

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
MARION COUNTY, INDIANA

July 1, 2013 to June 30, 2015



FILED
12/29/2016

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Linda J. Searles	07-01-13 to 12-31-16
Superintendent of Schools	Nathaniel Jones	07-01-13 to 06-30-17
President of the School Board	Regina Randolph Larry Metzler Regina Randolph	01-01-13 to 12-31-14 01-01-15 to 12-31-15 01-01-16 to 12-31-16



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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE METROPOLITAN SCHOOL DISTRICT OF
PIKE TOWNSHIP, MARION COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of the Metropolitan School District of Pike Township (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, 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 November 15, 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

November 15, 2016



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

TO: THE OFFICIALS OF THE METROPOLITAN SCHOOL DISTRICT OF
PIKE TOWNSHIP, MARION 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 Metropolitan School District of Pike Township (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 November 15, 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 a deficiency in internal control over financial reporting that we consider to be a material weakness.

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

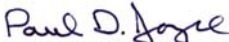
As part of obtaining reasonable assurance about whether the School Corporation's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material 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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Metropolitan School District of Pike Township's Response to Findings

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

Purpose of This Report

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


Paul D. Joyce, CPA
State Examiner

November 15, 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.

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
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 07-01-13		Other Financing Sources (Uses)		Cash and Investments 06-30-14		Other Financing Sources (Uses)		Cash and Investments 06-30-15	
	Receipts	Disbursements	Receipts	Disbursements	Receipts	Disbursements	Receipts	Disbursements	Receipts	Disbursements
General	\$ 5,593,885	\$ 73,421,713	\$ 73,345,716	\$ 471,775	\$ 6,141,657	\$ 74,284,500	\$ 72,119,256	\$ 594,297	\$ 8,901,198	
Referendum Tax Levy	6,504,701	3,819,395	9,286,700	-	1,037,396	433,146	1,470,920	378	-	
Debt Service	1,560,056	9,403,359	7,255,831	(182,505)	3,525,079	14,883,800	12,902,382	(642,414)	4,864,083	
Retirement/Severance Bond Debt Service	337,398	906,838	834,225	-	410,011	886,038	829,641	(37,427)	428,981	
Capital Projects	13,535,239	15,476,362	10,648,338	489,900	18,853,163	13,838,507	23,989,719	314,714	9,016,665	
School Transportation	2,013,529	7,868,647	8,739,423	4,122	1,146,875	7,264,250	8,512,502	175,754	74,377	
School Bus Replacement	(581,316)	1,385,834	1,463,893	400	(658,975)	1,322,132	1,428,449	28,602	(736,690)	
Rainy Day	10,000,000	-	-	-	10,000,000	-	-	-	10,000,000	
New Guion Creek Elementary	908,464	-	591,081	-	317,383	6	317,389	-	-	
CPES Construction - Phase 1	5,956,730	5,229	5,611,499	-	350,460	186	350,646	-	-	
District Wide Project - Phase 1	5,998,297	1,263	5,999,560	-	-	-	-	-	-	
CPES Construction - Phase 2	(1,041,544)	10,395	8,146,139	9,999,999	822,711	368	823,079	-	-	
District Wide Project - Phase 2	(16,139)	17,575	2,429,130	11,997,479	9,569,785	24,028	5,669,505	-	3,924,308	
ECES Construction - Phase 1	(141,344)	-	585,607	-	(726,951)	9,746	6,073,144	9,954,910	3,164,561	
ECES Construction - Phase 2	-	-	-	-	-	-	884,010	-	(884,010)	
School Lunch	2,523,784	5,844,233	5,848,067	118,544	2,638,494	6,448,666	6,614,024	132,943	2,606,079	
Textbook Rental	761,183	843,355	1,057,353	182,655	729,840	1,015,224	457,670	-	1,287,394	
Self-Insurance	8,656,153	14,287,084	15,359,994	-	7,583,243	15,280,857	15,650,426	-	7,213,674	
Child Care Program	175,865	1,228,534	1,038,624	-	365,775	1,231,988	1,381,546	-	216,217	
Early Childhood Program	5,798	196,907	151,779	-	50,926	192,000	206,390	-	36,536	
Alternative Education	-	91,800	91,800	-	-	110,550	110,550	-	-	
SAFE School Haven	-	-	-	-	-	10,438	10,476	-	(38)	
Charles Brooks PHS	-	5,433	775	-	4,658	-	575	-	4,083	
L.I.F.T. Foundation	21,000	62,000	67,500	-	15,500	-	15,500	-	-	
Professional Development	8,397	3,644	6,133	-	5,908	7,716	3,731	-	9,893	
PHS/PFC Library Fund Grant	59	21,250	21,198	-	111	21,250	21,322	-	39	
CICF Grants	866	-	866	-	-	-	-	-	-	
Superintendents Scholarship Fund	42,326	11,295	8,750	-	44,871	14,736	23,710	-	35,897	
Performing Arts Center	5,720	-	152,097	236,670	90,293	-	140,775	224,924	174,442	
PHS Performing Arts	-	10,500	4,800	-	5,700	-	2,876	-	2,824	
Instructional Support Donations	17,413	54,458	49,182	-	22,689	39,340	39,405	-	22,624	
Lilly Endowment Grants	6,521	7,500	7,193	-	6,828	7,500	6,938	-	7,390	
District Athletic Fund	17,762	6,187	19,237	-	4,712	13,208	11,352	-	6,568	
Swim Club - PHS	17,856	9,295	11,452	-	15,699	-	1,240	-	14,459	
Pike Youth Basketball	2,497	14,890	13,108	-	4,279	12,685	12,502	-	4,462	
Pike Youth Football	-	175	175	-	-	-	-	-	-	
Pike Indy Hoops Basketball	-	2,572	2,570	-	2	705	622	-	85	
Scholarships and Awards	2,223	300	500	-	2,023	-	-	-	2,023	
Danny Elsharaiha Scholarship Fund	15,875	-	4,000	-	11,875	-	3,000	-	8,875	
Weldon Morgan Scholarship Fund	-	2,951	300	-	2,651	-	-	-	2,651	
PTEF Grants	127	30,082	30,209	-	-	-	-	-	-	
Scrap Metal Facilities	3,232	2,092	1,108	-	4,216	2,067	5,802	-	481	
Donations For Security	745	272	315	-	702	896	176	-	1,422	
Lost Library Book	5,992	2,516	1,243	-	7,265	3,986	971	-	10,280	
Student Success Grant	-	51,302	62,837	-	(11,535)	63,402	59,646	-	(7,779)	
Vending	75,754	2,759	8,499	-	70,014	1	4,992	-	65,023	
High Abilities Grant	23,745	78,019	56,249	-	45,515	72,581	90,976	-	27,120	
High Abilities Making A Difference	-	8,876	8,876	-	-	-	-	-	-	

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

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

Fund	Cash and Investments 07-01-13	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-14	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-15
Medicaid Reimbursement	61,424	78,246	98,266	-	41,404	80,041	71,118	-	50,327
Non-English Speaking Programs P.L. 273-1999	38,021	163,915	171,421	-	30,515	171,588	186,196	-	15,907
School Technology	584,679	265,737	733,080	-	117,336	338,373	69,128	-	386,581
Performance Based Awards	-	-	62,340	-	(62,340)	282,112	210,000	-	9,772
Disability Determination	1,310	28	1,324	-	14	42	-	-	56
Project Lead the Way	-	-	-	-	-	30,000	23,515	-	6,485
GQE Remediation	116,848	60,884	70,828	-	106,904	76,565	106,905	-	76,564
Remediation ISTEP	83,663	39,898	77,722	-	45,839	39,815	37,356	-	48,298
Smaller Learning Communities	(12,830)	44,190	31,360	-	-	-	-	-	-
Counseling Program	(21,059)	362,637	354,294	-	(12,716)	382,042	389,019	-	(19,693)
Title I 2013-2014	(308,273)	3,554,530	3,551,277	-	(305,020)	2,913,996	2,870,285	-	(261,309)
Stewart Homeless Assistance Act	(44,191)	93,957	52,491	-	(2,725)	23,270	23,757	-	(3,212)
Special Ed Part B	(266,407)	2,594,665	2,529,531	-	(201,273)	2,304,625	2,297,910	-	(194,558)
Special Ed Preschool	(7,023)	66,864	64,362	-	(4,521)	62,500	62,626	-	(4,647)
Technology Assistance	-	-	-	-	-	16,768	16,768	-	-
PEP Grant	(18,698)	577,370	567,621	-	(8,949)	215,648	206,699	-	-
Project Prevention	-	-	-	-	-	103,015	118,520	-	(15,505)
Peer Friends	37,690	5,395	12,928	-	30,157	6,110	16,048	-	20,219
BVP - Bulletproof Vest Award	-	-	-	-	-	1,649	1,649	-	-
Signage - District	2,847	-	-	-	2,847	-	-	-	2,847
Vocational and Technical Board Grants	-	-	-	-	-	1,005,728	1,053,652	-	(47,924)
21st Century Learning Center	(2,728)	264,325	272,597	-	(11,000)	180,720	232,349	-	(62,629)
21st Century Community Learning Center	(30,515)	300,193	310,533	-	(40,855)	57,948	17,093	-	-
21st Century / Cohort 5	-	-	-	-	-	155,848	246,523	-	(90,675)
Initiative 13	-	-	-	-	-	1,000	135	-	865
Improving Teaching Quality, No Child Left, Title II, Part A	(36,982)	181,196	170,032	-	(25,818)	219,531	204,393	-	(10,680)
Title III - Language Instruction	(22,841)	221,280	222,263	-	(23,824)	220,347	217,641	-	(21,118)
Title III PD 14-15	-	-	-	-	-	6,984	6,984	-	-
Title III WIDA	-	-	-	-	-	7,067	7,067	-	-
Title II/B Science Initiative	(51,047)	143,773	108,763	-	(16,037)	175,133	187,467	-	(28,371)
Title II/B Math Initiative	(43,627)	55,545	11,918	-	-	-	-	-	-
Coke Fund	222,496	26,006	30,321	-	218,181	28,741	31,867	-	215,055
Elementary Skates	379	-	-	-	379	-	-	-	379
American Express	-	-	-	-	-	65	-	-	65
Warehouse	139,815	531,489	580,650	-	90,654	629,552	596,826	-	123,380
Refunds & Adjustments	(1,912)	15,697	12,934	-	851	421,968	421,907	-	912
Clearing Account	792,448	19,071,477	18,624,474	-	1,239,451	19,468,647	19,950,503	-	757,595
Totals	\$ 64,232,336	\$ 163,916,188	\$ 187,747,261	\$ 23,319,039	\$ 63,720,302	\$ 167,123,941	\$ 190,129,741	\$ 10,746,681	\$ 51,461,183

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

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
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.

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
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.

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:

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

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
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.

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 4. Deposits and Investments

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

State statutes authorize the School Corporation to invest in securities including, but not limited to, 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

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
NOTES TO FINANCIAL STATEMENT
(Continued)

Funding Policy and Annual Pension Cost

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

B. Teachers' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

Note 7. Cash Balance Deficits

The financial statement contains some funds with deficits in cash. For some funds, this is a result of expending funds prior to receipt of funding for construction projects. For other funds, it is a result of the funds being set up for reimbursable grants. The reimbursements for expenditures made by the School Corporation were not received by June 30, 2014 and 2015.

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 8. *Holding Corporation*

The School Corporation has entered into various capital leases with Pike Township Multi-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 2013-2014 and 2014-2015 school years totaled \$7,500,000 and \$8,971,500, 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://www.doe.in.gov/finance/school-financial-reports>. 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 School Corporation's Financial Reports 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.

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2014

	General	Referendum Tax Levy	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day
Cash and investments - beginning	\$ 5,593,885	\$ 6,504,701	\$ 1,560,056	\$ 337,398	\$ 13,535,239	\$ 2,013,529	\$ (581,316)	\$ 10,000,000
Receipts:								
Local sources	1,360,230	3,819,395	9,403,359	906,838	15,476,362	7,868,647	1,385,834	-
Intermediate sources	444	-	-	-	-	-	-	-
State sources	71,990,134	-	-	-	-	-	-	-
Federal sources	70,905	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	<u>73,421,713</u>	<u>3,819,395</u>	<u>9,403,359</u>	<u>906,838</u>	<u>15,476,362</u>	<u>7,868,647</u>	<u>1,385,834</u>	<u>-</u>
Disbursements:								
Instruction	51,281,356	-	-	-	-	-	-	-
Support services	21,279,673	-	-	-	6,429,174	8,739,423	1,463,893	-
Noninstructional services	714,418	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	4,219,164	-	-	-
Debt services	-	9,286,700	7,255,831	834,225	-	-	-	-
Nonprogrammed charges	70,269	-	-	-	-	-	-	-
Total disbursements	<u>73,345,716</u>	<u>9,286,700</u>	<u>7,255,831</u>	<u>834,225</u>	<u>10,648,338</u>	<u>8,739,423</u>	<u>1,463,893</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>75,997</u>	<u>(5,467,305)</u>	<u>2,147,528</u>	<u>72,613</u>	<u>4,828,024</u>	<u>(870,776)</u>	<u>(78,059)</u>	<u>-</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	471,775	-	-	-	489,900	4,122	400	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	(182,505)	-	-	-	-	-
Total other financing sources (uses)	<u>471,775</u>	<u>-</u>	<u>(182,505)</u>	<u>-</u>	<u>489,900</u>	<u>4,122</u>	<u>400</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>547,772</u>	<u>(5,467,305)</u>	<u>1,965,023</u>	<u>72,613</u>	<u>5,317,924</u>	<u>(866,654)</u>	<u>(77,659)</u>	<u>-</u>
Cash and investments - ending	<u>\$ 6,141,657</u>	<u>\$ 1,037,396</u>	<u>\$ 3,525,079</u>	<u>\$ 410,011</u>	<u>\$ 18,853,163</u>	<u>\$ 1,146,875</u>	<u>\$ (658,975)</u>	<u>\$ 10,000,000</u>

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

	New Guion Creek Elementary	CPES Construction - Phase 1	District Wide Project - Phase 1	CPES Construction - Phase 2	District Wide Project - Phase 2	ECES Construction - Phase 1	ECES Construction - Phase 2	School Lunch
Cash and investments - beginning	\$ 908,464	\$ 5,956,730	\$ 5,998,297	\$ (1,041,544)	\$ (16,139)	\$ (141,344)	\$ -	\$ 2,523,784
Receipts:								
Local sources	-	5,229	1,263	10,395	17,575	-	-	1,082,420
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	31,467
Federal sources	-	-	-	-	-	-	-	4,730,346
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	5,229	1,263	10,395	17,575	-	-	5,844,233
Disbursements:								
Instruction	-	-	-	-	-	-	-	-
Support services	-	40,535	28,102	-	17,500	22,223	-	126,995
Noninstructional services	-	-	-	-	-	-	-	5,138,243
Facilities acquisition and construction	591,081	5,570,964	5,971,458	8,146,139	2,411,630	563,384	-	122,276
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	460,553
Total disbursements	591,081	5,611,499	5,999,560	8,146,139	2,429,130	585,607	-	5,848,067
Excess (deficiency) of receipts over disbursements	(591,081)	(5,606,270)	(5,998,297)	(8,135,744)	(2,411,555)	(585,607)	-	(3,834)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	9,999,999	11,997,479	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	118,544
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	9,999,999	11,997,479	-	-	118,544
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(591,081)	(5,606,270)	(5,998,297)	1,864,255	9,585,924	(585,607)	-	114,710
Cash and investments - ending	\$ 317,383	\$ 350,460	\$ -	\$ 822,711	\$ 9,569,785	\$ (726,951)	\$ -	\$ 2,638,494

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 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	Self- Insurance	Child Care Program	Early Childhood Program	Alternative Education	SAFE School Haven	Charles Brooks PHS	L.I.F.T. Foundation
Cash and investments - beginning	\$ 761,183	\$ 8,656,153	\$ 175,865	\$ 5,798	\$ -	\$ -	\$ -	\$ 21,000
Receipts:								
Local sources	843,355	14,281,712	1,211,652	196,307	-	-	5,433	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	16,882	600	91,800	-	-	62,000
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	5,372	-	-	-	-	-	-
Total receipts	843,355	14,287,084	1,228,534	196,907	91,800	-	5,433	62,000
Disbursements:								
Instruction	-	-	1,023,942	-	91,800	-	-	-
Support services	1,057,353	1,488,506	14,682	1,063	-	-	-	-
Noninstructional services	-	-	-	150,716	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	13,871,488	-	-	-	-	775	67,500
Total disbursements	1,057,353	15,359,994	1,038,624	151,779	91,800	-	775	67,500
Excess (deficiency) of receipts over disbursements	(213,998)	(1,072,910)	189,910	45,128	-	-	4,658	(5,500)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	150	-	-	-	-	-	-	-
Transfers in	182,505	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	182,655	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(31,343)	(1,072,910)	189,910	45,128	-	-	4,658	(5,500)
Cash and investments - ending	\$ 729,840	\$ 7,583,243	\$ 365,775	\$ 50,926	\$ -	\$ -	\$ 4,658	\$ 15,500

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

	Professional Development	PHS/PFC Library Fund Grant	CICF Grants	Superintendents Scholarship Fund	Performing Arts Center	PHS Performing Arts	Instructional Support Donations	Lilly Endowment Grants
Cash and investments - beginning	\$ 8,397	\$ 59	\$ 866	\$ 42,326	\$ 5,720	\$ -	\$ 17,413	\$ 6,521
Receipts:								
Local sources	3,644	21,250	-	-	-	10,500	54,458	7,500
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	11,295	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	3,644	21,250	-	11,295	-	10,500	54,458	7,500
Disbursements:								
Instruction	-	-	866	-	-	-	31,145	7,193
Support services	6,011	21,198	-	-	152,097	-	13,007	-
Noninstructional services	122	-	-	(1,500)	-	4,800	5,030	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	10,250	-	-	-	-
Total disbursements	6,133	21,198	866	8,750	152,097	4,800	49,182	7,193
Excess (deficiency) of receipts over disbursements	(2,489)	52	(866)	2,545	(152,097)	5,700	5,276	307
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	236,670	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	236,670	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,489)	52	(866)	2,545	84,573	5,700	5,276	307
Cash and investments - ending	\$ 5,908	\$ 111	\$ -	\$ 44,871	\$ 90,293	\$ 5,700	\$ 22,689	\$ 6,828

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

	District Athletic Fund	Swim Club - PHS	Pike Youth Basketball	Pike Youth Football	Pike Indy Hoops Basketball	Scholarships and Awards	Danny Elsharaiha Scholarship Fund	Weldon Morgan Scholarship Fund
Cash and investments - beginning	\$ 17,762	\$ 17,856	\$ 2,497	\$ -	\$ -	\$ 2,223	\$ 15,875	\$ -
Receipts:								
Local sources	6,187	9,295	14,890	175	2,572	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	300	-	2,951
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	6,187	9,295	14,890	175	2,572	300	-	2,951
Disbursements:								
Instruction	-	-	-	-	-	-	-	-
Support services	-	-	1,045	-	-	-	-	-
Noninstructional services	19,237	11,452	12,063	175	2,570	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	500	4,000	300
Total disbursements	19,237	11,452	13,108	175	2,570	500	4,000	300
Excess (deficiency) of receipts over disbursements	(13,050)	(2,157)	1,782	-	2	(200)	(4,000)	2,651
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(13,050)	(2,157)	1,782	-	2	(200)	(4,000)	2,651
Cash and investments - ending	\$ 4,712	\$ 15,699	\$ 4,279	\$ -	\$ 2	\$ 2,023	\$ 11,875	\$ 2,651

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

	PTEF Grants	Scrap Metal Facilities	Donations For Security	Lost Library Book	Student Success Grant	Vending	High Abilities Grant	High Abilities Making A Difference
Cash and investments - beginning	\$ 127	\$ 3,232	\$ 745	\$ 5,992	\$ -	\$ 75,754	\$ 23,745	\$ -
Receipts:								
Local sources	-	-	-	2,516	51,302	2,759	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	30,082	-	272	-	-	-	78,019	8,876
Federal sources	-	2,092	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	30,082	2,092	272	2,516	51,302	2,759	78,019	8,876
Disbursements:								
Instruction	30,082	-	-	-	38,962	-	56,249	8,876
Support services	127	1,108	315	1,243	21,090	8,499	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	2,785	-	-	-
Total disbursements	30,209	1,108	315	1,243	62,837	8,499	56,249	8,876
Excess (deficiency) of receipts over disbursements	(127)	984	(43)	1,273	(11,535)	(5,740)	21,770	-
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(127)	984	(43)	1,273	(11,535)	(5,740)	21,770	-
Cash and investments - ending	\$ -	\$ 4,216	\$ 702	\$ 7,265	\$ (11,535)	\$ 70,014	\$ 45,515	\$ -

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

	Medicaid Reimbursement	Non-English Speaking Programs P.L. 273-1999	School Technology	Performance Based Awards	Disability Determination	Project Lead the Way	GQE Remediation	Remediation ISTEP
Cash and investments - beginning	\$ 61,424	\$ 38,021	\$ 584,679	\$ -	\$ 1,310	\$ -	\$ 116,848	\$ 83,663
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	78,246	163,915	265,737	-	28	-	60,884	39,898
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	<u>78,246</u>	<u>163,915</u>	<u>265,737</u>	<u>-</u>	<u>28</u>	<u>-</u>	<u>60,884</u>	<u>39,898</u>
Disbursements:								
Instruction	-	156,658	-	62,340	1,324	-	70,828	77,722
Support services	98,266	14,763	691,171	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	41,909	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>98,266</u>	<u>171,421</u>	<u>733,080</u>	<u>62,340</u>	<u>1,324</u>	<u>-</u>	<u>70,828</u>	<u>77,722</u>
Excess (deficiency) of receipts over disbursements	<u>(20,020)</u>	<u>(7,506)</u>	<u>(467,343)</u>	<u>(62,340)</u>	<u>(1,296)</u>	<u>-</u>	<u>(9,944)</u>	<u>(37,824)</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
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>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(20,020)</u>	<u>(7,506)</u>	<u>(467,343)</u>	<u>(62,340)</u>	<u>(1,296)</u>	<u>-</u>	<u>(9,944)</u>	<u>(37,824)</u>
Cash and investments - ending	<u>\$ 41,404</u>	<u>\$ 30,515</u>	<u>\$ 117,336</u>	<u>\$ (62,340)</u>	<u>\$ 14</u>	<u>\$ -</u>	<u>\$ 106,904</u>	<u>\$ 45,839</u>

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

	Smaller Learning Communities	Counseling Program	Title I 2013-2014	Stewart Homeless Assistance Act	Special Ed Part B	Special Ed Preschool	Technology Assistance	PEP Grant
Cash and investments - beginning	\$ (12,830)	\$ (21,059)	\$ (308,273)	\$ (44,191)	\$ (266,407)	\$ (7,023)	\$ -	\$ (18,698)
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	362,637	-	-	-	66,864	-	577,370
Federal sources	44,190	-	3,554,530	93,957	2,594,665	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	<u>44,190</u>	<u>362,637</u>	<u>3,554,530</u>	<u>93,957</u>	<u>2,594,665</u>	<u>66,864</u>	<u>-</u>	<u>577,370</u>
Disbursements:								
Instruction	28,228	-	1,840,162	27,826	2,335,596	62,613	-	-
Support services	2,530	344,753	1,567,841	22,900	121,041	-	-	558,075
Noninstructional services	-	-	34,609	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	602	9,541	108,665	1,765	72,894	1,749	-	9,546
Total disbursements	<u>31,360</u>	<u>354,294</u>	<u>3,551,277</u>	<u>52,491</u>	<u>2,529,531</u>	<u>64,362</u>	<u>-</u>	<u>567,621</u>
Excess (deficiency) of receipts over disbursements	<u>12,830</u>	<u>8,343</u>	<u>3,253</u>	<u>41,466</u>	<u>65,134</u>	<u>2,502</u>	<u>-</u>	<u>9,749</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
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>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>12,830</u>	<u>8,343</u>	<u>3,253</u>	<u>41,466</u>	<u>65,134</u>	<u>2,502</u>	<u>-</u>	<u>9,749</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ (12,716)</u>	<u>\$ (305,020)</u>	<u>\$ (2,725)</u>	<u>\$ (201,273)</u>	<u>\$ (4,521)</u>	<u>\$ -</u>	<u>\$ (8,949)</u>

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

	Project Prevention	Peer Friends	BVP - Bulletproof Vest Award	Signage - District	Vocational and Technical Board Grants	21st Century Learning Center	21st Century Community Learning Center	21st Century / Cohort 5
Cash and investments - beginning	\$ -	\$ 37,690	\$ -	\$ 2,847	\$ -	\$ (2,728)	\$ (30,515)	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	5,395	-	-	-	-	-	-
Federal sources	-	-	-	-	-	264,325	300,193	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	5,395	-	-	-	264,325	300,193	-
Disbursements:								
Instruction	-	12,928	-	-	-	266,966	303,139	-
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	5,631	7,394	-
Total disbursements	-	12,928	-	-	-	272,597	310,533	-
Excess (deficiency) of receipts over disbursements	-	(7,533)	-	-	-	(8,272)	(10,340)	-
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(7,533)	-	-	-	(8,272)	(10,340)	-
Cash and investments - ending	\$ -	\$ 30,157	\$ -	\$ 2,847	\$ -	\$ (11,000)	\$ (40,855)	\$ -

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

	Initiative 13	Improving Teaching Quality, No Child Left, Title II, Part A	Title III - Language Instruction	Title III PD 14-15	Title III WIDA	Title II/B Science Initiative	Title II/B Math Initiative
Cash and investments - beginning	\$ -	\$ (36,982)	\$ (22,841)	\$ -	\$ -	\$ (51,047)	\$ (43,627)
Receipts:							
Local sources	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	181,196	221,280	-	-	143,773	55,545
Other receipts	-	-	-	-	-	-	-
Total receipts	-	181,196	221,280	-	-	143,773	55,545
Disbursements:							
Instruction	-	46	214,791	-	-	-	-
Support services	-	167,984	6,366	-	-	106,062	11,750
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	2,002	1,106	-	-	2,701	168
Total disbursements	-	170,032	222,263	-	-	108,763	11,918
Excess (deficiency) of receipts over disbursements	-	11,164	(983)	-	-	35,010	43,627
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	11,164	(983)	-	-	35,010	43,627
Cash and investments - ending	\$ -	\$ (25,818)	\$ (23,824)	\$ -	\$ -	\$ (16,037)	\$ -

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

	Coke Fund	Elementary Skates	American Express	Warehouse	Refunds & Adjustments	Clearing Account	Totals
Cash and investments - beginning	\$ 222,496	\$ 379	\$ -	\$ 139,815	\$ (1,912)	\$ 792,448	\$ 64,232,336
Receipts:							
Local sources	26,056	-	-	-	-	-	58,089,110
Intermediate sources	-	-	-	-	-	-	444
State sources	(50)	-	-	-	-	-	73,945,602
Federal sources	-	-	-	-	-	-	12,256,997
Other receipts	-	-	-	531,489	15,697	19,071,477	19,624,035
Total receipts	<u>26,006</u>	<u>-</u>	<u>-</u>	<u>531,489</u>	<u>15,697</u>	<u>19,071,477</u>	<u>163,916,188</u>
Disbursements:							
Instruction	-	-	-	-	-	-	58,031,638
Support services	30,321	-	-	-	-	-	44,678,685
Noninstructional services	-	-	-	-	-	-	6,091,935
Facilities acquisition and construction	-	-	-	-	-	-	27,638,005
Debt services	-	-	-	-	-	-	17,376,756
Nonprogrammed charges	-	-	-	580,650	12,934	18,624,474	33,930,242
Total disbursements	<u>30,321</u>	<u>-</u>	<u>-</u>	<u>580,650</u>	<u>12,934</u>	<u>18,624,474</u>	<u>187,747,261</u>
Excess (deficiency) of receipts over disbursements	<u>(4,315)</u>	<u>-</u>	<u>-</u>	<u>(49,161)</u>	<u>2,763</u>	<u>447,003</u>	<u>(24,342,608)</u>
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	21,997,478
Sale of capital assets	-	-	-	-	-	-	1,321,561
Transfers in	-	-	-	-	-	-	182,505
Transfers out	-	-	-	-	-	-	(182,505)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>23,319,039</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(4,315)</u>	<u>-</u>	<u>-</u>	<u>(49,161)</u>	<u>2,763</u>	<u>447,003</u>	<u>(512,034)</u>
Cash and investments - ending	<u>\$ 218,181</u>	<u>\$ 379</u>	<u>\$ -</u>	<u>\$ 90,654</u>	<u>\$ 851</u>	<u>\$ 1,239,451</u>	<u>\$ 63,720,302</u>

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2015

	General	Referendum Tax Levy	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day
Cash and investments - beginning	\$ 6,141,657	\$ 1,037,396	\$ 3,525,079	\$ 410,011	\$ 18,853,163	\$ 1,146,875	\$ (658,975)	\$ 10,000,000
Receipts:								
Local sources	902,561	433,146	14,883,800	886,038	13,838,507	7,264,250	1,322,132	-
Intermediate sources	7,570	-	-	-	-	-	-	-
State sources	73,288,823	-	-	-	-	-	-	-
Federal sources	85,546	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	<u>74,284,500</u>	<u>433,146</u>	<u>14,883,800</u>	<u>886,038</u>	<u>13,838,507</u>	<u>7,264,250</u>	<u>1,322,132</u>	<u>-</u>
Disbursements:								
Instruction	52,382,668	-	-	-	-	-	-	-
Support services	19,621,871	-	-	-	9,257,825	8,512,502	1,428,449	-
Noninstructional services	753,209	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	14,731,894	-	-	-
Debt services	287,830	1,470,920	12,902,382	829,641	-	-	-	-
Nonprogrammed charges	<u>(926,322)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total disbursements	<u>72,119,256</u>	<u>1,470,920</u>	<u>12,902,382</u>	<u>829,641</u>	<u>23,989,719</u>	<u>8,512,502</u>	<u>1,428,449</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>2,165,244</u>	<u>(1,037,774)</u>	<u>1,981,418</u>	<u>56,397</u>	<u>(10,151,212)</u>	<u>(1,248,252)</u>	<u>(106,317)</u>	<u>-</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	594,297	-	-	-	-	12,950	-	-
Transfers in	-	378	-	-	314,714	162,804	28,602	-
Transfers out	<u>-</u>	<u>-</u>	<u>(642,414)</u>	<u>(37,427)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>594,297</u>	<u>378</u>	<u>(642,414)</u>	<u>(37,427)</u>	<u>314,714</u>	<u>175,754</u>	<u>28,602</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>2,759,541</u>	<u>(1,037,396)</u>	<u>1,339,004</u>	<u>18,970</u>	<u>(9,836,498)</u>	<u>(1,072,498)</u>	<u>(77,715)</u>	<u>-</u>
Cash and investments - ending	<u>\$ 8,901,198</u>	<u>\$ -</u>	<u>\$ 4,864,083</u>	<u>\$ 428,981</u>	<u>\$ 9,016,665</u>	<u>\$ 74,377</u>	<u>\$ (736,690)</u>	<u>\$ 10,000,000</u>

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

	New Guion Creek Elementary	CPES Construction - Phase 1	District Wide Project - Phase 1	CPES Construction - Phase 2	District Wide Project - Phase 2	ECES Construction - Phase 1	ECES Construction - Phase 2	School Lunch
Cash and investments - beginning	\$ 317,383	\$ 350,460	\$ -	\$ 822,711	\$ 9,569,785	\$ (726,951)	\$ -	\$ 2,638,494
Receipts:								
Local sources	6	186	-	368	24,028	9,746	-	1,184,962
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	5,263,704
Other receipts	-	-	-	-	-	-	-	-
Total receipts	<u>6</u>	<u>186</u>	<u>-</u>	<u>368</u>	<u>24,028</u>	<u>9,746</u>	<u>-</u>	<u>6,448,666</u>
Disbursements:								
Instruction	-	-	-	-	-	-	-	-
Support services	-	-	-	137,600	255,499	63,067	-	114,462
Noninstructional services	-	-	-	-	-	-	-	5,771,333
Facilities acquisition and construction	317,389	350,646	-	685,479	5,414,006	6,010,077	884,010	23,773
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	704,456
Total disbursements	<u>317,389</u>	<u>350,646</u>	<u>-</u>	<u>823,079</u>	<u>5,669,505</u>	<u>6,073,144</u>	<u>884,010</u>	<u>6,614,024</u>
Excess (deficiency) of receipts over disbursements	<u>(317,383)</u>	<u>(350,460)</u>	<u>-</u>	<u>(822,711)</u>	<u>(5,645,477)</u>	<u>(6,063,398)</u>	<u>(884,010)</u>	<u>(165,358)</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	9,954,910	-	-
Sale of capital assets	-	-	-	-	-	-	-	132,943
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,954,910</u>	<u>-</u>	<u>132,943</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(317,383)</u>	<u>(350,460)</u>	<u>-</u>	<u>(822,711)</u>	<u>(5,645,477)</u>	<u>3,891,512</u>	<u>(884,010)</u>	<u>(32,415)</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,924,308</u>	<u>\$ 3,164,561</u>	<u>\$ (884,010)</u>	<u>\$ 2,606,079</u>

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 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	Self- Insurance	Child Care Program	Early Childhood Program	Alternative Education	SAFE School Haven	Charles Brooks PHS	L.I.F.T. Foundation
Cash and investments - beginning	\$ 729,840	\$ 7,583,243	\$ 365,775	\$ 50,926	\$ -	\$ -	\$ 4,658	\$ 15,500
Receipts:								
Local sources	461,156	15,278,259	1,141,338	174,262	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	554,068	-	90,650	17,738	110,550	-	-	-
Federal sources	-	-	-	-	-	10,438	-	-
Other receipts	-	2,598	-	-	-	-	-	-
Total receipts	1,015,224	15,280,857	1,231,988	192,000	110,550	10,438	-	-
Disbursements:								
Instruction	-	-	1,112,488	-	110,550	9,965	-	-
Support services	457,670	1,206,617	16,257	1,547	-	-	-	-
Noninstructional services	-	-	-	180,189	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	14,443,809	252,801	24,654	-	511	575	15,500
Total disbursements	457,670	15,650,426	1,381,546	206,390	110,550	10,476	575	15,500
Excess (deficiency) of receipts over disbursements	557,554	(369,569)	(149,558)	(14,390)	-	(38)	(575)	(15,500)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	557,554	(369,569)	(149,558)	(14,390)	-	(38)	(575)	(15,500)
Cash and investments - ending	\$ 1,287,394	\$ 7,213,674	\$ 216,217	\$ 36,536	\$ -	\$ (38)	\$ 4,083	\$ -

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

	Professional Development	PHS/PFC Library Fund Grant	CICF Grants	Superintendents Scholarship Fund	Performing Arts Center	PHS Performing Arts	Instructional Support Donations	Lilly Endowment Grants
Cash and investments - beginning	\$ 5,908	\$ 111	\$ -	\$ 44,871	\$ 90,293	\$ 5,700	\$ 22,689	\$ 6,828
Receipts:								
Local sources	7,716	21,250	-	-	-	-	39,340	7,500
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	14,736	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	<u>7,716</u>	<u>21,250</u>	<u>-</u>	<u>14,736</u>	<u>-</u>	<u>-</u>	<u>39,340</u>	<u>7,500</u>
Disbursements:								
Instruction	-	-	-	-	-	-	20,484	6,938
Support services	3,731	21,322	-	-	140,775	-	6,705	-
Noninstructional services	-	-	-	19,710	-	2,876	12,216	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	4,000	-	-	-	-
Total disbursements	<u>3,731</u>	<u>21,322</u>	<u>-</u>	<u>23,710</u>	<u>140,775</u>	<u>2,876</u>	<u>39,405</u>	<u>6,938</u>
Excess (deficiency) of receipts over disbursements	<u>3,985</u>	<u>(72)</u>	<u>-</u>	<u>(8,974)</u>	<u>(140,775)</u>	<u>(2,876)</u>	<u>(65)</u>	<u>562</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	224,924	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>224,924</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>3,985</u>	<u>(72)</u>	<u>-</u>	<u>(8,974)</u>	<u>84,149</u>	<u>(2,876)</u>	<u>(65)</u>	<u>562</u>
Cash and investments - ending	<u>\$ 9,893</u>	<u>\$ 39</u>	<u>\$ -</u>	<u>\$ 35,897</u>	<u>\$ 174,442</u>	<u>\$ 2,824</u>	<u>\$ 22,624</u>	<u>\$ 7,390</u>

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

	District Athletic Fund	Swim Club - PHS	Pike Youth Basketball	Pike Youth Football	Pike Indy Hoops Basketball	Scholarships and Awards	Danny Elsharaiha Scholarship Fund	Weldon Morgan Scholarship Fund
Cash and investments - beginning	\$ 4,712	\$ 15,699	\$ 4,279	\$ -	\$ 2	\$ 2,023	\$ 11,875	\$ 2,651
Receipts:								
Local sources	13,208	-	12,685	-	705	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	13,208	-	12,685	-	705	-	-	-
Disbursements:								
Instruction	-	-	-	-	-	-	-	-
Support services	-	-	-	-	-	-	-	-
Noninstructional services	11,352	1,240	12,502	-	622	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	3,000	-
Total disbursements	11,352	1,240	12,502	-	622	-	3,000	-
Excess (deficiency) of receipts over disbursements	1,856	(1,240)	183	-	83	-	(3,000)	-
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,856	(1,240)	183	-	83	-	(3,000)	-
Cash and investments - ending	\$ 6,568	\$ 14,459	\$ 4,462	\$ -	\$ 85	\$ 2,023	\$ 8,875	\$ 2,651

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

	PTEF Grants	Scrap Metal Facilities	Donations For Security	Lost Library Book	Student Success Grant	Vending	High Abilities Grant	High Abilities Making A Difference
Cash and investments - beginning	\$ -	\$ 4,216	\$ 702	\$ 7,265	\$ (11,535)	\$ 70,014	\$ 45,515	\$ -
Receipts:								
Local sources	-	-	-	3,986	63,402	1	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	896	-	-	-	72,581	-
Federal sources	-	2,067	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	2,067	896	3,986	63,402	1	72,581	-
Disbursements:								
Instruction	-	-	-	-	45,003	-	90,976	-
Support services	-	5,802	176	971	13,502	4,992	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	1,141	-	-	-
Total disbursements	-	5,802	176	971	59,646	4,992	90,976	-
Excess (deficiency) of receipts over disbursements	-	(3,735)	720	3,015	3,756	(4,991)	(18,395)	-
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(3,735)	720	3,015	3,756	(4,991)	(18,395)	-
Cash and investments - ending	\$ -	\$ 481	\$ 1,422	\$ 10,280	\$ (7,779)	\$ 65,023	\$ 27,120	\$ -

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

	Medicaid Reimbursement	Non-English Speaking Programs P.L. 273-1999	School Technology	Performance Based Awards	Disability Determination	Project Lead the Way	GQE Remediation	Remediation ISTEP
Cash and investments - beginning	\$ 41,404	\$ 30,515	\$ 117,336	\$ (62,340)	\$ 14	\$ -	\$ 106,904	\$ 45,839
Receipts:								
Local sources	-	-	-	-	-	30,000	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	80,041	171,588	338,373	282,112	42	-	76,565	39,815
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	<u>80,041</u>	<u>171,588</u>	<u>338,373</u>	<u>282,112</u>	<u>42</u>	<u>30,000</u>	<u>76,565</u>	<u>39,815</u>
Disbursements:								
Instruction	-	162,784	-	-	-	23,515	106,905	37,356
Support services	71,118	23,412	69,128	210,000	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>71,118</u>	<u>186,196</u>	<u>69,128</u>	<u>210,000</u>	<u>-</u>	<u>23,515</u>	<u>106,905</u>	<u>37,356</u>
Excess (deficiency) of receipts over disbursements	<u>8,923</u>	<u>(14,608)</u>	<u>269,245</u>	<u>72,112</u>	<u>42</u>	<u>6,485</u>	<u>(30,340)</u>	<u>2,459</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
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>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>8,923</u>	<u>(14,608)</u>	<u>269,245</u>	<u>72,112</u>	<u>42</u>	<u>6,485</u>	<u>(30,340)</u>	<u>2,459</u>
Cash and investments - ending	<u>\$ 50,327</u>	<u>\$ 15,907</u>	<u>\$ 386,581</u>	<u>\$ 9,772</u>	<u>\$ 56</u>	<u>\$ 6,485</u>	<u>\$ 76,564</u>	<u>\$ 48,298</u>

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

	Smaller Learning Communities	Counseling Program	Title I 2013-2014	Stewart Homeless Assistance Act	Special Ed Part B	Special Ed Preschool	Technology Assistance	PEP Grant
Cash and investments - beginning	\$ -	\$ (12,716)	\$ (305,020)	\$ (2,725)	\$ (201,273)	\$ (4,521)	\$ -	\$ (8,949)
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	382,042	-	-	-	62,500	-	215,648
Federal sources	-	-	2,913,996	23,270	2,304,625	-	16,768	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	382,042	2,913,996	23,270	2,304,625	62,500	16,768	215,648
Disbursements:								
Instruction	-	-	1,177,283	22,359	1,971,795	59,527	16,768	-
Support services	-	366,156	1,484,225	10	185,923	-	-	196,707
Noninstructional services	-	-	32,662	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	22,863	176,115	1,388	140,192	3,099	-	9,992
Total disbursements	-	389,019	2,870,285	23,757	2,297,910	62,626	16,768	206,699
Excess (deficiency) of receipts over disbursements	-	(6,977)	43,711	(487)	6,715	(126)	-	8,949
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(6,977)	43,711	(487)	6,715	(126)	-	8,949
Cash and investments - ending	\$ -	\$ (19,693)	\$ (261,309)	\$ (3,212)	\$ (194,558)	\$ (4,647)	\$ -	\$ -

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

	Project Prevention	Peer Friends	BVP - Bulletproof Vest Award	Signage - District	Vocational and Technical Board Grants	21st Century Learning Center	21st Century Community Learning Center	21st Century / Cohort 5
Cash and investments - beginning	\$ -	\$ 30,157	\$ -	\$ 2,847	\$ -	\$ (11,000)	\$ (40,855)	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	103,015	6,110	1,649	-	1,005,728	-	-	-
Federal sources	-	-	-	-	-	180,720	57,948	155,848
Other receipts	-	-	-	-	-	-	-	-
Total receipts	103,015	6,110	1,649	-	1,005,728	180,720	57,948	155,848
Disbursements:								
Instruction	-	16,048	-	-	828,514	224,361	14,014	241,871
Support services	112,215	-	1,649	-	207,938	-	-	-
Noninstructional services	500	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	5,805	-	-	-	17,200	7,988	3,079	4,652
Total disbursements	118,520	16,048	1,649	-	1,053,652	232,349	17,093	246,523
Excess (deficiency) of receipts over disbursements	(15,505)	(9,938)	-	-	(47,924)	(51,629)	40,855	(90,675)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(15,505)	(9,938)	-	-	(47,924)	(51,629)	40,855	(90,675)
Cash and investments - ending	\$ (15,505)	\$ 20,219	\$ -	\$ 2,847	\$ (47,924)	\$ (62,629)	\$ -	\$ (90,675)

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

	Initiative 13	Improving Teaching Quality, No Child Left, Title II, Part A	Title III - Language Instruction	Title III PD 14-15	Title III WIDA	Title II/B Science Initiative	Title II/B Math Initiative
Cash and investments - beginning	\$ -	\$ (25,818)	\$ (23,824)	\$ -	\$ -	\$ (16,037)	\$ -
Receipts:							
Local sources	1,000	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	219,531	220,347	6,984	7,067	175,133	-
Other receipts	-	-	-	-	-	-	-
Total receipts	<u>1,000</u>	<u>219,531</u>	<u>220,347</u>	<u>6,984</u>	<u>7,067</u>	<u>175,133</u>	<u>-</u>
Disbursements:							
Instruction	-	21,560	205,331	6,984	-	-	-
Support services	135	173,842	11,817	-	7,067	182,133	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	8,991	493	-	-	5,334	-
Total disbursements	<u>135</u>	<u>204,393</u>	<u>217,641</u>	<u>6,984</u>	<u>7,067</u>	<u>187,467</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>865</u>	<u>15,138</u>	<u>2,706</u>	<u>-</u>	<u>-</u>	<u>(12,334)</u>	<u>-</u>
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
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>865</u>	<u>15,138</u>	<u>2,706</u>	<u>-</u>	<u>-</u>	<u>(12,334)</u>	<u>-</u>
Cash and investments - ending	<u>\$ 865</u>	<u>\$ (10,680)</u>	<u>\$ (21,118)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (28,371)</u>	<u>\$ -</u>

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

	Coke Fund	Elementary Skates	American Express	Warehouse	Refunds & Adjustments	Clearing Account	Totals
Cash and investments - beginning	\$ 218,181	\$ 379	\$ -	\$ 90,654	\$ 851	\$ 1,239,451	\$ 63,720,302
Receipts:							
Local sources	28,741	-	65	-	-	-	58,034,344
Intermediate sources	-	-	-	-	-	-	7,570
State sources	-	-	-	-	-	-	76,915,270
Federal sources	-	-	-	-	-	-	11,643,992
Other receipts	-	-	-	629,552	421,968	19,468,647	20,522,765
Total receipts	<u>28,741</u>	<u>-</u>	<u>65</u>	<u>629,552</u>	<u>421,968</u>	<u>19,468,647</u>	<u>167,123,941</u>
Disbursements:							
Instruction	-	-	-	-	-	-	58,916,047
Support services	31,867	-	-	-	-	-	44,606,684
Noninstructional services	-	-	-	-	-	-	6,798,411
Facilities acquisition and construction	-	-	-	-	-	-	28,417,274
Debt services	-	-	-	-	-	-	15,490,773
Nonprogrammed charges	-	-	-	596,826	421,907	19,950,503	35,900,552
Total disbursements	<u>31,867</u>	<u>-</u>	<u>-</u>	<u>596,826</u>	<u>421,907</u>	<u>19,950,503</u>	<u>190,129,741</u>
Excess (deficiency) of receipts over disbursements	<u>(3,126)</u>	<u>-</u>	<u>65</u>	<u>32,726</u>	<u>61</u>	<u>(481,856)</u>	<u>(24,342,608)</u>
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	9,954,910
Sale of capital assets	-	-	-	-	-	-	965,114
Transfers in	-	-	-	-	-	-	506,498
Transfers out	-	-	-	-	-	-	(679,841)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,746,681</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(3,126)</u>	<u>-</u>	<u>65</u>	<u>32,726</u>	<u>61</u>	<u>(481,856)</u>	<u>(12,259,119)</u>
Cash and investments - ending	<u>\$ 215,055</u>	<u>\$ 379</u>	<u>\$ 65</u>	<u>\$ 123,380</u>	<u>\$ 912</u>	<u>\$ 757,595</u>	<u>\$ 51,461,183</u>

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



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

TO: THE OFFICIALS OF THE METROPOLITAN SCHOOL DISTRICT OF
PIKE TOWNSHIP, MARION COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

We have audited the Metropolitan School District of Pike Township'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. Except as discussed in the following paragraph, 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.

Basis for Qualified Opinion on the Child Nutrition Cluster

As described in item 2015-004 in the accompanying Schedule of Findings and Questioned Costs, we were unable to obtain sufficient appropriate audit evidence supporting the compliance of the School Corporation with its Child Nutrition Cluster regarding Program Income. Consequently we were unable to determine whether the School Corporation complied with these requirements applicable to the program.

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

As described in items 2015-002, 2015-003, and 2015-005 in the accompanying Schedule of Findings and Questioned Costs, the School Corporation did not comply with requirements regarding Cash Management, Reporting, and Special Tests and Provisions that are applicable to its Child Nutrition Cluster. Compliance with such requirements is necessary, in our opinion, for the School Corporation to comply with requirements applicable to that program.

Qualified Opinion on the Child Nutrition Cluster

In our opinion, except for the effects of such noncompliance, if any, as might have been determined had we been able to examine sufficient evidence regarding the School Corporation's compliance with the requirements of its Child Nutrition Cluster regarding Program Income, and except for the noncompliance described in the *Basis for Qualified Opinion on the Child Nutrition Cluster* paragraphs, the School Corporation complied, in all material respects, with the requirements referred to above that could have a direct and material effect on its Child Nutrition Cluster for the period of July 1, 2013 to June 30, 2015.

Unmodified Opinion on Each of the Other Major Federal Programs

In our opinion, the School Corporation complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its other major federal programs identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs for the period of July 1, 2013 to June 30, 2015.

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 2015-006, 2015-007, and 2015-008. Our opinion on each major federal program is not modified with respect to these matters.

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

Report on Internal Control over Compliance

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


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

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

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as items 2015-002, 2015-003, 2015-004, 2015-005, 2015-006, 2015-007, 2015-008, 2015-009, and 2015-010 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

November 15, 2016

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND ACCOMPANYING NOTES

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

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METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For The Years Ended June 30, 2014 and 2015

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Passed on To Subrecipients	Total Federal Awards Expended 06-30-14	Passed on To Subrecipients	Total Federal Awards Expended 06-30-15
U.S. DEPARTMENT OF AGRICULTURE						
Pass Through Indiana Department of Education						
Child Nutrition Cluster						
School Breakfast Program	10.553	FY 2014	\$ -	\$ 1,391,914	\$ -	\$ -
		FY 2015	-	-	-	1,389,028
Non-cash assistance - commodities			-	99,217	-	105,341
Total for program			-	1,491,131	-	1,494,369
National School Lunch Program	10.555	FY 2014	-	3,153,893	-	-
		FY 2015	-	-	-	3,395,663
Non-cash assistance - commodities			-	231,506	-	245,795
Total for program			-	3,385,399	-	3,641,458
Summer Food Service Program for Children	10.559	FY 2014	-	21,482	-	-
		FY 2015	-	-	-	95,255
Total for cluster			-	4,898,012	-	5,231,082
Child and Adult Care Food Program	10.558	FY 2014	-	142,704	-	-
		FY 2015	-	-	-	383,757
Total for federal grantor agency			-	5,040,716	-	5,614,839
U.S. DEPARTMENT OF JUSTICE						
Direct Grant						
Public Safety Partnership and Community Policing Grants	16.710	OMB#1121-0235	-	-	-	1,649
U.S. DEPARTMENT OF LABOR						
Direct Grant						
YouthBuild	17.274	25415-14-60-A	-	-	-	1,005,728
U.S. DEPARTMENT OF EDUCATION						
Direct Grant						
School Safety National Activities	84.184	FY 2015	-	-	-	103,015
Direct Grant						
Fund for the Improvement of Education	84.215					
Pike's Reach: Reaching Each Child Through Counseling and Mental Health Services		S215L080741	-	362,636	-	382,042
Smaller Learning Communities		S215E120159	-	44,191	-	-
Carol M White Physical Education Program - Pike on the Move		Q215F110312	-	181,491	-	-
		Q215F110312	-	395,879	-	160,453
		Q215F110312	-	-	-	55,197
Total for program			-	984,197	-	597,692
Pass-through Indiana Department of Education						
Title I, Part A Cluster						
Title I Grants to Local Educational Agencies	84.010					
		2012-2013	-	1,391,439	-	-
		2013-2014	-	2,163,091	-	840,606
		2014-2015	-	-	-	2,073,390
Total for cluster			-	3,554,530	-	2,913,996
Special Education Cluster						
Special Education - Grants to States	84.027					

		14212-073-PN01	-	306,468	-	-
		14213-073-PN01	-	743,996	-	82,206
		14214-073-PN01	-	1,544,201	-	576,019
		14215-073-PN01	-	-	-	1,646,400
	Total for program		-	2,594,665	-	2,304,625
Special Education - Preschool Grants	84.173					
		45713-073-PN01	-	21,986	-	-
		45714-073-PN01	-	44,878	-	17,713
		45715-073-PN01	-	-	-	44,787
	Total for program		-	66,864	-	62,500
Total for cluster			-	2,661,529	-	2,367,125
Special Education Technical Assistance and Dissemination to Improve Services and Results for Children with Disabilities	84.326	99914-073-TA01	-	-	-	16,768
Education for Homeless Children and Youth	84.196					
		A58-3-13SS-1025	-	56,612	-	-
		A58-4-14SS-1802	-	37,345	-	12,655
		A58-5-15SS-2326	-	-	-	10,615
	Total for program		-	93,957	-	23,270
Twenty First Century Community Learning Centers	84.287					
Twenty First Century Community Learning Centers Cohort 4		A58-0-10DL-083	-	37,256	-	-
Twenty First Century Community Learning Centers Cohort 5		A58-0-10DL-115	-	33,140	-	-
		A58-0-10DL-115	-	267,052	-	57,948
Twenty First Century Community Learning Centers Cohort 6		A58-4-14OT-0030	-	227,070	-	22,930
		A58-5-15DL-2351	-	-	-	157,790
Twenty First Century Community Learning Centers Cohort 7		A58-5-15DL-2351	-	-	-	155,848
	Total for program		-	564,518	-	394,516
Advanced Placement Program (Advanced Placement Test Fee; Advanced Placement Incentive Program Grants)	84.330					
		A58-2-12CI-0044	-	1,191	-	-
		A58-4-14CI-2156	-	-	-	3,465
	Total for program		-	1,191	-	3,465
English Language Acquisition Grants	84.365					
Title III - English Language Acquisition		01112-060-PN01	-	514	-	-
Title III - English Language Acquisition		01113-063-PN01	-	110,430	-	37,062
Title III - English Language Acquisition		01114-046-PN01	-	110,336	-	81,765
Title III - English Language Acquisition		01115-067-PN01	-	-	-	101,520
WIDA Development Grant		01113-359-PN01	-	-	-	7,067
Title III - Supplemental PD		A58-4-14OT-2060	-	-	-	6,984
	Total for program		-	221,280	-	234,398
Mathematics and Science Partnerships	84.366					
Making Science IV		A58-3-13CI-1636	-	55,545	-	-
		A58-3-13CI-1271	-	50,412	-	-
		A58-4-14CI-1765	-	33,577	-	128,112
		A58-5-15CI-2375	-	-	-	47,020
	Total for program		-	139,534	-	175,133
Improving Teacher Quality State Grants	84.367					
		11-5350	-	74,603	-	-
		12-5350	-	93,478	-	99,793
		13-5350	-	13,114	-	91,324
		14-5350	-	-	-	28,414
	Total for program		-	181,196	-	219,531

Total for federal grantor agency			<u>-</u>	<u>8,401,932</u>	<u>-</u>	<u>7,048,909</u>
<u>SOCIAL SECURITY ADMINISTRATION</u>						
Direct Grant						
Disability Insurance/SSI Cluster						
Social Security - Disability Insurance	96.001	2013-2014	-	78,248	-	-
		2014-2015	<u>-</u>	<u>-</u>	<u>-</u>	<u>80,043</u>
Total for cluster			<u>-</u>	<u>78,248</u>	<u>-</u>	<u>80,043</u>
Total federal awards expended			<u>\$ -</u>	<u>\$ 13,520,896</u>	<u>\$ -</u>	<u>\$ 13,751,168</u>

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

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
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-87, *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.

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I - Summary of Auditor's Results

Financial Statement:

Type of auditor's report issued:	Adverse as to GAAP; Unmodified as to Regulatory Basis
Internal control over financial reporting:	
Material weaknesses identified?	yes
Significant deficiencies identified?	none reported
Noncompliance material to financial statement noted?	no

Federal Awards:

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

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
17.274	Child Nutrition Cluster YouthBuild
84.215	Fund for the Improvement of Education Title I, Part A Cluster Special Education Cluster

Dollar threshold used to distinguish between Type A and Type B programs: \$818,162

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

FINDING 2015-001 - PREPARATION OF THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Condition

The School Corporation had a system of internal control in place to prevent, or detect and correct, errors on the Schedule of Expenditures of Federal Awards (SEFA); however, no documentation of the procedures performed was presented for audit.

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

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)

Cause

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

Effect

Without a proper system of internal control in place that operated effectively, material misstatements of the SEFA could have remained undetected.

Views 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 - CASH MANAGEMENT

Federal Agency: U.S. Department of Agriculture

Federal Programs: Summer Breakfast Program, National School Lunch Program

CFDA Numbers: 10.553, 10.555

Federal Award Numbers and Years (or Other Identifying Numbers): FY 2014, FY 2015

Pass-Through Entity: Indiana Department of Education

Condition

An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the Cash Management compliance requirement. There were no procedures established to ensure that the School Lunch fund cash balances were maintained in compliance with the Cash Management requirements.

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

The School Corporation Food Service department maintained a cash balance in excess of federal regulations. The School Corporation's average expenditures for three months in the School Lunch fund for FY 2014 and FY 2015 were \$1,462,017 and \$1,653,506, respectively. The month-end cash balances in FY 2014 ranged from \$2,260,614 to \$2,638,495. The month-end cash balances in FY 2015 ranged from \$2,284,009 to \$2,830,576.

Context

All month-end cash balances in FY 2014 and FY 2015 were examined and all 24 months' balances exceeded the School Corporation's average expenditures for 3 months.

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. . . ."

7 CFR 210.14(b) states: "*Net cash resources.* The school food authority shall limit its net cash resources to an amount that does not exceed 3 months average expenditures for its nonprofit school food service or such other amount as may be approved by the State agency in accordance with §210.19(a)."

7 CFR 220.7(e) states in part:

"Each school food authority approved to participate in the program shall . . . with respect to participating schools under its jurisdiction: . . .

(iv) Limit its net cash resource to an amount that does not exceed three months average expenditure for its nonprofit school food service or such other amount as may be approved by the State agency;"

Cause

Management had not developed a system of internal controls that would have ensured that the School Corporation complied with the Cash Management requirements.

Effect

The failure to establish an effective internal control system allowed material noncompliance to occur. Noncompliance with the compliance requirement could have resulted in the loss of federal funds to the School Corporation.

Questioned Costs

There were no questioned costs identified.

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Recommendation

We recommended that the School Corporation's management establish controls related to the grant agreement and Cash Management compliance requirement.

Views of Responsible Officials

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

FINDING 2015-003 - REPORTING

Federal Agency: U.S. 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 Number): FY 2014, FY 2015

Pass-Through Entity: Indiana Department of Education

Condition

An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the Reporting compliance requirement. There were no procedures established to ensure that the necessary reports were prepared in compliance with the Reporting requirements.

The School Corporation retained the services of an outside vendor to manage its Child Nutrition Programs. The vendor was responsible for preparing and submitting the necessary reports for compliance, including the Annual Financial Report, with no oversight from the School Corporation. The Annual Financial Reports submitted for the audit period were found to be incorrectly prepared by the vendor and did not accurately reflect the activity in the School Corporation's School Lunch fund.

Context

Two Annual Financial Reports were submitted during the audit period. Both reports were tested and were found to be incorrectly prepared by the vendor and did not accurately reflect the activity in the School Corporation's School Lunch fund.

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. . . ."

7 CFR 210.15(a) states in part: "*Reporting Summary*. Participating school food authorities are required to submit forms and reports to the State agency or the distributing agency, as appropriate, to demonstrate compliance with Program Requirements. . . ."

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

7 CFR 3016.20(b) states in part:

"The financial management systems of other grantees and subgrantees must meet the following standards:

- (1) *Financial reporting.* Accurate, current, and complete disclosure of the financial results of financially assisted activities must be made in accordance with the financial reporting requirements of the grant or subgrant. . . .
- (6) *Source documentation.* Accounting records must be supported by such source documentation as cancelled checks, paid bills, payrolls, time and attendance records, contract and subgrant award documents, etc. . . . "

Cause

Management had not developed a system of internal controls that would have ensured that the School Corporation complied with the Reporting requirements.

Effect

The failure to establish an effective internal control system allowed material noncompliance to occur. Noncompliance with 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 related to the grant agreement and Reporting compliance requirement.

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 - PROGRAM INCOME

Federal Agency: U.S. 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): FY 2014, FY 2015

Pass-Through Entity: Indiana Department of Education

Condition

An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the Program Income compliance requirement. There were no procedures established to ensure that the receipts of the Child Nutrition Programs were handled properly in accordance with the Program Income compliance requirement.

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

The School Corporation established a single fund, the School Lunch fund, for all the activity of the food service programs.

The School Corporation also maintained prepaid accounts for students. When prepaid funds were received, they were receipted with the program income into the School Lunch fund as revenue, with no distinction between the prepaid accounts and the program income generated from the food service programs.

Context

The School Corporation's procedures for recording revenues in the School Lunch fund prevented us from determining whether meal payments were properly recorded. As a result, we were not able to identify a proper population to test the Program Income requirements.

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. . . ."

7 CFR 3016.20(b) states in part:

". . . (2) *Accounting records.* Grantees and subgrantees must maintain records which adequately identify the source and application of funds provided for financially-assisted activities. These records must contain information pertaining to grant or subgrant awards and authorizations, obligations, unobligated balances, assets, liabilities, outlays or expenditures, and income. . . ."

Cause

Management had not developed a system of internal controls that would have ensured that records were retained and available for audit.

Effect

The failure to establish a system of internal controls that would have ensured that records were retained and available for audit prevented the determination of the School Corporation's compliance with Program Income requirements.

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that the School Corporation's management establish controls and procedures to ensure that records were retained and available for audit.

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Views of Responsible Officials

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

FINDING 2015-005 - SPECIAL TESTS AND PROVISIONS - VERIFICATION OF FREE AND REDUCED PRICE APPLICATIONS (NSLP)

Federal Agency: U.S. Department of Agriculture

Federal Programs: School Breakfast Program, National School Lunch Program

CFDA Numbers: 10.553, 10.555

Federal Award Numbers and Years (or Other Identifying Numbers): FY 2014, FY 2015

Pass-Through Entity: Indiana Department of Education

Condition

An effective internal control system was not place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the Special Tests and Provisions - Verification of Free and Reduced Price Applications (NSLP) compliance requirement.

The School Corporation retained the services of an outside vendor to manage its Food Service program; the vendor was responsible for verifying the free and reduced price applications.

The sample size for verification was 77 applications for the 2013-2014 school year and 65 applications for the 2014-2015 school year. However, the School Corporation verified 146 applications for the 2013-2014 school year and 60 applications for the 2014-2015 school year, resulting in noncompliance with the requirements.

Context

There were ineffective controls in place at the School Corporation to ensure that free and reduced price applications were properly verified. The incorrect number of applications were verified for both school years during the audit period.

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. . . ."

7 CFR 245.6a(c) states in part:

"*Verification requirement-(1) General.* The local educational agency must verify eligibility of children in a sample of household applications approved for free and reduced price meal benefits for that school year. . . ."

- (3) *Standard sample size.* Unless eligible for an alternative sample size under paragraph (d) of this section, the sample size for each local educational agency shall equal the lesser of:

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

- (i) Three (3) percent of all applications approved by the local educational agency for the school year, as of October 1 of the school year, selected from error prone applications; or
- (ii) 3,000 error prone applications approved by the local educational agency for the school year, as of October 1 of the school year.
- (iii) Local educational agencies shall not exceed the standard sample size in paragraphs (c)(3)(i) or (c)(3)(ii) of this section, as applicable, and, unless eligible for one of the alternative sample sizes provided in paragraph (c)(4) of this section, the local educational agency shall not use a smaller sample size than those in paragraphs (c)(3)(i) or (c)(3)(ii) of this section, as applicable. . . ."

Cause

Management had not developed a system of internal controls that would have ensured that the School Corporation complied with the Special Tests and Provisions - Verification of Free and Reduced Price Applications (NSLP) requirements.

Effect

The failure to develop an effective internal control system allowed material noncompliance to occur. Noncompliance with 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 related to the grant agreement and Special Tests and Provisions - Verification for Free and Reduced Price Applications (NSLP) requirements.

Views of Responsible Officials

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

FINDING 2015-006 - SUSPENSION AND DEBARMENT

Federal Agency: U.S. Department of Labor

Federal Program: YouthBuild

CFDA Number: 17.274

Federal Award Number and Year (or Other Identifying Number): 25415-14-60-A

Pass-Through Entity: Direct Grant

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Condition

An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the Suspension and Debarment compliance requirement. No documentation was maintained by the School Corporation verifying that vendors were not suspended or debarred. Therefore, we were unable to verify this procedure occurred.

Context

Only one contract related to this Federal award was entered into during the audit period that required the School Corporation to ensure the vendor was not suspended or debarred. No documentation was provided for audit to substantiate that the School Corporation verified the vendor was not suspended or debarred.

Criteria

2 CFR 200.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

2 CFR 200.333 states in part:

"Financial records, supporting documents, statistical records, and all other non-Federal entity records pertinent to a Federal award must be retained for a period of three years from the date of submission of the final expenditure report or, for Federal awards that are renewed quarterly or annually, from the date of the submission of the quarterly or annual financial report, respectively, as reported to the Federal awarding agency or pass-through entity in the case of a subrecipient. . . ."

Cause

Management had not developed a system of internal controls that would have ensured that records were retained and available for audit.

Effect

The failure to establish a system of internal controls that would have ensured that records were retained and available for audit prevented the determination of the School Corporation's compliance with Program Income requirements.

Questioned Costs

There were no questioned costs identified.

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Recommendation

We recommended that the School Corporation's management establish controls to ensure that records were retained and available for audit.

Views of Responsible Officials

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

FINDING 2015-007 - EQUIPMENT AND REAL PROPERTY MANAGEMENT

Federal Agency: U.S. Department of Education
Federal Program: Fund for the Improvement of Education
CFDA Number: 84.215
Federal Award Number and Year (or Other Identifying Number): Q215F110312
Pass-Through Entity: Direct Grant

Condition

An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the Equipment and Real Property Management compliance requirement. Equipment purchased with grant funds during the audit period was not properly recorded on the equipment inventory listing. Additionally, the School Corporation's procedure was to conduct a physical inventory every year; however, no documentation was provided for audit to verify the physical inventory was conducted.

Context

The equipment purchased during the audit period was not properly recorded on the equipment inventory listing for two of the four invoices tested. Both of these invoices were for the purchase of multiple equipment items.

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. . . ."

34 CFR 80.32(d) states in part:

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

1. Property records must be maintained that include a description of the property, a serial number or other identification number, the source of property, who holds title, the acquisition date, and cost of the property, percentage of Federal

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

participation in the cost of the property, the location, use and condition of the property, and any ultimate disposition data including the date of disposition and sale price of the property.

2. A physical inventory of the property must be taken and the results reconciled with the property records at least once every two years.
3. A control system must be developed to ensure adequate safeguards to prevent lost, damage, or theft of the property. Any loss, damage, or theft shall be investigated.
..."

Cause

Management had not developed an adequate system of internal controls that would have ensured that the School Corporation complied with the Equipment and Real Property Management requirements.

Effect

The failure to develop an effective internal control system allowed material noncompliance to occur. Noncompliance with 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 related to the grant agreement and Equipment and Real Property Management requirements.

Views of Responsible Officials

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

FINDING 2015-008 - SUSPENSION AND DEBARMENT

Federal Agency: U.S. Department of Education

Federal Program: Fund for the Improvement of Education

CFDA Number: 84.215

Federal Award Number and Year (or Other Identifying Number): S215L080741, S215E120159,
Q215F110312

Pass-Through Entity: Direct Grant

Condition

An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the Suspension and Debarment compliance requirement. No documentation was maintained by the School Corporation verifying that vendors were not suspended or debarred. Therefore, we were unable to verify this procedure occurred.

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Context

All contracts related to this Federal award that were entered into during the audit period that required the School Corporation to ensure the vendor was not suspended or debarred were with the same vendor. No documentation was provided for audit to substantiate that the School Corporation verified that vendor was not suspended or debarred.

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 200.333 states in part:

"Financial records, supporting documents, statistical records, and all other non-Federal entity records pertinent to a Federal award must be retained for a period of three years from the date of submission of the final expenditure report or, for Federal awards that are renewed quarterly or annually, from the date of the submission of the quarterly or annual financial report, respectively, as reported to the Federal awarding agency or pass-through entity in the case of a subrecipient. . . ."

Cause

Management had not developed a system of internal controls that would have ensured the School Corporation complied with Suspension and Debarment requirements.

Effect

The failure to establish a system of internal controls that would have ensured that records were retained and available for audit prevented the determination of the School Corporation's compliance with Program Income requirements.

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that the School Corporation's management establish controls to ensure that records were retained and available for audit.

Views of Responsible Officials

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

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

FINDING 2015-009 - CASH MANAGEMENT

Federal Agency: U.S. Department of Education

Federal Program: Fund for the Improvement of Education

CFDA Number: 84.215

Federal Award Number and Year (or Other Identifying Number): S215L080741, S215E120159,
Q215F110312

Pass-Through Entity: Direct Grant

Condition

An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the Cash Management compliance requirement. The Business Office Grant Accountant prepared and submitted the payment requests. No controls were in place at the School Corporation to ensure that the payment requests were for expenses already incurred.

Context

The School Corporation had not established a control system for July 2013 to 2014.

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 controls for July 2013 to March 2014.

Effect

The failure to establish an effective internal control system placed the School Corporation at risk of noncompliance with the grant agreement and the compliance requirement.

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that the School Corporation's management establish controls related to the grant agreement and Cash Management requirements.

Views of Responsible Officials

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

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

***FINDING 2015-010 - SPECIAL TESTS AND PROVISIONS -
PARTICIPATION OF PRIVATE SCHOOL CHILDREN***

Federal Agency: U.S. Department of Education

Federal Program: Title I, Part A Cluster

CFDA Number: 84.010

Federal Award Numbers and Years (or Other Identifying Numbers): 2012-2013, 2013-2014,
2014-2015

Pass-Through Entity: Indiana Department of Education

Condition

An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the Special Tests and Provisions - Participation of Private School Children compliance requirement. Timely communication with officials of eligible private schools did occur; however, no procedures were in place to ensure this communication occurred.

Context

Surveys were sent to all officials of eligible private schools to obtain an understanding of the services needed at each eligible private school. The surveys returned by the eligible private schools were subjected to a review procedure at the School Corporation; however, there was no procedure in place to ensure that eligible private schools were contacted and provided a survey to complete.

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 control that would have ensured that the School Corporation complied with the Special Tests and Provisions - Participation of Private School Children requirements.

Effect

The failure to establish an effective internal control system placed the School Corporation at risk of noncompliance with the grant agreement and the compliance requirement. 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 program.

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that the School Corporation's management establish controls related to the grant agreement and Special Tests and Provisions - Participation of Private School Children requirements.

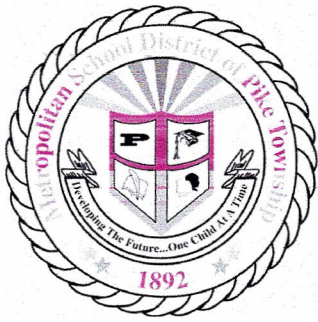
Views of Responsible Officials

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

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AUDITEE-PREPARED DOCUMENTS

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



METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP

Administrative Service Center

6901 Zionsville Road, Indianapolis, Indiana 46268-2467

Phone: 317-387-2206 Fax: 317-387-2261

www.pike.k12.in.us

Linda J. Searles, RSBO
Chief Financial Officer

Darlene Eberhardt,
Secretary

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2013-001

Fiscal year in which the finding initially occurred: 2011-2013

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: U.S. DEPARTMENT OF EDUCATION

Contact Person Responsible for Corrective Action: Linda J. Searles, CFO

Contact Phone Number: 317-387-2206

Status of Audit Finding: Corrected as of March 2014

FINDING 2013-002

Fiscal year in which the finding initially occurred: 2011-2013

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: U.S. DEPARTMENT OF EDUCATION

Contact Person Responsible for Corrective Action: Linda J. Searles, CFO

Contact Phone Number: 317-387-2206

Status of Audit Finding: Corrected

FINDING 2013-003

Fiscal year in which the finding initially occurred: 2011-2013

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: U.S. DEPARTMENT OF EDUCATION

Contact Person Responsible for Corrective Action: Linda J. Searles, CFO

Contact Phone Number: 317-387-2206

Status of Audit Finding: Partially corrected and continuing to implement changes

FINDING 2013-004

Fiscal year in which the finding initially occurred: 2011-2013

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: U.S. DEPARTMENT OF EDUCATION

Contact Person Responsible for Corrective Action: Linda J. Searles, CFO

Contact Phone Number: 317-387-2206

Status of Audit Finding: Partially and continuing to implement changes

FINDING 2013-005

Fiscal year in which the finding initially occurred: 2011-2013

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: U.S. DEPARTMENT OF EDUCATION

Contact Person Responsible for Corrective Action: Linda J. Searles, CFO

Contact Phone Number: 317-387-2206

Status of Audit Finding: Corrected subsequent to audit period

FINDING 2013-006

Fiscal year in which the finding initially occurred: 2011-2013

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: U.S. DEPARTMENT OF EDUCATION

Contact Person Responsible for Corrective Action: Linda J. Searles, CFO

Contact Phone Number: 317-387-2206

Status of Audit Finding: Corrected subsequent to audit period



(signature)

CFO

(Title)

10-11-16

(Date)



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Secretary

CORRECTIVE ACTION PLAN

FINDING 2015-001 Preparation of the Schedule of Expenditures of Federal Awards

Contact Person Responsible for Corrective Action: Linda J. Searles, CFO

Contact Phone Number: 317-387-2206

Views of Responsible Official: The MSD of Pike Township Assistant CFO and Accounts Payable Supervisor have always reviewed the Schedule of Expenditure of Federal Awards (SEFA) as prepared by the Fiscal Grant Supervisor and we understand there were no omissions or errors.

Description of Corrective Action Plan: Now in addition to the above review, the Assistant CFO and/or Accounts Payable Supervisor will initial and date the file copy as proof of review.

Anticipated Completion Date: With the preparation of the next SEFA

FINDING 2015-002 Cash Management – National School Lunch Program

Contact Person Responsible for Corrective Action: Linda J. Searles, CFO

Contact Phone Number: 317-387-2206

Views of Responsible Official: The MSD of Pike Township through its efficient Food Service Program has accumulated and earmarked funds in the Food Service Fund for the kitchen and cafeteria renovation at Guion Creek Middle School. The Renovation is planned to occur over summer break 2017 and has been a part of the district's approved long-term Blue Ribbon Facilities Needs Plan.

When the State Board of Accounts auditors raised the question of excess cash in this fund, we contacted Ms. Dani Powers, Financial Specialist with IDOE School and Community Nutrition (August 22, 2016) to determine the proper steps to justify excess cash earmarked for pending renovation and equipment purchases. Ms. Powers replied via email "The USDA only allows school corporations to retain an average of 3 months expenses in their food service account. Any funds over that amount need approval from our office. Usually when either Tina or I review the Annual Financial Report, we will look at the funds available and see if it is over the allowed amount. We then send an error message to the school corporation asking for justification for excess funds. Some examples of justification could be for pending kitchen renovations, building a new school and need new equipment, and various other issues." Since the MSD of Pike Township had not been notified by their department of excess cash and asked for a justification, we asked Ms. Powers if we should wait to hear from them or is there anything we should do right now. Ms. Powers replied via email "You can email me now with a rough estimate of plans, costs, and timeline. I will put a note in your AFR and retain the email for our records." I replied with the requested information on August 22, 2016 at 3:02 PM via email.

Description of Corrective Action Plan: In the future, when the MSD of Pike Township is planning to hold excess cash in the Food Service Fund for pending improvements or equipment purchases, we will notify the Financial Specialist at IDOE School and Community Nutrition in advance via email and retain the email for audit purposes.

Anticipated Completion Date: August 22, 2016

FINDING 2015-003 Reporting – National School Lunch Program

Contact Person Responsible for Corrective Action: Linda J. Searles, CFO

Contact Phone Number: 317-387-2206

Views of Responsible Official: The MSD of Pike Township agrees with this finding.

Description of Corrective Action Plan: Effective with the most recent AFR submitted in October 2016, the MSD of Pike Township Assistant CFO and the Food Service Provider prepare the AFR together and supporting documentation and signature documents are retained with a copy of the AFR.

Anticipated Completion Date: October 2016

FINDING 2015-004 Program Income – National School Lunch Program

Contact Person Responsible for Corrective Action: Linda J. Searles, CFO

Contact Phone Number: 317-387-2206

Views of Responsible Official: This item was corrected subsequent to June 20, 2015, once the district learned in a seminar that a clearing fund was required for handling of prepaid accounts.

Description of Corrective Action Plan: Utilize the required clearing fund process for prepaid student accounts.

Anticipated Completion Date: Subsequent to June 30, 2015.

FINDING 2015-005 Special Tests and Provisions Verification of Free and Reduced Price Applications – National School Lunch Program

Contact Person Responsible for Corrective Action: Linda J. Searles, CFO

Contact Phone Number: 317-387-2206

Views of Responsible Official: Verification samples are selected electronically by the software and we experienced issues with the software that was being utilized. A new software system "Mosaic" was implemented in the summer of 2016 and should address sample selection issues.

Description of Corrective Action Plan: In addition to the new software system, the MSD of Pike Township will work in conjunction with the Food Service Provider to develop procedures to assure that the sample size of the verification requirement is met and not exceeded.

Anticipated Completion Date: November 30, 2016

FINDING 2015-006 Suspension and Debarment – Pep Grant

Contact Person Responsible for Corrective Action: Linda J. Searles, CFO

Contact Phone Number: 317-387-2206

Views of Responsible Official: The normal procedure is for the MSD of Pike Township program staff to check all contracts against SAM, print the supporting documentation and file in the grant file. There was only one contract relative to this grant. Program staff indicated that they checked

for this contract on SAM Exclusions and printed the supporting documentation and filed in the grant file. While the contractor was not suspended or debarred, unfortunately the required printed document could not be located at the time of the audit.

Description of Corrective Action Plan: The MSD of Pike has printed the supporting documentation from SAM for this contractor and placed a copy in the grant folder in the program office and the Business Office. The MSD of Pike Township will explore adding a clause to future contracts as a condition to the covered transaction with the person.

Anticipated Completion Date: 10/11/16

FINDING 2015-007 Equipment and Real Property Management - Pep Grant, SLC, Counseling Grant

Contact Person Responsible for Corrective Action: Linda J. Searles, CFO
Contact Phone Number: 317-387-2206

Views of Responsible Official: The MSD of Pike Township requires program grant staff to keep an equipment inventory of equipment purchased with grant funds. While the equipment worksheet has been prepared and detailed invoices are included with the vouchers, the State Board of Accounts found some items in their sample testing were that were on the invoices but omitted from the inventory worksheet.

Description of Corrective Action Plan: The MSD of Pike Township will flag all equipment invoices/vouchers purchased on federal grants. The Fiscal Grant Manager will make a copy of the equipment invoices/vouchers and include in the grant folder. Once a year the Fiscal Grant Manager and the program grant staff will compare records to assure that all items are on the inventory worksheet. The Fiscal Grant Supervisor will require the Grant Program Manager to sign off that an equipment inventory has been performed on an annual basis. The Fiscal Grant Manager will include this signed affirmation in the grant file.

Anticipated Completion Date: 01/31/17

FINDING 2015-008 Suspension and Debarment – YCC Grant

Contact Person Responsible for Corrective Action: Linda J. Searles, CFO
Contact Phone Number: 317-387-2206

Views of Responsible Official: This item was corrected subsequent to the audit period. The normal procedure is for the MSD of Pike Township program staff to check all contracts against SAM, print the supporting documentation and file in the grant file. There was only one contract relative to this grant. Program staff indicated that they checked for this contract on SAM Exclusions and printed the supporting documentation and filed in the grant file. While the contractor was not suspended or debarred, unfortunately the required printed document could not be located at the time of the audit.

Description of Corrective Action Plan: The MSD of Pike has printed the supporting documentation from SAM for this contractor and placed a copy in the grant folder in the program office and the Business Office. The MSD of Pike Township will explore adding a clause to future contracts as a condition to the covered transaction with the person.

Anticipated Completion Date: 10/11/16

FINDING 2015-009 Cash Management – Grants

Contact Person Responsible for Corrective Action: Linda J. Searles, CFO
Contact Phone Number: 317-387-2206

Views of Responsible Official: The MSD of Pike Township has always requested reimbursement through the G5-Payments module based on actual expenditures. The Fiscal Grant Manager will

continue to submit requests based on actual expenditures as recorded in the district's automated general ledger for the grant. In addition the Fiscal Grant Supervisor meets with the Grant Manager quarterly to discuss various items including the requested reimbursement and the Grant Manager has access to run "read only" automated general ledger reports relative to their grant at any time. In addition in March 2014, the MSD of Pike Township established an additional control requiring the Grant Manager to sign off on the requested reimbursement.

Description of Corrective Action Plan: The MSD of Pike continues to request reimbursement based on actual expenditures through the G5-Payments module and in March 2014 established additional controls.

Anticipated Completion Date: March 2014

FINDING 2015-010 Special Test and Provisions – Participation of Private School Children Title I

Contact Person Responsible for Corrective Action: Linda J. Searles, CFO
Contact Phone Number: 317-387-2206

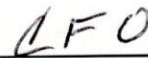
Views of Responsible Official: The Director of Curriculum's secretary communicates through email to private schools in the district and copies the Director of Curriculum. The State Board of Accounts affirmed that timely communication with private schools within the School Corporation's district did occur, but indicated that no procedures were in place to ensure the communication occurred.

Description of Corrective Action Plan: The Curriculum secretary will continue to contact the private school in the district via email and copy the Director of Curriculum, but in addition the Director of Curriculum will respond back via email or print and sign the email as proof of review.


Anticipated Completion Date: Next required notification of private schools



(Signature)



(Title)



(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/>.