2016, 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 deficiency described in the accompanying Schedule of Findings and Questioned Costs as item 2015-001 to be a material weakness.

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 2015-001.

**Monroe Central School Corporation's Response to Findings**

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

**Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School Corporation's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School Corporation's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

  
Paul D. Joyce, CPA  
State Examiner

July 12, 2016

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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 CENTRAL SCHOOL CORPORATION  
STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -  
REGULATORY BASIS  
For the Years Ended June 30, 2014 and 2015

Fund	Cash and Investments			Other Financing Sources (Uses)	Cash and Investments			Other Financing Sources (Uses)	Cash and Investments
	07-01-13	Receipts	Disbursements		06-30-14	Receipts	Disbursements		
General	\$ 63,247	\$ 6,265,442	\$ 5,955,185	\$ -	\$ 373,504	\$ 6,458,136	\$ 6,257,096	\$ -	\$ 574,544
Debt Service	392,809	982,095	853,349	-	521,555	930,827	894,093	-	558,289
Retirement/Severance Bond Debt Service	344	128,052	30,671	-	97,725	134,647	144,905	-	87,467
Capital Projects	253,606	927,884	936,974	-	244,516	968,857	884,113	-	329,260
School Transportation	318,925	1,062,933	969,775	(20,595)	391,488	1,114,136	1,152,917	-	352,707
School Bus Replacement	68,247	244,095	167,442	-	144,900	250,498	397,842	-	(2,444)
Rainy Day	610,673	-	112,805	20,595	518,463	-	9,586	-	508,877
School Lunch	107,765	442,274	440,565	-	109,474	480,893	532,666	-	57,701
Textbook Rental	10,836	87,011	46,973	-	50,874	96,255	82,271	-	64,858
Repair and Replacement	-	6,676	3,049	-	3,627	10,881	9,722	-	4,786
Levy Excess	-	-	-	-	-	148	-	-	148
Educational License Plates	90	57	128	-	19	37	-	-	56
School Library Printed Material	-	200	200	-	-	-	-	-	-
Early Intervention Grant	500	-	500	-	-	-	-	-	-
Reading Recovery	225	-	225	-	-	-	-	-	-
Scholarships and Awards	-	8,499	8,499	-	-	9,254	9,254	-	-
Scholarship Fodrea	-	5,254	5,254	-	-	5,614	5,614	-	-
Economic Education Mini Grant	8,128	-	8,128	-	-	28,658	17,016	-	11,642
Gifted and Talented High Ability Grant	-	28,182	19,685	-	8,497	-	8,161	-	336
Education Technology	(8,004)	91,800	87,430	-	(3,634)	79,060	86,725	-	(11,299)
Scholarships and Awards	-	-	-	-	-	5,000	-	-	5,000
School Technology	1,823	4,739	5,431	-	1,131	3,669	2,648	-	2,152
Lights and Power Rebate	21,164	-	21,150	-	14	-	11,474	9,925	(1,535)
Insurance	(6,748)	21,450	14,702	-	-	-	-	-	-
Wellness Grant	2,180	-	2,180	-	-	-	-	-	-
Title I 2013-14	-	135,831	153,789	-	(17,958)	29,958	12,000	-	-
Title I 2008-09	12,090	13,384	25,474	-	-	147,974	150,079	-	(2,105)
Special Ed., 94-142, 2012-13, 2014-15	(14,811)	24,687	9,922	-	(46)	206,767	213,946	-	(7,225)
Special Ed., 94-142, 2013-14	-	206,159	215,260	-	(9,101)	15,082	5,981	-	-
(IDEA, Part B) LEA Capacity Building (Sliver) Grants	-	244	244	-	-	5,105	4,798	-	307
Drug Free Schools	1,367	-	1,240	-	127	-	127	-	-
Insurance Consortium Grant	6,361	-	-	-	6,361	-	6,361	-	-
Improving Teaching Quality, No Child Left, Title II, Part A 13-14	(869)	34,284	33,415	-	-	4,284	4,284	-	-
Improving Teaching Quality, No Child Left, Title II, Part A 12-13, 14-15	(3,756)	11,415	10,097	-	(2,438)	32,853	34,001	-	(3,586)
Prepaid Food	(7,600)	392	124	-	(7,332)	4,585	178	-	(2,925)
Clearing	72,542	1,683,849	1,672,864	-	83,527	1,661,354	1,676,685	-	68,196
<b>Totals</b>	<b>\$ 1,911,134</b>	<b>\$ 12,416,888</b>	<b>\$ 11,812,729</b>	<b>\$ -</b>	<b>\$ 2,515,293</b>	<b>\$ 12,684,532</b>	<b>\$ 12,614,543</b>	<b>\$ 9,925</b>	<b>\$ 2,595,207</b>

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

MONROE CENTRAL 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, the following: 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 CENTRAL SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

State sources, which 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, which 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 including, but not limited to, the following: 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 CENTRAL SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

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.

**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.

MONROE CENTRAL SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

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

**Note 5. Risk Management**

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

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

**Note 6. Pension Plans**

*A. Public Employees' Retirement Fund*

*Plan Description*

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

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

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

*Funding Policy and Annual Pension Cost*

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

MONROE CENTRAL SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

*B. Teachers' Retirement Fund*

*Plan Description*

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

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

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

*Funding Policy and Annual Pension Cost*

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

**Note 7. Cash Balance Deficits**

The financial statement contains some funds with deficits in cash. This is a result of funds being set up for reimbursable grants. The reimbursement for expenditures made by the School Corporation was not received by June 30, 2014, and June 30, 2015.

**Note 8. Restatements**

For the year ended June 30, 2014, certain changes have been made to some of the beginning balances of the financial statement to more appropriately reflect financial activity of the School Corporation. The following schedule presents a summary of restated beginning balances:

MONROE CENTRAL SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

<u>Fund Name</u>	<u>Balance as of June 30, 2013</u>	<u>Prior Period Adjustment</u>	<u>Balance as of July 1, 2013</u>
Clearing	<u>\$ -</u>	<u>\$ 72,542</u>	<u>\$ 72,542</u>

**Note 9. Holding Corporation**

The School Corporation has entered into capital leases with Monroe Central 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 2014 and 2015 totaled \$513,500 and \$561,000, respectively.

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#### OTHER INFORMATION - UNAUDITED

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

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

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

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

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	School Lunch
Cash and investments - beginning	\$ 63,247	\$ 392,809	\$ 344	\$ 253,606	\$ 318,925	\$ 68,247	\$ 610,673	\$ 107,765
Receipts:								
Local sources	26,864	982,095	128,052	629,775	778,815	159,865	-	160,358
Intermediate sources	22,276	-	-	-	-	-	-	-
State sources	6,216,302	-	-	2,849	-	-	-	4,379
Federal sources	-	-	-	-	-	-	-	277,537
Temporary loans	-	-	-	295,260	283,622	84,230	-	-
Other receipts	-	-	-	-	496	-	-	-
Total receipts	6,265,442	982,095	128,052	927,884	1,062,933	244,095	-	442,274
Disbursements:								
Instruction	4,043,710	-	-	-	-	-	-	197,896
Support services	1,715,606	6,194	-	474,566	703,048	85,944	77,516	-
Noninstructional services	195,869	-	-	-	-	-	-	209,608
Facilities acquisition and construction	-	-	-	179,499	20,446	-	35,289	33,061
Debt services	-	847,155	30,671	282,909	246,281	81,498	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	5,955,185	853,349	30,671	936,974	969,775	167,442	112,805	440,565
Excess (deficiency) of receipts over disbursements	310,257	128,746	97,381	(9,090)	93,158	76,653	(112,805)	1,709
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	20,595	-
Transfers out	-	-	-	-	(20,595)	-	-	-
Total other financing sources (uses)	-	-	-	-	(20,595)	-	20,595	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	310,257	128,746	97,381	(9,090)	72,563	76,653	(92,210)	1,709
Cash and investments - ending	\$ 373,504	\$ 521,555	\$ 97,725	\$ 244,516	\$ 391,488	\$ 144,900	\$ 518,463	\$ 109,474

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

	Textbook Rental	Repair and Replacement	Levy Excess	Educational License Plates	School Library Printed Material	Early Intervention Grant	Reading Recovery	Scholarships and Awards
Cash and investments - beginning	\$ 10,836	\$ -	\$ -	\$ 90	\$ -	\$ 500	\$ 225	\$ -
Receipts:								
Local sources	40,318	6,676	-	-	-	-	-	8,499
Intermediate sources	-	-	-	57	-	-	-	-
State sources	46,693	-	-	-	-	-	-	-
Federal sources	-	-	-	-	200	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	87,011	6,676	-	57	200	-	-	8,499
Disbursements:								
Instruction	-	-	-	128	-	500	225	-
Support services	46,973	3,049	-	-	200	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	8,499
Total disbursements	46,973	3,049	-	128	200	500	225	8,499
Excess (deficiency) of receipts over disbursements	40,038	3,627	-	(71)	-	(500)	(225)	-
Other financing sources (uses):								
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	40,038	3,627	-	(71)	-	(500)	(225)	-
Cash and investments - ending	\$ 50,874	\$ 3,627	\$ -	\$ 19	\$ -	\$ -	\$ -	\$ -

MONROE CENTRAL 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)

	Scholarship Fodrea	Economic Education Mini Grant	Gifted and Talented High Ability Grant	Education Technology	Scholarships and Awards	School Technology	Lights and Power Rebate
Cash and investments - beginning	\$ -	\$ 8,128	\$ -	\$ (8,004)	\$ -	\$ 1,823	\$ 21,164
Receipts:							
Local sources	5,254	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	28,182	91,800	-	3,617	-
Federal sources	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	1,122	-
Total receipts	<u>5,254</u>	<u>-</u>	<u>28,182</u>	<u>91,800</u>	<u>-</u>	<u>4,739</u>	<u>-</u>
Disbursements:							
Instruction	-	8,128	19,685	-	-	-	-
Support services	-	-	-	87,430	-	5,431	21,150
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	5,254	-	-	-	-	-	-
Total disbursements	<u>5,254</u>	<u>8,128</u>	<u>19,685</u>	<u>87,430</u>	<u>-</u>	<u>5,431</u>	<u>21,150</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>(8,128)</u>	<u>8,497</u>	<u>4,370</u>	<u>-</u>	<u>(692)</u>	<u>(21,150)</u>
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>-</u>	<u>(8,128)</u>	<u>8,497</u>	<u>4,370</u>	<u>-</u>	<u>(692)</u>	<u>(21,150)</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,497</u>	<u>\$ (3,634)</u>	<u>\$ -</u>	<u>\$ 1,131</u>	<u>\$ 14</u>

MONROE CENTRAL 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)

	Insurance	Wellness Grant	Title I 2013-14	Title I 2008-09	Special Ed., 94-142, 2012-13, 2014-15	Special Ed., 94-142, 2013-14	(IDEA, Part B) LEA Capacity Building (Sliver) Grants
Cash and investments - beginning	\$ (6,748)	\$ 2,180	\$ -	\$ 12,090	\$ (14,811)	\$ -	\$ -
Receipts:							
Local sources	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	-	135,831	13,384	24,687	206,159	244
Temporary loans	-	-	-	-	-	-	-
Other receipts	21,450	-	-	-	-	-	-
Total receipts	21,450	-	135,831	13,384	24,687	206,159	244
Disbursements:							
Instruction	-	100	139,598	24,650	9,922	215,260	-
Support services	-	2,080	14,191	824	-	-	244
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	14,702	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	14,702	2,180	153,789	25,474	9,922	215,260	244
Excess (deficiency) of receipts over disbursements	6,748	(2,180)	(17,958)	(12,090)	14,765	(9,101)	-
Other financing sources (uses):							
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	6,748	(2,180)	(17,958)	(12,090)	14,765	(9,101)	-
Cash and investments - ending	\$ -	\$ -	\$ (17,958)	\$ -	\$ (46)	\$ (9,101)	\$ -

MONROE CENTRAL 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)

	Drug Free Schools	Insurance Consortium Grant	Improving Teaching Quality, No Child Left, Title II, Part A 13-14	Improving Teaching Quality, No Child Left, Title II, Part A 12-13, 14-15	Prepaid Food	Clearing	Totals
Cash and investments - beginning	\$ 1,367	\$ 6,361	\$ (869)	\$ (3,756)	\$ (7,600)	\$ 72,542	\$ 1,911,134
Receipts:							
Local sources	-	-	-	-	-	-	2,926,571
Intermediate sources	-	-	-	-	-	-	22,333
State sources	-	-	-	-	-	-	6,393,822
Federal sources	-	-	34,284	11,415	-	-	703,741
Temporary loans	-	-	-	-	-	-	663,112
Other receipts	-	-	-	-	392	1,683,849	1,707,309
Total receipts	-	-	34,284	11,415	392	1,683,849	12,416,888
Disbursements:							
Instruction	1,240	-	33,415	10,097	-	-	4,704,554
Support services	-	-	-	-	-	-	3,244,446
Noninstructional services	-	-	-	-	-	-	405,477
Facilities acquisition and construction	-	-	-	-	-	-	282,997
Debt services	-	-	-	-	-	-	1,488,514
Nonprogrammed charges	-	-	-	-	124	1,672,864	1,686,741
Total disbursements	1,240	-	33,415	10,097	124	1,672,864	11,812,729
Excess (deficiency) of receipts over disbursements	(1,240)	-	869	1,318	268	10,985	604,159
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	20,595
Transfers out	-	-	-	-	-	-	(20,595)
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,240)	-	869	1,318	268	10,985	604,159
Cash and investments - ending	\$ 127	\$ 6,361	\$ -	\$ (2,438)	\$ (7,332)	\$ 83,527	\$ 2,515,293

MONROE CENTRAL SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended June 30, 2015

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	School Lunch
Cash and investments - beginning	\$ 373,504	\$ 521,555	\$ 97,725	\$ 244,516	\$ 391,488	\$ 144,900	\$ 518,463	\$ 109,474
Receipts:								
Local sources	25,655	930,827	134,647	652,759	774,685	166,477	-	170,800
Intermediate sources	5,766	-	-	-	-	-	-	-
State sources	6,426,715	-	-	3,127	-	-	-	4,178
Federal sources	-	-	-	-	-	-	-	305,915
Temporary loans	-	-	-	312,971	339,436	84,021	-	-
Other receipts	-	-	-	-	15	-	-	-
Total receipts	6,458,136	930,827	134,647	968,857	1,114,136	250,498	-	480,893
Disbursements:								
Instruction	4,120,004	-	-	-	-	-	-	231,492
Support services	1,940,084	4,651	-	323,600	756,053	314,573	3,781	-
Noninstructional services	197,008	-	-	-	-	-	-	248,037
Facilities acquisition and construction	-	-	-	250,486	61,041	-	5,805	53,137
Debt services	-	889,442	144,905	310,027	335,823	83,269	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	6,257,096	894,093	144,905	884,113	1,152,917	397,842	9,586	532,666
Excess (deficiency) of receipts over disbursements	201,040	36,734	(10,258)	84,744	(38,781)	(147,344)	(9,586)	(51,773)
Other financing sources (uses):								
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	201,040	36,734	(10,258)	84,744	(38,781)	(147,344)	(9,586)	(51,773)
Cash and investments - ending	\$ 574,544	\$ 558,289	\$ 87,467	\$ 329,260	\$ 352,707	\$ (2,444)	\$ 508,877	\$ 57,701

MONROE CENTRAL SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended June 30, 2015  
 (Continued)

	Textbook Rental	Repair and Replacement	Levy Excess	Educational License Plates	School Library Printed Material	Early Intervention Grant	Reading Recovery	Scholarships and Awards
Cash and investments - beginning	\$ 50,874	\$ 3,627	\$ -	\$ 19	\$ -	\$ -	\$ -	\$ -
Receipts:								
Local sources	50,661	10,881	-	-	-	-	-	9,254
Intermediate sources	-	-	-	37	-	-	-	-
State sources	45,594	-	148	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	96,255	10,881	148	37	-	-	-	9,254
Disbursements:								
Instruction	-	-	-	-	-	-	-	-
Support services	82,271	9,722	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	9,254
Total disbursements	82,271	9,722	-	-	-	-	-	9,254
Excess (deficiency) of receipts over disbursements	13,984	1,159	148	37	-	-	-	-
Other financing sources (uses):								
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	13,984	1,159	148	37	-	-	-	-
Cash and investments - ending	\$ 64,858	\$ 4,786	\$ 148	\$ 56	\$ -	\$ -	\$ -	\$ -

MONROE CENTRAL SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended June 30, 2015  
 (Continued)

	Scholarship Fodrea	Economic Education Mini Grant	Gifted and Talented High Ability Grant	Education Technology	Scholarships and Awards	School Technology	Lights and Power Rebate
Cash and investments - beginning	\$ -	\$ -	\$ 8,497	\$ (3,634)	\$ -	\$ 1,131	\$ 14
Receipts:							
Local sources	5,614	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	28,658	-	79,060	-	3,669	-
Federal sources	-	-	-	-	5,000	-	-
Temporary loans	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	5,614	28,658	-	79,060	5,000	3,669	-
Disbursements:							
Instruction	-	17,016	8,161	-	-	-	-
Support services	-	-	-	86,725	-	2,648	11,474
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	5,614	-	-	-	-	-	-
Total disbursements	5,614	17,016	8,161	86,725	-	2,648	11,474
Excess (deficiency) of receipts over disbursements	-	11,642	(8,161)	(7,665)	5,000	1,021	(11,474)
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	9,925
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	9,925
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	11,642	(8,161)	(7,665)	5,000	1,021	(1,549)
Cash and investments - ending	\$ -	\$ 11,642	\$ 336	\$ (11,299)	\$ 5,000	\$ 2,152	\$ (1,535)

MONROE CENTRAL SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended June 30, 2015  
 (Continued)

	Insurance	Wellness Grant	Title I 2013-14	Title I 2008-09	Special Ed., 94-142, 2012-13, 2014-15	Special Ed., 94-142, 2013-14	(IDEA, Part B) LEA Capacity Building (Sliver) Grants
Cash and investments - beginning	\$ -	\$ -	\$ (17,958)	\$ -	\$ (46)	\$ (9,101)	\$ -
Receipts:							
Local sources	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	-	29,958	147,974	206,767	15,082	5,105
Temporary loans	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	-	-	29,958	147,974	206,767	15,082	5,105
Disbursements:							
Instruction	-	-	16,177	130,079	213,946	5,981	2,423
Support services	-	-	(4,177)	20,000	-	-	2,375
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	-	-	12,000	150,079	213,946	5,981	4,798
Excess (deficiency) of receipts over disbursements	-	-	17,958	(2,105)	(7,179)	9,101	307
Other financing sources (uses):							
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	-	-	17,958	(2,105)	(7,179)	9,101	307
Cash and investments - ending	\$ -	\$ -	\$ -	\$ (2,105)	\$ (7,225)	\$ -	\$ 307

MONROE CENTRAL SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended June 30, 2015  
 (Continued)

	Drug Free Schools	Insurance Consortium Grant	Improving Teaching Quality, No Child Left, Title II, Part A 13-14	Improving Teaching Quality, No Child Left, Title II, Part A 12-13, 14-15	Prepaid Food	Clearing	Totals
Cash and investments - beginning	\$ 127	\$ 6,361	\$ -	\$ (2,438)	\$ (7,332)	\$ 83,527	\$ 2,515,293
Receipts:							
Local sources	-	-	-	-	-	-	2,932,260
Intermediate sources	-	-	-	-	-	-	5,803
State sources	-	-	-	-	-	-	6,591,149
Federal sources	-	-	4,284	32,853	-	-	752,938
Temporary loans	-	-	-	-	-	-	736,428
Other receipts	-	-	-	-	4,585	1,661,354	1,665,954
Total receipts	-	-	4,284	32,853	4,585	1,661,354	12,684,532
Disbursements:							
Instruction	127	-	4,284	34,001	-	-	4,783,691
Support services	-	6,361	-	-	-	-	3,560,141
Noninstructional services	-	-	-	-	-	-	445,045
Facilities acquisition and construction	-	-	-	-	-	-	370,469
Debt services	-	-	-	-	-	-	1,763,466
Nonprogrammed charges	-	-	-	-	178	1,676,685	1,691,731
Total disbursements	127	6,361	4,284	34,001	178	1,676,685	12,614,543
Excess (deficiency) of receipts over disbursements	(127)	(6,361)	-	(1,148)	4,407	(15,331)	69,989
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	9,925
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	9,925
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(127)	(6,361)	-	(1,148)	4,407	(15,331)	79,914
Cash and investments - ending	\$ -	\$ -	\$ -	\$ (3,586)	\$ (2,925)	\$ 68,196	\$ 2,595,207

MONROE CENTRAL SCHOOL CORPORATION  
SCHEDULE OF LEASES AND DEBT  
June 30, 2015

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Monroe Central School Building Corporation	Energy Savings Project	\$ 146,000	1/15/2011	1/15/2026
Monroe Central School Building Corporation	Project 2013	64,300	1/15/2014	1/15/2028
Monroe Central School Building Corporation	Renovation Project	<u>367,500</u>	1/1/2009	1/15/2024
Total governmental activities		<u>577,800</u>		
Total of annual lease payments		<u>\$ 577,800</u>		

Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:			
General obligation bonds	Severance Bond	\$ 1,095,000	\$ 145,808
Tax anticipation warrants	Tax Anticipation	542,364	546,616
Notes and loans payable	Veterans Memorial	24,150	9,902
Notes and loans payable	Common School Construct/Tech Loans	<u>1,794,395</u>	<u>297,168</u>
Total governmental activities		<u>3,455,909</u>	<u>999,494</u>
Totals		<u>\$ 3,455,909</u>	<u>\$ 999,494</u>

MONROE CENTRAL SCHOOL CORPORATION  
 SCHEDULE OF CAPITAL ASSETS  
 June 30, 2015

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	\$ 389,633
Infrastructure	101,484
Buildings	14,472,889
Improvements other than buildings	1,259,463
Machinery, equipment, and vehicles	3,295,727
Construction in progress	7,271
Total governmental activities	19,526,467
Total capital assets	\$ 19,526,467

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SUPPLEMENTAL AUDIT OF  
FEDERAL AWARDS



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

TO: THE OFFICIALS OF THE MONROE CENTRAL SCHOOL  
CORPORATION, RANDOLPH COUNTY, INDIANA

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

We have audited the Monroe Central 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, 2013 to June 30, 2015. The School Corporation's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

***Management's Responsibility***

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

***Auditor's Responsibility***

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

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

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

In our opinion, the School Corporation complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the period of July 1, 2013 to June 30, 2015.

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

**Other Matters**

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2015-002 and 2015-004. Our opinion on each major federal program is not modified with respect to these matters.

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

**Report on Internal Control over Compliance**


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

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

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as items 2015-002, 2015-003, and 2015-004 to be material weaknesses.

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

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

  
Paul D. Joyce, CPA  
State Examiner

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND ACCOMPANYING NOTES

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

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MONROE CENTRAL SCHOOL CORPORATION  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the Years Ended June 30, 2014 and 2015

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 06-30-14	Total Federal Awards Expended 06-30-14	Pass-Through To Subrecipient 06-30-15	Total Federal Awards Expended 06-30-15
<u>Department of Agriculture</u>							
Child Nutrition Cluster							
School Breakfast Program							
	Indiana Department of Education	10.553					
			14-6820	\$ -	\$ 42,468	\$ -	\$ -
			15-6820	-	-	-	51,238
Total - School Breakfast Program				-	42,468	-	51,238
National School Lunch Program							
	Indiana Department of Education	10.555					
			14-6820	-	229,219	-	-
			15-6820	-	-	-	245,364
Commodities				-	32,151	-	32,611
Total - National School Lunch Program				-	261,370	-	277,975
Summer Food Service Program							
	Indiana Department of Education	10.559					
			14-6820	-	5,850	-	-
			15-6820	-	-	-	9,313
Total - Summer Food Service Program				-	5,850	-	9,313
Total - Child Nutrition Cluster				-	309,688	-	338,526
Total - Department of Agriculture				-	309,688	-	338,526
<u>Department of Education</u>							
Title I, Part A Cluster							
Title I Grants to Local Educational Agencies							
	Indiana Department of Education	84.010					
			13-6820	-	13,384	-	-
			14-6820	-	135,831	-	29,958
			15-6820	-	-	-	147,974
Total - Title I, Part A Cluster				-	149,215	-	177,932
Special Education Cluster (IDEA)							
Special Education_Grants to States							
	Indiana Department of Education	84.027					
			14213-066-PN01	-	24,687	-	46
			14214-066-PN01	-	206,159	-	15,082
			14215-066-PN01	-	-	-	206,721
			99914-066-PN01	-	244	-	5,105
Total - Special Education_Grants to States				-	231,090	-	226,954
Total - Special Education Cluster (IDEA)				-	380,305	-	404,886
Improving Teacher Quality State Grants							
	Indiana Department of Education	84.367					
			11-6820	-	869	-	-
			12-6820	-	11,415	-	4,673
			13-6820	-	33,415	-	4,284
			14-6820	-	-	-	28,180
Total - Improving Teacher Quality State Grants				-	45,699	-	37,137
Total - Department of Education				-	426,004	-	442,023
Total federal awards expended				\$ -	\$ 735,692	\$ -	\$ 780,549

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

MONROE CENTRAL SCHOOL CORPORATION  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

**Note 1. Basis of Presentation**

The accompanying Schedule of Expenditures of Federal Awards (SEFA) includes the federal grant activity of the School Corporation under programs of the federal government for the years ended June 30, 2014 and 2015. The information in the SEFA is presented in accordance with the requirements of the Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the SEFA presents only a select portion of the operations of the School Corporation, it is not intended to and does not present the financial position of the School Corporation.

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. Summary of Significant Accounting Policies**

Expenditures reported on the SEFA are reported on the cash basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles in OMB Circular A-133, *Cost Principles for State, Local, and Indian Tribal Governments*, or the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowed or are limited as to reimbursement. When federal grants are received on a reimbursement basis, the federal awards are considered expended when the reimbursement is received.



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

2. National School Lunch Program expenditures were overstated by \$126,470 and \$133,836 in the 2013-2014 and 2014-2015 school years, respectfully.
3. Summer Food Service Program expenditures were overstated by \$348 and \$549 in the 2013-2014 and 2014-2015 school years, respectfully.
4. Special Education\_ Grants to States expenditures were understated by \$244 and \$5,104 in the 2013-2014 and 2014-2015 school years, respectfully.
5. Title I Grants to Local Educational Agencies expenditures were understated by \$149,215 and \$29,958 in the 2013-2014 and 2014-2015 school years, respectfully.

Audit adjustments for the above referenced items were proposed, accepted by the School Corporation, and made to the SEFA. These adjustments resulted in a presentation of the SEFA that is materially correct in relation to the financial statement.

*Criteria*

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 CENTRAL 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."

*Cause*

Management had not established a system of internal control that would ensure proper reporting of the SEFA.

*Effect*

Without a proper system of internal control in place that operates effectively, misstatements of the SEFA could have remained undetected. The SEFA contained the errors identified in the *Condition*.

*View of Responsible Officials*

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

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

**FINDING 2015-002 - SUSPENSION AND DEBARMENT**

Federal Agency: Indiana Department of Education

Federal Program: Special Education\_Grants to States

CFDA Number: 84.027

Federal Award Numbers and Years (or Other Identifying Numbers): 14213-066-PN01, 14214-066-PN01,  
14215-066-PN01, 99914-066-PN01

Pass-Through Entity: Indiana Department of Education

*Condition*

The School Corporation was a member of the Greater Randolph Inter-local Cooperative (GRIC), and the School Corporation provided oversight of GRIC through the School Corporation Superintendent who served as a member of the GRIC Board. However, GRIC had not established an effective internal control system in relation to the Suspension and Debarment compliance requirement.

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

*Context*

The entities selected to provide services to GRIC were not checked against the System for Award Management, nor were they required to certify that they were not suspended or debarred from doing work paid for by federal funds, nor was a clause or condition added to the covered transaction.

*Criteria*

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. . . ."

2 CFR 180.300 states:

"When you enter into a covered transaction with another person at the next lower tier, you must verify that the person with whom you intend to do business is not excluded or disqualified. You do this by:

- (a) Checking SAM Exclusions; or
- (b) Collecting a certification from that person; or
- (c) Adding a clause or condition to the covered transaction with that person."

*Cause*

Management had not developed a system of internal controls that segregated key functions.

*Effect*

The failure to establish internal controls enabled material noncompliance to go undetected. Noncompliance of the grant agreement or the compliance requirement could have resulted in the loss of federal funds to the School Corporation.

*Questioned Costs*

There were no questioned costs identified.

*Recommendation*

We recommended that management of GRIC and the School Corporation's management establish controls related to the grant agreement and compliance requirement listed above.

*Views of Responsible Officials*

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

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

***FINDING 2015-003 - ELIGIBILITY***

Federal Agency: Department of Agriculture

Federal Programs: School Breakfast Program, National School Lunch Program,  
Summer Food Service Program for Children

CFDA Numbers: 10.553, 10.555, 10.559

Federal Award Numbers and Years (or Other Identifying Numbers): FY13-14, FY14-15

Pass-Through Entity: Indiana Department of Education

*Condition*

Management of the School Corporation had not established an effective internal control system, which would include segregation of duties, related to the grant agreement and the Eligibility compliance requirement.

*Context*

There were no controls in place to ensure that the School Corporation notified parents of the approval or denial of their applications. The Indiana Department of Education performed a review of all students receiving benefits for the audit period. There was no segregation of duties, such as oversight, review, or approval process.

*Criteria*

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. . . ."

*Cause*

Management had not developed a system of internal controls that segregated key functions.

*Effect*

The failure to establish internal controls could have enabled material noncompliance to go undetected. Noncompliance of the grant agreement or the compliance requirement could have resulted in the loss of federal funds to the School Corporation. A lack of segregation of duties within an internal control system could have also allowed noncompliance with the compliance requirement and allowed the misuse and mismanagement of federal funds and assets by not having proper oversight, reviews, and approvals over the activities of the programs.

*Questioned Costs*

There were no questioned costs identified.

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

*Recommendation*

We recommended that the School Corporation's management establish controls, including segregation of duties, related to the grant agreement and the compliance requirement listed above that have a direct and material effect on the programs.

*Views of Responsible Officials*

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

**FINDING 2015-004 - SUSPENSION AND DEBARMENT**

Federal Agency: Department of Agriculture

Federal Programs: School Breakfast Program, National School Lunch Program,  
Summer Food Service Program for Children

CFDA Numbers: 10.553, 10.555, 10.559

Federal Award Numbers and Years (or Other Identifying Numbers): FY13-14, FY14-15

Pass-Through Entity: Indiana Department of Education

*Condition*

Management of the School Corporation had not established an effective internal control system, which would include segregation of duties, related to the grant agreement and the Suspension and Debarment compliance requirement.

*Context*

The School Corporation had not designed or implemented adequate policies and procedures to ensure compliance with the Suspension and Debarment requirements. The School Corporation did not have controls in place to ensure that a search of the System for Award Management was conducted; that certification from the vendor was collected, or that a clause or condition was added to the contract. There was no segregation of duties, such as oversight, review, or an approval process.

*Criteria*

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. . . ."

2 CFR 180.300 states:

"When you enter into a covered transaction with another person at the next lower tier, you must verify that the person with whom you intend to do business is not excluded or disqualified. You do this by:

- (a) Checking the SAM Exclusions; or

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

- (b) Collecting a certification from that person; or
- (c) Adding a clause or condition to the covered transaction with that person."

*Cause*

Management had not developed a system of internal controls that segregated key functions.

*Effect*

The failure to establish internal controls enabled material noncompliance to go undetected. Noncompliance of the grant agreement or the compliance requirement could have resulted in the loss of federal funds to the School Corporation.

*Questioned Costs*

There were no questioned costs identified.

*Recommendation*

We recommended that the School Corporation's management establish controls, including segregation of duties, related to the grant agreement and the compliance requirement listed above that have a direct and material effect on the programs.

*Views of Responsible Officials*

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

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AUDITEE-PREPARED DOCUMENT

The subsequent document was provided by management of the School Corporation. The document is presented as intended by the School Corporation.



# Monroe Central School Corporation

1918 North CR 1000 West  
Parker City, Indiana 47368  
765-468-6868 765-468-6578 FAX

## Corrective Action Plan

### Finding 2015-001 -

**Contact Person for Corrective Action:** Diana Dull, Corporation Treasurer

**Contact Number:** 765-468-6868 ext. 2202

### Views of Responsible Official:

This finding is based on reports that were required to be completed by the Corporation Treasurer for the first time on Gateway for the first year of this audit. It is our opinion that not enough guidance was given to complete this report in the correct manner. Where the report requested information on expenditures the Auditor informed us it was asking for what we received, which we feel is a contradiction in terminology which leads to the over statement in many of the programs. It was also during this period that it was the responsibility of the interlocal to report some of the Federal awards but after they were audited it was determined that we should have been reporting those dollars instead. We feel this was out of our control. We feel these reports were done to the best of our ability with the knowledge we had at the time, but will take corrective action to complete this reporting in the manner required in the future.

### Description of Corrective Action:

When the Corporation Treasurer prepares the information to be recorded on the SEFA portion of the Annual Financial Report on Gateway, all Federal grants will be reported by:

1. Listing individual Federal programs by Federal agency. For Federal programs included in a cluster of programs, list individual federal programs within a cluster of programs. Total Federal awards expended shall be shown either by individual award or by Federal agency.
2. Federal awards received as a subrecipient, the name of the pass-through entity and identifying number assigned by the pass-through entity shall be included.
3. Provide total Federal awards expended for each individual Federal program and the CFDA number or other identifying number when the CFDA information is not available.
4. The information will be reviewed by the Treasurer and then the Deputy Treasurer to insure that all information is correctly reported.
5. All federal dollars "expended" (received) will be reported in only those years received.

**Anticipated Completion Date:** August 15, 2016

Amia Bell

(Signature)

Corporation Pres.

(Title)

7/12/16

(Date)



# Monroe Central School Corporation

1918 North CR 1000 West  
Parker City, Indiana 47368  
765-468-6868 765-468-6578 FAX

## Corrective Action Plan

**Finding 2015-002 -**

**Contact Person for Corrective Action:** Adrian Moulton, Superintendent

**Contact Number:** 765-468-6868 ext. 2201

**Views of Responsible Official:**

**Description of Corrective Action:**

The Board of Greater Randolph Interlocal Cooperative decided, going forward, that Greater Randolph Interlocal Cooperative will no longer retain any funds (other than PreSchool Funds) to pay vendors/contractors on our behalf.


If that should change in the future, the Treasurer of Greater Randolph Interlocal Cooperative is aware that she must verify that vendors/contractors are not "suspended", "debarred", or "otherwise excluded".


PreSchool funds are currently used solely for employee expenditures.

**Anticipated Completion Date:**

**July 12, 2016**

  
\_\_\_\_\_  
(Signature)

  
\_\_\_\_\_  
(Title)

  
\_\_\_\_\_  
(Date)



# Monroe Central School Corporation

1918 North CR 1000 West  
Parker City, Indiana 47368  
765-468-6868 765-468-6578 FAX

## **Corrective Action Plan**

### **Finding 2015-003 -**

**Contact Person for Corrective Action:** Patsy Winans, Food Service Director

**Contact Number:** 765-468-6868 ext. 2204

### **Views of Responsible Official:**

- The Auditor brought to my attention that he could not find any copies of letters that were sent to parents/guardians for areas such as applications results, negative balances, requesting monies owed, etc.

I told him that I had not been trained or told to keep a copy of any letters that I had sent home. When going through training I was shown where to re-print letters but not to keep a copy on file of them.

### **Description of Corrective Action:**

- I will keep a copy of all letters that I will be sending to parent/guardians concerning students, eligibility and food service area.

### **Anticipated Completion Date:**

- I will start keeping a copy of all letters being sent home regarding students, eligibility and food service area immediately.

Patricia Winans

(Signature)

Food Service Director

(Title)

7/12/14

(Date)



# Monroe Central School Corporation

1918 North CR 1000 West  
Parker City, Indiana 47368  
765-468-6868 765-468-6578 FAX

## **Corrective Action Plan**

### **Finding 2015-004 -**

**Contact Person for Corrective Action:** Patsy Winans, Food Service Director

**Contact Number:** 765-468-6868 ext. 2204

### **Views of Responsible Official:**

- The Auditors spoke with me during our Audit explaining that I had no record of checking on our milk and bread vendors to see if they were suspended or debarred.

I told them this was not something I knew I was supposed to be doing. I also shared that I had not had "my turn" at getting the bids from milk and bread vendors since I was asked to take this position over.

They explained the process of what needs to be done and what I will need to keep a copy of for proof of doing the check on the vendors.

### **Description of Corrective Action:**

- I will either request the vendor to send Form # 1624 along with their paperwork or I will go online and check their information myself. I will keep proof that I have checked the vendor such as the form requested or a screen print with date and time of the information online.

### **Anticipated Completion Date:**

- I have made note of what I need to have on file pertaining to our vendors and will follow through as it is "my turn" to do the bid requesting.

Patricia Winters

(Signature)

Food Service Director

(Title)

7/12/14

(Date)

#### OTHER REPORTS

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