

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

FINANCIAL STATEMENT AND  
FEDERAL SINGLE AUDIT REPORT  
OF

WAWASEE COMMUNITY SCHOOL CORPORATION  
KOSCIUSKO COUNTY, INDIANA

July 1, 2013 to June 30, 2015



**FILED**  
07/27/2017



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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Jim Evans	07-01-13 to 06-30-17
Superintendent of Schools	Dr. Thomas R. Edington	07-01-13 to 06-30-17
President of the School Board	Rebecca L. Linnemeier	01-01-13 to 12-31-17



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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE WAWASEE COMMUNITY SCHOOL  
CORPORATION, KOSCIUSKO COUNTY, INDIANA

**Report on the Financial Statement**

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

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

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

***Auditor's Responsibility***

Our responsibility is to express an opinion on this financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free from 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 to the financial statement, the School Corporation prepares its financial statement on the prescribed basis of accounting that demonstrates compliance with the reporting requirements established by the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6), which is a basis of accounting other than accounting principles generally accepted in the United States of America.

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

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

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

***Opinion on Regulatory Basis of Accounting***

In our opinion, the financial statement referred to above presents fairly, in all material respects, the financial position and results of operations of the School Corporation for the period of July 1, 2013 to June 30, 2015, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

***Other Matters***

*Supplementary Information*

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

*Other Information*

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

INDEPENDENT AUDITOR'S REPORT  
(Continued)

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

In accordance with *Government Auditing Standards*, we have also issued a report dated May 17, 2017, on our consideration of the School Corporation's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School Corporation's internal control over financial reporting and compliance.

  
Paul D. Joyce, CPA  
State Examiner

May 17, 2017



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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 WAWASEE COMMUNITY SCHOOL  
CORPORATION, KOSCIUSKO 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 Wawasee Community School Corporation (School Corporation), which comprises the financial position and results of operations for the period of July 1, 2013 to June 30, 2015, and the related notes to the financial statement, and have issued our report thereon dated May 17, 2017, wherein we noted the School Corporation followed accounting practices the Indiana State Board of Accounts prescribes rather than accounting principles generally accepted in the United States of America.

**Internal Control over Financial Reporting**

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

Our consideration of the internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying Schedule of Findings and Questioned Costs, we identified certain deficiencies in internal control over financial reporting that we consider to be 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 a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the School Corporation's financial statement will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs as item 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 from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Wawasee Community School Corporation's Response to Findings**

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

**Purpose of This Report**

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

  
Paul D. Joyce, CPA  
State Examiner

May 17, 2017

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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.

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

Fund	Cash and Investments 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
General	\$ 3,424,304	\$ 21,191,323	\$ 21,273,137	\$ 2,214	\$ 3,344,704	\$ 21,037,078	\$ 20,709,594	\$ (295,094)	\$ 3,377,094
Debt Service	3,045,098	6,254,641	5,956,835	-	3,342,904	6,626,969	5,576,197	(330,210)	4,063,466
Retirement/Severance Bond Debt Service	485,889	317,256	754,750	-	48,395	-	-	(48,395)	-
Capital Projects	2,453,045	3,811,410	4,187,007	-	2,077,448	3,789,121	4,105,283	-	1,761,286
School Transportation	1,938,062	2,625,691	2,547,748	-	2,016,005	2,614,316	2,622,350	-	2,007,971
School Bus Replacement	254,677	484,323	406,423	-	332,577	533,298	469,455	-	396,420
Rainy Day	3,863,977	489,108	821,923	-	3,531,162	-	642,794	348,395	3,236,763
Retirement/Severance Bond	170	1	1	-	170	170	340	-	-
Post-Retirement/Severance Future Benefits	2,002,078	994	214,822	-	1,788,250	1,012	230,313	-	1,558,949
General Obligation Bonds	15,053	-	15,053	-	-	-	-	-	-
High School Bonds	15,918	-	15,918	-	-	-	-	-	-
2013 General Obligation Bond	-	-	829,493	975,150	145,657	-	2,365	-	143,292
School Lunch	702,623	1,423,055	1,403,437	-	722,241	1,435,516	1,331,879	-	825,878
Textbook Rental	129,647	242,587	118,768	-	253,466	223,532	159,768	330,210	647,440
Self-Insurance	8,280,211	3,234,185	3,338,922	-	8,175,474	3,462,933	3,858,215	-	7,780,192
Levy Excess	-	-	-	-	-	407	-	-	407
Educational License Plates	750	319	464	-	605	356	924	-	37
Alternative Education	2,588	-	337	-	2,251	-	2,251	-	-
13-14 Alternative Education	14,413	-	14,413	-	-	-	-	-	-
14-15 Alternative Education	-	17,204	-	-	17,204	-	17,204	-	-
15-16 Alternative Education	-	-	-	-	-	17,990	-	-	17,990
Women of Today Donation	300	300	387	-	213	-	197	-	16
Karen Parr Counseling Support	12,359	6	-	-	12,365	6	2,279	-	10,092
14-15 Teach Town Keys Grant	-	-	-	-	-	3,650	3,650	-	-
KC Education Graduation Coach Grant	4,167	9,375	8,625	-	4,917	-	2,125	-	2,792
14-15 KC Education Graduation Coach Grant	-	-	-	-	-	12,625	9,000	-	3,625
11-12 Arts Partnership Grant	702	-	702	-	-	-	-	-	-
12-13 Arts Partnership Grant	2,129	-	1,800	-	329	-	329	-	-
13-14 Arts Partnership Grant	6,000	-	2,181	-	3,819	-	3,358	-	461
14-15 Arts Partnership Grant	-	15,800	-	-	15,800	-	9,726	-	6,074
15-16 Dekko Arts Grant	-	-	-	-	-	8,000	-	-	8,000
12-13 Dekko Kindergarten Grant	13,013	-	13,013	-	-	-	-	-	-
United Way Kindergarten Countdown Grant	-	-	-	-	-	-	4,010	-	(4,010)
Cultivating Primary Development	101,000	63,000	77,957	-	86,043	(1,000)	69,539	-	15,504
Laudeman Instruction Improvement Grant	-	-	-	-	-	60,000	50,563	-	9,437
Dekko-Eco Grant	-	10,000	2,020	-	7,980	-	7,980	-	-
2015 Dekko-Eco Challenge Grant	-	-	-	-	-	12,500	1,655	-	10,845
Scholarships and Awards	-	3,500	1,500	-	2,000	500	2,500	-	-
Deborah Nelson Scholarship	-	1,415	1,415	-	-	-	-	-	-
Conference/Writer's Workshop	337	-	216	-	121	-	84	-	37
Dekko Grant MHT Services	266	-	45	-	221	-	221	-	-
Random Drug Testing Grant	-	1,250	1,250	-	-	3,000	3,000	-	-
Marine Mechanics Program	81,000	2,000	71,335	-	11,665	-	9,340	-	2,325
ECO Challenge	1,250	4,150	2,471	-	2,929	1,250	3,245	-	934

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

WAWASEE COMMUNITY SCHOOL CORPORATION  
STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -  
REGULATORY BASIS  
For the Years Ended June 30, 2014 and 2015  
(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
Biomedical Science Curriculum	-	-	-	-	-	3,000	3,000	-	-
Aviation Mechanics Grant	-	-	-	-	-	-	1,698	-	(1,698)
13-14 Biomedical Science Curriculum	5,980	8,898	15,876	-	(998)	11,921	9,110	-	1,813
CTE Equipment KCCF Grant	-	-	8,920	-	(8,920)	9,000	80	-	-
Dekko Outdoor Learning Lab	-	42,500	-	-	42,500	-	42,500	-	-
Stadium Sound Athletic AEF	712	-	-	-	712	-	712	-	-
12-13 High Ability Grant	1,734	-	1,734	-	-	-	-	-	-
13-14 High Ability Grant	-	38,052	37,974	-	78	-	78	-	-
14-15 High Ability Grant	-	-	-	-	-	38,502	37,825	-	677
Medicaid Reimbursement	679	1,839	-	(2,214)	304	8,198	-	(4,906)	3,596
Secured Schools Safety Grant	-	-	-	-	-	46,689	46,689	-	-
12-13 Non-English Speaking Grant	2,360	-	2,360	-	-	-	-	-	-
13-14 Non-English Speaking Grant	-	15,013	12,739	-	2,274	-	2,274	-	-
14-15 Non-English Speaking Grant	-	-	-	-	-	13,833	11,673	-	2,160
School Technology	1,228	4,488	4,492	-	1,224	4,539	4,487	-	1,276
Heritage Language Program	-	-	-	-	-	761	2,065	-	(1,304)
12-13 Title 1	(52,971)	138,964	85,993	-	-	-	-	-	-
13-14 Title 1	-	198,211	268,030	-	(69,819)	123,015	53,196	-	-
14-15 Title 1	-	-	-	-	-	265,804	289,425	-	(23,621)
(IDEA, Part B) LEA Capacity Building (Sliver) Grants	(3,482)	8,945	5,463	-	-	-	-	-	-
13 Special Education Improvement Award	(1,111)	70,000	68,889	-	-	-	-	-	-
Technical Assistance Grant	-	8,116	8,821	-	(705)	5,812	5,272	-	(165)
12-13 School Age Special Services	(87,579)	222,107	134,528	-	-	143	143	-	-
13-14 School Age Special Services	-	424,763	523,410	-	(98,647)	192,380	94,280	-	(547)
14-15 School Age Special Services	-	-	-	-	-	478,230	540,831	-	(62,601)
12-13 Preschool Special Needs	(2,142)	3,574	1,432	-	-	-	-	-	-
13-14 Preschool Special Needs	-	10,884	12,915	-	(2,031)	1,900	(131)	-	-
14-15 Preschool Special Needs	-	-	-	-	-	11,849	12,362	-	(513)
12-13 Perkins Grant	(19,946)	28,949	9,003	-	-	-	-	-	-
13-14 Perkins Grant	-	90,730	99,430	-	(8,700)	8,700	-	-	-
14-15 Perkins Grant	-	-	-	-	-	78,069	80,613	-	(2,544)
Medicaid Reimbursement - Federal	8,881	3,403	6,578	-	5,706	14,911	6,835	-	13,782
MAC Medicaid Reimbursement	-	39,726	46,388	-	(6,662)	15,837	2,032	-	7,143
11-12 Title II Part A	(4,946)	14,686	9,740	-	-	-	-	-	-
12-13 Title II Part A	-	53,823	64,317	-	(10,494)	34,148	23,654	-	-
13-14 Title II Part A	-	-	-	-	-	57,828	70,872	-	(13,044)
Title III - Language Instruction	-	-	-	-	-	611	611	-	-
12-13 Title III	(549)	3,323	3,323	-	(549)	3,431	2,882	-	-
13-14 Title III	-	22,555	22,555	-	-	-	-	-	-
14-15 Title III	-	-	-	-	-	13,477	12,173	-	1,304
Clearing	70,585	5,375,310	5,370,826	-	75,069	5,218,406	5,207,597	-	85,878
Life Insurance Fringe Benefit	-	4,815	4,815	-	-	5,030	5,030	-	-
<b>Totals</b>	<b>\$ 26,770,459</b>	<b>\$ 47,036,567</b>	<b>\$ 48,914,919</b>	<b>\$ 975,150</b>	<b>\$ 25,867,257</b>	<b>\$ 46,509,253</b>	<b>\$ 46,481,601</b>	<b>\$ -</b>	<b>\$ 25,894,909</b>

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

WAWASEE COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT

**Note 1. Summary of Significant Accounting Policies**

*A. Reporting Entity*

School Corporation, as used herein, shall include, but is not limited to, 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.* Amounts received from taxes, revenue from local governmental units other than school corporations, transfer tuition, transportation fees, investment income, food services, School Corporation activities, revenue from community service activities, and other revenue from local sources.

*Intermediate sources.* Amounts received as distributions from the County for fees collected for or on behalf of the School Corporation including, but not limited to, the following: educational license plate fees, congressional interest, riverboat distributions, and other similar fees.

WAWASEE COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

*State sources.* Amounts received as distributions from the State of Indiana that are to be used by the School Corporation for various purposes, including, but not limited to, the following: unrestricted grants, restricted grants, revenue in lieu of taxes, and revenue for or on behalf of the School Corporation.

*Federal sources.* Amounts received as distributions from the federal government that are to be used by the School Corporation for various purposes, including, but not limited to, the following: unrestricted grants, restricted grants, revenue in lieu of taxes, and revenue for or on behalf of the School Corporation.

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

*Other receipts.* 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.* Amounts disbursed for regular programs, special programs, adult and continuing education programs, summer school programs, enrichment programs, remediation, and payments to other governmental units.

*Support services.* Amounts disbursed for support services related to students, instruction, general administration, school administration, outflows for central services, operation and maintenance of plant services, and student transportation.

*Noninstructional services.* Amounts disbursed for food service operations and community service operations.

*Facilities acquisition and construction.* Amounts disbursed for the acquisition, development, construction, and improvement of new and existing facilities.

*Debt services.* Amounts disbursed for fixed obligations resulting from financial transactions previously entered into by the School Corporation, including: all expenditures for the reduction of the principal and interest of the School Corporation's general obligation indebtedness.

*Nonprogrammed charges.* Amounts disbursed 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.* Amounts received in relation to the issuance of bonds or other long-term debt issues.

WAWASEE COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

*Transfers in.* Amounts 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.* Amounts 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 amounts 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 amounts accounted for in a specific fund may only be available for use for certain, legally-restricted purposes. Additionally, some funds are used to account for assets held by the School Corporation in a trustee capacity as an agent of individuals, private organizations, other funds, or other governmental units and, therefore, the funds cannot be used for any expenditures of the unit itself.

**Note 2. Budgets**

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

**Note 3. Property Taxes**

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

**Note 4. Deposits and Investments**

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

WAWASEE COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

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

**Note 5. Risk Management**

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

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

**Note 6. Pension Plans**

*A. Public Employees' Retirement Fund*

*Plan Description*

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

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

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

*Funding Policy and Annual Pension Cost*

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

WAWASEE COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

*B. Teachers' Retirement Fund*

*Plan Description*

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

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

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

*Funding Policy and Annual Pension Cost*

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

**Note 7. Negative Receipts and Disbursements**

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

**Note 8. Cash Balance Deficits**

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

WAWASEE COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

**Note 9. Holding Corporations**

The School Corporation has entered into capital leases with Wawasee High School Building Corporation and Wawasee Community School Corporation New Elem. and Remodeling Building Corporation (the lessors). The lessors were organized as a not-for-profit corporations pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessors have been determined to be related-parties of the School Corporation. Lease payments with the Wawasee High School Building Corporation during the years 2014 and 2015 totaled \$1,464,170 and \$2,738,968, respectively. Lease payments with the Wawasee Community School Corporation New Elem. and Remodeling Building Corporation during the years 2014 and 2015 totaled \$2,470,232 and \$2,533,007, respectively.

**Note 10. Subsequent Events**

On September 8, 2015, the School Board awarded a contract for the construction of the new Syracuse Elementary School building to Fetter Construction, Inc. for \$17,722,000.

On March 22, 2016, the School Board awarded a contract for the Milford School Project to Milestone Construction for \$1,096,900.

On April 12, 2016, the School Board awarded a contract for the Wawasee High School Interior Renovation Project to Hamilton Hunter Builders, Inc. for \$1,729,565. The School Board also awarded a contract for site renovation at Wawasee High School, the Wawasee Transportation Building, and the Milford School to Milestone Construction for \$508,700.

On May 10, 2016, the School Board approved 1:1 student device financing to Bancorp for \$2,508,234.

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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.

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

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Retirement/ Severance Bond
Cash and investments - beginning	\$ 3,424,304	\$ 3,045,098	\$ 485,889	\$ 2,453,045	\$ 1,938,062	\$ 254,677	\$ 3,863,977	\$ 170
Receipts:								
Local sources	217,151	6,254,641	317,256	3,799,108	2,074,260	443,094	-	-
Intermediate sources	190	-	-	-	-	-	-	-
State sources	20,073,248	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	489,108	-
Temporary loans	905,737	-	-	-	510,797	-	-	-
Other receipts	(5,003)	-	-	12,302	40,634	41,229	-	1
Total receipts	<u>21,191,323</u>	<u>6,254,641</u>	<u>317,256</u>	<u>3,811,410</u>	<u>2,625,691</u>	<u>484,323</u>	<u>489,108</u>	<u>1</u>
Disbursements:								
Instruction	14,215,057	-	-	-	-	-	-	-
Support services	5,474,582	-	-	1,683,092	2,046,238	406,423	-	1
Noninstructional services	501,278	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	2,503,915	-	-	821,923	-
Debt services	1,082,220	5,956,835	754,750	-	501,510	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>21,273,137</u>	<u>5,956,835</u>	<u>754,750</u>	<u>4,187,007</u>	<u>2,547,748</u>	<u>406,423</u>	<u>821,923</u>	<u>1</u>
Excess (deficiency) of receipts over disbursements	<u>(81,814)</u>	<u>297,806</u>	<u>(437,494)</u>	<u>(375,597)</u>	<u>77,943</u>	<u>77,900</u>	<u>(332,815)</u>	<u>-</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Transfers in	2,214	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>2,214</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>(79,600)</u>	<u>297,806</u>	<u>(437,494)</u>	<u>(375,597)</u>	<u>77,943</u>	<u>77,900</u>	<u>(332,815)</u>	<u>-</u>
Cash and investments - ending	<u>\$ 3,344,704</u>	<u>\$ 3,342,904</u>	<u>\$ 48,395</u>	<u>\$ 2,077,448</u>	<u>\$ 2,016,005</u>	<u>\$ 332,577</u>	<u>\$ 3,531,162</u>	<u>\$ 170</u>

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

	Post- Retirement/ Severance Future Benefits	General Obligation Bonds	High School Bonds	2013 General Obligation Bond	School Lunch	Textbook Rental	Self- Insurance	Levy Excess
Cash and investments - beginning	\$ 2,002,078	\$ 15,053	\$ 15,918	\$ -	\$ 702,623	\$ 129,647	\$ 8,280,211	\$ -
Receipts:								
Local sources	994	-	-	-	615,443	137,108	3,234,185	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	17,482	105,479	-	-
Federal sources	-	-	-	-	790,130	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	994	-	-	-	1,423,055	242,587	3,234,185	-
Disbursements:								
Instruction	-	-	-	-	-	-	-	-
Support services	214,822	-	-	-	-	118,768	-	-
Noninstructional services	-	-	-	-	1,403,437	-	-	-
Facilities acquisition and construction	-	15,053	15,918	829,493	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	3,338,922	-
Total disbursements	214,822	15,053	15,918	829,493	1,403,437	118,768	3,338,922	-
Excess (deficiency) of receipts over disbursements	(213,828)	(15,053)	(15,918)	(829,493)	19,618	123,819	(104,737)	-
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	975,150	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	975,150	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(213,828)	(15,053)	(15,918)	145,657	19,618	123,819	(104,737)	-
Cash and investments - ending	\$ 1,788,250	\$ -	\$ -	\$ 145,657	\$ 722,241	\$ 253,466	\$ 8,175,474	\$ -

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

	Educational License Plates	Alternative Education	13-14 Alternative Education	14-15 Alternative Education	15-16 Alternative Education	Women of Today Donation	Karen Parr Counseling Support	14-15 Teach Town Keys Grant
Cash and investments - beginning	\$ 750	\$ 2,588	\$ 14,413	\$ -	\$ -	\$ 300	\$ 12,359	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	6	-
Intermediate sources	319	-	-	-	-	300	-	-
State sources	-	-	-	17,204	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	319	-	-	17,204	-	300	6	-
Disbursements:								
Instruction	-	337	14,413	-	-	87	-	-
Support services	-	-	-	-	-	300	-	-
Noninstructional services	464	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	464	337	14,413	-	-	387	-	-
Excess (deficiency) of receipts over disbursements	(145)	(337)	(14,413)	17,204	-	(87)	6	-
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(145)	(337)	(14,413)	17,204	-	(87)	6	-
Cash and investments - ending	\$ 605	\$ 2,251	\$ -	\$ 17,204	\$ -	\$ 213	\$ 12,365	\$ -

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

	KC Education Graduation Coach Grant	14-15 KC Education Graduation Coach Grant	11-12 Arts Partnership Grant	12-13 Arts Partnership Grant	13-14 Arts Partnership Grant	14-15 Arts Partnership Grant	15-16 Dekko Arts Grant	12-13 Dekko Kindergarten Grant
Cash and investments - beginning	\$ 4,167	\$ -	\$ 702	\$ 2,129	\$ 6,000	\$ -	\$ -	\$ 13,013
Receipts:								
Local sources	-	-	-	-	-	15,800	-	-
Intermediate sources	9,375	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	9,375	-	-	-	-	15,800	-	-
Disbursements:								
Instruction	8,625	-	702	1,800	2,181	-	-	11,116
Support services	-	-	-	-	-	-	-	1,897
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	8,625	-	702	1,800	2,181	-	-	13,013
Excess (deficiency) of receipts over disbursements	750	-	(702)	(1,800)	(2,181)	15,800	-	(13,013)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	750	-	(702)	(1,800)	(2,181)	15,800	-	(13,013)
Cash and investments - ending	\$ 4,917	\$ -	\$ -	\$ 329	\$ 3,819	\$ 15,800	\$ -	\$ -

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

	United Way Kindergarten Countdown Grant	Cultivating Primary Development	Laudeman Instruction Improvement Grant	Dekko-Eco Grant	2015 Dekko-Eco Challenge Grant	Scholarships and Awards	Deborah Nelson Scholarship	Conference/ Writer's Workshop
Cash and investments - beginning	\$ -	\$ 101,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 337
Receipts:								
Local sources	-	63,000	-	-	-	3,500	1,415	-
Intermediate sources	-	-	-	10,000	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	63,000	-	10,000	-	3,500	1,415	-
Disbursements:								
Instruction	-	66,221	-	2,020	-	-	-	216
Support services	-	11,736	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	1,500	1,415	-
Total disbursements	-	77,957	-	2,020	-	1,500	1,415	216
Excess (deficiency) of receipts over disbursements	-	(14,957)	-	7,980	-	2,000	-	(216)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(14,957)	-	7,980	-	2,000	-	(216)
Cash and investments - ending	\$ -	\$ 86,043	\$ -	\$ 7,980	\$ -	\$ 2,000	\$ -	\$ 121

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

	Dekko Grant MHT Services	Random Drug Testing Grant	Marine Mechanics Program	ECO Challenge	Biomedical Science Curriculum	Aviation Mechanics Grant	13-14 Biomedical Science Curriculum	CTE Equipment KCCF Grant
Cash and investments - beginning	\$ 266	\$ -	\$ 81,000	\$ 1,250	\$ -	\$ -	\$ 5,980	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	1,250	2,000	4,150	-	-	8,898	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	<u>-</u>	<u>1,250</u>	<u>2,000</u>	<u>4,150</u>	<u>-</u>	<u>-</u>	<u>8,898</u>	<u>-</u>
Disbursements:								
Instruction	45	1,250	71,335	2,471	-	-	15,876	8,920
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>45</u>	<u>1,250</u>	<u>71,335</u>	<u>2,471</u>	<u>-</u>	<u>-</u>	<u>15,876</u>	<u>8,920</u>
Excess (deficiency) of receipts over disbursements	<u>(45)</u>	<u>-</u>	<u>(69,335)</u>	<u>1,679</u>	<u>-</u>	<u>-</u>	<u>(6,978)</u>	<u>(8,920)</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
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>(45)</u>	<u>-</u>	<u>(69,335)</u>	<u>1,679</u>	<u>-</u>	<u>-</u>	<u>(6,978)</u>	<u>(8,920)</u>
Cash and investments - ending	<u>\$ 221</u>	<u>\$ -</u>	<u>\$ 11,665</u>	<u>\$ 2,929</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (998)</u>	<u>\$ (8,920)</u>

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

	Dekko Outdoor Learning Lab	Stadium Sound Athletic AEF	12-13 High Ability Grant	13-14 High Ability Grant	14-15 High Ability Grant	Medicaid Reimbursement	Secured Schools Safety Grant	12-13 Non-English Speaking Grant
Cash and investments - beginning	\$ -	\$ 712	\$ 1,734	\$ -	\$ -	\$ 679	\$ -	\$ 2,360
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	42,500	-	-	-	-	-	-	-
State sources	-	-	-	38,052	-	1,839	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	<u>42,500</u>	<u>-</u>	<u>-</u>	<u>38,052</u>	<u>-</u>	<u>1,839</u>	<u>-</u>	<u>-</u>
Disbursements:								
Instruction	-	-	1,734	37,974	-	-	-	206
Support services	-	-	-	-	-	-	-	1,992
Noninstructional services	-	-	-	-	-	-	-	162
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>-</u>	<u>1,734</u>	<u>37,974</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,360</u>
Excess (deficiency) of receipts over disbursements	<u>42,500</u>	<u>-</u>	<u>(1,734)</u>	<u>78</u>	<u>-</u>	<u>1,839</u>	<u>-</u>	<u>(2,360)</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	(2,214)	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,214)</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>42,500</u>	<u>-</u>	<u>(1,734)</u>	<u>78</u>	<u>-</u>	<u>(375)</u>	<u>-</u>	<u>(2,360)</u>
Cash and investments - ending	<u>\$ 42,500</u>	<u>\$ 712</u>	<u>\$ -</u>	<u>\$ 78</u>	<u>\$ -</u>	<u>\$ 304</u>	<u>\$ -</u>	<u>\$ -</u>

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

	13-14 Non-English Speaking Grant	14-15 Non-English Speaking Grant	School Technology	Heritage Language Program	12-13 Title 1	13-14 Title 1	14-15 Title 1	(IDEA, Part B) LEA Capacity Building (Sliver) Grants
Cash and investments - beginning	\$ -	\$ -	\$ 1,228	\$ -	\$ (52,971)	\$ -	\$ -	\$ (3,482)
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	15,013	-	4,488	-	-	-	-	-
Federal sources	-	-	-	-	138,964	198,211	-	8,945
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	<u>15,013</u>	<u>-</u>	<u>4,488</u>	<u>-</u>	<u>138,964</u>	<u>198,211</u>	<u>-</u>	<u>8,945</u>
Disbursements:								
Instruction	12,739	-	-	-	54,026	199,149	-	4,760
Support services	-	-	-	-	29,171	68,000	-	703
Noninstructional services	-	-	-	-	2,796	881	-	-
Facilities acquisition and construction	-	-	4,492	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>12,739</u>	<u>-</u>	<u>4,492</u>	<u>-</u>	<u>85,993</u>	<u>268,030</u>	<u>-</u>	<u>5,463</u>
Excess (deficiency) of receipts over disbursements	<u>2,274</u>	<u>-</u>	<u>(4)</u>	<u>-</u>	<u>52,971</u>	<u>(69,819)</u>	<u>-</u>	<u>3,482</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
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>2,274</u>	<u>-</u>	<u>(4)</u>	<u>-</u>	<u>52,971</u>	<u>(69,819)</u>	<u>-</u>	<u>3,482</u>
Cash and investments - ending	<u>\$ 2,274</u>	<u>\$ -</u>	<u>\$ 1,224</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (69,819)</u>	<u>\$ -</u>	<u>\$ -</u>

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

	13 Special Education Improvement Award	Technical Assistance Grant	12-13 School Age Special Services	13-14 School Age Special Services	14-15 School Age Special Services	12-13 Preschool Special Needs	13-14 Preschool Special Needs	14-15 Preschool Special Needs
Cash and investments - beginning	\$ (1,111)	\$ -	\$ (87,579)	\$ -	\$ -	\$ (2,142)	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	70,000	8,116	222,107	424,763	-	3,574	10,884	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	<u>70,000</u>	<u>8,116</u>	<u>222,107</u>	<u>424,763</u>	<u>-</u>	<u>3,574</u>	<u>10,884</u>	<u>-</u>
Disbursements:								
Instruction	68,889	-	53,638	286,143	-	1,432	12,915	-
Support services	-	8,821	80,890	237,267	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>68,889</u>	<u>8,821</u>	<u>134,528</u>	<u>523,410</u>	<u>-</u>	<u>1,432</u>	<u>12,915</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>1,111</u>	<u>(705)</u>	<u>87,579</u>	<u>(98,647)</u>	<u>-</u>	<u>2,142</u>	<u>(2,031)</u>	<u>-</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
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>1,111</u>	<u>(705)</u>	<u>87,579</u>	<u>(98,647)</u>	<u>-</u>	<u>2,142</u>	<u>(2,031)</u>	<u>-</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ (705)</u>	<u>\$ -</u>	<u>\$ (98,647)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,031)</u>	<u>\$ -</u>

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

	12-13 Perkins Grant	13-14 Perkins Grant	14-15 Perkins Grant	Medicaid Reimbursement - Federal	MAC Medicaid Reimburement	11-12 Title II Part A	12-13 Title II Part A	13-14 Title II Part A
Cash and investments - beginning	\$ (19,946)	\$ -	\$ -	\$ 8,881	\$ -	\$ (4,946)	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	28,949	90,730	-	3,403	39,726	14,686	53,823	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	<u>28,949</u>	<u>90,730</u>	<u>-</u>	<u>3,403</u>	<u>39,726</u>	<u>14,686</u>	<u>53,823</u>	<u>-</u>
Disbursements:								
Instruction	9,003	99,430	-	-	46,388	1,685	39,999	-
Support services	-	-	-	6,578	-	8,055	21,622	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	2,696	-
Total disbursements	<u>9,003</u>	<u>99,430</u>	<u>-</u>	<u>6,578</u>	<u>46,388</u>	<u>9,740</u>	<u>64,317</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>19,946</u>	<u>(8,700)</u>	<u>-</u>	<u>(3,175)</u>	<u>(6,662)</u>	<u>4,946</u>	<u>(10,494)</u>	<u>-</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
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>19,946</u>	<u>(8,700)</u>	<u>-</u>	<u>(3,175)</u>	<u>(6,662)</u>	<u>4,946</u>	<u>(10,494)</u>	<u>-</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ (8,700)</u>	<u>\$ -</u>	<u>\$ 5,706</u>	<u>\$ (6,662)</u>	<u>\$ -</u>	<u>\$ (10,494)</u>	<u>\$ -</u>

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

	Title III - Language Instruction	12-13 Title III	13-14 Title III	14-15 Title III	Clearing	Life Insurance Fringe Benefit	Totals
Cash and investments - beginning	\$ -	\$ (549)	\$ -	\$ -	\$ 70,585	\$ -	\$ 26,770,459
Receipts:							
Local sources	-	-	-	-	-	-	17,176,961
Intermediate sources	-	-	-	-	-	-	78,982
State sources	-	-	-	-	-	-	20,272,805
Federal sources	-	3,323	22,555	-	-	-	2,621,997
Temporary loans	-	-	-	-	-	-	1,416,534
Other receipts	-	-	-	-	5,375,310	4,815	5,469,288
Total receipts	-	3,323	22,555	-	5,375,310	4,815	47,036,567
Disbursements:							
Instruction	-	1,791	17,715	-	-	-	15,372,288
Support services	-	1,532	4,840	-	-	-	10,427,330
Noninstructional services	-	-	-	-	-	-	1,909,018
Facilities acquisition and construction	-	-	-	-	-	-	4,190,794
Debt services	-	-	-	-	-	-	8,295,315
Nonprogrammed charges	-	-	-	-	5,370,826	4,815	8,720,174
Total disbursements	-	3,323	22,555	-	5,370,826	4,815	48,914,919
Excess (deficiency) of receipts over disbursements	-	-	-	-	4,484	-	(1,878,352)
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	975,150
Transfers in	-	-	-	-	-	-	2,214
Transfers out	-	-	-	-	-	-	(2,214)
Total other financing sources (uses)	-	-	-	-	-	-	975,150
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	-	4,484	-	(903,202)
Cash and investments - ending	\$ -	\$ (549)	\$ -	\$ -	\$ 75,069	\$ -	\$ 25,867,257

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

	General	Debt Service	Retirement/ Severance/ Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Retirement/ Severance Bond
Cash and investments - beginning	\$ 3,344,704	\$ 3,342,904	\$ 48,395	\$ 2,077,448	\$ 2,016,005	\$ 332,577	\$ 3,531,162	\$ 170
Receipts:								
Local sources	195,942	6,626,969	-	3,775,329	2,118,448	533,298	-	-
Intermediate sources	190	-	-	-	-	-	-	-
State sources	19,892,964	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	929,387	-	-	-	488,119	-	-	-
Other receipts	18,595	-	-	13,792	7,749	-	-	170
Total receipts	<u>21,037,078</u>	<u>6,626,969</u>	<u>-</u>	<u>3,789,121</u>	<u>2,614,316</u>	<u>533,298</u>	<u>-</u>	<u>170</u>
Disbursements:								
Instruction	13,428,104	-	-	-	-	-	-	-
Support services	5,639,445	-	-	1,512,184	2,111,553	469,455	-	340
Noninstructional services	736,308	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	2,593,099	-	-	642,794	-
Debt services	905,737	5,576,197	-	-	510,797	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>20,709,594</u>	<u>5,576,197</u>	<u>-</u>	<u>4,105,283</u>	<u>2,622,350</u>	<u>469,455</u>	<u>642,794</u>	<u>340</u>
Excess (deficiency) of receipts over disbursements	<u>327,484</u>	<u>1,050,772</u>	<u>-</u>	<u>(316,162)</u>	<u>(8,034)</u>	<u>63,843</u>	<u>(642,794)</u>	<u>(170)</u>
Other financing sources (uses):								
Transfers in	4,906	-	48,395	-	48,395	-	348,395	-
Transfers out	(300,000)	(330,210)	(96,790)	-	(48,395)	-	-	-
Total other financing sources (uses)	<u>(295,094)</u>	<u>(330,210)</u>	<u>(48,395)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>348,395</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>32,390</u>	<u>720,562</u>	<u>(48,395)</u>	<u>(316,162)</u>	<u>(8,034)</u>	<u>63,843</u>	<u>(294,399)</u>	<u>(170)</u>
Cash and investments - ending	<u>\$ 3,377,094</u>	<u>\$ 4,063,466</u>	<u>\$ -</u>	<u>\$ 1,761,286</u>	<u>\$ 2,007,971</u>	<u>\$ 396,420</u>	<u>\$ 3,236,763</u>	<u>\$ -</u>

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

	Post- Retirement/ Severance Future Benefits	General Obligation Bonds	High School Bonds	2013 General Obligation Bond	School Lunch	Textbook Rental	Self- Insurance	Levy Excess
Cash and investments - beginning	\$ 1,788,250	\$ -	\$ -	\$ 145,657	\$ 722,241	\$ 253,466	\$ 8,175,474	\$ -
Receipts:								
Local sources	842	-	-	-	602,662	115,530	3,462,933	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	18,369	108,002	-	407
Federal sources	-	-	-	-	814,452	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	170	-	-	-	33	-	-	-
Total receipts	1,012	-	-	-	1,435,516	223,532	3,462,933	407
Disbursements:								
Instruction	-	-	-	-	-	-	-	-
Support services	230,313	-	-	-	-	159,768	-	-
Noninstructional services	-	-	-	-	1,331,879	-	-	-
Facilities acquisition and construction	-	-	-	2,365	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	3,858,215	-
Total disbursements	230,313	-	-	2,365	1,331,879	159,768	3,858,215	-
Excess (deficiency) of receipts over disbursements	(229,301)	-	-	(2,365)	103,637	63,764	(395,282)	407
Other financing sources (uses):								
Transfers in	-	-	-	-	-	330,210	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	330,210	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(229,301)	-	-	(2,365)	103,637	393,974	(395,282)	407
Cash and investments - ending	\$ 1,558,949	\$ -	\$ -	\$ 143,292	\$ 825,878	\$ 647,440	\$ 7,780,192	\$ 407

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

	Educational License Plates	Alternative Education	13-14 Alternative Education	14-15 Alternative Education	15-16 Alternative Education	Women of Today Donation	Karen Parr Counseling Support	14-15 Teach Town Keys Grant
Cash and investments - beginning	\$ 605	\$ 2,251	\$ -	\$ 17,204	\$ -	\$ 213	\$ 12,365	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	6	3,650
Intermediate sources	356	-	-	-	-	-	-	-
State sources	-	-	-	-	17,990	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	356	-	-	-	17,990	-	6	3,650
Disbursements:								
Instruction	-	2,251	-	17,204	-	197	-	3,650
Support services	-	-	-	-	-	-	2,279	-
Noninstructional services	924	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	924	2,251	-	17,204	-	197	2,279	3,650
Excess (deficiency) of receipts over disbursements	(568)	(2,251)	-	(17,204)	17,990	(197)	(2,273)	-
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(568)	(2,251)	-	(17,204)	17,990	(197)	(2,273)	-
Cash and investments - ending	\$ 37	\$ -	\$ -	\$ -	\$ 17,990	\$ 16	\$ 10,092	\$ -

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

	KC Education Graduation Coach Grant	14-15 KC Education Graduation Coach Grant	11-12 Arts Partnership Grant	12-13 Arts Partnership Grant	13-14 Arts Partnership Grant	14-15 Arts Partnership Grant	15-16 Dekko Arts Grant	12-13 Dekko Kindergarten Grant
Cash and investments - beginning	\$ 4,917	\$ -	\$ -	\$ 329	\$ 3,819	\$ 15,800	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	8,000	-
Intermediate sources	-	12,625	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	12,625	-	-	-	-	8,000	-
Disbursements:								
Instruction	2,125	9,000	-	329	3,358	9,726	-	-
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	2,125	9,000	-	329	3,358	9,726	-	-
Excess (deficiency) of receipts over disbursements	(2,125)	3,625	-	(329)	(3,358)	(9,726)	8,000	-
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,125)	3,625	-	(329)	(3,358)	(9,726)	8,000	-
Cash and investments - ending	\$ 2,792	\$ 3,625	\$ -	\$ -	\$ 461	\$ 6,074	\$ 8,000	\$ -

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

	United Way Kindergarten Countdown Grant	Cultivating Primary Development	Laudeman Instruction Improvement Grant	Dekko-Eco Grant	2015 Dekko-Eco Challenge Grant	Scholarships and Awards	Deborah Nelson Scholarship	Conference/ Writer's Workshop
Cash and investments - beginning	\$ -	\$ 86,043	\$ -	\$ 7,980	\$ -	\$ 2,000	\$ -	\$ 121
Receipts:								
Local sources	-	(1,000)	60,000	-	12,500	500	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	(1,000)	60,000	-	12,500	500	-	-
Disbursements:								
Instruction	3,397	53,740	50,563	7,980	1,655	-	-	84
Support services	613	15,799	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	2,500	-	-
Total disbursements	4,010	69,539	50,563	7,980	1,655	2,500	-	84
Excess (deficiency) of receipts over disbursements	(4,010)	(70,539)	9,437	(7,980)	10,845	(2,000)	-	(84)
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(4,010)	(70,539)	9,437	(7,980)	10,845	(2,000)	-	(84)
Cash and investments - ending	\$ (4,010)	\$ 15,504	\$ 9,437	\$ -	\$ 10,845	\$ -	\$ -	\$ 37

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

	Dekko Grant MHT Services	Random Drug Testing Grant	Marine Mechanics Program	ECO Challenge	Biomedical Science Curriculum	Aviation Mechanics Grant	13-14 Biomedical Science Curriculum	CTE Equipment KCCF Grant
Cash and investments - beginning	\$ 221	\$ -	\$ 11,665	\$ 2,929	\$ -	\$ -	\$ (998)	\$ (8,920)
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	3,000	-	1,250	3,000	-	11,921	9,000
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	<u>-</u>	<u>3,000</u>	<u>-</u>	<u>1,250</u>	<u>3,000</u>	<u>-</u>	<u>11,921</u>	<u>9,000</u>
Disbursements:								
Instruction	221	3,000	9,340	3,245	3,000	1,698	9,110	80
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>221</u>	<u>3,000</u>	<u>9,340</u>	<u>3,245</u>	<u>3,000</u>	<u>1,698</u>	<u>9,110</u>	<u>80</u>
Excess (deficiency) of receipts over disbursements	<u>(221)</u>	<u>-</u>	<u>(9,340)</u>	<u>(1,995)</u>	<u>-</u>	<u>(1,698)</u>	<u>2,811</u>	<u>8,920</u>
Other financing sources (uses):								
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>(221)</u>	<u>-</u>	<u>(9,340)</u>	<u>(1,995)</u>	<u>-</u>	<u>(1,698)</u>	<u>2,811</u>	<u>8,920</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,325</u>	<u>\$ 934</u>	<u>\$ -</u>	<u>\$ (1,698)</u>	<u>\$ 1,813</u>	<u>\$ -</u>

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

	Dekko Outdoor Learning Lab	Stadium Sound Athletic AEF	12-13 High Ability Grant	13-14 High Ability Grant	14-15 High Ability Grant	Medicaid Reimbursement	Secured Schools Safety Grant	12-13 Non-English Speaking Grant
Cash and investments - beginning	\$ 42,500	\$ 712	\$ -	\$ 78	\$ -	\$ 304	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	38,502	8,198	46,689	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	-	-	-	38,502	8,198	46,689	-
Disbursements:								
Instruction	42,500	-	-	78	37,825	-	-	-
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	712	-	-	-	-	46,689	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	42,500	712	-	78	37,825	-	46,689	-
Excess (deficiency) of receipts over disbursements	(42,500)	(712)	-	(78)	677	8,198	-	-
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	(4,906)	-	-
Total other financing sources (uses)	-	-	-	-	-	(4,906)	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(42,500)	(712)	-	(78)	677	3,292	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ 677	\$ 3,596	\$ -	\$ -

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

	13-14 Non-English Speaking Grant	14-15 Non-English Speaking Grant	School Technology	Heritage Language Program	12-13 Title 1	13-14 Title 1	14-15 Title 1	(IDEA, Part B) LEA Capacity Building (Sliver) Grants
Cash and investments - beginning	\$ 2,274	\$ -	\$ 1,224	\$ -	\$ -	\$ (69,819)	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	13,833	4,539	761	-	-	-	-
Federal sources	-	-	-	-	-	123,015	265,804	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	13,833	4,539	761	-	123,015	265,804	-
Disbursements:								
Instruction	318	11,368	-	-	-	33,816	227,905	-
Support services	1,706	-	-	2,065	-	15,561	56,582	-
Noninstructional services	250	305	-	-	-	3,819	4,938	-
Facilities acquisition and construction	-	-	4,487	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	2,274	11,673	4,487	2,065	-	53,196	289,425	-
Excess (deficiency) of receipts over disbursements	(2,274)	2,160	52	(1,304)	-	69,819	(23,621)	-
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,274)	2,160	52	(1,304)	-	69,819	(23,621)	-
Cash and investments - ending	\$ -	\$ 2,160	\$ 1,276	\$ (1,304)	\$ -	\$ -	\$ (23,621)	\$ -

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

	13 Special Education Improvement Award	Technical Assistance Grant	12-13 School Age Special Services	13-14 School Age Special Services	14-15 School Age Special Services	12-13 Preschool Special Needs	13-14 Preschool Special Needs	14-15 Preschool Special Needs
Cash and investments - beginning	\$ -	\$ (705)	\$ -	\$ (98,647)	\$ -	\$ -	\$ (2,031)	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	5,812	143	192,380	478,230	-	1,900	11,849
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	<u>-</u>	<u>5,812</u>	<u>143</u>	<u>192,380</u>	<u>478,230</u>	<u>-</u>	<u>1,900</u>	<u>11,849</u>
Disbursements:								
Instruction	-	-	-	51,048	386,591	-	(131)	12,362
Support services	-	5,272	143	43,232	154,240	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>5,272</u>	<u>143</u>	<u>94,280</u>	<u>540,831</u>	<u>-</u>	<u>(131)</u>	<u>12,362</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>540</u>	<u>-</u>	<u>98,100</u>	<u>(62,601)</u>	<u>-</u>	<u>2,031</u>	<u>(513)</u>
Other financing sources (uses):								
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>-</u>	<u>540</u>	<u>-</u>	<u>98,100</u>	<u>(62,601)</u>	<u>-</u>	<u>2,031</u>	<u>(513)</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ (165)</u>	<u>\$ -</u>	<u>\$ (547)</u>	<u>\$ (62,601)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (513)</u>

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

	12-13 Perkins Grant	13-14 Perkins Grant	14-15 Perkins Grant	Medicaid Reimbursement - Federal	MAC Medicaid Reimbursement	11-12 Title II Part A	12-13 Title II Part A	13-14 Title II Part A
Cash and investments - beginning	\$ -	\$ (8,700)	\$ -	\$ 5,706	\$ (6,662)	\$ -	\$ (10,494)	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	8,700	78,069	14,911	15,837	-	34,148	57,828
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	8,700	78,069	14,911	15,837	-	34,148	57,828
Disbursements:								
Instruction	-	-	80,613	-	2,032	-	-	-
Support services	-	-	-	6,835	-	-	23,654	70,872
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	-	80,613	6,835	2,032	-	23,654	70,872
Excess (deficiency) of receipts over disbursements	-	8,700	(2,544)	8,076	13,805	-	10,494	(13,044)
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	8,700	(2,544)	8,076	13,805	-	10,494	(13,044)
Cash and investments - ending	\$ -	\$ -	\$ (2,544)	\$ 13,782	\$ 7,143	\$ -	\$ -	\$ (13,044)

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

	Title III - Language Instruction	12-13 Title III	13-14 Title III	14-15 Title III	Clearing	Life Insurance Fringe Benefit	Totals
Cash and investments - beginning	\$ -	\$ (549)	\$ -	\$ -	\$ 75,069	\$ -	\$ 25,867,257
Receipts:							
Local sources	-	-	-	-	-	-	17,515,609
Intermediate sources	-	-	-	-	-	-	41,342
State sources	-	-	-	-	-	-	20,150,254
Federal sources	611	3,431	-	13,477	-	-	2,120,597
Temporary loans	-	-	-	-	-	-	1,417,506
Other receipts	-	-	-	-	5,218,406	5,030	5,263,945
<b>Total receipts</b>	<b>611</b>	<b>3,431</b>	<b>-</b>	<b>13,477</b>	<b>5,218,406</b>	<b>5,030</b>	<b>46,509,253</b>
Disbursements:							
Instruction	-	-	-	7,333	-	-	14,516,715
Support services	611	2,882	-	4,840	-	-	10,530,244
Noninstructional services	-	-	-	-	-	-	2,078,423
Facilities acquisition and construction	-	-	-	-	-	-	3,290,146
Debt services	-	-	-	-	-	-	6,992,731
Nonprogrammed charges	-	-	-	-	5,207,597	5,030	9,073,342
<b>Total disbursements</b>	<b>611</b>	<b>2,882</b>	<b>-</b>	<b>12,173</b>	<b>5,207,597</b>	<b>5,030</b>	<b>46,481,601</b>
Excess (deficiency) of receipts over disbursements	-	549	-	1,304	10,809	-	27,652
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	780,301
Transfers out	-	-	-	-	-	-	(780,301)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	549	-	1,304	10,809	-	27,652
Cash and investments - ending	\$ -	\$ -	\$ -	\$ 1,304	\$ 85,878	\$ -	\$ 25,894,909

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WAWASEE COMMUNITY SCHOOL CORPORATION  
SCHEDULE OF PAYABLES AND RECEIVABLES  
June 30, 2015

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	<u>\$ 833,650</u>	<u>\$ 128,485</u>

WAWASEE COMMUNITY SCHOOL CORPORATION  
SCHEDULE OF LEASES AND DEBT  
June 30, 2015

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
SunTrust Equipment Finance & Leasing Corp.	Finance 1:1 technology project at WHS	\$ 130,977	8/1/2012	6/30/2016
Wawasee Community School Corporation New Elem. and Remodeling Building Corporation	Construct new Elementary School and remodel other school buildings	2,612,580	1/15/2006	7/15/2024
Wawasee High School Building Corporation	Renovation of Wawasee High School Kitchen	134,000	7/15/2012	1/15/2032
Wawasee High School Building Corporation	Finance addition to Wawasee High School and renovation	2,430,500	7/15/2011	7/15/2017
Wawasee High School Building Corporation	Renovations to Wawasee High School	<u>70,000</u>	7/15/2014	1/15/2034
Total of annual lease payments		<u>\$ 5,378,057</u>		

-4-

Type	Description of Debt	Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:				
General obligation bonds	General Obligation Bond of 2013		\$ 985,000	\$ 29,813
General obligation bonds	Renovation of heating and air mechanical systems at Wawasee Qualified School Construction Bond (QSCB) Middle School		1,774,000	213,000
Tax anticipation warrants	Finance Cash Flow for General Fund		929,387	936,672
Tax anticipation warrants	Finance Cash Flow for Transportation Operating Fund		<u>488,119</u>	<u>491,945</u>
Totals			<u>\$ 4,176,506</u>	<u>\$ 1,671,430</u>

WAWASEE COMMUNITY SCHOOL CORPORATION  
 SCHEDULE OF CAPITAL ASSETS  
 June 30, 2015

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

	Ending Balance
Governmental activities:	
Land	\$ 1,161,608
Infrastructure	3,108,846
Buildings	54,967,550
Machinery, equipment, and vehicles	9,599,906
Total capital assets	\$ 68,837,910

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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 WAWASEE COMMUNITY SCHOOL  
CORPORATION, KOSCIUSKO COUNTY, INDIANA

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

We have audited the Wawasee Community School Corporation's (School Corporation) compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the period of July 1, 2013 to June 30, 2015. The School Corporation's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

***Management's Responsibility***

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

***Auditor's Responsibility***

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

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

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

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

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

***Other Matters***

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2015-003, 2015-004, and 2015-006. Our opinion on each major federal program is not modified with respect to these matters.

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

**Report on Internal Control over Compliance**

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


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

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a 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, and 2015-007 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.

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

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

  
Paul D. Joyce, CPA  
State Examiner

May 17, 2017

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND ACCOMPANYING NOTES

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

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

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Pass-Through To Subrecipient 06-30-14	Total Federal Awards Expended 06-30-14	Pass-Through To Subrecipient 06-30-15	Total Federal Awards Expended 06-30-15
<b>Department of Agriculture</b>							
Child Nutrition Cluster							
School Breakfast Program	Indiana Department of Education	10.553					
			FY 2014	\$ -	\$ 135,058	\$ -	\$ -
			FY 2015	-	-	-	135,745
Total - School Breakfast Program				-	135,058	-	135,745
National School Lunch Program	Indiana Department of Education	10.555					
			FY 2014	-	655,072	-	-
			FY 2015	-	-	-	678,707
National School Lunch Program - Commodities				-	106,842	-	107,473
Total - National School Lunch Program				-	761,914	-	786,180
Summer Food Service Program for Children	Indiana Department of Education	10.559					
			FY 2014	-	15,986	-	-
			FY 2015	-	-	-	17,991
Total - Summer Food Service Program for Children				-	15,986	-	17,991
Total - Child Nutrition Cluster				-	912,958	-	939,916
Total - Department of Agriculture				-	912,958	-	939,916
<b>Department of Education</b>							
Special Education Cluster (IDEA)							
Special Education_Grants to States	Indiana Department of Education	84.027					
Sch.Age Spec.Svcs.Part B			14212-045-PN01	-	8,945	-	-
Sch.Age Spec.Svcs.Part B			14213-045-PN01	-	222,106	-	-
Sch.Age Spec.Svcs.Part B			14214-045-PN01	-	424,763	-	192,380
Technical Assistance Grant			99914-045-TA01	-	8,116	-	5,812
Sch.Age Spec.Svcs.Part B			14215-142-PN01	-	-	-	478,230
Spec Ed Improvement Award			A58-3-13DL-1418	-	70,000	-	-
Total - Special Education_Grants to States				-	733,930	-	676,422
Special Education_Preschool Grants	Indiana Department of Education	84.173					
Presch.Spec.Needs			45713-045-PN01	-	3,574	-	-
Presch.Spec.Needs			45714-045-PN01	-	10,884	-	1,900
Presch.Spec.Needs			45715-142-PN01	-	-	-	11,849
Total - Special Education_Preschool Grants				-	14,458	-	13,749
Total - Special Education Cluster				-	748,388	-	690,171
Title I Grants to Local Educational Agencies	Indiana Department of Education	84.010					
Title I A			13-4345	-	138,964	-	-
Title I A			14-4345	-	198,211	-	123,015
Title I A			15-4345	-	-	-	265,804
Total - Title I Grants to Local Educational Agencies				-	337,175	-	388,819
Career and Technical Education - Basic Grants to States	Indiana Department of Education	84.048					
Perkins Grant			13-4700-4345	-	119,679	-	8,700
Perkins Grant			14-4700-4345	-	-	-	78,069
Total - Career and Technical Education - Basic Grants to States				-	119,679	-	86,769
English Language Acquisition State Grants	Indiana Department of Education	84.365					
Title III			01113-039-PN01	-	3,323	-	3,430
Title III			01114-089-PN01	-	22,555	-	-
Title III			01115-042-PN01	-	-	-	13,477
Title III			01113-336-PN01	-	-	-	611
Heritage Language Title III			A58-5-15OT-2632	-	-	-	760
Total - English Language Acquisition State Grants				-	25,878	-	18,278
Improving Teacher Quality State Grants	Indiana Department of Education	84.367					
Title II Part A			11-4345	-	14,686	-	-
Title II Part A			12-4345	-	53,823	-	34,148
Title II Part A			13-4345	-	-	-	57,828
Total - Improving Teacher Quality State Grants				-	68,509	-	91,976
Total - Department of Education				-	1,299,629	-	1,276,013
Total federal awards expended				\$ -	\$ 2,212,587	\$ -	\$ 2,215,929

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

WAWASEE COMMUNITY SCHOOL CORPORATION  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

**Note 1. Basis of Presentation**

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

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

**Note 2. Summary of Significant Accounting Policies**

Expenditures reported on the SEFA are reported on the cash basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles in OMB Circular A-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.

WAWASEE COMMUNITY SCHOOL CORPORATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

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

Financial Statement:

Type of auditor's report issued:	Adverse as to GAAP; Unmodified as to Regulatory Basis
Internal control over financial reporting:	
Material weakness identified?	yes
Significant deficiency 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:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with section .510(a) of OMB Circular A-133?	yes

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
84.010	Child Nutrition Cluster Special Education Cluster Title I Grants to Local Educational Agencies

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

Auditee qualified as low-risk auditee? no

**Section II - Financial Statement Findings**

**FINDING 2015-001 - INTERNAL CONTROLS OVER FINANCIAL TRANSACTIONS AND REPORTING**

*Condition*

There was the following deficiency in the internal control system of the School Corporation related to financial transactions and reporting that constituted a material weakness.

Lack of Segregation of Duties: The School Corporation had not separated incompatible activities related to receipts. One person was solely responsible for recording receipts, preparing the bank deposit, and taking the bank deposit to the bank without evidence of oversight, review, or approval. Segregation of duties was not evident, nor was there adequate oversight and approval of the receipt transactions.

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

*Criteria*

The Indiana State Board of Accounts (SBOA) is required under Indiana Code 5-11-1-27(e) to define the acceptable minimum level of internal control standards. To provide clarifying guidance, the State Examiner compiled the standards contained in the manual, *Uniform Internal Control Standards for Indiana Political Subdivisions*. All political subdivisions subject to audit by SBOA are expected to adhere to these standards. The standards include adequate control activities. According to this manual:

"Control activities are the actions and tools established through policies and procedures that help to detect, prevent, or reduce the identified risks that interfere with the achievement of objectives. Detection activities are designed to identify unfavorable events in a timely manner whereas prevention activities are designed to deter the occurrence of an unfavorable event. Examples of these activities include reconciliations, authorizations, approval processes, performance reviews, and verification processes.

An integral part of the control activity component is segregation of duties. . . .

There is an expectation of segregation of duties. If compensating controls are necessary, documentation should exist to identify both the areas where segregation of duties are not feasible or practical and the compensating controls implemented to mitigate the risk. . . ."

*Cause*

Management had not established a proper system of internal control for receipts.

*Effect*

The failure to establish controls could have enabled material misstatements or irregularities to remain 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 - INTERNAL CONTROLS OVER CHILD NUTRITION CLUSTER**

Federal Agency: Department of Agriculture

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

CFDA Numbers: 10.553, 10.555, 10.559

Federal Award Numbers and Years (or Other Identifying Numbers): 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 to ensure compliance with requirements related to the grant agreement and the following compliance requirements: Eligibility, Procurement and Suspension and Debarment, Program Income, Reporting, and Special Tests and Provisions - Verification of Free and Reduced Price Applications (NSLP).

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

*Eligibility*

The School Corporation had not established an effective control over the determination of eligibility for free and reduced price applications. One employee determined eligibility during the audit period without an acceptable oversight or review process.

*Procurement and Suspension and Debarment*

The School Corporation utilized an educational service center for Food Service bids. The educational service center administered the bidding process as well as verified that the vendors were not suspended or debarred. The educational service center made a recommendation to the School Corporation for the winning bids. However, there were no controls in place to ensure that the School Corporation and School Board formally approved the bids or awarded the contracts to the successful bidders. An oversight, review, or approval process had not been established.

*Program Income (School Breakfast Program and National School Lunch Program only)*

The School Corporation had not established an effective control over verifying the proper recording of daily cash receipts and their deposit into the bank, and over the proper determination and posting of program income. The School Corporation was not reviewing the daily recorded cash receipts for all of its schools to ensure that all cash was deposited, nor were they maintaining a separate fund for prepaid meals to ensure proper determination of program income.

*Reporting*

The School Food Authority (SFA) Verification Collection Reports and Annual Financial Reports were prepared and submitted by one employee. An oversight, review, or approval process had not been established.

*Special Tests and Provisions - Verification of Free and Reduced Price Applications (NSLP)*

The School Corporation performed the necessary verifications; however, there was no documentation that an oversight or review process had been established to ensure the accuracy of the verifications performed.

*Context*

Internal control issues were systemic, occurring throughout 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. . . ."

*Cause*

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

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

*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 requirements. A lack of segregation of duties within an internal control system could have also allowed noncompliance with the compliance requirements and allowed the misuse and mismanagement of federal funds and assets by not having proper oversight, reviews, and approvals over the activities of the programs.

*Questioned Costs*

There were no questioned costs identified.

*Recommendation*

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

*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 - ALLOWABLE COSTS/COST PRINCIPLES**

Federal Agency: Department of Agriculture

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

CFDA Numbers: 10.553, 10.555, 10.559

Federal Award Numbers and Years (or Other Identifying Numbers): 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 Allowable Costs/Cost Principles compliance requirement.

The School Corporation operated a Food Service Program that was the recipient of federal funding from the School Breakfast Program, National School Lunch Program, and Summer Food Service Program for Children. All transactions related to the Food Service Program were recorded in the School Lunch fund. This included, but was not limited to, the following: salaries and benefits, food purchases, supplies, and all revenue generated by the Food Service Program.

*Context*

Management of the School Corporation had not established an effective internal control system, to ensure that only allowable and adequately documented disbursements were paid with the Food Service Program funds. Funds related to food service were used to pay a portion of an administrative employee's salary for fiscal years 2013-2014 and 2014-2015. The administrative employee did not maintain Personnel Activity Reports to support the distribution of a portion of their salary to the School Lunch fund.

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

*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. . . ."

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

". . . (4) Where employees work on multiple activities or cost objectives, a distribution of their salaries or wages will be supported by personnel activity reports or equivalent documentation which meets the standards in subsection (5) unless a statistical sampling system (see subsection (6)) or other substitute system has been approved by the cognizant Federal agency. Such documentary support will be required where employees work on:

- (a) More than one federal award,
- (b) A Federal award and a non-federal award,
- (c) An indirect cost activity and a direct cost activity, . . .

(5) Personnel activity reports or equivalent documentation must meet the following standards:

- (a) They must reflect an after the fact distribution of the actual activity of each employee,
- (b) They must account for the total activity for which each employee is compensated,
- (c) They must be prepared at least monthly and must coincide with one or more pay periods, and
- (d) They must be signed by the employee. . . ."

*Cause*

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

*Effect*

The failure to establish internal controls enabled noncompliance to go undetected. The failure to comply with the compliance requirement could have resulted in the loss of federal funds to the School Corporation.

*Questioned Costs*

Questioned costs identified totaled \$15,278.

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

*Recommendation*

We recommended that the School Corporation's management establish controls, including segregation of duties, related to the grant agreement and the Allowable Costs/Cost Principles 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 - CASH MANAGEMENT**

Federal Agency: 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 in place at the School Corporation to ensure compliance with requirements related to the grant agreement and the Cash Management compliance requirement.

The School Corporation had designed but did not implement adequate policies and procedures to ensure that the School Lunch fund cash balances were maintained in compliance with the Cash Management requirements.

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 \$350,859 and \$332,970, respectively. The month-end cash balances in FY 2014 ranged from \$581,264 to \$722,244. The month-end cash balances in FY 2015 ranged from \$640,089 to \$825,880.

*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. . . ."

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

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 resources 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*

The School Corporation had not implemented an effective internal control system related to the grant agreement and the compliance requirement for Cash Management.

*Effect*

The failure to establish internal controls enabled noncompliance to go undetected. The failure to comply 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, including segregation of duties, related to the grant agreement and the 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 2015-005 - Reporting***

Federal Agency: Department of Education

Federal Programs: Special Education\_Grants to States, Special Education\_Preschool Grants

CFDA Numbers: 84.027, 84.173

Federal Award Numbers and Years (or Other Identifying Numbers): 14212-045-PN01, 14213-045-PN01,  
14214-045-PN01, 14215-142-PN01,  
45713-045-PN01, 45714-045-PN01,  
45715-142-PN01, 99914-045-TA01

Pass-Through Entity: Indiana Department of Education

WAWASEE COMMUNITY SCHOOL CORPORATION  
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 Reporting compliance requirement.

The School Corporation was a member school of the North Central Indiana Special Education Cooperative (Cooperative). The grant agreements for the federal programs are between the Indiana Department of Education (IDOE) and each member school of the Cooperative. During FY 2013-2014, the fiscal agent of the Cooperative filed the Requests for Reimbursement for the member schools. Because the grant agreements are between the IDOE and each member school of the Cooperative, each member school is ultimately responsible for ensuring compliance with the requirements.

*Context*

The fiscal agent's Treasurer prepared and submitted the Requests for Reimbursement with no oversight in place.

Data Collection reports were prepared and submitted by one employee of the School Corporation with no oversight in place.

*Criteria*

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

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

*Cause*

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

*Effect*

The failure to establish 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 programs.

*Questioned Costs*

There were no questioned costs identified.

*Recommendation*

We recommended that the School Corporation's management establish controls, including segregation of duties, related to the grant agreement and the Reporting compliance requirement. We also recommended that the School Corporation monitor and have proper oversight of the Cooperative.

WAWASEE COMMUNITY SCHOOL CORPORATION  
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 2015-006 - ALLOWABLE COSTS/COST PRINCIPLES**

Federal Agency: Department of Education

Federal Programs: Special Education\_Grants to States, Special Education\_Preschool Grants

CFDA Numbers: 84.027, 84.173

Federal Award Numbers and Years (or Other Identifying Numbers): 14212-045-PN01, 14213-045-PN01,  
14214-045-PN01, 14215-142-PN01,  
45713-045-PN01, 45714-045-PN01,  
45715-142-PN01, A58-3-13DL-1418,  
99914-045-TA01

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 Allowable Costs/Cost Principles compliance requirement.

The School Corporation failed to maintain the required Semi-Annual Certifications for all personnel paid solely from federal funds.

*Context*

The lack of controls and failure to maintain Semi-Annual Certifications were a systemic problem 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. . . ."

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

". . . (3) Where employees are expected to work solely on a single Federal award or cost objective, charges for their salaries and wages will be supported by periodic certifications that the employees worked solely on that program for the period covered by the certification. These certifications will be prepared at least semi-annually and will be signed by the employee or supervisory official having first hand knowledge of the work performed by the employee. . . ."

*Cause*

Management had not established an effective internal control system related to the grant agreement and the compliance requirement for Allowable Costs/Cost Principles.

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

*Effect*

The failure to establish internal controls enabled noncompliance to go undetected. The failure to comply 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, including segregation of duties, related to the grant agreement and Allowable Costs/Cost Principles compliance requirement. We also recommended that the School Corporation comply with the Allowable Costs/Cost Principles requirements of the program.

*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 - SPECIAL TESTS AND PROVISIONS - ANNUAL REPORT CARD, HIGH SCHOOL GRADUATION RATE***

Federal Agency: Department of Education  
Federal Program: Title I Grants to Local Educational Agencies  
CFDA Number: 84.010  
Federal Award Numbers and Years (or Other Identifying Numbers): 13-4345, 14-4345, 15-4345  
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 - Annual Report Card, High School Graduation Rate compliance requirement.

*Context*

Special Tests and Provisions - Annual Report Card, High School Graduation Rate documentation was maintained by the School Corporation; however, there was no evidence of an oversight, review, or approval process.

*Criteria*

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

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

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

*Cause*

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

*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.

*Questioned Costs*

There were no questioned costs identified.

*Recommendation*

We recommended that the School Corporation's management establish controls, including segregation of duties, related to the grant agreement and Special Tests and Provisions - Annual Report Card, High School Graduation Rate compliance requirement.

*Views of Responsible Officials*

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

#### AUDITEE-PREPARED DOCUMENTS

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

# WAWASEE COMMUNITY SCHOOL CORPORATION

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*Superintendent of Schools*

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MR. JIM EVANS  
*Director of Finance*

MRS. JOY GOSHERT  
*Director of Curriculum & Instruction*

MS. WENDY HITE  
*Director of Special Services*

## SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

### **FINDING 2013-002**

Fiscal year in which the finding initially occurred: 2011-2012 Fiscal Year  
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct:  
Contact Person Responsible for Corrective Action: Jim Evans  
Contact Phone Number: 574.457.3188

#### Status of Audit Finding:

Wawasee Community School Corporation has implemented an internal control system to provide oversight and review of the claims submitted for reimbursement from the National School Lunch Program (NLSP).

The internal control system was implemented in February, 2014 after the completion of the 2011-2012 and 2012-2013 field work audit.

The Indiana Department of Education is the Pass-Through Entity.

### **FINDING 2013-003**

Fiscal year in which the finding initially occurred: 2011-2012 Fiscal Year  
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Education  
Contact Person Responsible for Corrective Action: Jim Evans  
Contact Phone Number: 574.457.3188

#### Status of Audit Finding:

Wawasee Community School Corporation has implemented an internal control system including segregation of duties related to the Title I Grant for professional meetings and procedures for requisitions and purchase orders.

The internal control system was implemented in February, 2014 after the completion of the 2011-2012 and 2012-2013 field work audit.

Signature 

Title *Dir. of Finance*

Date *5/17/17*



# WAWASEE COMMUNITY SCHOOL CORPORATION

DR. THOMAS EDINGTON

MRS. JOY GOSHERT  
*Assistant Superintendent of Schools*

MR. JAMES FLECKER  
*Director of Personnel & Legal Services Superintendent of Schools*

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MR. JIM EVANS  
*Director of Finance*

DR. SANDRA WEAVER  
*Director of Special Services*

## CORRECTIVE ACTION PLAN

### FINDING 2015-001

Contact Person Responsible for Corrective Action: Jim Evans  
Contact Phone Number: 574-457-3188

#### Description of Corrective Action Plan:

Prior to making the bank deposit, a second person in the office will review and approve the deposit.

Anticipated Completion Date: June 1, 2017

### FINDING 2015-002

Contact Person Responsible for Corrective Action: Jim Evans  
Contact Phone Number: 574-457-3188

#### Description of Corrective Action Plan:

**Eligibility:** In June, 2017, the school corporation centralized the Free and Reduced verification process. One employee is dedicated to the Free and Reduced application submission, review and documentation process for all schools. This will ensure that all applications are processed and documented in the same manner. Further, the Free and Reduced application person, as well as the Food Service Coordinator and bookkeepers from each school attended a mandatory training session on July 20, 2016.

All applications for Free and Reduced lunches will have a second person review the process to provide acceptable oversight.

Anticipated Completion Date: June, 2017

### FINDING 2015-002

Contact Person Responsible for Corrective Action: Jim Evans  
Contact Phone Number: 574-457-3188

#### Description of Corrective Action Plan:

**Procurement, Suspension and Debarment:** Wawasee Community School Corporation (WCSC) is a member of the Northern Indiana Educational Service Center (NIESC). The WCSC utilizes the NIESC for cooperative purchasing for Dairy and Bakery products. If the WCSC utilizes the procurement process provided by the NIESC, the bids that are awarded by the NIESC will be approved by the WCSC school board of trustees.



Anticipated Completion Date: January 9, 2018

**FINDING 2015-002**

Contact Person Responsible for Corrective Action: Jim Evans  
Contact Phone Number: 574-457-3188

**Description of Corrective Action Plan:**

Program Income: The school corporation will establish a system to review the daily cash receipts of each school and their bank deposits. In addition, the school will utilize fund 8400 to receipt money from prepaid meals to ensure proper determination of program income.

Anticipation Completion Date: September 30, 2017

**FINDING 2015-002**

Contact Person Responsible for Corrective Action: Jim Evans  
Contact Phone Number: 574-457-3188

**Description of Corrective Action Plan:**

Reporting: When the Verification Certification Reports and Annual Expenditure Reports are prepared, they will be reviewed by a second person for oversight and review and approval.

Anticipated Completion Date: December 31, 2017

**FINDING 2015-002**

Contact Person Responsible for Corrective Action: Jim Evans  
Contact Phone Number: 574-457-3188

**Description of Corrective Action Plan:**

Special Tests and Provisions: Verification of Free and Reduced Price Applications (NSLP): When the verification of current free and reduced applications is completed, documentation will be provided that the verification process was reviewed to ensure accuracy to the verifications performed.

Anticipated Completion Date: April 1, 2018

**FINDING 2015-003**

Contact Person Responsible for Corrective Action: Jim Evans  
Contact Phone Number: 574-457-3188

**Description of Corrective Action Plan:**

Funds from the Hot Lunch account will not be used to pay salaries for corporation administrative personnel.

Anticipated Completion Date: July 1, 2017

**FINDING 2015-004**


Contact Person Responsible for Corrective Action: Jim Evans  
Contact Phone Number: 574-457-3188

**Description of Corrective Action Plan:**

Beginning in July, 2016 with permission from the Indiana Department of Education Division of School and Community Nutrition, the school began to purchase equipment for the kitchen at the Milford School. Additionally, the school corporation will use Indirect Cost Rates to reimburse the school's general fund from the

Hot Lunch Fund. The school corporation believes that by taking these actions, the account balance of the Hot Lunch Fund will be reduced to below \$352,062.00.

Anticipated Completion Date: July 1, 2019

  
\_\_\_\_\_  
Signature

*Dir. of Finance*  
\_\_\_\_\_  
Title

*5/17/17*  
\_\_\_\_\_  
Date

# WAWASEE COMMUNITY SCHOOL CORPORATION

MRS. JOY GOSHERT  
*Assistant Superintendent of Schools*

MR. JAMES FLECKER  
*Director of Personnel & Legal Services*

#1 Warrior Path, Building #2  
Syracuse, Indiana 46567-9170  
Website: [www.wawasee.k12.in.us](http://www.wawasee.k12.in.us)  
Telephone: 574/457-3188  
Fax: 574/457-4962

DR. THOMAS EDINGTON  
*Superintendent of Schools*

MR. JIM EVANS  
*Director of Finance*

DR. SANDRA WEAVER  
*Director of Special Services*

## ***Finding 2015-005*** (Auditor Assigned Reference Number)

Contact Person Responsible for Corrective Action Plan: Sandra Weaver  
Contact Phone Number: 574-457-3188

### Views of Responsible Official:

Since signatures were not required we overlooked initialing the reports so there was no documentation that we had reviewed these reports

### Description of Corrective Action Plan:

The director of special services and the administrative assistant for the program will review the data collection reports and initial and date these reports so as to establish correct internal controls. Once the data collection reports have been reviewed they will be sent to the Treasurer.

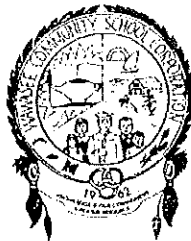
### Anticipated Completion Date:

Completed on 4-28-2017

Sandra Weaver  
(Signature)

Director of Special Services  
(Title)

5-16-17  
(Date)



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DR. THOMAS EDINGTON  
*Superintendent of Schools*

MR. JIM EVANS  
*Director of Finance*

DR. SANDRA WEAVER  
*Director of Special Services*

## ***Finding 2015-006*** (Auditor Assigned Reference Number)

Contact Person Responsible for Corrective Action Plan: Sandra Weaver  
Contact Phone Number: 574-457-3188

### Views of Responsible Official:

It appears one year was overlooked since the semi-annual certifications were in place for the previous years and the year following the audit period.


### Description of Corrective Action Plan:

Semi-annual certification will be completed every six months and placed in the budget book and saved electronically in a budget file by year. Calendar reminders have been added to the google calendar maintained by the director of special services and the administrative assistant for this program.

Anticipated Completion Date:  
Completed on 4-28-2017

  
(Signature)

  
(Title)

  
(Date)

Milford (K-8), North Webster (K-5), Syracuse (K-5)



Wawasee Middle (6-8), Wawasee High (9-12)

# WAWASEE COMMUNITY SCHOOL CORPORATION

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Assistant Superintendent

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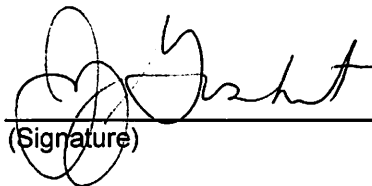
Dr. Sandra Weaver  
Director of Special Services

## ***FINDING 2015-007 – Special Tests and Provisions – Annual Report Card, High School Graduation Rate***

Contact Person Responsible for Corrective Action: Joy Goshert, Assistant Superintendent  
Contact Phone Number: 574-457-3188

Description of Corrective Action Plan: Wawasee Community School Corporation has a plan in place for implementation of uniform procedures and internal controls for withdrawal of students and documentation of withdrawal of students from a graduation cohort group.

Anticipated Completion Date: August 1, 2017



(Signature)

Assistant Superintendent  
(Title)

May 17, 2017  
(Date)

Milford (K-8), North Webster (K-5), Syracuse (K-5)



Wawasee Middle (6-8), Wawasee High (9-12)

#### 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/>.