

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

GREENFIELD-CENTRAL COMMUNITY
SCHOOL CORPORATION
HANCOCK COUNTY, INDIANA

July 1, 2013 to June 30, 2015



FILED
09/07/2017

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Ruthann Fisher	07-01-13 to 12-31-17
Superintendent of Schools	Dr. Linda Gellert Dr. Harold E. Olin	07-01-13 to 06-30-14 07-01-14 to 06-30-18
President of the School Board	Retta Livengood	01-01-13 to 12-31-17



STATE OF INDIANA
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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE GREENFIELD-CENTRAL COMMUNITY
SCHOOL CORPORATION, HANCOCK COUNTY, INDIANA

Report on the Financial Statement

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

Management's Responsibility for the Financial Statement

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

Auditor's Responsibility

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

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

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

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

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

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

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

Opinion on Regulatory Basis of Accounting

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

Other Matters

Supplementary Information

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


Other Information

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated July 19, 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 19, 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 GREENFIELD-CENTRAL COMMUNITY
SCHOOL CORPORATION, HANCOCK 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 Greenfield-Central Community School Corporation (School Corporation), which comprises the financial position and results of operations for the period of July 1, 2013 to June 30, 2015, and the related notes to the financial statement, and have issued our report thereon dated July 19, 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 item 2015-002.

Greenfield-Central Community School Corporation's Response to Findings

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

Purpose of This Report

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


Paul D. Joyce, CPA
State Examiner

July 19, 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.

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

Fund	Cash and Investments 07-01-13	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-14	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-15
General	\$ 5,276,588	\$ 28,428,645	\$ 26,573,963	\$ (1,545,711)	\$ 5,585,559	\$ 28,430,320	\$ 26,686,635	\$ (1,000,000)	\$ 6,329,244
Debt Service	5,933,689	11,291,540	10,980,989	(67,700)	6,176,540	10,872,634	11,205,272	3,224	5,847,126
Retirement/Severance Bond Debt Service	282,883	249,557	535,242	2,802	-	-	-	-	-
Capital Projects	4,128,895	4,177,564	5,701,767	-	2,604,692	4,040,140	4,350,745	116,402	2,410,489
School Transportation	1,099,918	1,661,976	1,638,228	-	1,123,666	1,752,496	1,610,846	82,278	1,347,594
School Bus Replacement	200,328	417,270	1,647	-	615,951	481,685	343,135	-	754,501
Rainy Day	1,465,147	-	8,161	1,150,000	2,606,986	-	-	1,000,000	3,606,986
Post-Retirement/Severance Future Benefits	-	-	45,628	345,000	299,372	871	287,167	-	13,076
Construction	1,432,198	-	-	-	1,432,198	-	838,187	2,062,228	2,656,239
School Lunch	389,491	2,185,056	2,154,618	-	419,929	2,136,999	1,977,720	-	579,208
Textbook Rental	338,125	410,156	380,099	67,700	435,882	376,055	124,738	37,549	724,748
Levy Excess	82,278	-	-	-	82,278	-	-	(82,278)	-
Educational License Plates	206	600	562	-	244	581	-	-	825
Alternative Education	15,767	7,830	19,680	-	3,917	13,400	17,317	-	-
Donations, Gifts and Trusts	69,678	9,705	25,576	-	53,807	24,767	19,636	-	58,938
Miscellaneous Programs	7,225	-	-	-	7,225	-	-	-	7,225
Instructional Support	-	14,156	-	-	14,156	1,211	5,881	-	9,486
High Ability	20,196	47,682	57,413	-	10,465	44,590	34,894	-	20,161
Childrens Theater	19,783	15,119	19,776	-	15,126	250	15,094	-	282
Cultural Arts	227,087	21,000	62,200	-	185,887	105,000	72,336	-	218,551
Non-English Speaking Programs P.L. 273-1999	2,147	1,908	4,055	-	-	-	-	-	-
School Technology	59,180	23,150	40,867	-	41,463	48,145	54,179	-	35,429
OSS	(47,909)	-	-	47,909	-	-	-	-	-
Drivers Education	24,504	12,045	20,668	-	15,881	12,890	12,218	-	16,553
Insurance Fund	1,042,594	-	-	-	1,042,594	-	-	-	1,042,594
Senator David Ford Technology	-	-	9,856	-	(9,856)	30,000	31,680	-	(11,536)
Excess PTRC Distributions	129,368	-	-	-	129,368	-	-	-	129,368
Beverage Contract	101,700	13,544	13,632	-	101,612	11,684	12,196	-	101,100
Early Literacy Intervention	-	39,320	37,328	-	1,992	-	1,992	-	-
Title I 2012/2013	(45,795)	114,101	68,306	-	-	-	-	-	-
Title I 2013/2014	-	334,994	366,787	-	(31,793)	77,795	46,002	-	-
Title I 2014/2015	-	-	-	-	-	242,217	270,141	-	(27,924)
Medicaid Reimbursement - Federal	14,354	-	-	-	14,354	-	-	-	14,354
Title II Part A, Improving Teacher FY 2011/2012	(8,302)	8,892	590	-	-	-	-	-	-
Title II Part A, Improving Teacher FY 2012/2013	-	89,705	92,916	-	(3,211)	24,725	16,514	(5,000)	-
Title II Part A, Improving Teacher FY 2013/2014	-	-	294	-	(294)	98,200	101,754	-	(3,848)
Title II Part A, Improving Teacher FY 2014/2015	-	-	-	-	-	20,961	31,658	-	(10,697)
Title II eLearning FY 2015	-	-	-	-	-	-	9,870	-	(9,870)
Payroll Withholdings Fund	90,640	5,553,857	5,539,857	-	104,640	5,616,456	5,629,939	-	91,157
Totals	\$ 22,351,963	\$ 55,129,372	\$ 54,400,705	\$ -	\$ 23,080,630	\$ 54,464,072	\$ 53,807,746	\$ 2,214,403	\$ 25,951,359

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

GREENFIELD-CENTRAL COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

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

B. Basis of Accounting

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

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

C. Cash and Investments

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

D. Receipts

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

Local sources. Amounts received from taxes, revenue from local governmental units other than School Corporations, transfer tuition, transportation fees, investment income, food services, School Corporation activities, revenue from community service activities, and other revenue from local sources.

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

GREENFIELD-CENTRAL COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

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.

F. Other Financing Sources and Uses

Other financing sources and uses are presented in the aggregate on the face of the financial statement. The aggregate other financing sources and uses include the following:

Proceeds of long-term debt. Amounts received in relation to the issuance of bonds or other long-term debt issues.

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

GREENFIELD-CENTRAL COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

Transfers in. Amounts received by one fund as a result of transferring money from another fund. The transfers are used for cash flow purposes as provided by various statutory provisions.

Transfers out. Amounts paid by one fund to another fund. The transfers are used for cash flow purposes as provided by various statutory provisions.

G. Fund Accounting

Separate funds are established, maintained, and reported by the School Corporation. Each fund is used to account for amounts received from and used for specific sources and uses as determined by various regulations. Restrictions on some funds are set by statute while other funds are internally restricted by the School Corporation. The amounts accounted for in a specific fund may only be available for use for certain, legally-restricted purposes. Additionally, some funds are used to account for assets held by the School Corporation in a trustee capacity as an agent of individuals, private organizations, other funds, or other governmental units and, therefore, the funds cannot be used for any expenditures of the unit itself.

Note 2. Budgets

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

Note 3. Property Taxes

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

Note 4. Deposits and Investments

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

GREENFIELD-CENTRAL COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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

Note 5. Risk Management

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

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

Note 6. Pension Plans

A. Public Employees' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

GREENFIELD-CENTRAL COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

B. Teachers' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

Note 7. 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.

Note 8. Holding Corporations

The School Corporation has entered into a capital lease with Greenfield Middle School Building Corp and Greenfield Multi-School Building Corp (the lessors). The lessors were organized as not-for-profit corporations pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessors have been determined to be a related-party of the School Corporation. Lease payments during the years 2014 and 2015 totaled \$10,904,500 and \$10,918,500, respectively.

GREENFIELD-CENTRAL COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 9. Subsequent Events

On June 14, 2016, the School Corporation entered into a new lease agreement with the Greenfield Middle School Building Corp for the refunding of the School Corporation's Series 2007 and Series 2008 First Mortgage Bonds. Annual lease rental payments in accordance with the new lease agreement will be \$4,657,000 in 2016.

On November 17, 2016, the School Corporation issued General Obligation bonds in the amount of \$2,000,000. The proceeds will be used for renovations and improvements to the Greenfield Intermediate, Maxwell Intermediate, Eden Elementary, Harris Elementary, and JB Stephens Elementary Schools.

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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.

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

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Post- Retirement/ Severance Future Benefits
Cash and investments - beginning	\$ 5,276,588	\$ 5,933,689	\$ 282,883	\$ 4,128,895	\$ 1,099,918	\$ 200,328	\$ 1,465,147	\$ -
Receipts:								
Local sources	330,493	11,291,540	249,557	4,080,668	1,661,976	417,270	-	-
Intermediate sources	6,021	-	-	-	-	-	-	-
State sources	28,087,761	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other receipts	4,370	-	-	96,896	-	-	-	-
Total receipts	<u>28,428,645</u>	<u>11,291,540</u>	<u>249,557</u>	<u>4,177,564</u>	<u>1,661,976</u>	<u>417,270</u>	<u>-</u>	<u>-</u>
Disbursements:								
Instruction	16,628,236	-	-	-	-	-	-	-
Support services	9,661,074	-	-	2,270,091	1,638,228	1,647	-	45,628
Noninstructional services	284,653	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	3,431,676	-	-	8,161	-
Debt service	-	10,980,989	535,242	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>26,573,963</u>	<u>10,980,989</u>	<u>535,242</u>	<u>5,701,767</u>	<u>1,638,228</u>	<u>1,647</u>	<u>8,161</u>	<u>45,628</u>
Excess (deficiency) of receipts over disbursements	<u>1,854,682</u>	<u>310,551</u>	<u>(285,685)</u>	<u>(1,524,203)</u>	<u>23,748</u>	<u>415,623</u>	<u>(8,161)</u>	<u>(45,628)</u>
Other financing sources (uses):								
Transfers in	-	-	2,802	-	-	-	1,150,000	345,000
Transfers out	(1,545,711)	(67,700)	-	-	-	-	-	-
Total other financing sources (uses)	<u>(1,545,711)</u>	<u>(67,700)</u>	<u>2,802</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,150,000</u>	<u>345,000</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>308,971</u>	<u>242,851</u>	<u>(282,883)</u>	<u>(1,524,203)</u>	<u>23,748</u>	<u>415,623</u>	<u>1,141,839</u>	<u>299,372</u>
Cash and investments - ending	<u>\$ 5,585,559</u>	<u>\$ 6,176,540</u>	<u>\$ -</u>	<u>\$ 2,604,692</u>	<u>\$ 1,123,666</u>	<u>\$ 615,951</u>	<u>\$ 2,606,986</u>	<u>\$ 299,372</u>

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

	Construction	School Lunch	Textbook Rental	Levy Excess	Educational License Plates	Alternative Education	Donations, Gifts and Trusts	Miscellaneous Programs
Cash and investments - beginning	\$ 1,432,198	\$ 389,491	\$ 338,125	\$ 82,278	\$ 206	\$ 15,767	\$ 69,678	\$ 7,225
Receipts:								
Local sources	-	1,350,273	284,694	-	-	-	9,705	-
Intermediate sources	-	-	-	-	600	-	-	-
State sources	-	26,835	125,462	-	-	7,830	-	-
Federal sources	-	807,327	-	-	-	-	-	-
Other receipts	-	621	-	-	-	-	-	-
Total receipts	-	2,185,056	410,156	-	600	7,830	9,705	-
Disbursements:								
Instruction	-	-	-	-	-	19,680	16,706	-
Support services	-	20,194	380,099	-	-	-	8,870	-
Noninstructional services	-	2,133,705	-	-	562	-	-	-
Facilities acquisition and construction	-	719	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	2,154,618	380,099	-	562	19,680	25,576	-
Excess (deficiency) of receipts over disbursements	-	30,438	30,057	-	38	(11,850)	(15,871)	-
Other financing sources (uses):								
Transfers in	-	-	67,700	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	67,700	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	30,438	97,757	-	38	(11,850)	(15,871)	-
Cash and investments - ending	\$ 1,432,198	\$ 419,929	\$ 435,882	\$ 82,278	\$ 244	\$ 3,917	\$ 53,807	\$ 7,225

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

	Instructional Support	High Ability	Childrens Theater	Cultural Arts	Non-English Speaking Programs P.L. 273-1999	School Technology	OSS	Drivers Education
Cash and investments - beginning	\$ -	\$ 20,196	\$ 19,783	\$ 227,087	\$ 2,147	\$ 59,180	\$ (47,909)	\$ 24,504
Receipts:								
Local sources	14,156	-	15,119	21,000	-	23,150	-	12,045
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	47,682	-	-	1,908	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	<u>14,156</u>	<u>47,682</u>	<u>15,119</u>	<u>21,000</u>	<u>1,908</u>	<u>23,150</u>	<u>-</u>	<u>12,045</u>
Disbursements:								
Instruction	-	57,413	19,776	-	451	-	-	20,404
Support services	-	-	-	62,200	3,604	40,867	-	264
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>57,413</u>	<u>19,776</u>	<u>62,200</u>	<u>4,055</u>	<u>40,867</u>	<u>-</u>	<u>20,668</u>
Excess (deficiency) of receipts over disbursements	<u>14,156</u>	<u>(9,731)</u>	<u>(4,657)</u>	<u>(41,200)</u>	<u>(2,147)</u>	<u>(17,717)</u>	<u>-</u>	<u>(8,623)</u>
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	47,909	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>47,909</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>14,156</u>	<u>(9,731)</u>	<u>(4,657)</u>	<u>(41,200)</u>	<u>(2,147)</u>	<u>(17,717)</u>	<u>47,909</u>	<u>(8,623)</u>
Cash and investments - ending	<u>\$ 14,156</u>	<u>\$ 10,465</u>	<u>\$ 15,126</u>	<u>\$ 185,887</u>	<u>\$ -</u>	<u>\$ 41,463</u>	<u>\$ -</u>	<u>\$ 15,881</u>

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

	Insurance Fund	Senator David Ford Technology	Excess PTRC Distributions	Beverage Contract	Early Literacy Intervention	Title I 2012/2013	Title I 2013/2014	Title I 2014/2015
Cash and investments - beginning	\$ 1,042,594	\$ -	\$ 129,368	\$ 101,700	\$ -	\$ (45,795)	\$ -	\$ -
Receipts:								
Local sources	-	-	-	13,544	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	39,320	-	-	-
Federal sources	-	-	-	-	-	114,101	334,994	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	-	-	13,544	39,320	114,101	334,994	-
Disbursements:								
Instruction	-	-	-	-	37,328	55,338	302,728	-
Support services	-	9,856	-	13,632	-	12,968	63,924	-
Noninstructional services	-	-	-	-	-	-	135	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	9,856	-	13,632	37,328	68,306	366,787	-
Excess (deficiency) of receipts over disbursements	-	(9,856)	-	(88)	1,992	45,795	(31,793)	-
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(9,856)	-	(88)	1,992	45,795	(31,793)	-
Cash and investments - ending	<u>\$ 1,042,594</u>	<u>\$ (9,856)</u>	<u>\$ 129,368</u>	<u>\$ 101,612</u>	<u>\$ 1,992</u>	<u>\$ -</u>	<u>\$ (31,793)</u>	<u>\$ -</u>

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

	Medicaid Reimbursement - Federal	Title II Part A, Improving Teacher FY 2011/2012	Title II Part A, Improving Teacher FY 2012/2013	Title II Part A, Improving Teacher FY 2013/2014	Title II Part A, Improving Teacher FY 2014/2015	Title II eLearning FY 2015	Payroll Withholdings Fund	Totals
Cash and investments - beginning	\$ 14,354	\$ (8,302)	\$ -	\$ -	\$ -	\$ -	\$ 90,640	\$ 22,351,963
Receipts:								
Local sources	-	-	-	-	-	-	-	19,775,190
Intermediate sources	-	-	-	-	-	-	-	6,621
State sources	-	-	-	-	-	-	-	28,336,798
Federal sources	-	8,892	89,705	-	-	-	-	1,355,019
Other receipts	-	-	-	-	-	-	5,553,857	5,655,744
Total receipts	-	8,892	89,705	-	-	-	5,553,857	55,129,372
Disbursements:								
Instruction	-	-	92,861	294	-	-	-	17,251,215
Support services	-	590	55	-	-	-	-	14,233,791
Noninstructional services	-	-	-	-	-	-	-	2,419,055
Facilities acquisition and construction	-	-	-	-	-	-	-	3,440,556
Debt service	-	-	-	-	-	-	-	11,516,231
Nonprogrammed charges	-	-	-	-	-	-	5,539,857	5,539,857
Total disbursements	-	590	92,916	294	-	-	5,539,857	54,400,705
Excess (deficiency) of receipts over disbursements	-	8,302	(3,211)	(294)	-	-	14,000	728,667
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	1,613,411
Transfers out	-	-	-	-	-	-	-	(1,613,411)
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	8,302	(3,211)	(294)	-	-	14,000	728,667
Cash and investments - ending	\$ 14,354	\$ -	\$ (3,211)	\$ (294)	\$ -	\$ -	\$ 104,640	\$ 23,080,630

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

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Post- Retirement/ Severance Future Benefits
Cash and investments - beginning	\$ 5,585,559	\$ 6,176,540	\$ -	\$ 2,604,692	\$ 1,123,666	\$ 615,951	\$ 2,606,986	\$ 299,372
Receipts:								
Local sources	422,235	10,872,634	-	4,039,700	1,752,496	481,685	-	871
Intermediate sources	19	-	-	-	-	-	-	-
State sources	28,008,066	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	-	-	440	-	-	-	-
Total receipts	<u>28,430,320</u>	<u>10,872,634</u>	<u>-</u>	<u>4,040,140</u>	<u>1,752,496</u>	<u>481,685</u>	<u>-</u>	<u>871</u>
Disbursements:								
Instruction	16,852,805	-	-	-	-	-	-	-
Support services	9,565,977	-	-	1,110,079	1,610,846	343,135	-	287,167
Noninstructional services	267,853	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	3,240,666	-	-	-	-
Debt service	-	11,205,272	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>26,686,635</u>	<u>11,205,272</u>	<u>-</u>	<u>4,350,745</u>	<u>1,610,846</u>	<u>343,135</u>	<u>-</u>	<u>287,167</u>
Excess (deficiency) of receipts over disbursements	<u>1,743,685</u>	<u>(332,638)</u>	<u>-</u>	<u>(310,605)</u>	<u>141,650</u>	<u>138,550</u>	<u>-</u>	<u>(286,296)</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	40,773	-	-	-	-	-	-
Sale of capital assets	-	-	-	111,402	-	-	-	-
Transfers in	-	-	-	5,000	82,278	-	1,000,000	-
Transfers out	<u>(1,000,000)</u>	<u>(37,549)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(1,000,000)</u>	<u>3,224</u>	<u>-</u>	<u>116,402</u>	<u>82,278</u>	<u>-</u>	<u>1,000,000</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>743,685</u>	<u>(329,414)</u>	<u>-</u>	<u>(194,203)</u>	<u>223,928</u>	<u>138,550</u>	<u>1,000,000</u>	<u>(286,296)</u>
Cash and investments - ending	<u>\$ 6,329,244</u>	<u>\$ 5,847,126</u>	<u>\$ -</u>	<u>\$ 2,410,489</u>	<u>\$ 1,347,594</u>	<u>\$ 754,501</u>	<u>\$ 3,606,986</u>	<u>\$ 13,076</u>

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

	Construction	School Lunch	Textbook Rental	Levy Excess	Educational License Plates	Alternative Education	Donations, Gifts and Trusts	Miscellaneous Programs
Cash and investments - beginning	\$ 1,432,198	\$ 419,929	\$ 435,882	\$ 82,278	\$ 244	\$ 3,917	\$ 53,807	\$ 7,225
Receipts:								
Local sources	-	1,337,074	254,379	-	-	-	24,767	-
Intermediate sources	-	-	-	-	581	-	-	-
State sources	-	26,919	121,676	-	-	13,400	-	-
Federal sources	-	772,354	-	-	-	-	-	-
Other receipts	-	652	-	-	-	-	-	-
Total receipts	-	2,136,999	376,055	-	581	13,400	24,767	-
Disbursements:								
Instruction	-	-	-	-	-	-	16,804	-
Support services	-	5,053	124,738	-	-	17,317	2,832	-
Noninstructional services	-	1,922,667	-	-	-	-	-	-
Facilities acquisition and construction	838,187	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	50,000	-	-	-	-	-	-
Total disbursements	838,187	1,977,720	124,738	-	-	17,317	19,636	-
Excess (deficiency) of receipts over disbursements	(838,187)	159,279	251,317	-	581	(3,917)	5,131	-
Other financing sources (uses):								
Proceeds of long-term debt	2,062,228	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	37,549	-	-	-	-	-
Transfers out	-	-	-	(82,278)	-	-	-	-
Total other financing sources (uses)	2,062,228	-	37,549	(82,278)	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,224,041	159,279	288,866	(82,278)	581	(3,917)	5,131	-
Cash and investments - ending	\$ 2,656,239	\$ 579,208	\$ 724,748	\$ -	\$ 825	\$ -	\$ 58,938	\$ 7,225

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

	Instructional Support	High Ability	Childrens Theater	Cultural Arts	Non-English Speaking Programs P.L. 273-1999	School Technology	OSS	Drivers Education
Cash and investments - beginning	\$ 14,156	\$ 10,465	\$ 15,126	\$ 185,887	\$ -	\$ 41,463	\$ -	\$ 15,881
Receipts:								
Local sources	1,211	-	250	105,000	-	48,145	-	12,890
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	44,590	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	1,211	44,590	250	105,000	-	48,145	-	12,890
Disbursements:								
Instruction	5,881	34,894	15,094	-	-	-	-	12,218
Support services	-	-	-	72,336	-	54,179	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	5,881	34,894	15,094	72,336	-	54,179	-	12,218
Excess (deficiency) of receipts over disbursements	(4,670)	9,696	(14,844)	32,664	-	(6,034)	-	672
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(4,670)	9,696	(14,844)	32,664	-	(6,034)	-	672
Cash and investments - ending	\$ 9,486	\$ 20,161	\$ 282	\$ 218,551	\$ -	\$ 35,429	\$ -	\$ 16,553

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

	Insurance Fund	Senator David Ford Technology	Excess PTRC Distributions	Beverage Contract	Early Literacy Intervention	Title I 2012/2013	Title I 2013/2014	Title I 2014/2015
Cash and investments - beginning	\$ 1,042,594	\$ (9,856)	\$ 129,368	\$ 101,612	\$ 1,992	\$ -	\$ (31,793)	\$ -
Receipts:								
Local sources	-	-	-	11,684	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	30,000	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	77,795	242,217
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	30,000	-	11,684	-	-	77,795	242,217
Disbursements:								
Instruction	-	4,598	-	-	1,992	-	37,650	263,611
Support services	-	27,082	-	12,196	-	-	7,872	6,005
Noninstructional services	-	-	-	-	-	-	480	525
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	31,680	-	12,196	1,992	-	46,002	270,141
Excess (deficiency) of receipts over disbursements	-	(1,680)	-	(512)	(1,992)	-	31,793	(27,924)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(1,680)	-	(512)	(1,992)	-	31,793	(27,924)
Cash and investments - ending	<u>\$ 1,042,594</u>	<u>\$ (11,536)</u>	<u>\$ 129,368</u>	<u>\$ 101,100</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (27,924)</u>

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

	Medicaid Reimbursement - Federal	Title II Part A, Improving Teacher FY 2011/2012	Title II Part A, Improving Teacher FY 2012/2013	Title II Part A, Improving Teacher FY 2013/2014	Title II Part A, Improving Teacher FY 2014/2015	Title II eLearning FY 2015	Payroll Withholdings Fund	Totals
Cash and investments - beginning	\$ 14,354	\$ -	\$ (3,211)	\$ (294)	\$ -	\$ -	\$ 104,640	\$ 23,080,630
Receipts:								
Local sources	-	-	-	-	-	-	-	19,365,021
Intermediate sources	-	-	-	-	-	-	-	600
State sources	-	-	-	-	-	-	-	28,244,651
Federal sources	-	-	24,725	98,200	20,961	-	-	1,236,252
Other receipts	-	-	-	-	-	-	5,616,456	5,617,548
Total receipts	-	-	24,725	98,200	20,961	-	5,616,456	54,464,072
Disbursements:								
Instruction	-	-	9,101	95,354	30,440	-	-	17,380,442
Support services	-	-	7,413	6,400	1,218	9,870	-	13,271,715
Noninstructional services	-	-	-	-	-	-	-	2,191,525
Facilities acquisition and construction	-	-	-	-	-	-	-	4,078,853
Debt service	-	-	-	-	-	-	-	11,205,272
Nonprogrammed charges	-	-	-	-	-	-	5,629,939	5,679,939
Total disbursements	-	-	16,514	101,754	31,658	9,870	5,629,939	53,807,746
Excess (deficiency) of receipts over disbursements	-	-	8,211	(3,554)	(10,697)	(9,870)	(13,483)	656,326
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	2,103,001
Sale of capital assets	-	-	-	-	-	-	-	111,402
Transfers in	-	-	-	-	-	-	-	1,124,827
Transfers out	-	-	(5,000)	-	-	-	-	(1,124,827)
Total other financing sources (uses)	-	-	(5,000)	-	-	-	-	2,214,403
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	3,211	(3,554)	(10,697)	(9,870)	(13,483)	2,870,729
Cash and investments - ending	\$ 14,354	\$ -	\$ -	\$ (3,848)	\$ (10,697)	\$ (9,870)	\$ 91,157	\$ 25,951,359

GREENFIELD-CENTRAL COMMUNITY SCHOOL CORPORATION
SCHEDULE OF PAYABLES AND RECEIVABLES
June 30, 2015

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	<u>\$ 2,322,482</u>	<u>\$ 410,183</u>

GREENFIELD-CENTRAL COMMUNITY 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.	Students PC's	\$ 65,430	3/6/2015	4/17/2018
Apple Inc.	Teacher PC's	345,023	12/19/2014	12/19/2017
Ricoh	Copier lease	44,570	7/7/2010	7/7/2015
Greenfield Middle School Building Corp	2007 Lease-Hold	336,625	7/15/2008	7/15/2032
Greenfield Middle School Building Corp	2008 Lease-Hold	4,311,650	7/15/2008	1/15/2033
Greenfield Middle School Building Corp	2009 Lease-Hold	711,386	7/15/2009	1/15/2029
Greenfield Multi-School Building Corp	2010 Lease-Hold	3,182,500	7/15/2010	7/15/2021
Greenfield Middle School Building Corp	2012 Lease-Hold	<u>1,336,300</u>	7/15/2012	1/15/2016
Total governmental activities		<u>10,333,484</u>		
Total of annual lease payments		<u>\$ 10,333,484</u>		

Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:			
General Obligation Bonds	Qualified School Construction Bond (QSCB)	\$ 635,000	\$ 76,528
General Obligation Bonds	2014 GO - Tech	2,000,000	1,035,000
General Obligation Bonds	2014 GO - GESB	<u>1,570,000</u>	<u>378,550</u>
Totals		<u>\$ 4,205,000</u>	<u>\$ 1,490,078</u>

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GREENFIELD-CENTRAL COMMUNITY SCHOOL CORPORATION
 SCHEDULE OF CAPITAL ASSETS
 June 30, 2015

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

	Ending Balance
Governmental activities:	
Land	\$ 941,020
Infrastructure	2,963,900
Buildings	119,463,813
Improvements other than buildings	2,433,560
Machinery, equipment, and vehicles	8,288,581
Books and other	1,294,000
Total governmental activities	135,384,874
Total capital assets	\$ 135,384,874

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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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 GREENFIELD-CENTRAL COMMUNITY
SCHOOL CORPORATION, HANCOCK COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

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

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

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

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

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2015-003, 2015-005, and 2015-007. Our opinion on each major federal program is not modified with respect to these matters.

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

Report on Internal Control over Compliance


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

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

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

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

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 19, 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 approved by management of the School Corporation. The schedule and notes are presented as intended by the School Corporation.

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

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Pass-Through To Subrecipient 06-30-14	Total Federal Awards Expended 06-30-14	Pass-Through To Subrecipient 06-30-15	Total Federal Awards Expended 06-30-15
<u>Department of Agriculture</u>							
Child Nutrition Cluster							
School Breakfast Program	Indiana Department of Education	10.553					
			FY 2014	\$ -	\$ 41,456	\$ -	\$ -
			FY 2015	-	-	-	53,444
Total - School Breakfast Program				-	41,456	-	53,444
National School Lunch Program							
National School Lunch Program	Indiana Department of Education	10.555					
			FY 2014	-	765,871	-	-
			FY 2015	-	-	-	718,910
National School Lunch Program - Commodities				-	126,365	-	139,957
Total - National School Lunch Program				-	892,236	-	858,867
Total - Child Nutrition Cluster				-	933,692	-	912,311
Total - Department of Agriculture				-	933,692	-	912,311
<u>Department of Education</u>							
Title I Grants to Local Educational Agencies							
Title I 4104	Indiana Department of Education	84.010	13-3125	-	114,101	-	-
Title I 4105			14-3125	-	334,994	-	77,795
Title I 4106			15-3125	-	-	-	242,217
Total - Title I Grants to Local Educational Agencies				-	449,095	-	320,012
Special Education Cluster (IDEA)							
Special Education_Grants to States							
Special Ed Part B 611 2012-13	Indiana Department of Education	84.027	14212-027-PN01	-	6,850	-	-
Special Ed Part B 611 2013-14			14213-027-PN01	-	243,845	-	4,435
Special Ed Part B 611 2013-14			14214-027-PN01	-	813,951	-	223,810
Special Ed Part B 611 2014-15			14215-027-PN01	-	-	-	766,288
Total - Special Education_Grants to States				-	1,064,646	-	994,533
Special Education_Preschool Grants							
Special Ed Part B 619 Preschool 2011-12	Indiana Department of Education	84.173	45712-027-PN01	-	611	-	-
Special Ed Part B 619 Preschool 2012-13			45713-027-PN01	-	6,998	-	566
Special Ed Part B 619 Preschool 2013-14			45714-027-PN01	-	37,511	-	14,451
Special Ed Part B 619 Preschool 2014-15			45715-027-PN01	-	-	-	45,960
Total - Special Education_Preschool Grants				-	45,120	-	60,977
Total - Special Education Cluster (IDEA)				-	1,109,766	-	1,055,510
Improving Teacher Quality State Grants							
Title II 6844	Indiana Department of Education	84.367	FY 11-12	-	8,892	-	-
Title II 6845			FY 12-13	-	89,705	-	24,725
Title II 6846			FY 13-14	-	-	-	98,200
Title II 6847			FY 14-15	-	-	-	20,961
Total - Improving Teacher Quality State Grants				-	98,597	-	143,886
Total - Department of Education				-	1,657,458	-	1,519,408
Total federal awards expended				\$ -	\$ 2,591,150	\$ -	\$ 2,431,719

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

GREENFIELD-CENTRAL COMMUNITY SCHOOLS
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.

GREENFIELD-CENTRAL COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I - Summary of Auditor's Results

Financial Statement:

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

Federal Awards:

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

Identification of Major Programs:

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

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

Auditee qualified as low-risk auditee? no

Section II - Financial Statement Findings

FINDING 2015-001 - INTERNAL CONTROLS OVER RECEIPTS

Condition

The School Corporation did not have a proper system of internal control over receipt activities. One individual was in charge of receiving checks and money, preparing the receipts, and making the daily deposits. There was no control in place, such as an oversight, review, approval process, or other compensating control over the individual's activities.

GREENFIELD-CENTRAL COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Criteria

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

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

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

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

Cause

Management of the School Corporation had not established a proper system of internal control related to receipt transactions.

Effect

The failure to establish controls could have enabled material misstatements or irregularities to remain undetected.

Views of Responsible Officials

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

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

Condition

The School Corporation did not have a proper system of internal control in place to prevent, or detect and correct, errors on the Schedule of Expenditures of Federal Awards (SEFA).

Due to the lack of controls, the SEFA contained the following errors: The Special Education Cluster (IDEA) grant information for fiscal years 2014 and 2015 were omitted in the amounts of \$1,109,765 and \$1,055,509, respectively. Audit adjustments were proposed, accepted by the School Corporation, and made to the SEFA.

GREENFIELD-CENTRAL COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Criteria

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

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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:

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

- (1) List individual Federal programs by Federal agency. For Federal programs included in a cluster of programs, list individual Federal programs within a cluster of programs. For R&D, total Federal awards expended shall be shown either by individual award or by Federal agency and major subdivision within the Federal agency. For example, the National Institutes of Health is a major subdivision in the Department of Health and Human Services.
- (2) For Federal awards received as a subrecipient, the name of the pass-through entity and identifying number assigned by the pass-through entity shall be included.
- (3) Provide total Federal awards expended for each individual Federal program and the CFDA number or other identifying number when the CFDA information is not available.
- (4) Include notes that describe the significant accounting policies used in preparing the schedule.

GREENFIELD-CENTRAL COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

- (5) To the extent practical, pass-through entities should identify in the schedule the total amount provided to subrecipients from each Federal program.
- (6) Include, in either the schedule or a note to the schedule, the value of the Federal awards expended in the form of non-cash assistance, the amount of insurance in effect during the year, and loans or loan guarantees outstanding at year end. While not required, it is preferable to present this information in the schedule."

Cause

Management of the School Corporation 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 remained 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 - CASH MANAGEMENT

Federal Agency: Department of Agriculture

Federal Programs: School Breakfast Program, National School Lunch Program

CFDA Numbers: 10.553, 10.555

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

Pass-Through Entity: Indiana Department of Education

Condition

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

The three months average expenditures of the School Corporation for the School Lunch program for fiscal year 2015 was \$494,430. There were five month-end cash balances during fiscal year 2015 that exceeded the three months average expenditures. The ending balances for those months ranged from \$506,732 to \$558,672. There were no controls over the cash balance (Net Cash Resources) of the School Lunch fund.

Context

The lack of controls was a systemic problem during the period audited. Noncompliance occurred during 5 out of the 24 months in the audit period.

GREENFIELD-CENTRAL COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Criteria

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

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

7 CFR 210.14(b) states:

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

7 CFR 220.7(e) states in part:

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

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

Cause

Management had not developed a system of internal controls to ensure compliance with the Cash Management compliance requirement.

Effect

The failure to establish an effective internal control system resulted in the School Corporation's noncompliance with the grant agreement and the compliance requirement.

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that the School Corporation's management establish controls and ensure compliance with the grant agreement and the compliance requirement listed above.

Views of Responsible Officials

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

GREENFIELD-CENTRAL COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

FINDING 2015-004 - REPORTING

Federal Agency: Department of Agriculture
Federal Programs: School Breakfast Program, National School Lunch Program
CFDA Numbers: 10.553, 10.555
Federal Award Numbers and Years (or Other Identifying Numbers): FY 2014, FY 2015
Pass-Through Entity: Indiana Department of Education

Condition

An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the Reporting compliance requirement.

The Sponsor Claim (claims for reimbursement) were prepared and submitted solely by the Food Service Director. There was no documentation provided to indicate that a control was in place to ensure the Sponsor Claim (claims for reimbursement) were accurate.

Context

The lack of controls was a systemic problem during the period audited.

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 Reporting compliance requirement.

Effect

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

Questioned Costs

There were no questioned costs identified.

Recommendation

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

Views of Responsible Officials

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

GREENFIELD-CENTRAL COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

FINDING 2015-005 - SPECIAL TESTS AND PROVISIONS - PAID LUNCH EQUITY

Federal Agency: Department of Agriculture
Federal Program: National School Lunch Program
CFDA Number: 10.555
Federal Award Numbers and Years (or Other Identifying Numbers): FY 2014, FY 2015
Pass-Through Entity: Indiana Department of Education

Condition

An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the Special Tests and Provisions - Paid Lunch Equity compliance requirement.

The School Corporation did not have policies or procedures in place to ensure Special Tests and Provisions - Paid Lunch Equity calculation procedures were performed. As a result, no calculations were performed.

Context

The lack of controls and noncompliance was a systemic problem during the period audited.

Criteria

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

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

7 CFR 210.14(e) states in part:

"*Pricing paid lunches.* For each school year beginning July 1, 2011, school food authorities shall establish prices for paid lunches in accordance with this paragraph.

(1) *Calculation procedures.* Each school food authority shall:

- (i) Determine the average price of paid lunches. The average shall be determined based on the total number of paid lunches claimed for the month of October in the previous school year, at each different price charged by the school food authority.
- (ii) Calculate the difference between the per meal Federal reimbursement for paid and free lunches received by the school food authority in the previous school year (*i.e.*, the reimbursement difference);
- (iii) Compare the average price of a paid lunch under paragraph (e)(1)(i) of this section to the difference between reimbursement rates under paragraph (e)(1)(ii) of this section. . . ."

GREENFIELD-CENTRAL COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Cause

Management had not developed a system of internal controls to ensure that calculations for paid lunch equity were performed.

Effect

The failure to establish an effective internal control system resulted in the School Corporation's noncompliance with the grant agreement and the compliance requirement.

Questioned Costs

There were no questioned costs identified.

Recommendation

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

Views of Responsible Officials

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

FINDING 2015-006 - REPORTING

Federal Agency: Department of Education

Federal Program: Title I Grants to Local Educational Agencies

CFDA Number: 84.010

Federal Award Numbers and Years (or Other Identifying Numbers): 13-3125, 14-3125, 15-3125

Pass-Through Entity: Indiana Department of Education

Condition

An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the Reporting compliance requirement.

The Final Expenditure Reports, required to be submitted at the end of each grant period, were not reviewed by an individual other than the preparer before submission nor was any other control in place to ensure the accuracy of the reports.

Context

The lack of controls was a systemic problem during the period audited.

GREENFIELD-CENTRAL COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Criteria

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

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

Cause

Management had not developed a system of internal controls related to the Final Expenditure Reports.

Effect

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

Questioned Costs

There were no questioned costs identified.

Recommendation

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

Views of Responsible Officials

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

FINDING 2015-007 - ALLOWABLE COSTS/COST PRINCIPLES

Federal Agency: Department of Education

Federal Program: Title I Grants to Local Educational Agencies

CFDA Number: 84.010

Federal Award Numbers and Years (or Other Identifying Numbers): 13-3125, 14-3125, 15-3125

Pass-Through Entity: Indiana Department of Education

Condition

An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the Allowable Costs/Cost Principles compliance requirement.

The Semi-Annual Certifications were not maintained by the School Corporation for employees who worked solely on the Title I programs for the 2013-2014 school year.

GREENFIELD-CENTRAL COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Context

The Semi-Annual Certifications were maintained and made available for the 2014-2015 school year. Therefore, the issue was not considered systemic problem.

Criteria

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

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

OMB Circular A-87, Attachment B, section 8h(3) states:

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

Cause

Management had not developed a system of internal controls that ensured compliance with the Allowable Costs/Cost Principles requirements.

Effect

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

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that the School Corporation's management establish controls, including segregation of duties, and ensure compliance with the grant agreement and the compliance requirement listed above.

Views of Responsible Officials

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

AUDITEE-PREPARED DOCUMENTS

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



Dr. Harold E. Olin,
Superintendent

Mrs. Ann C. Vail,
Associate Superintendent

Mr. Tony Zurwell,
Business Manager

Dr. Christina L. Hilton,
Assistant Superintendent

May 22, 2017

Summary Schedule of Prior Audit Findings

Finding 2013-001-Internal Controls Over Receipt Transactions

Auditee Contact Person:	Ruthann Fisher
Title of Contact Person:	Treasurer
Completion Date:	Corrective Action implemented prior to Exit Conference

All monies received by someone other than the Treasurer receives a written receipt. Upon deposit, an official receipt is provided. A revenue log was created to track all cash/checks when received. When a deposit is made the revenue log is used to confirm all monies received are deposited.

Finding 2013-002 – Cash Management, Reporting, Eligibility, Special Tests And Provisions

Federal Agency:	Dept of Education
Federal Program:	Title I Cluster
CFDA Number:	84.010, 84.389
Federal Award Number:	10-3125, 11-3125, 12-3125, 13-3125
Pass-Through Entity:	Indiana Dept of Education
Completion Date:	Corrective Action initiated prior to Exit Conference

The Title I team, which includes teachers, academic coaches and principals, established a student selections criteria. The Title I Director provides direct oversight to eligibility determinations, along with reviewing and approving reimbursement requests.

Finding 2013-003- Period of Availability

Federal Agency:	Dept of Education
Federal Program:	Title I, part A Cluster
CFDA Number:	84.010
Federal Award Number:	11-3125, 12-3125
Pass-Through Entity:	Indiana Dept of Education
Completion Date:	Corrective Action implemented prior to Exit Conference

The Title I Director monitors expenditures and reviews monthly financial reports.

Finding 2013-004 – Cash management and Reporting

Federal Agency:	Dept of Education
Federal Program:	Special Education Cluster
CFDA Number:	84.391, 84.392
Federal Award Number:	33310-027-SN01 and 44410-027-SN01
Pass-Through Entity:	Indiana Dept of Education
Completion Date:	Corrective Action implemented prior to Exit Conference

We are no longer the LEA.

Finding 2013-005 – Sub-Recipient Monitoring

Federal Agency:	Dept of Education
Federal Program:	Special Education Cluster
CFDA Number:	84.391, 84.392
Federal Award Number:	33310-027-SN01 and 44410-027-SN01
Pass-Through Entity:	Indiana Dept of Education
Completion Date:	Corrective Action implemented prior to Exit Conference

We are no longer the LEA.

Finding 2013-06 – Allowable Activities, Allowable Costs, Cash Management, and Reporting

Federal Agency:	Dept of Education
Federal Program:	Education Jobs Fund
CFDA Number:	84.410
Federal Award Number:	3125
Pass-Through Entity:	Indiana Dept of Education
Completion Date:	Corrective Action implemented prior to Exit Conference

The Jobs Funds grant is completed.

Finding 2013-007 – Allowable Activities and Allowable Costs

Federal Agency:	Dept of Education
Federal Program:	Education Jobs Fund
CFDA Number:	84.410
Federal Award Number:	3125
Pass-Through Entity:	Indiana Dept of Education
Completion Date:	Corrective Action implemented prior to Exit Conference

The Jobs Fund grant is completed.

Sincerely,



Ruthann Fisher
Treasurer



July 19, 2017

Dr. Harold E. Olin,
Superintendent

Mrs. Ann C. Vail,
Associate Superintendent

Mr. Tony Zurwell,
Business Manager

Dr. Christina L. Hilton,
Assistant Superintendent

Corrective Action Plan

Finding 2015-001

Contact person Responsible for Corrective Action:	Ruthann Fisher
Contact phone number:	317-462-4434
Completion Date:	Corrective Action will be in place before school resumes in August

All monies will be directed to the payroll clerk. She will log revenue before giving monies to the Treasurer. The Treasurer will deposit and post receipts. A Posting report will be given to the payroll clerk to track deposits by the Treasurer.

Finding 2015-002

Contact person Responsible for Corrective Action	Ruthann Fisher
Contact phone number;	317-462-4434
Completion Date:	Corrective Action corrected before exit conference

Omission of Commodities for the Child Nutrition Cluster was an oversight.

We will include it in all future reports.

The Special Education Cluster did not fall under our direction during this time; therefore, it was not included in the SEFA.

Finding 2015-003

Contact Person Responsible for Corrective Action:	Tony Zurwell
Contact phone number;	317-462-4434
Completion Date:	June 2017

Net cash resources exceeded a three-month average of expenditures some months. To establish a control point, the Administrative Support Specialist will create a food service fund cashflow document at the end of each month. The Business Manager will review this document to assess whether the cash balance is appropriate.

Finding 2015-004

Contact Person Responsible for Corrective Action:	Tony Zurwell
Contact phone number:	317-462-4434
Completion Date:	August 2017

There was no documentation that reimbursement requests were reviewed. Beginning with the next reimbursement requests, the Business Manager will document review of the submissions from the Food Service Director.

Finding 2015-005

Contact Person Responsible for Corrective Action:	Tony Zurwell
Contact phone number:	317-462-4434
Completion Date:	Already Corrected

During this audit cycle a former Food Service Director performed the lunch pricing manually. Currently we use the Paid Lunch Equity tool provided by the Department of Education. This tool is used by the Administrative Support Specialist to establish a lunch price threshold. The Business Manager reviews the results for accuracy and to assess compliance.

Finding 2015-006

Contact Person Responsible for Corrective Action:	Amanda Bradford
Contact phone number:	317-462-4434
Completion Date:	Corrective Action Implemented prior to Exit Conference

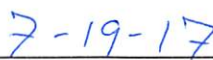
Title I Director will approve final expenditure report before submission.

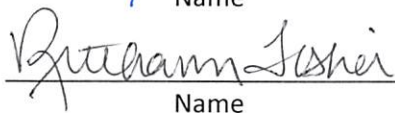
Finding 2015-007

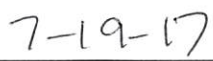
Contact Person Responsible for Corrective Action:	Amanda Bradford
Contact phone number:	317-462-4434
Completion Date:	Corrective Action Implemented prior to Exit Conference

Semi-annual certifications were not maintained the 2013-2014 school year; however, they have been maintained since that year. The Title I Director will assure ongoing compliance.


Name


Date


Name


Date

OTHER REPORTS

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