

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

FINANCIAL STATEMENT AND  
FEDERAL SINGLE AUDIT REPORT  
OF

CLINTON CENTRAL SCHOOL CORPORATION  
CLINTON COUNTY, INDIANA

July 1, 2013 to June 30, 2015



**FILED**  
08/28/2017



## TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials .....	2
Independent Auditor's Report .....	3-5
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 <i>Government Auditing Standards</i> .....	6-7
Financial Statement and Accompanying Notes:	
Statement of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances - Regulatory Basis.....	10-11
Notes to Financial Statement .....	12-17
Other Information - Unaudited:	
Combining Schedules of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances - Regulatory Basis.....	20-35
Schedule of Leases and Debt .....	37
Supplemental Audit of Federal Awards:	
Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control over Compliance .....	40-41
Schedule of Expenditures of Federal Awards and Accompanying Notes:	
Schedule of Expenditures of Federal Awards.....	44-45
Notes to Schedule of Expenditures of Federal Awards .....	46
Schedule of Findings and Questioned Costs .....	47-53
Auditee-Prepared Documents:	
Summary Schedule of Prior Audit Findings.....	56-60
Corrective Action Plan .....	61-63
Other Reports.....	64

### SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Jaclyn Sheets	07-01-13 to 02-13-15
	(Vacant)	02-14-15 to 04-12-15
	Shann Dunn	04-13-15 to 12-21-15
	MaryAnn Ripperger	12-22-15 to 01-31-16
	April Boone	02-01-16 to 06-30-17
Superintendent of Schools	Dr. Jeff Studebaker	07-01-13 to 02-14-16
	Ralph L. Walker	02-15-16 to 06-30-17
President of the School Board	John Crum	01-01-13 to 12-31-14
	Kevin Boone	01-01-15 to 12-31-15
	John Crum	01-01-16 to 12-31-17



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

TO: THE OFFICIALS OF THE CLINTON CENTRAL SCHOOL  
CORPORATION, CLINTON COUNTY, INDIANA

**Report on the Financial Statement**

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

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

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

***Auditor's Responsibility***

Our responsibility is to express an opinion on this financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free 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 and Schedule of Leases and Debt, as listed in the Table of Contents, are presented for additional analysis and are not required parts of the financial statement. They have not been subjected to the auditing procedures applied by us in the audit of the financial statement and, accordingly, we express no opinion on them.

INDEPENDENT AUDITOR'S REPORT  
(Continued)

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

In accordance with *Government Auditing Standards*, we have also issued a report dated July 5, 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

July 5, 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 CLINTON CENTRAL SCHOOL  
CORPORATION, CLINTON 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 Clinton Central School Corporation (School Corporation), which comprises the financial position and results of operations for the period of July 1, 2013 to June 30, 2015, and the related notes to the financial statement, and have issued our report thereon dated July 5, 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 material weaknesses.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or 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 items 2015-001 and 2015-002 to be material weaknesses.

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

**Compliance and Other Matters**


As part of obtaining reasonable assurance about whether the School Corporation's financial statement is free 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2015-001 and 2015-002.

**Clinton Central 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

July 5, 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.

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

Fund	Cash and Investments 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	\$ 251,960	\$ 6,399,228	\$ 6,349,840	\$ (220,012)	\$ 81,336	\$ 6,179,185	\$ 6,116,476	\$ (3,753)	\$ 140,292
Debt Service	156,543	1,507,488	1,608,536	-	55,495	1,334,792	1,221,500	-	168,787
Retirement/Severance Bond Debt Service	27,497	89,320	77,309	-	39,508	69,360	90,972	-	17,896
Capital Projects	115,978	819,050	768,737	1,780	168,071	907,879	751,303	(1,053)	323,594
School Transportation	439,739	826,104	724,129	(171,000)	370,714	692,708	598,390	300	465,332
School Bus Replacement	(19,713)	239,613	79,731	-	140,169	173,162	268,323	-	45,008
Rainy Day	507,640	-	-	421,000	928,640	-	446,398	-	482,242
Retirement/Severance Bond	21,200	-	-	-	21,200	-	-	-	21,200
School Lunch	188,029	573,205	551,968	(3,166)	206,100	524,463	521,760	(20,604)	188,199
Textbook Rental	(20,668)	98,893	65,925	(313)	11,987	100,381	241,536	121	(129,047)
Repair and Replacement	2,050	-	643	-	1,407	-	1,407	-	-
Levy Excess	23,719	-	-	-	23,719	294	-	-	24,013
Educational License Plates	303	244	-	-	547	206	-	-	753
Early Intervention Grant	-	3,425	3,425	-	-	-	45	-	(45)
Early Intervention 2013-2014	-	-	-	-	-	9,935	9,180	-	755
CCEF Children In Need Fund	-	-	-	-	-	218	-	-	218
CCE Foundation Grant 2013-2014	-	3,215	2,565	-	650	-	-	(500)	150
CCE Foundation Grant	(58)	-	-	58	-	-	-	-	-
Community Foundation-Writers	783	-	-	-	783	-	-	-	783
2014-2015 CCE Foundation Grant	-	-	-	-	-	4,311	1,839	-	2,472
2015-2016 Duke Energy Grant	-	-	-	-	-	19,955	493	-	19,462
Mattix Trust	2,518	-	-	-	2,518	-	-	-	2,518
Extra-Curricular Activities	4,008	12,378	19,622	(16)	(3,252)	15,474	41,163	12,509	(16,432)
CCE Atrium Fund	-	1,562	100	-	1,462	-	70	-	1,392
Art Fundraiser	-	2,548	787	(1,068)	693	-	45	-	648
Library Fundraiser	-	10,386	10,319	1,084	1,151	716	9,689	(500)	(8,322)
Pool Donation From 2010 Class	-	779	-	-	779	-	-	(313)	466
E-Learning Donations	-	910	-	-	910	655	1,713	(150)	(298)
ECA Concession	-	-	-	-	-	10,577	1,929	-	8,648
Scholarships and Awards	791	-	-	-	791	900	-	-	1,691
Julia Davis Pearson Scholarship	25,868	107	-	-	25,975	52	1,000	-	25,027
Jenny Butler Scholarship	422	-	-	-	422	-	-	-	422
Everett Davis Estate	582	-	-	-	582	-	-	-	582
Miscellaneous Programs	555	-	-	-	555	-	-	-	555
Clinton Central Recycling Program	61	-	-	-	61	-	-	-	61
Clinton Central Recycling Grant	7,307	231	3,640	(160)	3,738	-	-	-	3,738

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

CLINTON CENTRAL SCHOOL CORPORATION  
STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -  
REGULATORY BASIS  
For the Years Ended June 30, 2014 and 2015  
(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
2012-13 Clinton Cty Recycling	(160)	-	-	160	-	-	-	-	-
High Ability Grant 2013-2014	-	28,343	16,650	(11,993)	(300)	-	13,756	14,056	-
High Ability Grant 2014-2015	-	-	-	-	-	28,002	4,430	-	23,572
High Ability Grant 2012-2013	455	-	2,417	1,962	-	-	-	-	-
Medicaid Reimbursement	450	-	-	(450)	-	-	-	-	-
Secured Schools Safety Grant	-	-	37,537	-	(37,537)	37,792	20,503	-	(20,248)
School Technology	7,670	7,097	13,060	170	1,877	7,149	32,507	-	(23,481)
Construction, Remodeling, and Equipping Buildings	28,784	-	27,350	-	1,434	-	1,593	159	-
Fresh Fruit & Vegetable Grant	2,639	-	2,874	235	-	-	-	-	-
Senator David Ford Technology	6,595	-	6,437	-	158	83,917	83,091	(2,924)	(1,940)
Title I (2005-2006)	-	-	-	-	-	-	216	-	(216)
Title I (2012-2013)	(10,690)	17,255	5,445	(1,120)	-	-	-	-	-
Title I (2013-2014)	-	106,714	117,164	619	(9,831)	23,907	20,368	6,291	(1)
Title I (2014-2015)	-	-	-	-	-	100,235	112,292	(6,291)	(18,348)
Special Ed TA Grant 2013-14	-	4,895	4,493	(402)	-	-	-	-	-
Special Ed Improvement Award	153	-	153	-	-	-	-	-	-
Special Ed 2012-2013	(15,801)	51,209	34,212	(1,196)	-	45	-	-	45
Special Ed Preschool 2012-2013	-	12,288	12,288	-	-	-	-	-	-
Special Ed 2013-2014	-	144,013	154,467	(4,610)	(15,064)	56,531	38,172	(3,910)	(615)
Special Ed Grant 2014-2015	-	-	-	-	-	148,163	225,426	657	(76,606)
Federal Assistance Educational Preschool Handicapped	(987)	-	-	-	(987)	-	-	987	-
Special Ed Preschool 2013-2014	-	-	5,806	5,806	-	-	-	-	-
Special Ed Preschool 2014-2015	-	-	-	-	-	3,569	3,569	-	-
Carl Perkins-Salary (2004-05)	7,911	-	-	-	7,911	-	-	-	7,911
Carl Perkins 2012-2013	3,880	1,894	7,340	1,566	-	-	-	-	-
Carl Perkins 2013-2014	-	11,984	27,167	(1,365)	(16,548)	17,809	3,587	2,326	-
Carl Perkins 2014-2015	-	-	-	-	-	13,000	16,347	-	(3,347)
Medicaid Reimbursement - Federal	15,744	-	-	(15,744)	-	-	-	-	-
E-Learning Regional Conference	-	-	3,820	-	(3,820)	15,500	13,000	-	(1,320)
Title II 7/1/12 Till 9/30/14	(1,147)	10,167	28,506	-	(19,486)	19,486	-	-	-
Title II 2013-2014	-	-	16,395	-	(16,395)	27,542	14,372	2,924	(301)
Title II 2014-2015	-	-	-	-	-	-	2,060	-	(2,060)
Prepaid Food Account	5,258	294,902	294,593	-	5,567	274,934	275,622	-	4,879
Payroll	24,978	1,699,856	1,686,829	-	38,005	1,679,788	1,719,385	-	(1,592)
<b>Totals</b>	<u>\$ 1,812,846</u>	<u>\$ 12,979,303</u>	<u>\$ 12,772,279</u>	<u>\$ 1,825</u>	<u>\$ 2,021,695</u>	<u>\$ 12,582,592</u>	<u>\$ 12,925,527</u>	<u>\$ 332</u>	<u>\$ 1,679,092</u>

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

CLINTON CENTRAL SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT

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

*A. Reporting Entity*

School Corporation, as used herein, shall include, but is not limited to, the following: school townships, school towns, school cities, consolidated school corporations, joint schools, metropolitan school districts, township school districts, county schools, united schools, school districts, cooperatives, educational service centers, community schools, community school corporations, and charter schools.

The School Corporation was established under the laws of the State of Indiana. The School Corporation operates under a Board of School Trustees form of government and provides educational services.

The accompanying financial statement presents the financial information for the School Corporation.

*B. Basis of Accounting*

The financial statement is reported on a regulatory basis of accounting prescribed by the Indiana State Board of Accounts in accordance with state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The basis of accounting involves the reporting of only cash and investments and the changes therein resulting from cash inflows (receipts) and cash outflows (disbursements) reported in the period in which they occurred.

The regulatory basis of accounting differs from accounting principles generally accepted in the United States of America, in that receipts are recognized when received in cash, rather than when earned, and disbursements are recognized when paid, rather than when a liability is incurred.

*C. Cash and Investments*

Investments are stated at cost. Any changes in fair value of the investments are reported as receipts in the year of the sale of the investment.

*D. Receipts*

Receipts are presented in the aggregate on the face of the financial statement. The aggregate receipts include the following sources:

*Local sources.* 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.

CLINTON CENTRAL 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.

*Interfund loans.* Amounts temporarily transferred from one fund to a depleted fund for use in paying current operating expenses. Such advancement shall not be made for a period extending beyond the budget year.

*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 service.* 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.

*Interfund loans.* Amounts temporarily transferred from one fund to a depleted fund for use in paying current operating expenses. Such advancement shall not be made for a period extending beyond the budget year.

CLINTON CENTRAL SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

*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:

*Sale of capital assets.* Amounts received when land, buildings, or equipment owned by the School Corporation are sold.

*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.

CLINTON CENTRAL SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

**Note 4. Deposits and Investments**

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

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

CLINTON CENTRAL SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

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

*Funding Policy and Annual Pension Cost*

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

*B. Teachers' Retirement Fund*

*Plan Description*

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

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

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

*Funding Policy and Annual Pension Cost*

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

CLINTON CENTRAL SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

**Note 7. Cash Balance Deficits**

The financial statement contains some funds with deficits in cash. This is a result of the funds being set up for reimbursable grants. The reimbursements for expenditures made by the School Corporation were not received by June 30, 2014 and 2015. In addition, the Textbook Rental fund had a deficit cash balance due to the timing of certain purchases and the receipt of textbook rental fees.

**Note 8. Holding Corporation**

The School Corporation has entered into capital leases with Clinton Central School Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessor has been determined to be a related-party of the School Corporation. Lease payments during the years 2014 and 2015 totaled \$1,504,960 and \$1,221,500, respectively.

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## OTHER INFORMATION - UNAUDITED

The School Corporation's Financial Reports can be found on the Indiana Department of Education website: <http://www.doe.in.gov/finance/school-financial-reports>. This website is maintained by the Indiana Department of Education. More current financial information is available from the School Corporation Treasurer's office. Additionally, some financial information of the School Corporation can be found on the Gateway website: <https://gateway.ifionline.org/>.

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

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

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

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Retirement/ Severance Bond	School Lunch
Cash and investments - beginning	\$ 251,960	\$ 156,543	\$ 27,497	\$ 115,978	\$ 439,739	\$ (19,713)	\$ 507,640	\$ 21,200	\$ 188,029
Receipts:									
Local sources	148,012	1,403,912	89,320	819,050	716,120	239,613	-	-	303,373
Intermediate sources	26	-	-	-	-	-	-	-	-
State sources	6,251,190	-	-	-	-	-	-	-	6,120
Federal sources	-	-	-	-	-	-	-	-	263,712
Interfund loans	-	103,576	-	-	103,576	-	-	-	-
Other receipts	-	-	-	-	6,408	-	-	-	-
Total receipts	6,399,228	1,507,488	89,320	819,050	826,104	239,613	-	-	573,205
Disbursements:									
Instruction	4,404,206	-	-	-	-	-	-	-	-
Support services	1,746,007	-	-	539,666	620,553	79,731	-	-	2
Noninstructional services	199,627	-	-	-	-	-	-	-	551,966
Facilities acquisition and construction	-	-	-	229,071	-	-	-	-	-
Debt service	-	1,504,960	77,309	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Interfund loans	-	103,576	-	-	103,576	-	-	-	-
Total disbursements	6,349,840	1,608,536	77,309	768,737	724,129	79,731	-	-	551,968
Excess (deficiency) of receipts over disbursements	49,388	(101,048)	12,011	50,313	101,975	159,882	-	-	21,237
Other financing sources (uses):									
Sale of capital assets	-	-	-	1,950	-	-	-	-	-
Transfers in	32,743	-	-	-	-	-	421,000	-	323
Transfers out	(252,755)	-	-	(170)	(171,000)	-	-	-	(3,489)
Total other financing sources (uses)	(220,012)	-	-	1,780	(171,000)	-	421,000	-	(3,166)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(170,624)	(101,048)	12,011	52,093	(69,025)	159,882	421,000	-	18,071
Cash and investments - ending	\$ 81,336	\$ 55,495	\$ 39,508	\$ 168,071	\$ 370,714	\$ 140,169	\$ 928,640	\$ 21,200	\$ 206,100

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

	Textbook Rental	Repair and Replacement	Levy Excess	Educational License Plates	Early Intervention Grant	Early Intervention 2013-2014	CCEF Children In Need Fund	CCE Foundation Grant 2013-2014	CCE Foundation Grant
Cash and investments - beginning	\$ (20,668)	\$ 2,050	\$ 23,719	\$ 303	\$ -	\$ -	\$ -	\$ -	\$ (58)
Receipts:									
Local sources	63,352	-	-	-	-	-	-	3,215	-
Intermediate sources	-	-	-	244	-	-	-	-	-
State sources	35,541	-	-	-	3,425	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	98,893	-	-	244	3,425	-	-	3,215	-
Disbursements:									
Instruction	-	-	-	-	3,425	-	-	2,565	-
Support services	65,925	643	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-
Total disbursements	65,925	643	-	-	3,425	-	-	2,565	-
Excess (deficiency) of receipts over disbursements	32,968	(643)	-	244	-	-	-	650	-
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	287	-	-	-	-	-	-	-	58
Transfers out	(600)	-	-	-	-	-	-	-	-
Total other financing sources (uses)	(313)	-	-	-	-	-	-	-	58
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	32,655	(643)	-	244	-	-	-	650	58
Cash and investments - ending	\$ 11,987	\$ 1,407	\$ 23,719	\$ 547	\$ -	\$ -	\$ -	\$ 650	\$ -

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

	Community Foundation- Writers	2014-2015 CCE Foundation Grant	2015-2016 Duke Energy Grant	Mattix Trust	Extra- Curricular Activities	CCE Atrium Fund	Art Fundraiser	Library Fundraiser	Pool Donation From 2010 Class
Cash and investments - beginning	\$ 783	\$ -	\$ -	\$ 2,518	\$ 4,008	\$ -	\$ -	\$ -	\$ -
Receipts:									
Local sources	-	-	-	-	12,378	1,562	2,548	10,386	779
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	-	12,378	1,562	2,548	10,386	779
Disbursements:									
Instruction	-	-	-	-	19,476	100	787	-	-
Support services	-	-	-	-	146	-	-	10,319	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	-	19,622	100	787	10,319	-
Excess (deficiency) of receipts over disbursements	-	-	-	-	(7,244)	1,462	1,761	67	779
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	1,084	-
Transfers out	-	-	-	-	(16)	-	(1,068)	-	-
Total other financing sources (uses)	-	-	-	-	(16)	-	(1,068)	1,084	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	-	(7,260)	1,462	693	1,151	779
Cash and investments - ending	\$ 783	\$ -	\$ -	\$ 2,518	\$ (3,252)	\$ 1,462	\$ 693	\$ 1,151	\$ 779

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

	E-Learning Donations	ECA Concession	Scholarships and Awards	Julia Davis Pearson Scholarship	Jenny Butler Scholarship	Everett Davis Estate	Miscellaneous Programs	Clinton Central Recycling Program	Clinton Central Recycling Grant
Cash and investments - beginning	\$ -	\$ -	\$ 791	\$ 25,868	\$ 422	\$ 582	\$ 555	\$ 61	\$ 7,307
Receipts:									
Local sources	910	-	-	107	-	-	-	-	231
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	910	-	-	107	-	-	-	-	231
Disbursements:									
Instruction	-	-	-	-	-	-	-	-	-
Support services	-	-	-	-	-	-	-	-	3,640
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	-	-	-	-	-	3,640
Excess (deficiency) of receipts over disbursements	910	-	-	107	-	-	-	-	(3,409)
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	(160)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	(160)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	910	-	-	107	-	-	-	-	(3,569)
Cash and investments - ending	\$ 910	\$ -	\$ 791	\$ 25,975	\$ 422	\$ 582	\$ 555	\$ 61	\$ 3,738

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

	2012-13 Clinton Cty Recycling	High Ability Grant 2013-2014	High Ability Grant 2014-2015	High Ability Grant 2012-2013	Medicaid Reimbursement	Secured Schools Safety Grant	School Technology	Construction, Remodeling, and Equipping Buildings	Fresh Fruit & Vegetable Grant
Cash and investments - beginning	\$ (160)	\$ -	\$ -	\$ 455	\$ 450	\$ -	\$ 7,670	\$ 28,784	\$ 2,639
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	28,343	-	-	-	-	7,097	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	28,343	-	-	-	-	7,097	-	-
Disbursements:									
Instruction	-	16,650	-	2,417	-	-	-	4,828	2,600
Support services	-	-	-	-	-	37,537	13,060	3,790	274
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	18,732	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-
Total disbursements	-	16,650	-	2,417	-	37,537	13,060	27,350	2,874
Excess (deficiency) of receipts over disbursements	-	11,693	-	(2,417)	-	(37,537)	(5,963)	(27,350)	(2,874)
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	160	-	-	1,962	-	-	170	-	235
Transfers out	-	(11,993)	-	-	(450)	-	-	-	-
Total other financing sources (uses)	160	(11,993)	-	1,962	(450)	-	170	-	235
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	160	(300)	-	(455)	(450)	(37,537)	(5,793)	(27,350)	(2,639)
Cash and investments - ending	\$ -	\$ (300)	\$ -	\$ -	\$ -	\$ (37,537)	\$ 1,877	\$ 1,434	\$ -

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

	Senator David Ford Technology	Title I (2005-2006)	Title I (2012-2013)	Title I (2013-2014)	Title I (2014-2015)	Special Ed TA Grant 2013-14	Special Ed Improvement Award	Special Ed 2012-2013	Special Ed Preschool 2012-2013
Cash and investments - beginning	\$ 6,595	\$ -	\$ (10,690)	\$ -	\$ -	\$ -	\$ 153	\$ (15,801)	\$ -
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	17,255	106,714	-	4,895	-	51,209	12,288
Interfund loans	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	-	17,255	106,714	-	4,895	-	51,209	12,288
Disbursements:									
Instruction	-	-	5,445	84,528	-	4,493	-	34,212	12,288
Support services	6,437	-	-	32,636	-	-	153	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-
Total disbursements	6,437	-	5,445	117,164	-	4,493	153	34,212	12,288
Excess (deficiency) of receipts over disbursements	(6,437)	-	11,810	(10,450)	-	402	(153)	16,997	-
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	13,112	-	-	-	-	-
Transfers out	-	-	(1,120)	(12,493)	-	(402)	-	(1,196)	-
Total other financing sources (uses)	-	-	(1,120)	619	-	(402)	-	(1,196)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(6,437)	-	10,690	(9,831)	-	-	(153)	15,801	-
Cash and investments - ending	\$ 158	\$ -	\$ -	\$ (9,831)	\$ -	\$ -	\$ -	\$ -	\$ -

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

	Special Ed 2013-2014	Special Ed Grant 2014-2015	Federal Assistance Educational Preschool Handicapped	Special Ed Preschool 2013-2014	Special Ed Preschool 2014-2015	Carl Perkins- Salary (2004-05)	Carl Perkins 2012-2013	Carl Perkins 2013-2014	Carl Perkins 2014-2015
Cash and investments - beginning	\$ -	\$ -	\$ (987)	\$ -	\$ -	\$ 7,911	\$ 3,880	\$ -	\$ -
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	144,013	-	-	-	-	-	1,894	11,984	-
Interfund loans	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	144,013	-	-	-	-	-	1,894	11,984	-
Disbursements:									
Instruction	154,467	-	-	5,806	-	-	2,014	6,362	-
Support services	-	-	-	-	-	-	5,326	20,805	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-
Total disbursements	154,467	-	-	5,806	-	-	7,340	27,167	-
Excess (deficiency) of receipts over disbursements	(10,454)	-	-	(5,806)	-	-	(5,446)	(15,183)	-
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	13,189	-	-	5,806	-	-	1,566	-	-
Transfers out	(17,799)	-	-	-	-	-	-	(1,365)	-
Total other financing sources (uses)	(4,610)	-	-	5,806	-	-	1,566	(1,365)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(15,064)	-	-	-	-	-	(3,880)	(16,548)	-
Cash and investments - ending	\$ (15,064)	\$ -	\$ (987)	\$ -	\$ -	\$ 7,911	\$ -	\$ (16,548)	\$ -

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

	Medicaid Reimbursement - Federal	E-Learning Regional Conference	Title II 7/1/12 Till 9/30/14	Title II 2013-2014	Title II 2014-2015	Prepaid Food Account	Payroll	Totals
Cash and investments - beginning	\$ 15,744	\$ -	\$ (1,147)	\$ -	\$ -	\$ 5,258	\$ 24,978	\$ 1,812,846
Receipts:								
Local sources	-	-	-	-	-	-	-	3,814,868
Intermediate sources	-	-	-	-	-	-	-	270
State sources	-	-	-	-	-	-	-	6,331,716
Federal sources	-	-	10,167	-	-	-	-	624,131
Interfund loans	-	-	-	-	-	-	-	207,152
Other receipts	-	-	-	-	-	294,902	1,699,856	2,001,166
Total receipts	-	-	10,167	-	-	294,902	1,699,856	12,979,303
Disbursements:								
Instruction	-	-	3,545	-	-	-	-	4,770,214
Support services	-	3,820	24,961	16,395	-	-	-	3,231,826
Noninstructional services	-	-	-	-	-	-	-	751,593
Facilities acquisition and construction	-	-	-	-	-	-	-	247,803
Debt service	-	-	-	-	-	-	-	1,582,269
Nonprogrammed charges	-	-	-	-	-	294,593	1,686,829	1,981,422
Interfund loans	-	-	-	-	-	-	-	207,152
Total disbursements	-	3,820	28,506	16,395	-	294,593	1,686,829	12,772,279
Excess (deficiency) of receipts over disbursements	-	(3,820)	(18,339)	(16,395)	-	309	13,027	207,024
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	1,950
Transfers in	-	-	-	-	-	-	-	491,695
Transfers out	(15,744)	-	-	-	-	-	-	(491,820)
Total other financing sources (uses)	(15,744)	-	-	-	-	-	-	1,825
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(15,744)	(3,820)	(18,339)	(16,395)	-	309	13,027	208,849
Cash and investments - ending	\$ -	\$ (3,820)	\$ (19,486)	\$ (16,395)	\$ -	\$ 5,567	\$ 38,005	\$ 2,021,695

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

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Retirement/ Severance Bond	School Lunch
Cash and investments - beginning	\$ 81,336	\$ 55,495	\$ 39,508	\$ 168,071	\$ 370,714	\$ 140,169	\$ 928,640	\$ 21,200	\$ 206,100
Receipts:									
Local sources	119,771	1,334,792	69,360	907,879	692,708	173,162	-	-	281,311
Intermediate sources	29	-	-	-	-	-	-	-	-
State sources	6,059,385	-	-	-	-	-	-	-	6,183
Federal sources	-	-	-	-	-	-	-	-	236,969
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	6,179,185	1,334,792	69,360	907,879	692,708	173,162	-	-	524,463
Disbursements:									
Instruction	4,403,192	-	-	-	-	-	-	-	-
Support services	1,579,789	-	-	624,731	598,390	268,323	79,438	-	-
Noninstructional services	133,495	-	-	-	-	-	80,939	-	521,760
Facilities acquisition and construction	-	-	-	126,572	-	-	286,021	-	-
Debt service	-	1,221,500	90,972	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	6,116,476	1,221,500	90,972	751,303	598,390	268,323	446,398	-	521,760
Excess (deficiency) of receipts over disbursements	62,709	113,292	(21,612)	156,576	94,318	(95,161)	(446,398)	-	2,703
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	300	-	-	-	-
Transfers in	23,913	-	-	-	-	-	-	-	32
Transfers out	(27,666)	-	-	(1,053)	-	-	-	-	(20,636)
Total other financing sources (uses)	(3,753)	-	-	(1,053)	300	-	-	-	(20,604)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	58,956	113,292	(21,612)	155,523	94,618	(95,161)	(446,398)	-	(17,901)
Cash and investments - ending	\$ 140,292	\$ 168,787	\$ 17,896	\$ 323,594	\$ 465,332	\$ 45,008	\$ 482,242	\$ 21,200	\$ 188,199

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

	Textbook Rental	Repair and Replacement	Levy Excess	Educational License Plates	Early Intervention Grant	Early Intervention 2013-2014	CCEF Children In Need Fund	CCE Foundation Grant 2013-2014	CCE Foundation Grant
Cash and investments - beginning	\$ 11,987	\$ 1,407	\$ 23,719	\$ 547	\$ -	\$ -	\$ -	\$ 650	\$ -
Receipts:									
Local sources	65,153	-	294	-	-	-	218	-	-
Intermediate sources	-	-	-	206	-	-	-	-	-
State sources	35,228	-	-	-	-	9,935	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	100,381	-	294	206	-	9,935	218	-	-
Disbursements:									
Instruction	-	-	-	-	45	9,180	-	-	-
Support services	241,536	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	1,407	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	241,536	1,407	-	-	45	9,180	-	-	-
Excess (deficiency) of receipts over disbursements	(141,155)	(1,407)	294	206	(45)	755	218	-	-
Other financing sources (uses):									
Sale of capital assets	76	-	-	-	-	-	-	-	-
Transfers in	211	-	-	-	-	-	-	500	-
Transfers out	(166)	-	-	-	-	-	-	(1,000)	-
Total other financing sources (uses)	121	-	-	-	-	-	-	(500)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(141,034)	(1,407)	294	206	(45)	755	218	(500)	-
Cash and investments - ending	\$ (129,047)	\$ -	\$ 24,013	\$ 753	\$ (45)	\$ 755	\$ 218	\$ 150	\$ -

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

	Community Foundation- Writers	2014-2015 CCE Foundation Grant	2015-2016 Duke Energy Grant	Mattix Trust	Extra- Curricular Activities	CCE Atrium Fund	Art Fundraiser	Library Fundraiser	Pool Donation From 2010 Class
Cash and investments - beginning	\$ 783	\$ -	\$ -	\$ 2,518	\$ (3,252)	\$ 1,462	\$ 693	\$ 1,151	\$ 779
Receipts:									
Local sources	-	4,311	19,955	-	15,474	-	-	716	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	4,311	19,955	-	15,474	-	-	716	-
Disbursements:									
Instruction	-	1,839	493	-	41,163	70	45	-	-
Support services	-	-	-	-	-	-	-	9,689	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	1,839	493	-	41,163	70	45	9,689	-
Excess (deficiency) of receipts over disbursements	-	2,472	19,462	-	(25,689)	(70)	(45)	(8,973)	-
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	12,509	-	-	-	-
Transfers out	-	-	-	-	-	-	-	(500)	(313)
Total other financing sources (uses)	-	-	-	-	12,509	-	-	(500)	(313)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	2,472	19,462	-	(13,180)	(70)	(45)	(9,473)	(313)
Cash and investments - ending	\$ 783	\$ 2,472	\$ 19,462	\$ 2,518	\$ (16,432)	\$ 1,392	\$ 648	\$ (8,322)	\$ 466

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

	E-Learning Donations	ECA Concession	Scholarships and Awards	Julia Davis Pearson Scholarship	Jenny Butler Scholarship	Everett Davis Estate	Miscellaneous Programs	Clinton Central Recycling Program	Clinton Central Recycling Grant
Cash and investments - beginning	\$ 910	\$ -	\$ 791	\$ 25,975	\$ 422	\$ 582	\$ 555	\$ 61	\$ 3,738
Receipts:									
Local sources	655	10,577	900	52	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	<u>655</u>	<u>10,577</u>	<u>900</u>	<u>52</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Disbursements:									
Instruction	-	1,929	-	-	-	-	-	-	-
Support services	1,713	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	1,000	-	-	-	-	-
Total disbursements	<u>1,713</u>	<u>1,929</u>	<u>-</u>	<u>1,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(1,058)</u>	<u>8,648</u>	<u>900</u>	<u>(948)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	(150)	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>(150)</u>	<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>(1,208)</u>	<u>8,648</u>	<u>900</u>	<u>(948)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ (298)</u>	<u>\$ 8,648</u>	<u>\$ 1,691</u>	<u>\$ 25,027</u>	<u>\$ 422</u>	<u>\$ 582</u>	<u>\$ 555</u>	<u>\$ 61</u>	<u>\$ 3,738</u>

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

	2012-13 Clinton Cty Recycling	High Ability Grant 2013-2014	High Ability Grant 2014-2015	High Ability Grant 2012-2013	Medicaid Reimbursement	Secured Schools Safety Grant	School Technology	Construction, Remodeling, and Equipping Buildings	Fresh Fruit & Vegetable Grant
Cash and investments - beginning	\$ -	\$ (300)	\$ -	\$ -	\$ -	\$ (37,537)	\$ 1,877	\$ 1,434	\$ -
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	28,002	-	-	37,792	7,149	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	-	28,002	-	-	37,792	7,149	-	-
Disbursements:									
Instruction	-	13,756	4,430	-	-	-	-	-	-
Support services	-	-	-	-	-	20,503	32,507	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	1,593	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	13,756	4,430	-	-	20,503	32,507	1,593	-
Excess (deficiency) of receipts over disbursements	-	(13,756)	23,572	-	-	17,289	(25,358)	(1,593)	-
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	14,056	-	-	-	-	-	159	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	14,056	-	-	-	-	-	159	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	300	23,572	-	-	17,289	(25,358)	(1,434)	-
Cash and investments - ending	\$ -	\$ -	\$ 23,572	\$ -	\$ -	\$ (20,248)	\$ (23,481)	\$ -	\$ -

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

	Senator David Ford Technology	Title I (2005-2006)	Title I (2012-2013)	Title I (2013-2014)	Title I (2014-2015)	Special Ed TA Grant 2013-14	Special Ed Improvement Award	Special Ed 2012-2013	Special Ed Preschool 2012-2013
Cash and investments - beginning	\$ 158	\$ -	\$ -	\$ (9,831)	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	83,917	-	-	-	-	-	-	-	-
Federal sources	-	-	-	23,907	100,235	-	-	45	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	83,917	-	-	23,907	100,235	-	-	45	-
Disbursements:									
Instruction	-	216	-	13,835	81,496	-	-	-	-
Support services	83,091	-	-	6,533	30,796	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	83,091	216	-	20,368	112,292	-	-	-	-
Excess (deficiency) of receipts over disbursements	826	(216)	-	3,539	(12,057)	-	-	45	-
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	6,291	-	-	-	-	-
Transfers out	(2,924)	-	-	-	(6,291)	-	-	-	-
Total other financing sources (uses)	(2,924)	-	-	6,291	(6,291)	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,098)	(216)	-	9,830	(18,348)	-	-	45	-
Cash and investments - ending	\$ (1,940)	\$ (216)	\$ -	\$ (1)	\$ (18,348)	\$ -	\$ -	\$ 45	\$ -

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

	Special Ed 2013-2014	Special Ed Grant 2014-2015	Federal Assistance Educational Preschool Handicapped	Special Ed Preschool 2013-2014	Special Ed Preschool 2014-2015	Carl Perkins- Salary (2004-05)	Carl Perkins 2012-2013	Carl Perkins 2013-2014	Carl Perkins 2014-2015
Cash and investments - beginning	\$ (15,064)	\$ -	\$ (987)	\$ -	\$ -	\$ 7,911	\$ -	\$ (16,548)	\$ -
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	56,531	148,163	-	-	3,569	-	-	17,809	13,000
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	56,531	148,163	-	-	3,569	-	-	17,809	13,000
Disbursements:									
Instruction	38,172	225,426	-	-	3,569	-	-	614	-
Support services	-	-	-	-	-	-	-	2,973	16,347
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	38,172	225,426	-	-	3,569	-	-	3,587	16,347
Excess (deficiency) of receipts over disbursements	18,359	(77,263)	-	-	-	-	-	14,222	(3,347)
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	1,597	2,254	987	-	-	-	-	2,326	-
Transfers out	(5,507)	(1,597)	-	-	-	-	-	-	-
Total other financing sources (uses)	(3,910)	657	987	-	-	-	-	2,326	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	14,449	(76,606)	987	-	-	-	-	16,548	(3,347)
Cash and investments - ending	\$ (615)	\$ (76,606)	\$ -	\$ -	\$ -	\$ 7,911	\$ -	\$ -	\$ (3,347)

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

	Medicaid Reimbursement - Federal	E-Learning Regional Conference	Title II 7/1/12 Till 9/30/14	Title II 2013-2014	Title II 2014-2015	Prepaid Food Account	Payroll	Totals
Cash and investments - beginning	\$ -	\$ (3,820)	\$ (19,486)	\$ (16,395)	\$ -	\$ 5,567	\$ 38,005	\$ 2,021,695
Receipts:								
Local sources	-	-	-	-	-	-	-	3,697,288
Intermediate sources	-	-	-	-	-	-	-	235
State sources	-	-	-	-	-	-	-	6,267,591
Federal sources	-	15,500	19,486	27,542	-	-	-	662,756
Other receipts	-	-	-	-	-	274,934	1,679,788	1,954,722
Total receipts	-	15,500	19,486	27,542	-	274,934	1,679,788	12,582,592
Disbursements:								
Instruction	-	-	-	-	-	-	-	4,839,470
Support services	-	13,000	-	14,372	2,060	-	-	3,625,791
Noninstructional services	-	-	-	-	-	-	-	736,194
Facilities acquisition and construction	-	-	-	-	-	-	-	415,593
Debt service	-	-	-	-	-	-	-	1,312,472
Nonprogrammed charges	-	-	-	-	-	275,622	1,719,385	1,996,007
Total disbursements	-	13,000	-	14,372	2,060	275,622	1,719,385	12,925,527
Excess (deficiency) of receipts over disbursements	-	2,500	19,486	13,170	(2,060)	(688)	(39,597)	(342,935)
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	376
Transfers in	-	-	-	2,924	-	-	-	67,759
Transfers out	-	-	-	-	-	-	-	(67,803)
Total other financing sources (uses)	-	-	-	2,924	-	-	-	332
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	2,500	19,486	16,094	(2,060)	(688)	(39,597)	(342,603)
Cash and investments - ending	\$ -	\$ (1,320)	\$ -	\$ (301)	\$ (2,060)	\$ 4,879	\$ (1,592)	\$ 1,679,092

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

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Apple Inc	Ipads cases and MacBook Airs	\$ 78,954	9/11/2014	9/11/2017
Apple Inc	Ipad Air & Ipad minis	80,309	7/10/2015	7/10/2017
Apple Inc.	iPad minis and iPads	7,961	8/19/2013	8/19/2015
Apple Inc.	iPads	10,810	3/12/2014	3/12/2016
Apple Inc.	iPads & cases	38,209	6/9/2014	6/9/2016
Crossroads Bank	generator	36,783	7/10/2014	3/1/2021
PNC Equipment Finance	Energy Savings Lease	230,506	1/15/2007	7/15/2016
Clinton Central School Building Coporation	Junior-High School 2010 Refunding Bonds	325,000	1/1/2011	1/1/2019
Clinton Central School Building Coporation	Junior-High School renovation	<u>1,038,000</u>	6/30/2010	12/31/2024
Total governmental activities		<u>1,846,532</u>		
Total of annual lease payments		<u>\$ 1,846,532</u>		

Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:			
General obligation bonds	School Serverance 2013 C REf	\$ 510,000	\$ 97,705
Total governmental activities		<u>510,000</u>	<u>97,705</u>
Totals		<u>\$ 510,000</u>	<u>\$ 97,705</u>

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SUPPLEMENTAL AUDIT OF  
FEDERAL AWARDS



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

TO: THE OFFICIALS OF THE CLINTON CENTRAL SCHOOL  
CORPORATION, CLINTON COUNTY, INDIANA

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

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

***Management's Responsibility***

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

***Auditor's Responsibility***

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

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

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

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

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

**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 item 2015-003 to be material weaknesses.

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

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

  
Paul D. Joyce, CPA  
State Examiner

July 5, 2017

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

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

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

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Pass-Through To Subrecipient 06-30-14	Total Federal Awards Expended 06-30-14	Pass-Through To Subrecipient 06-30-15	Total Federal Awards Expended 06-30-15
<u>Department of Agriculture</u>							
Child Nutrition Cluster							
School Breakfast Program	Indiana Department of Education	10.553	FY2014, FY 2015	\$ -	\$ 38,061	\$ -	\$ 34,882
National School Lunch Program		10.555	FY2014, FY 2015	-	225,651	-	202,140
National School Lunch Program - Commodities		10.555	FY2014, FY2015	-	38,470	-	36,428
Total - National School Lunch Program				-	264,121	-	238,568
Total - Child Nutrition Cluster				-	302,182	-	273,450
Total - Department of Agriculture				-	302,182	-	273,450
<u>Department of Education</u>							
Special Education Cluster (IDEA)							
Special Education_Grants to States	Indiana Department of Education	84.027	FY 2013	-	51,209	-	45
			FY 2014	-	144,013	-	56,531
			FY 2015	-	-	-	148,163
			FY 2014 TA	-	4,895	-	-
Total - Special Education_Grants to States				-	200,117	-	204,739
Special Education_Preschool Grants		84.173	FY 2014, FY 2015	-	12,288	-	3,569
Total - Special Education Cluster (IDEA)				-	212,405	-	208,308
Title I Grants to Local Educational Agencies							
	Indiana Department of Education	84.010	13-1150	-	17,255	-	-
			14-1150	-	106,714	-	-
			14-1150	-	-	-	23,907
			15-1150	-	-	-	100,235
Total - Title I Grants to Local Educational Agencies				-	123,969	-	124,142

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

CLINTON CENTRAL SCHOOL CORPORATION  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the Years Ended June 30, 2014 and 2015  
(Continued)

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Pass-Through To Subrecipient 06-30-14	Total Federal Awards Expended 06-30-14	Pass-Through To Subrecipient 06-30-15	Total Federal Awards Expended 06-30-15
<u>Department of Education (continued)</u>							
Career and Technical Education -- Basic Grants to States	Tippecanoe School Corporation	84.048	13-4700-7865	-	1,894	-	-
			14-4700-7865	-	11,984	-	17,809
			15-4700-7865	-	-	-	13,000
				-	13,878	-	30,809
Total - Career and Technical Education -- Basic Grants to States							
English Language Acquisition State Grants	Indiana Department of Education	84.365					
Title III Limited Eng Prof 13-14			01114-110PN01	-	-	-	66
Title III Limited Eng Prof 14-15			01115-110PN01	-	-	-	300
				-	-	-	366
Total - English Language Acquisition Grants							
Improving Teacher Quality State Grants	Indiana Department of Education	84.367					
			FY 2012-2013	-	10,167	-	-
			FY 2013-2014	-	-	-	15,500
			FY 2013-2014	-	-	-	19,485
			FY 2014-2015	-	-	-	27,542
				-	10,167	-	62,527
Total - Improving Teacher Quality State Grants							
Total - Department of Education							
<u>Department of Health and Human Services</u>							
Cooperative Agreements to Promote Adolescent Health through School- Based HIV/STD Prevention and School-Based Surveillance	Indiana Department of Education	93.079	YRBSH15	-	-	-	400
Total - Department of Health and Human Services							
Total federal awards expended				\$ -	\$ 662,601	\$ -	\$ 700,002

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

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

**Note 1. Basis of Presentation**

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

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

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

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

**Note 3. Wabash Valley Consortium**

The School Corporation is a member of the Wabash Valley Consortium. As a result, some activity for the English Language Acquisition State Grants (Title III) that is presented as federal awards expended in the SEFA is not presented as receipts and disbursements in the financial statement for the School Corporation. This activity is reported on the financial statement of the Wabash Valley Consortium.

CLINTON CENTRAL SCHOOL CORPORATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

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

Financial Statement:

Type of auditor's report issued:	Adverse as to GAAP; Unmodified as to Regulatory Basis
Internal control over financial reporting:	
Material weaknesses identified?	yes
Significant deficiencies identified?	none reported
Noncompliance material to financial statement noted?	yes

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	yes
Significant deficiencies identified?	none reported
Type of auditor's report issued on compliance for major programs:	Unmodified
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:

Name of Federal Program or Cluster

Child Nutrition Cluster  
Special Education Cluster (IDEA)

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 - FINANCIAL TRANSACTIONS AND REPORTING**

*Condition*

The School Corporation had several deficiencies in their internal control system related to financial transactions and reporting in the following areas:

1. Lack of Segregation of Duties: The School Corporation had not separated incompatible activities related to cash and investments, receipts, and disbursements. There was turnover in the Treasurer's position during the last six months of the audit period ending June 30, 2015. During that period, bank reconcilements were not completed from December 2014 to May 2015, and receipts and disbursements were not recorded timely. There were no controls over any of these activities.

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

During our performance of a bank reconciliation at June 30, 2015, it was discovered that the MASE insurance payment for the month of June 2015 of \$109,723 had never been recorded. In addition, there were old outstanding checks totaling \$7,646 that were no longer included on the School Corporation's outstanding check list; however, these items were never receipted back into the fund that originally paid the expense. After adjusting the reconciliation for the unrecorded disbursement and the old outstanding checks, the unidentified difference was a bank balance in excess of the record balance of \$15,344. This was considered immaterial to the financial statement and no adjustments were proposed.

2. Monitoring of Controls: The School Corporation had no process to identify or communicate corrective actions to improve controls. Effective internal controls over financial reporting required the School Corporation to monitor and assess the quality of the system of internal control.

*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. . . ."

"Evaluations are used to determine whether each of the five components of internal control is present and functioning. These evaluations may be conducted on an ongoing or periodic basis. The criteria used are developed by the oversight body, elected officials, management, governing boards, or recognized standard-setting bodies or regulators. . . .

A baseline of the current state of the internal control system is compared against the original design of the internal control system. The baseline consists of issues and deficiencies identified in the internal control system. The results of the monitoring process are evaluated and documented. . . .

Management remediates identified issues. . . ."

Indiana Code 5-13-6-1(e) states: "All local investment officers shall reconcile at least monthly the balance of public funds, as disclosed by the records of the local officers, with the balance statements provided by the respective depositories."

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

All documents and entries to records must be made in a timely manner to ensure that accurate financial information is available to allow the unit to make informed management decisions and to help ensure compliance with IC 5-15-1-1. (Accounting and Uniform Compliance Guidelines Manual for School Corporations, Chapter 1)

*Cause*

Management of the School Corporation had not established a proper system of internal control. An evaluation of the School Corporation's internal control had not been conducted.

*Effect*

The failure to establish controls enabled material misstatements or irregularities to remain undetected. The failure to monitor the internal control system placed the School Corporation at risk that controls may not be either designed properly or operating effectively to provide reasonable assurance that controls will prevent, or detect and correct, material misstatements in a timely manner.

*Views of Responsible Officials*

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

**FINDING 2015-002 - PREPARATION OF THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

*Condition*

The School Corporation had not established effective internal controls over the federal award information entered into the Indiana Gateway for Government Units (Gateway), which is a financial reporting system used to compile the School Corporation's Schedule of Expenditures of Federal Awards (SEFA). One employee prepared the federal award information entered into Gateway without a control process in place to ensure its accuracy before submission.

Due to the lack of controls, the following errors occurred on the SEFA:

1. The Child Nutrition Cluster did not include commodities of \$38,470 and \$36,428 for the years ended June 30, 2014 and 2015, respectively.
2. The Special Education Cluster (IDEA) was understated by \$1,811 and \$3,806 for the years ended June 30, 2014 and 2015, respectively.
3. The Title 1 Grants to Local Educational Agencies of \$1,120 was not reported for the year ended June 30, 2014, and was understated by \$6,291 for the year ended June 30, 2015.
4. The Career and Technical Education -- Basic Grants to States was overstated by \$1,366 for the year ended June 30, 2014, and \$17,809 was not reported for the year ended June 30, 2015.
5. The English Language Acquisition State Grants of \$366 was not reported for the year ended June 30, 2015.

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

6. The Improving Teacher Quality State Grants of \$12,575 was not reported for the year ended June 30, 2015.
7. The Cooperative Agreements to Promote Adolescent Health through School-Based HIV/STD Prevention and School-Based Surveillance grant of \$400 was not reported for the year ended June 30, 2015.

Audit adjustments were proposed, accepted by the School Corporation, and made to the SEFA.

*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. . . ."

OMB Circular A-133, Subpart C, section .300 states in part: "The auditee shall: . . . (d) Prepare appropriate financial statements, including the schedule of expenditures of Federal awards in accordance with § \_\_\_\_\_.310. . . ."

OMB Circular A-133, Subpart C, section .310(b) states in part:

"Schedule of expenditures of Federal awards. The auditee shall also prepare a schedule of expenditures of Federal awards for the period covered by the auditee's financial statements. While not required, the auditee may choose to provide information requested by Federal awarding agencies and pass-through entities to make the schedule easier to use. For example, when a Federal program has multiple award years, the auditee may list the amount of Federal awards expended for each award year separately. At a minimum, the schedule shall:

- (1) List individual Federal programs by Federal agency. For Federal programs included in a cluster of programs, list individual Federal programs within a cluster of programs. For R&D, total Federal awards expended shall be shown either by individual award or by Federal agency and major subdivision within the Federal agency. For example, the National Institutes of Health is a major subdivision in the Department of Health and Human Services.

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

- (2) For Federal awards received as a subrecipient, the name of the pass-through entity and identifying number assigned by the pass-through entity shall be included.
- (3) Provide total Federal awards expended for each individual Federal program and the CFDA number or other identifying number when the CFDA information is not available. . . ."

*Cause*

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

*Effect*

Without a proper system of internal control in place that operated effectively, material misstatements of the SEFA were undetected. The SEFA contained the errors identified in the *Condition*.

*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 2015-003 - INTERNAL CONTROLS OVER THE CHILD NUTRITION CLUSTER**

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): FY2014, FY2015

Pass-Through Entity: Indiana Department of Education

*Condition*

An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the Cash Management, Equipment and Real Property Management, Eligibility, Program Income, Reporting, Special Tests and Provisions - Verification of Free and Reduced Price Applications (NSLP), and Special Tests and Provisions - School Food Accounts compliance requirements.

*Cash Management*

The School Corporation had not established policies or procedures to ensure that the School Lunch fund cash balance (Net Cash Resources) did not exceed the three months average expenditures.

*Equipment and Real Property Management*

There were no controls in place to ensure that equipment purchased with School Lunch funds were properly accounted for.

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

*Eligibility*

There were no controls in place to ensure the eligibility determinations for Free and Reduced Applications were accurate. One employee was responsible for processing the Free and Reduced Applications including entering the data and determining eligibility.

*Program Income*

There were no controls in place to ensure program income was properly recorded on the School Corporation's records. Additionally, there was no control in place to ensure the Prepaid Food Account fund agreed to the subsidiary records.

*Reporting*

There were no controls in place to ensure the Sponsor Claim (claims for reimbursement) or the Annual Financial Report were accurate prior to being submitted.

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

There were no controls in place to ensure the Verification of Free and Reduced Price Applications were accurate. One employee was responsible for preparing and processing the verifications.

*Special Tests and Provisions - School Food Accounts*

There were no controls in place to ensure school food accounts were accurate.

*Context*

The lack of controls was a systemic problem throughout the audit period. There was no documentation of controls in place in order to test the effectiveness of the controls.

*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 to ensure compliance with the compliance requirements listed above.

CLINTON CENTRAL 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.

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#### AUDITEE-PREPARED DOCUMENTS

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

**Clinton Central School Corporation**  
**P.O. Box 118 – 725 North State Road 29**  
**Michigantown, IN 46057**  
**765-249-2515—765-249-2504 (FAX)**

## Summary Schedule of Prior Audit Findings

FINDING 2013-003, Internal Controls over Compliance Requirements that have a Direct and Material Effect to the Child Nutrition Cluster

Fiscal Year in which the finding initially occurred: 2012-13 and 2013-14  
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Education  
Contact Person Responsible for Corrective Action: Becky McQuinn/April Boone  
Contact Phone Number: (765) 249-2515

Status of Audit Finding:

Clinton Central School Corporation

The management of Clinton Central School Corporation has reviewed the financial statement finding regarding inadequate internal controls. The office responsible for maintaining accounting records has limited segregation of duties due to lack of personnel. We have separated duties whenever possible to allow for better monitoring of the various functions. We are not able to hire additional personnel at this time to improve our internal controls due to budget constraints. Management acknowledges and assumes the inherent risk with the current design of our business office.



Treasurer  
April 18, 2017

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**Clinton Central School Corporation  
P.O. Box 118 – 725 North State Road 29  
Michigantown, IN 46057  
765-249-2515—765-249-2504 (FAX)**

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## Summary Schedule of Prior Audit Findings

FINDING 2013-004, Internal Controls over Compliance Requirements that have a Direct and Material Effect to the Special Education Cluster

Fiscal Year in which the finding initially occurred: 2012-13 and 2013-14  
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Education  
Contact Person Responsible for Corrective Action: April Boone  
Contact Phone Number: (765) 249-2515

### Status of Audit Finding:

The management of Clinton Central School Corporation has reviewed the financial statement finding regarding inadequate internal controls. The office responsible for maintaining accounting records has limited segregation of duties due to lack of personnel. We have separated duties whenever possible to allow for better monitoring of the various functions. We are not able to hire additional personnel at this time to improve our internal controls due to budget constraints. Management acknowledges and assumes the inherent risk with the current design of our business office.



Treasurer  
April 18, 2017

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**Clinton Central School Corporation  
P.O. Box 118 - 725 North State Road 29  
Michigantown, IN 46057  
765-249-2515—765-249-2504 (FAX)**

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## Summary Schedule of Prior Audit Findings

FINDING 2013-005, Special Education Cash Management and Reporting

Fiscal Year in which the finding initially occurred: 2012-13 and 2013-14

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana  
Department of Education

Contact Person Responsible for Corrective Action: April Boone

Contact Phone Number: (765) 249-2515

Status of Audit Finding:

We now request reimbursements at the beginning of every month for the prior month's expenses. Therefore, no reimbursements are received prior to actually being expended.



Treasurer  
April 18, 2017

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**Clinton Central School Corporation  
P.O. Box 118 – 725 North State Road 29  
Michigantown, IN 46057  
765-249-2515—765-249-2504 (FAX)**

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## Summary Schedule of Prior Audit Findings

### FINDING 2013-006, Title I Reporting

Fiscal Year in which the finding initially occurred: 2012-13 and 2013-14  
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana  
Department of Education  
Contact Person Responsible for Corrective Action: April Boone  
Contact Phone Number: (765) 249-2515

### Status of Audit Finding:

We currently file all Title I reports on a timely basis. All reports are compared to the ledger before filing to ensure accuracy.



Treasurer  
April 18, 2017

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**Clinton Central School Corporation  
P.O. Box 118 – 725 North State Road 29  
Michigantown, IN 46057  
765-249-2515—765-249-2504 (FAX)**

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## Summary Schedule of Prior Audit Findings

FINDING 2013-007, Internal Controls over Compliance Requirements that have a Direct and Material Effect to Title I

Fiscal Year in which the finding initially occurred: 2012-13 and 2013-14  
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Education  
Contact Person Responsible for Corrective Action: April Boone  
Contact Phone Number: (765) 249-2515

Status of Audit Finding:

We have established controls in order to maintain adequate segregation of duties in regards to Title I.



Treasurer  
April 18, 2017



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**Clinton Central School Corporation  
P.O. Box 118 – 725 North State Road 29  
Michigantown, IN 46057  
765-249-2515—765-249-2504 (FAX)**

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CORRECTIVE ACTION PLAN

**FINDING 2015-001 – FINANCIAL TRANSACTIONS AND REPORTING**

Contact Person Responsible for Corrective Action: April Boone  
Contact Phone Number: 765-249-2515

The management of Clinton Central School Corporation has reviewed the financial statement finding regarding lack of controls related to financial transactions and reporting. Due to the circumstances described in the finding, there was no way to have or maintain adequate controls. The school corporation has since corrected all of the issues described and has put as many controls in place that our staffing will allow.

June 15, 2017  
Anticipated Completion Date

A handwritten signature in black ink that reads "April Boone".

April Boone  
Treasurer  
June 7, 2017



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**Clinton Central School Corporation  
P.O. Box 118 – 725 North State Road 29  
Michigantown, IN 46057  
765-249-2515—765-249-2504 (FAX)**

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CORRECTIVE ACTION PLAN

**FINDING 2015-002 – PREPARATION OF THE SCHEDULE OF  
EXPENDITURES OF FEDERAL AWARDS**

Contact Person Responsible for Corrective Action: April Boone  
Contact Phone Number: 765-249-2515

The management of Clinton Central School Corporation has reviewed the financial statement finding regarding lack of controls related to the preparation of the schedule of expenditures. The school corporation has implemented controls in order to ensure accuracy of the schedule before it is submitted.

June 15, 2017  
Anticipated Completion Date

A handwritten signature in black ink that reads "April Boone".

April Boone  
Treasurer  
June 7, 2017



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**Clinton Central School Corporation  
P.O. Box 118 – 725 North State Road 29  
Michigantown, IN 46057  
765-249-2515—765-249-2504 (FAX)**

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CORRECTIVE ACTION PLAN

**FINDING 2015-003 –INTERNAL CONTROLS OVER THE CHILD NUTRITION CLUSTER**

Contact Person Responsible for Corrective Action: April Boone  
Contact Phone Number: 765-249-2515

The management of Clinton Central School Corporation has reviewed the finding related to lack of controls over the child nutrition cluster. The school corporation has designed and implemented various controls to ensure there is oversight and review of all compliance requirements described within the finding.

June 15, 2017  
Anticipated Completion Date

  
April Boone  
Treasurer  
June 7, 2017

#### 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/>.