

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

SEYMOUR COMMUNITY SCHOOLS
JACKSON COUNTY, INDIANA

July 1, 2013 to June 30, 2015



FILED
09/08/2017

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Nancy R. Lumley (Vacant) Steve Nauman	07-01-13 to 09-27-13 09-28-13 to 01-05-14 01-06-14 to 06-30-18
Superintendent of Schools	Robert D. Hooker	07-01-13 to 06-30-18
President of the School Board	Art Juergens	07-01-13 to 12-31-17



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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE SEYMOUR COMMUNITY SCHOOLS, JACKSON COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of the Seymour Community Schools (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 SEYMOUR COMMUNITY SCHOOLS, JACKSON 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 Seymour Community Schools (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.

Seymour Community Schools' 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.

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

Fund	Cash and Investments 07-01-13	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-14	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-15
General	\$ 3,026,906	\$ 27,282,825	\$ 26,091,527	\$ (1,104,205)	\$ 3,113,999	\$ 29,097,517	\$ 27,873,916	\$ (52,166)	\$ 4,285,434
Debt Service	1,395,995	3,552,480	3,530,120	27,163	1,445,518	3,966,604	3,640,048	-	1,772,074
Retirement/Severance Bond Debt Service	20,756	347,840	314,848	-	53,748	407,422	316,367	-	144,803
Capital Projects	8,669,286	4,262,551	5,420,298	16,177	7,527,716	4,129,535	4,998,402	-	6,658,849
School Transportation	190,305	1,386,650	1,539,147	-	37,808	1,469,456	1,489,555	-	17,709
School Bus Replacement	127,799	383,754	324,699	-	186,854	392,048	238,819	-	340,083
Rainy Day	3,238,757	-	-	1,161,243	4,400,000	-	-	-	4,400,000
Construction	55,763	-	25,498	2,000,000	2,030,265	-	1,576,403	3,559,234	4,013,096
School Lunch	584,598	2,381,561	2,523,007	-	443,152	2,377,656	2,252,006	-	568,802
Textbook Rental	266,879	488,134	320,671	-	434,342	446,728	677,467	-	203,603
Self-Insurance	840,550	5,637,326	5,575,085	-	902,791	5,275,804	5,941,682	-	236,913
Levy Excess	5,830	-	-	-	5,830	-	-	-	5,830
Educational License Plates	2,989	244	1,059	-	2,174	244	-	-	2,418
Alternative Education	12,703	11,146	12,703	-	11,146	15,799	23,654	-	3,291
Instruction Support	925	-	-	-	925	1,587	-	-	2,512
Pepsi BLDG Allocation	-	3,000	3,000	-	-	500	-	-	500
Pepsi Corp Allocation	44,171	25,320	16,065	-	53,426	25,449	26,294	(9,292)	43,289
Community Foundation Grants	-	288	-	-	288	303	-	-	591
Summer Adv/Trans/Cummins	1,341	51,451	1,341	-	51,451	1,987	54,087	649	-
Down Syndrome Grant	1,800	-	1,262	-	538	-	-	-	538
Brown Vectren Donation	-	-	-	-	-	200	50	-	150
Kremers Jackson PTO Donation	-	500	500	-	-	-	-	-	-
River Valley Bank Donation	1,949	-	1,949	-	-	67	-	-	67
PNC Lunch Donation	-	200	200	-	-	-	-	-	-
Building Grants & Donations	-	41,993	25,000	-	16,993	41,995	16,403	-	42,585
Sepac Donation	-	2,700	2,700	-	-	-	-	-	-
Preschool School Grant	-	-	-	-	-	100,000	93,557	-	6,443
Employee Deductions Fund	-	57,038	-	(57,038)	-	-	-	-	-
Extra-Curricular Activities	-	-	-	-	-	11,328	11,328	-	-
Cultural Arts	4,181	-	-	-	4,181	-	-	-	4,181
M R Brown Fund	27,368	-	1,107	-	26,261	-	625	-	25,636
James Emily Scholarship	4,000	-	2,000	-	2,000	-	-	-	2,000
Seymour HS Scholarship Fund	-	270	-	-	270	50	-	-	320

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

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

Fund	Cash and Investments 07-01-13	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-14	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-15
G.B. Burkhardt Scholarship Fund	97,503	52,848	54,750	-	95,601	54,854	38,125	-	112,330
Maurice & May Spray Scholarship	-	-	-	-	-	2,000	1,000	-	1,000
Instruction Support	-	39,891	23,959	-	15,932	42,081	29,125	-	28,888
2012-2013 High Ability Grant	7,742	-	7,742	-	-	-	-	-	-
Medicaid Reimbursement	11,195	-	11,195	-	-	-	-	-	-
Secured Schools Safety Grant	-	-	42,473	-	(42,473)	105,566	71,736	8,643	-
Non-English Speaking Programs P.L. 273-1999	1,772	-	496	-	1,276	-	1,276	-	-
2008-2009 Non English Speaking	-	-	-	-	-	37,835	23,091	-	14,744
2012-13 NESP	221	33,171	18,684	-	14,708	-	14,708	-	-
School Technology	15,025	5,721	12,980	-	7,766	721,426	655,538	-	73,654
School Farm	259,884	3,610	49,783	90,831	304,542	471,725	465,062	-	311,205
Senator David Ford Technology	5,733	-	5,733	-	-	87,032	92,033	-	(5,001)
Title I	-	-	-	-	-	602,050	712,064	60,085	(49,929)
2012-2013 Title I	(145,153)	534,233	389,080	-	-	-	-	-	-
2013-2014 Title I	-	523,237	589,735	-	(66,498)	268,962	202,464	-	-
2014-2015 IDEA	-	-	-	-	-	768,541	879,373	-	(110,832)
2012-2013 IDEA	(69,588)	249,941	198,628	-	(18,275)	24,678	6,403	-	-
2013-2014 IDEA Grant	-	762,869	851,639	-	(88,770)	219,530	130,760	-	-
2013-2014 Sp Ed Tech Assistance	-	22,828	22,828	-	-	-	-	-	-
2013-2014 Preschool	-	30,858	30,858	-	-	-	-	-	-
IU - Hands In Autism Grant	-	-	-	-	-	26,667	40,000	-	(13,333)
Medicaid Reimbursement - Federal	18,700	-	18,700	-	-	-	-	-	-
Improving Teaching Quality, No Child Left, Title II, Part A	-	-	-	-	-	52,099	52,996	-	(897)
2011-2012 Title II A	(716)	25,510	24,794	-	-	-	-	-	-
2012-2013 Title II A	-	47,906	54,369	-	(6,463)	101,154	94,691	-	-
Title III - Language Instruction	-	-	-	-	-	1,448	1,448	-	-
2014-2016 Title III	-	-	-	-	-	14,911	18,639	-	(3,728)
2012-2013 Title III	(4,522)	13,769	9,531	-	(284)	350	66	-	-
2013-2015 Title III	-	-	1,313	-	(1,313)	32,430	33,313	-	(2,196)
Payroll Withholdings	81,564	7,616,037	7,697,601	-	-	7,786,295	7,786,295	-	-
Totals	\$ 18,804,211	\$ 55,879,700	\$ 55,850,657	\$ 2,134,171	\$ 20,967,425	\$ 59,183,913	\$ 60,580,869	\$ 3,567,153	\$ 23,137,622

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

SEYMOUR COMMUNITY SCHOOLS
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.

SEYMOUR COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

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

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

Other receipts. Amounts received from various sources, including, but not limited to, the following: return of petty cash, return of cash change, insurance claims for losses, sale of securities, and other receipts not listed in another category above.

E. Disbursements

Disbursements are presented in the aggregate on the face of the financial statement. The aggregate disbursements include the following uses:

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

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

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

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

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

Nonprogrammed charges. Amounts disbursed for donations to foundations, securities purchased, indirect costs, scholarships, funds held temporarily for an authorized recipient, and self-insurance payments.

SEYMOUR COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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.

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.

SEYMOUR COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

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.

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

SEYMOUR COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

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.

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

SEYMOUR COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

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 certain funds being set up for reimbursable grants and the disbursements were not reimbursed by June 30, 2014 and 2015.

Note 8. Holding Corporations

The School Corporation has entered into a capital lease with the Seymour Elementary School Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessor has been determined to be a related-party of the School Corporation. Lease payments during the fiscal years ended June 30, 2014 and 2015, totaled \$1,975,500 and \$1,977,500, respectively.

Note 9. Subsequent Events

The School Corporation issued 2014 Common School Technology Loans with outstanding principal balance of \$402,600 with an interest rate of 1 percent. The initial payment on the loan is due January 1, 2016, and the final payment will be due July 1, 2020.

The School Corporation issued 2015 Common School Technology Loans with outstanding principal balance of \$410,100 with an interest rate of 1 percent. The initial payment on the loan is due January 1, 2017, and the final payment will be due July 1, 2021.

The School Corporation issued 2016 Seymour Community School General Obligation Bonds of 2016 in the amount of \$2,000,000 with an interest rate of 1 percent. The initial payment on the loan is due July 15, 2017, and the final payment will be due January 1, 2019.

The School Corporation issued 2015 Common School Technology Loans with outstanding principal balance of \$410,100 with an interest rate of 1 percent. The initial payment on the loan is due July 1, 2017, and the final payment will be due January 1, 2022.

Note 10. Other Postemployment Benefits

The School Corporation provides health insurance benefits to eligible retirees and their spouses. These benefits pose a liability to the School Corporation for this year and in future years. Information regarding the benefits can be obtained by contacting the School Corporation.

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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.

SEYMOUR COMMUNITY SCHOOLS
 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	Construction
Cash and investments - beginning	\$ 3,026,906	\$ 1,395,995	\$ 20,756	\$ 8,669,286	\$ 190,305	\$ 127,799	\$ 3,238,757	\$ 55,763
Receipts:								
Local sources	137,150	3,552,480	347,840	4,262,551	1,386,148	377,002	-	-
Intermediate sources	14,165	-	-	-	-	-	-	-
State sources	27,131,512	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other receipts	(2)	-	-	-	502	6,752	-	-
Total receipts	<u>27,282,825</u>	<u>3,552,480</u>	<u>347,840</u>	<u>4,262,551</u>	<u>1,386,650</u>	<u>383,754</u>	<u>-</u>	<u>-</u>
Disbursements:								
Instruction	18,560,219	-	-	-	-	-	-	-
Support services	7,174,648	-	-	2,775,397	1,539,147	324,699	-	-
Noninstructional services	356,660	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	2,644,901	-	-	-	25,498
Debt services	-	3,530,120	314,848	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>26,091,527</u>	<u>3,530,120</u>	<u>314,848</u>	<u>5,420,298</u>	<u>1,539,147</u>	<u>324,699</u>	<u>-</u>	<u>25,498</u>
Excess (deficiency) of receipts over disbursements	<u>1,191,298</u>	<u>22,360</u>	<u>32,992</u>	<u>(1,157,747)</u>	<u>(152,497)</u>	<u>59,055</u>	<u>-</u>	<u>(25,498)</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	27,163	-	16,177	-	-	-	2,000,000
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	57,038	-	-	-	-	-	1,161,243	-
Transfers out	(1,161,243)	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>(1,104,205)</u>	<u>27,163</u>	<u>-</u>	<u>16,177</u>	<u>-</u>	<u>-</u>	<u>1,161,243</u>	<u>2,000,000</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>87,093</u>	<u>49,523</u>	<u>32,992</u>	<u>(1,141,570)</u>	<u>(152,497)</u>	<u>59,055</u>	<u>1,161,243</u>	<u>1,974,502</u>
Cash and investments - ending	<u>\$ 3,113,999</u>	<u>\$ 1,445,518</u>	<u>\$ 53,748</u>	<u>\$ 7,527,716</u>	<u>\$ 37,808</u>	<u>\$ 186,854</u>	<u>\$ 4,400,000</u>	<u>\$ 2,030,265</u>

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

	School Lunch	Textbook Rental	Self- Insurance	Levy Excess	Educational License Plates	Alternative Education	Instruction Support	Pepsi BLDG Allocation
Cash and investments - beginning	\$ 584,598	\$ 266,879	\$ 840,550	\$ 5,830	\$ 2,989	\$ 12,703	\$ 925	\$ -
Receipts:								
Local sources	793,473	308,903	5,636,732	-	-	-	-	3,000
Intermediate sources	-	-	-	-	244	-	-	-
State sources	-	179,231	-	-	-	11,146	-	-
Federal sources	1,573,409	-	-	-	-	-	-	-
Other receipts	14,679	-	594	-	-	-	-	-
Total receipts	<u>2,381,561</u>	<u>488,134</u>	<u>5,637,326</u>	<u>-</u>	<u>244</u>	<u>11,146</u>	<u>-</u>	<u>3,000</u>
Disbursements:								
Instruction	-	-	-	-	-	12,703	-	-
Support services	10,047	320,671	-	-	1,059	-	-	3,000
Noninstructional services	2,459,003	-	-	-	-	-	-	-
Facilities acquisition and construction	53,957	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	5,575,085	-	-	-	-	-
Total disbursements	<u>2,523,007</u>	<u>320,671</u>	<u>5,575,085</u>	<u>-</u>	<u>1,059</u>	<u>12,703</u>	<u>-</u>	<u>3,000</u>
Excess (deficiency) of receipts over disbursements	<u>(141,446)</u>	<u>167,463</u>	<u>62,241</u>	<u>-</u>	<u>(815)</u>	<u>(1,557)</u>	<u>-</u>	<u>-</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	34,442	-	-
Transfers out	-	-	-	-	-	(34,442)	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(141,446)</u>	<u>167,463</u>	<u>62,241</u>	<u>-</u>	<u>(815)</u>	<u>(1,557)</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 443,152</u>	<u>\$ 434,342</u>	<u>\$ 902,791</u>	<u>\$ 5,830</u>	<u>\$ 2,174</u>	<u>\$ 11,146</u>	<u>\$ 925</u>	<u>\$ -</u>

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

	Pepsi Corp Allocation	Community Foundation Grants	Summer Adv/Trans/ Cummins	Down Syndrome Grant	Brown Vectren Donation	Kremers Jackson PTO Donation	River Valley Bank Donation	PNC Lunch Donation
Cash and investments - beginning	\$ 44,171	\$ -	\$ 1,341	\$ 1,800	\$ -	\$ -	\$ 1,949	\$ -
Receipts:								
Local sources	25,000	288	51,451	-	-	500	-	200
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other receipts	320	-	-	-	-	-	-	-
Total receipts	<u>25,320</u>	<u>288</u>	<u>51,451</u>	<u>-</u>	<u>-</u>	<u>500</u>	<u>-</u>	<u>200</u>
Disbursements:								
Instruction	-	-	-	-	-	-	-	-
Support services	16,065	-	1,341	1,262	-	500	1,949	200
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>16,065</u>	<u>-</u>	<u>1,341</u>	<u>1,262</u>	<u>-</u>	<u>500</u>	<u>1,949</u>	<u>200</u>
Excess (deficiency) of receipts over disbursements	<u>9,255</u>	<u>288</u>	<u>50,110</u>	<u>(1,262)</u>	<u>-</u>	<u>-</u>	<u>(1,949)</u>	<u>-</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	34,442	-	-	-	-	-	-	-
Transfers out	<u>(34,442)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>9,255</u>	<u>288</u>	<u>50,110</u>	<u>(1,262)</u>	<u>-</u>	<u>-</u>	<u>(1,949)</u>	<u>-</u>
Cash and investments - ending	<u>\$ 53,426</u>	<u>\$ 288</u>	<u>\$ 51,451</u>	<u>\$ 538</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Building Grants & Donation	Sepac Donation	Preschool School Grant	Employee Deductions Fund	Extra- Curricular Activities	Cultural Arts	M R Brown Fund	James Emily Scholarship
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,181	\$ 27,368	\$ 4,000
Receipts:								
Local sources	41,993	2,700	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	-	-	57,038	-	-	-	-
Total receipts	<u>41,993</u>	<u>2,700</u>	<u>-</u>	<u>57,038</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Disbursements:								
Instruction	-	2,700	-	-	-	-	-	-
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	1,107	-	-
Facilities acquisition and construction	25,000	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	2,000
Total disbursements	<u>25,000</u>	<u>2,700</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,107</u>	<u>2,000</u>
Excess (deficiency) of receipts over disbursements	<u>16,993</u>	<u>-</u>	<u>-</u>	<u>57,038</u>	<u>-</u>	<u>-</u>	<u>(1,107)</u>	<u>(2,000)</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	(57,038)	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(57,038)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>16,993</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,107)</u>	<u>(2,000)</u>
Cash and investments - ending	<u>\$ 16,993</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,181</u>	<u>\$ 26,261</u>	<u>\$ 2,000</u>

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

	Seymour HS Scholarship Fund	G.B. Burkhart Scholarship Fund	Maurice & May Spray Scholarship	Instruction Support	2012-2013 High Ability Grant	Medicaid Reimbursement	Secured Schools Safety Grant	Non-English Speaking Programs P.L. 273-1999
Cash and investments - beginning	\$ -	\$ 97,503	\$ -	\$ -	\$ 7,742	\$ 11,195	\$ -	\$ 1,772
Receipts:								
Local sources	270	52,848	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	39,891	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	<u>270</u>	<u>52,848</u>	<u>-</u>	<u>39,891</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Disbursements:								
Instruction	-	-	-	23,959	7,742	-	-	496
Support services	-	-	-	-	-	11,195	42,473	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	54,750	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>54,750</u>	<u>-</u>	<u>23,959</u>	<u>7,742</u>	<u>11,195</u>	<u>42,473</u>	<u>496</u>
Excess (deficiency) of receipts over disbursements	<u>270</u>	<u>(1,902)</u>	<u>-</u>	<u>15,932</u>	<u>(7,742)</u>	<u>(11,195)</u>	<u>(42,473)</u>	<u>(496)</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>270</u>	<u>(1,902)</u>	<u>-</u>	<u>15,932</u>	<u>(7,742)</u>	<u>(11,195)</u>	<u>(42,473)</u>	<u>(496)</u>
Cash and investments - ending	<u>\$ 270</u>	<u>\$ 95,601</u>	<u>\$ -</u>	<u>\$ 15,932</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (42,473)</u>	<u>\$ 1,276</u>

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

	2008-2009 Non English Speaking	2012-13 NESP	School Technology	School Farm	Senator David Ford Technology	Title I	2012-2013 Title I	2013-2014 Title I
Cash and investments - beginning	\$ -	\$ 221	\$ 15,025	\$ 259,884	\$ 5,733	\$ -	\$ (145,153)	\$ -
Receipts:								
Local sources	-	-	-	1,293	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	33,171	3,583	-	-	-	-	-
Federal sources	-	-	-	-	-	-	534,233	523,237
Other receipts	-	-	2,138	2,317	-	-	-	-
Total receipts	-	33,171	5,721	3,610	-	-	534,233	523,237
Disbursements:								
Instruction	-	18,684	-	46,183	-	-	286,237	238,134
Support services	-	-	1,250	600	5,733	-	99,014	342,864
Noninstructional services	-	-	-	-	-	-	3,829	8,737
Facilities acquisition and construction	-	-	11,730	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	3,000	-	-	-	-
Total disbursements	-	18,684	12,980	49,783	5,733	-	389,080	589,735
Excess (deficiency) of receipts over disbursements	-	14,487	(7,259)	(46,173)	(5,733)	-	145,153	(66,498)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	90,831	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	90,831	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	14,487	(7,259)	44,658	(5,733)	-	145,153	(66,498)
Cash and investments - ending	\$ -	\$ 14,708	\$ 7,766	\$ 304,542	\$ -	\$ -	\$ -	\$ (66,498)

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

	2014-2015 IDEA	2012-2013 IDEA	2013-2014 IDEA Grant	2013-2014 Sp Ed Tech Assistance	2013-2014 Preschool	IU - Hands In Autism Grant	Medicaid Reimbursement - Federal	Improving Teaching Quality, No Child Left, Title II, Part A
Cash and investments - beginning	\$ -	\$ (69,588)	\$ -	\$ -	\$ -	\$ -	\$ 18,700	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	249,941	762,869	22,828	30,858	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	249,941	762,869	22,828	30,858	-	-	-
Disbursements:								
Instruction	-	167,519	736,721	-	30,858	-	-	-
Support services	-	31,109	114,918	22,828	-	-	18,700	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	198,628	851,639	22,828	30,858	-	18,700	-
Excess (deficiency) of receipts over disbursements	-	51,313	(88,770)	-	-	-	(18,700)	-
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	-	51,313	(88,770)	-	-	-	(18,700)	-
Cash and investments - ending	\$ -	\$ (18,275)	\$ (88,770)	\$ -	\$ -	\$ -	\$ -	\$ -

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

	2011-2012 Title II A	2012-2013 Title II A	Title III - Language Instruction	2014-2016 Title III	2012-2013 Title III	2013-2015 Title III	Payroll Withholdings	Totals
Cash and investments - beginning	\$ (716)	\$ -	\$ -	\$ -	\$ (4,522)	\$ -	\$ 81,564	\$ 18,804,211
Receipts:								
Local sources	-	-	-	-	-	-	-	16,981,822
Intermediate sources	-	-	-	-	-	-	-	14,409
State sources	-	-	-	-	-	-	-	27,398,534
Federal sources	25,510	47,906	-	-	13,769	-	-	3,784,560
Other receipts	-	-	-	-	-	-	7,616,037	7,700,375
Total receipts	<u>25,510</u>	<u>47,906</u>	<u>-</u>	<u>-</u>	<u>13,769</u>	<u>-</u>	<u>7,616,037</u>	<u>55,879,700</u>
Disbursements:								
Instruction	-	-	-	-	8,347	1,313	-	20,141,815
Support services	24,794	54,369	-	-	1,184	-	-	12,941,016
Noninstructional services	-	-	-	-	-	-	-	2,829,336
Facilities acquisition and construction	-	-	-	-	-	-	-	2,761,086
Debt services	-	-	-	-	-	-	-	3,844,968
Nonprogrammed charges	-	-	-	-	-	-	7,697,601	13,332,436
Total disbursements	<u>24,794</u>	<u>54,369</u>	<u>-</u>	<u>-</u>	<u>9,531</u>	<u>1,313</u>	<u>7,697,601</u>	<u>55,850,657</u>
Excess (deficiency) of receipts over disbursements	<u>716</u>	<u>(6,463)</u>	<u>-</u>	<u>-</u>	<u>4,238</u>	<u>(1,313)</u>	<u>(81,564)</u>	<u>29,043</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	2,043,340
Sale of capital assets	-	-	-	-	-	-	-	90,831
Transfers in	-	-	-	-	-	-	-	1,287,165
Transfers out	-	-	-	-	-	-	-	(1,287,165)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,134,171</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>716</u>	<u>(6,463)</u>	<u>-</u>	<u>-</u>	<u>4,238</u>	<u>(1,313)</u>	<u>(81,564)</u>	<u>2,163,214</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ (6,463)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (284)</u>	<u>\$ (1,313)</u>	<u>\$ -</u>	<u>\$ 20,967,425</u>

SEYMOUR COMMUNITY SCHOOLS
 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	Construction
Cash and investments - beginning	\$ 3,113,999	\$ 1,445,518	\$ 53,748	\$ 7,527,716	\$ 37,808	\$ 186,854	\$ 4,400,000	\$ 2,030,265
Receipts:								
Local sources	134,033	3,966,604	407,422	4,127,539	1,464,573	392,048	-	-
Intermediate sources	35	-	-	-	-	-	-	-
State sources	28,960,257	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Other receipts	3,192	-	-	1,996	4,883	-	-	-
Total receipts	<u>29,097,517</u>	<u>3,966,604</u>	<u>407,422</u>	<u>4,129,535</u>	<u>1,469,456</u>	<u>392,048</u>	<u>-</u>	<u>-</u>
Disbursements:								
Instruction	19,812,026	-	-	-	-	-	-	-
Support services	7,714,308	-	-	2,969,995	1,489,555	238,819	-	-
Noninstructional services	347,582	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	2,028,407	-	-	-	1,576,403
Debt services	-	3,640,048	316,367	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Total disbursements	<u>27,873,916</u>	<u>3,640,048</u>	<u>316,367</u>	<u>4,998,402</u>	<u>1,489,555</u>	<u>238,819</u>	<u>-</u>	<u>1,576,403</u>
Excess (deficiency) of receipts over disbursements	<u>1,223,601</u>	<u>326,556</u>	<u>91,055</u>	<u>(868,867)</u>	<u>(20,099)</u>	<u>153,229</u>	<u>-</u>	<u>(1,576,403)</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	3,559,234
Sale of capital assets	7,919	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	(60,085)	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>(52,166)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,559,234</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>1,171,435</u>	<u>326,556</u>	<u>91,055</u>	<u>(868,867)</u>	<u>(20,099)</u>	<u>153,229</u>	<u>-</u>	<u>1,982,831</u>
Cash and investments - ending	<u>\$ 4,285,434</u>	<u>\$ 1,772,074</u>	<u>\$ 144,803</u>	<u>\$ 6,658,849</u>	<u>\$ 17,709</u>	<u>\$ 340,083</u>	<u>\$ 4,400,000</u>	<u>\$ 4,013,096</u>

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

	School Lunch	Textbook Rental	Self- Insurance	Levy Excess	Educational License Plates	Alternative Education	Instruction Support	Pepsi BLDG Allocation
Cash and investments - beginning	\$ 443,152	\$ 434,342	\$ 902,791	\$ 5,830	\$ 2,174	\$ 11,146	\$ 925	\$ -
Receipts:								
Local sources	761,907	241,309	5,249,138	-	-	-	1,587	500
Intermediate sources	-	-	-	-	244	-	-	-
State sources	19,272	205,419	-	-	-	15,799	-	-
Federal sources	1,593,548	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Other receipts	2,929	-	26,666	-	-	-	-	-
Total receipts	<u>2,377,656</u>	<u>446,728</u>	<u>5,275,804</u>	<u>-</u>	<u>244</u>	<u>15,799</u>	<u>1,587</u>	<u>500</u>
Disbursements:								
Instruction	-	-	-	-	-	23,654	-	-
Support services	-	677,467	-	-	-	-	-	-
Noninstructional services	2,240,195	-	-	-	-	-	-	-
Facilities acquisition and construction	11,811	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	5,941,682	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Total disbursements	<u>2,252,006</u>	<u>677,467</u>	<u>5,941,682</u>	<u>-</u>	<u>-</u>	<u>23,654</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>125,650</u>	<u>(230,739)</u>	<u>(665,878)</u>	<u>-</u>	<u>244</u>	<u>(7,855)</u>	<u>1,587</u>	<u>500</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>125,650</u>	<u>(230,739)</u>	<u>(665,878)</u>	<u>-</u>	<u>244</u>	<u>(7,855)</u>	<u>1,587</u>	<u>500</u>
Cash and investments - ending	<u>\$ 568,802</u>	<u>\$ 203,603</u>	<u>\$ 236,913</u>	<u>\$ 5,830</u>	<u>\$ 2,418</u>	<u>\$ 3,291</u>	<u>\$ 2,512</u>	<u>\$ 500</u>

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

	Pepsi Corp Allocation	Community Foundation Grants	Summer Adv/Trans/ Cummins	Down Syndrome Grant	Brown Vectren Donation	Kremers Jackson PTO Donation	River Valley Bank Donation	PNC Lunch Donation
Cash and investments - beginning	\$ 53,426	\$ 288	\$ 51,451	\$ 538	\$ -	\$ -	\$ -	\$ -
Receipts:								
Local sources	25,000	303	1,987	-	200	-	67	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Other receipts	449	-	-	-	-	-	-	-
Total receipts	25,449	303	1,987	-	200	-	67	-
Disbursements:								
Instruction	-	-	49,144	-	50	-	-	-
Support services	19,803	-	4,943	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	6,491	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Total disbursements	26,294	-	54,087	-	50	-	-	-
Excess (deficiency) of receipts over disbursements	(845)	303	(52,100)	-	150	-	67	-
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	649	-	-	-	-	-
Transfers out	(9,292)	-	-	-	-	-	-	-
Total other financing sources (uses)	(9,292)	-	649	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(10,137)	303	(51,451)	-	150	-	67	-
Cash and investments - ending	\$ 43,289	\$ 591	\$ -	\$ 538	\$ 150	\$ -	\$ 67	\$ -

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

	Building Grants & Donation	Sepac Donation	Preschool School Grant	Employee Deductions Fund	Extra- Curricular Activities	Cultural Arts	M R Brown Fund	James Emily Scholarship
Cash and investments - beginning	\$ 16,993	\$ -	\$ -	\$ -	\$ -	\$ 4,181	\$ 26,261	\$ 2,000
Receipts:								
Local sources	41,995	-	100,000	-	11,328	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	<u>41,995</u>	<u>-</u>	<u>100,000</u>	<u>-</u>	<u>11,328</u>	<u>-</u>	<u>-</u>	<u>-</u>
Disbursements:								
Instruction	2,638	-	91,263	-	-	-	-	-
Support services	-	-	2,294	-	-	-	-	-
Noninstructional services	1,765	-	-	-	11,328	-	625	-
Facilities acquisition and construction	12,000	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Total disbursements	<u>16,403</u>	<u>-</u>	<u>93,557</u>	<u>-</u>	<u>11,328</u>	<u>-</u>	<u>625</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>25,592</u>	<u>-</u>	<u>6,443</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(625)</u>	<u>-</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>25,592</u>	<u>-</u>	<u>6,443</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(625)</u>	<u>-</u>
Cash and investments - ending	<u>\$ 42,585</u>	<u>\$ -</u>	<u>\$ 6,443</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,181</u>	<u>\$ 25,636</u>	<u>\$ 2,000</u>

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

	Seymour HS Scholarship Fund	G.B. Burkhart Scholarship Fund	Maurice & May Spray Scholarship	Instruction Support	2012-2013 High Ability Grant	Medicaid Reimbursement	Secured Schools Safety Grant	Non-English Speaking Programs P.L. 273-1999
Cash and investments - beginning	\$ 270	\$ 95,601	\$ -	\$ 15,932	\$ -	\$ -	\$ (42,473)	\$ 1,276
Receipts:								
Local sources	50	54,854	2,000	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	40,936	-	-	50,000	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	1,145	-	-	55,566	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	50	54,854	2,000	42,081	-	-	105,566	-
Disbursements:								
Instruction	-	-	-	27,980	-	-	-	1,276
Support services	-	-	-	-	-	-	16,170	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	38,125	1,000	-	-	-	-	-
Interfund loans	-	-	-	1,145	-	-	55,566	-
Total disbursements	-	38,125	1,000	29,125	-	-	71,736	1,276
Excess (deficiency) of receipts over disbursements	50	16,729	1,000	12,956	-	-	33,830	(1,276)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	8,643	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	8,643	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	50	16,729	1,000	12,956	-	-	42,473	(1,276)
Cash and investments - ending	\$ 320	\$ 112,330	\$ 1,000	\$ 28,888	\$ -	\$ -	\$ -	\$ -

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

	2008-2009 Non English Speaking	2012-13 NESP	School Technology	School Farm	Senator David Ford Technology	Title I	2012-2013 Title I	2013-2014 Title I
Cash and investments - beginning	\$ -	\$ 14,708	\$ 7,766	\$ 304,542	\$ -	\$ -	\$ -	\$ (66,498)
Receipts:								
Local sources	-	-	-	102,459	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	37,835	-	1,701	-	87,032	-	-	-
Federal sources	-	-	-	-	-	602,050	-	268,962
Temporary loans	-	-	402,600	-	-	-	-	-
Interfund loans	-	-	312,555	369,266	-	-	-	-
Other receipts	-	-	4,570	-	-	-	-	-
Total receipts	37,835	-	721,426	471,725	87,032	602,050	-	268,962
Disbursements:								
Instruction	23,091	14,708	-	92,196	-	326,770	-	118,321
Support services	-	-	5,630	600	92,033	323,022	-	81,065
Noninstructional services	-	-	-	-	-	62,272	-	3,078
Facilities acquisition and construction	-	-	337,353	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	3,000	-	-	-	-
Interfund loans	-	-	312,555	369,266	-	-	-	-
Total disbursements	23,091	14,708	655,538	465,062	92,033	712,064	-	202,464
Excess (deficiency) of receipts over disbursements	14,744	(14,708)	65,888	6,663	(5,001)	(110,014)	-	66,498
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	60,085	-	60,085
Transfers out	-	-	-	-	-	-	-	(60,085)
Total other financing sources (uses)	-	-	-	-	-	60,085	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	14,744	(14,708)	65,888	6,663	(5,001)	(49,929)	-	66,498
Cash and investments - ending	\$ 14,744	\$ -	\$ 73,654	\$ 311,205	\$ (5,001)	\$ (49,929)	\$ -	\$ -

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

	2014-2015 IDEA	2012-2013 IDEA	2013-2014 IDEA Grant	2013-2014 Sp Ed Tech Assistance	2013-2014 Preschool	IU - Hands In Autism Grant	Medicaid Reimbursement - Federal	Improving Teaching Quality, No Child Left, Title II, Part A
Cash and investments - beginning	\$ -	\$ (18,275)	\$ (88,770)	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	768,541	24,678	219,530	-	-	26,667	-	52,099
Temporary loans	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	<u>768,541</u>	<u>24,678</u>	<u>219,530</u>	<u>-</u>	<u>-</u>	<u>26,667</u>	<u>-</u>	<u>52,099</u>
Disbursements:								
Instruction	774,799	-	120,463	-	-	40,000	-	32,722
Support services	104,574	6,403	10,297	-	-	-	-	20,274
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Total disbursements	<u>879,373</u>	<u>6,403</u>	<u>130,760</u>	<u>-</u>	<u>-</u>	<u>40,000</u>	<u>-</u>	<u>52,996</u>
Excess (deficiency) of receipts over disbursements	<u>(110,832)</u>	<u>18,275</u>	<u>88,770</u>	<u>-</u>	<u>-</u>	<u>(13,333)</u>	<u>-</u>	<u>(897)</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(110,832)</u>	<u>18,275</u>	<u>88,770</u>	<u>-</u>	<u>-</u>	<u>(13,333)</u>	<u>-</u>	<u>(897)</u>
Cash and investments - ending	<u>\$ (110,832)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (13,333)</u>	<u>\$ -</u>	<u>\$ (897)</u>

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

	2011-2012 Title II A	2012-2013 Title II A	Title III - Language Instruction	2014-2016 Title III	2012-2013 Title III	2013-2015 Title III	Payroll Withholdings	Totals
Cash and investments - beginning	\$ -	\$ (6,463)	\$ -	\$ -	\$ (284)	\$ (1,313)	\$ -	\$ 20,967,425
Receipts:								
Local sources	-	-	-	-	-	-	-	17,086,903
Intermediate sources	-	-	-	-	-	-	-	279
State sources	-	-	-	-	-	-	-	29,418,251
Federal sources	-	101,154	1,448	14,911	350	32,430	-	3,706,368
Temporary loans	-	-	-	-	-	-	-	402,600
Interfund loans	-	-	-	-	-	-	-	738,532
Other receipts	-	-	-	-	-	-	7,786,295	7,830,980
Total receipts	-	101,154	1,448	14,911	350	32,430	7,786,295	59,183,913
Disbursements:								
Instruction	-	-	1,448	18,639	-	26,557	-	21,597,745
Support services	-	94,691	-	-	66	6,756	-	13,878,765
Noninstructional services	-	-	-	-	-	-	-	2,666,845
Facilities acquisition and construction	-	-	-	-	-	-	-	3,972,465
Debt services	-	-	-	-	-	-	-	3,956,415
Nonprogrammed charges	-	-	-	-	-	-	7,786,295	13,770,102
Interfund loans	-	-	-	-	-	-	-	738,532
Total disbursements	-	94,691	1,448	18,639	66	33,313	7,786,295	60,580,869
Excess (deficiency) of receipts over disbursements	-	6,463	-	(3,728)	284	(883)	-	(1,396,956)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	3,559,234
Sale of capital assets	-	-	-	-	-	-	-	7,919
Transfers in	-	-	-	-	-	-	-	129,462
Transfers out	-	-	-	-	-	-	-	(129,462)
Total other financing sources (uses)	-	-	-	-	-	-	-	3,567,153
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	6,463	-	(3,728)	284	(883)	-	2,170,197
Cash and investments - ending	\$ -	\$ -	\$ -	\$ (3,728)	\$ -	\$ (2,196)	\$ -	\$ 23,137,622

SEYMOUR COMMUNITY SCHOOLS
SCHEDULE OF PAYABLES AND RECEIVABLES
June 30, 2015

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	<u>\$ 344,705</u>	<u>\$ 51,000</u>

SEYMOUR COMMUNITY SCHOOLS
SCHEDULE OF LEASES AND DEBT
June 30, 2015

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Seymour Elementary School Building Corporation	Build Jackson & Redding Elementary Schools	\$ 1,976,000	8/1/2010	1/15/2024
Total of annual lease payments		<u>\$ 1,976,000</u>		

Type	Description of Debt	Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:				
General obligation bonds	Retirement & Severance		\$ 2,320,000	\$ 306,300
General obligation bonds	Combined 2009 QSCB/2013 GO Bonds/2014 GO Bonds		<u>4,883,000</u>	<u>2,124,350</u>
Totals			<u>\$ 7,203,000</u>	<u>\$ 2,430,650</u>

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SEYMOUR COMMUNITY SCHOOLS
 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	\$ 189,400
Infrastructure	2,000,000
Buildings	58,568,744
Improvements other than buildings	13,585,219
Machinery, equipment, and vehicles	6,398,025
Construction in progress	3,500,000
Books and other	850,000
Total capital assets	\$ 85,091,388

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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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Web Site: www.in.gov/sboa

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

TO: THE OFFICIALS OF THE SEYMOUR COMMUNITY SCHOOLS, JACKSON COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

We have audited the Seymour Community Schools' (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.

Basis for Qualified Opinion on Title I Grants to Local Educational Agencies

As described in items 2015-006 and 2015-008 in the accompanying Schedule of Findings and Questioned Costs, we were unable to obtain sufficient appropriate audit evidence supporting the compliance of the School Corporation with Eligibility and Special Tests and Provisions - Comparability regarding Title I Grants to Local Educational Agencies. Consequently, we were unable to determine whether the School Corporation complied with these requirements applicable to the program.

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

As described in items 2015-005 and 2015-009 in the accompanying Schedule of Findings and Questioned Costs, the School Corporation did not comply with requirements regarding Allowable Costs/ Cost Principles and Special Tests and Provisions - Annual Report Card, High School Graduation Rate that are applicable to its Title I Grants to Local Educational Agencies. Compliance with such requirements is necessary, in our opinion, for the School Corporation to comply with requirements applicable to that program.

Qualified Opinion on Title I Grants to Local Educational Agencies

In our opinion, except for the effects of such noncompliance, if any, as might have been determined had we been able to examine sufficient evidence regarding the School Corporation's compliance with the requirements of Title I Grants to Local Educational Agencies regarding Allowable Cost/Cost Principles, Eligibility, Special Tests and Provisions - Comparability, and Special Tests and Provisions - Annual Report Card, High School Graduation Rate, described in the *Basis for Qualified Opinion on Title I Grants to Local Educational Agencies* paragraphs, the School Corporation complied, in all material respects, with the requirements referred to above that could have a direct and material effect on Title I Grants to Local Educational Agencies for the period of July 1, 2013 to June 30, 2015.

In our opinion, except for the noncompliance described in the *Basis for Qualified Opinion on Title I Grants to Local Educational Agencies* paragraphs, 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 Title I Grants to Local Educational Agencies for the period of July 1, 2013 to June 30, 2015.

Unmodified Opinion on Each of the Other Major Federal Programs

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

Other Matters

The 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.


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

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, 2015-007, 2015-008, and 2015-009 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

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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SEYMOUR COMMUNITY SCHOOLS
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	Total Federal Awards Expended 06-30-14	Total Federal Awards Expended 06-30-15
<u>Department of Agriculture</u>					
Child Nutrition Cluster					
School Breakfast Program	Indiana Department of Education	10.553	3675	\$ 244,701	\$ 219,323
School Breakfast Program					
National School Lunch Program	Indiana Department of Education	10.555	3675	1,243,329	1,010,772
National School Lunch Program				140,696	153,389
National School Lunch Program - Commodities					
Total - National School Lunch Program				<u>1,384,025</u>	<u>1,164,161</u>
Special Milk Program for Children	Indiana Department of Education	10.556	3675	-	1,116
Kindergarten Milk Program					
Total - Child Nutrition Cluster				<u>1,628,726</u>	<u>1,384,600</u>
Total - Department of Agriculture				<u>1,628,726</u>	<u>1,384,600</u>
<u>Department of Education</u>					
Special Education Cluster (IDEA)					
Special Education_Grants to States	Indiana Department of Education	84.027			
5253 - Special Education			14213-98-PN01	249,941	24,678
5254 - Special Education			14214-98-PN01	762,869	219,530
5250 - Special Education			14215-98-PN01	-	768,541
5255 - Special Education			99914-98-TA01	22,828	-
Total - Special Education_Grants to States				<u>1,035,638</u>	<u>1,012,749</u>
Special Education_Preschool Grants	Indiana Department of Education	84.173	45714-98-PN01	30,858	-
5435 - Special Education Preschool					
Total - Special Education Cluster (IDEA)				<u>1,066,496</u>	<u>1,012,749</u>
Title I Grants to Local Educational Agencies	Indiana Department of Education	84.010			
4170 - Title I			13-3675	534,233	-
4175 - Title I			14-3675	523,237	-
4175 - Title I			14-3675	-	268,962
4100 - Title I			15-3675	-	602,050
Total - Title I Grants to Local Educational Agencies				<u>1,057,470</u>	<u>871,012</u>
English Language Acquisition State Grants	Indiana Department of Education	84.365			
6880 - Title III WIDA			01113-329-PN01	-	1,448
6885 - Title III			01114-076-PN01	-	32,430
6881 - Title III			01115-034-PN01	-	14,911
6884 - Title III			01113-031-PN01	13,769	350
Total - English Language Acquisition State Grants				<u>13,769</u>	<u>49,139</u>
Improving Teacher Quality State Grants	Indiana Department of Education	84.367			
6844 - Title II Part A			11-3675	25,510	-
6845 - Title II Part A			12-3675	47,906	101,154
6840 - Title II Part A			13-3675	-	52,099
Total - Improving Teacher Quality State Grants				<u>73,416</u>	<u>153,253</u>
Total - Department of Education				<u>2,211,151</u>	<u>2,086,153</u>
Total federal awards expended				<u>\$ 3,839,877</u>	<u>\$ 3,470,753</u>

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

SEYMOUR 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.

SEYMOUR COMMUNITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I - Summary of Auditor's Results

Financial Statement:

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

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	yes
Significant deficiencies identified?	none reported
Type of auditor's report issued on compliance for major programs:	
Child Nutrition Cluster	Unmodified
Special Education Cluster (IDEA)	Unmodified
Title I Grants to Local Educational Agencies	Qualified
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:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
84.010	Child Nutrition Cluster Special Education Cluster (IDEA) 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

SEYMOUR COMMUNITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Section II - Financial Statement Findings

FINDING 2015-001

Subject: Internal Controls over Financial Transactions and Reporting
Audit Finding: Material Weakness

Condition

There were deficiencies in the internal control system of the School Corporation related to financial transactions and reporting. The School Corporation had not separated incompatible activities related to the collection and recording of School Corporation receipts.

The Accounts Payable Clerk (AP Clerk) wrote and posted receipts and also prepared deposits for the School Corporation collections. The AP Clerk ran edit reports of the receipts and the Treasurer would review the receipts and verify they agreed with the deposits. However, there was no documentation retained to verify that this control procedure has been completed.

Criteria

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

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

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

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

Cause

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

Effect

The failure to establish these 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.

SEYMOUR COMMUNITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

FINDING 2015-002

Subject: Preparation of the Schedule of Expenditures of Federal Awards
Audit Findings: Material Weakness, Other Matters

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). The Treasurer prepared the SEFA, but no evidence was presented that indicated there was an oversight, review, approval or other compensating controls in place to verify the accuracy of the information and amounts.

During the audit of the SEFA, there were the following errors:

1. The expenditures of three federal grant programs were reported incorrectly, resulting in an overstatement of \$200,243.
2. A state grant with expenditures of \$26,667 was reported as a federal grant.
3. The federal program titles for several federal programs listed on the SEFA were incorrect.

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

Criteria

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

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

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

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

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

SEYMOUR COMMUNITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

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

Cause

Management had not established a system of internal control that would 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.

Views of Responsible Officials

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

SEYMOUR COMMUNITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Section III - Federal Award Findings and Questioned Costs

FINDING 2015-003

Subject: Child Nutrition Cluster - Reporting
Federal Agency: Department of Agriculture
Federal Programs: School Breakfast Program, National School Lunch Program,
Special Milk Program for Children
CFDA Numbers: 10.553, 10.555, 10.556
Federal Award Number and Year (or Other Identifying Number): 3675
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Reporting
Audit Finding: Material Weakness

Condition

Management of the School Corporation had not established an effective internal control system related to the grant agreement and the Reporting compliance requirement.

The Food Service Director was responsible for the preparation and submission of the Annual Financial Reports and the Sponsor Claim (claims for reimbursement). No evidence was presented for audit indicating that the Annual Financial Reports and the Sponsor Claim (claims for reimbursement) had compensating controls to ensure the accuracy and completeness of those reports by someone other than the preparer.

Context

This was a systemic problem during the audit period for the program. Controls did not exist over the Reporting compliance requirement pertaining to all Annual Financial Reports and Sponsor Claim (claims for reimbursement) submitted.

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 of the School Corporation had not developed a system of internal controls that would have ensured that the School Corporation complied with the grant agreement and 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 Reporting compliance requirement.

SEYMOUR COMMUNITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that the School Corporation's management develop and implement procedures and establish controls to ensure compliance with the grant agreement and the compliance requirement.

Views of Responsible Officials

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

FINDING 2015-004

Subject: Special Education Cluster (IDEA) - Reporting

Federal Agency: Department of Education

Federal Programs: Special Education_Grants to States, Special Education_Preschool Grants

CFDA Number: 84.027, 84.173

Federal Award Numbers and Years (or Other Identifying Numbers): 14213-98-PN01, 14214-98-PN01,
14215-98-PN01, 99914-98-TA01,
45714-98-PN01

Pass-Through Entity: Indiana Department of Education

Compliance Requirement: Reporting

Audit Finding: Material Weakness

Condition

Management of the School Corporation had not established an effective internal control system related to the grant agreement and the Reporting compliance requirement.

The Treasurer was responsible for the preparation and submission of the Final Financial Reports. No evidence was presented for audit indicating that the Final Financial Reports had compensating controls to ensure the accuracy and completeness of those reports by someone other than the preparer.

Context

This was a systemic problem during the audit period for the programs. Controls did not exist over the Reporting compliance requirement pertaining to all Final Financial Reports submitted.

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. . . ."

SEYMOUR COMMUNITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Cause

Management of the School Corporation had not developed a system of internal controls that would have ensured that the School Corporation complied with the grant agreement and 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 Reporting compliance requirement.

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that School Corporation's management develop and implement procedures and establish controls to ensure compliance with the grant agreement and the compliance requirement.

Views of Responsible Officials

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

FINDING 2015-005

Subject: Title I Grants to Local Educational Agencies - 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): 13-3675, 14-3675, 15-3675
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Allowable Costs/Cost Principles
Audit Findings: Material Weakness, Other Matter/Modified Opinion

Condition

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

During the audit period, the School Corporation did not present the Semi-Annual Certifications for the periods of January 1, 2014 to June 30, 2014; July 1, 2014 to December 31, 2014; and January 1, 2015 to June 30, 2015. Personnel Activity Reports for two employees who were paid from more than a single cost objective were not available for audit from February 2014 through June 2015.

Context

No evidence was presented that Semi-Annual Certifications were completed and certified for the periods January 1, 2014 to June 30, 2014; July 1, 2014 to December 31, 2014; and January 1, 2015 to June 30, 2015. Two employees during the audit period were paid from more the one cost object, but Personnel Activity Reports of the employees were not presented for audit for the period February 2014 through June 2015.

SEYMOUR COMMUNITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Criteria

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

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

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

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

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

- (a) More than one Federal award,
- (b) A Federal award and a non-Federal award,
- (c) An indirect cost activity and a direct cost activity,
- (d) Two or more indirect activities which are allocated using different allocation bases, or,
- (e) An unallowable activity and a direct or indirect cost activity.

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

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

Cause

The School Corporation did not have a system in place to ensure compliance with the Allowable Costs/Cost Principles compliance requirement.

SEYMOUR COMMUNITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Effect

The failure to establish internal controls enabled material noncompliance to go undetected, which 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 School Corporation's management develop and implement procedures and establish controls to ensure compliance with the grant agreement and the compliance requirement.

Views of Responsible Officials

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

FINDING 2015-006

Subject: Title I Grants to Local Educational Agencies - Eligibility

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): 13-3675, 14-3675, 15-3675

Pass-Through Entity: Indiana Department of Education

Compliance Requirement: Eligibility

Audit Findings: Material Weakness, Scope Limitation/Modified Opinion

Condition

Management of the School Corporation had not established an effective internal control system related to the grant agreement and the requirements for Eligibility.

The Title I Director prepared and submitted the grant application and the Superintendent of Schools certified the application. Although controls were in place to ensure that information entered on the grant applications were accurately completed, they were not effective. Evidence was not presented for audit to support enrollment and poverty figures of the nonpublic schools entered in the eligible schools summary in the grant application.

Context

This was a systemic problem during the entire audit period for the program. Controls did not exist over the Eligibility compliance requirement pertaining to the supporting documentation for nonpublic schools.

SEYMOUR COMMUNITY SCHOOLS
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. . . ."

34 CFR 74.53(b) states in part:

"Financial records, supporting documents, statistical records, and all other records pertinent to an award shall be retained for a period of three years from the date of submission of the final expenditure report or, for awards that are renewed quarterly or annually, from the date of the submission of the quarterly or annual financial report, as authorized by the Secretary. . . ."

Cause

Management of the School Corporation had not developed a system of internal controls to ensure that documentation was maintained and made available for audit relating to the grant agreement and the Eligibility compliance requirement.

Effect

The failure to retain and provide appropriate supporting documentation prevented the determination of School Corporation's compliance with the grant agreement and the compliance requirement.

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that School Corporation's management establish controls to ensure that documentation was maintained and made available for audit relating to the grant agreement and the compliance requirement.

Views of Responsible Officials

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

FINDING 2015-007

Subject: Title I Grants to Local Educational Agencies - 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): 13-3675, 14-3675, 15-3675
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Reporting
Audit Finding: Material Weakness

SEYMOUR COMMUNITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Condition

Management of the School Corporation had not established an effective internal control system related to the grant agreement and the requirements for Reporting.

The Treasurer was responsible for the preparation and submission of the Annual Expenditure Reports. No evidence was presented for audit indicating that the Annual Expenditure Reports had compensating controls to ensure the accuracy and completeness of those reports by someone other than the preparer.

Context

This was a systemic problem during the audit period for the program. Controls did not exist over the Reporting compliance requirement pertaining to all Annual Expenditure Reports submitted.

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 of the School Corporation had not developed a system of internal controls that would have ensured that the School Corporation complied with the grant agreement and 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 Reporting compliance requirement.

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that School Corporation's management develop and implement procedures and establish controls to ensure compliance with the grant agreement and the compliance requirement.

Views of Responsible Officials

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

SEYMOUR COMMUNITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

FINDING 2015-008

Subject: Title I Grants to Local Educational Agencies - Special Tests and Provisions - Comparability
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): 13-3675, 14-3675; 15-3675
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Special Tests and Provisions - Comparability
Audit Findings: Material Weakness, Scope Limitation/Modified Opinion

Condition

Management of the School Corporation had not established an effective internal control system related to the grant agreement and the requirements for Special Tests and Provisions - Comparability compliance requirement.

The School Corporation had not designed and implemented adequate policies and procedures to ensure comparability reports were being completed and submitted to the Department of Education when required.

The Comparability reports were not presented for audit for SY 2013-2014 and SY 2014-2015.

Context

This was a systemic problem during the entire audit period for the Title I program. Controls did not exist over the compliance requirements for Special Tests and Provision - Comparability.

Criteria

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

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

34 CFR 74.53(b) states in part:

"Financial records, supporting documents, statistical records, and all other records pertinent to an award shall be retained for a period of three years from the date of submission of the final expenditure report or, for awards that are renewed quarterly or annually, from the date of the submission of the quarterly or annual financial report, as authorized by the Secretary. . . ."

Cause

Management of the School Corporation had not developed a system of internal controls to ensure that documentation was maintained and made available for audit relating to the Special Tests and Provisions - Comparability compliance requirement.

SEYMOUR COMMUNITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Effect

The failure to maintain supporting documentation prevented the ability to verify if the School Corporation was in compliance with the requirements for Special Tests and Provisions - Comparability.

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that School Corporation's management develop and implement procedures and establish controls to ensure that documentation was maintained and made available for audit relating to the grant agreement and the compliance requirement.

Views of Responsible Officials

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

FINDING 2015-009

Subject: Title I Grants to Local Educational Agencies - Special Tests and Provisions -
Annual Report Card, High School Graduation Rate
Federal Agency: Department of Education
Federal Program: Title I Grants to Local Educational Agencies
CFDA Number: 84.010
Federal Award Numbers and Years (or Other Identifying Numbers): 13-3675, 14-3675, 15-3675
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Special Tests and Provisions - Annual Report Card,
High School Graduation Rate
Audit Findings: Material Weakness, Other Matter/Modified Opinion

Condition

Management of the School Corporation had not established an effective internal control system related to the grant agreement and the Special Tests and Provisions - Annual Report Card, High School Graduation Rate compliance requirement.

For students who were removed from the graduation cohort, proper supporting documentation was not maintained. The School Corporation could not provide official written documentation that the student enrolled in another school.

Context

This was a systemic problem for the entire audit period. Although students removed from the cohort were coded as transfers, proper supporting documentation was not presented for audit to be able to verify the transfer. The School Corporation could not provide official written documentation that the student enrolled in another school.

SEYMOUR COMMUNITY SCHOOLS
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. . . ."

34 CFR 200.19(b)(ii)(B) states:

"To remove a student from the cohort, a school or LEA must confirm in writing that the student transferred out, emigrated to another country, or is deceased.

- (1) To confirm that a student transferred out, the school or LEA must have official written documentation that the student enrolled in another school or in an educational program that culminates in the award of a regular high school diploma.
- (2) A student who is retained in grade, enrolls in a General Educational Development (GED) program, or leaves school for any other reason may not be counted as having transferred out for the purpose of calculating graduation rate and must remain in the adjusted cohort."

Cause

Management of the School Corporation had not developed a system of internal controls that would have ensured that the School Corporation complied with Special Tests and Provisions - Annual Report Card, High School Graduation Rate compliance requirement.

Effect

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

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that School Corporation's management develop and implement procedures and establish controls to ensure compliance with the grant agreement and the compliance requirement.

Views of Responsible Officials

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

AUDITEE-PREPARED DOCUMENTS

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



SEYMOUR COMMUNITY SCHOOLS

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SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2013-003 Internal Controls Over Compliance Requirements That Have a Direct and Material Effect To The Child Nutrition Cluster

Fiscal year in which the finding initially occurred: 2013

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

Contact Person Responsible for Corrective Action: Steve Nauman

Contact Phone Number: 812-522-3340

Status of Audit Finding: We now have established an effective internal control system, which includes segregation of duties, related to the grant agreement and one of the compliance requirements that have a direct and material effect to the program. This includes the compliance requirement for reporting.

There is now documentation to indicate that there is oversight over the reporting process. Starting in March 2014, required program reports prepared by the food service department are being reviewed by the Business Manager to verify the accuracy and completeness of the data and information included in the reports prior to submission.

This new internal control system, including segregation of duties, should be designed and operate effectively to provide reasonable assurance that material noncompliance with the grant agreement, or a type of compliance requirement of a federal program will be prevented, detected and corrected, on a timely basis. In order to have an effective internal control system, it is important to have proper segregation of duties. This has been accomplished by making sure proper oversight, reviews, and approvals take place and to have a separation of functions over certain activities related to the program.



(Signature)

TREASURER

(Title)

6-29-17

(Date)



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CORRECTIVE ACTION PLAN

Section II – Financial Statement Findings

FINDING 2015-001

Subject: Internal Controls over Financial Transactions and Reporting

Audit Finding: Material Weakness

Contact Person Responsible for Corrective Action: Steve Nauman, Treasurer
Contact Phone Number: (812) 522-3340

Views of Responsible Official: We concur with the finding

Description of Corrective Action Plan:

Seymour Community Schools will correct the deficiencies in the internal control system related to financial transactions and reporting. The Business Office will separate incompatible activities related to the collection and recording of Corporation receipts.

The Accounts Payable Clerk (AP Clerk) will write and post receipts and also make up deposits for the School Corporation collections. The AP Clerk will run edit reports of the receipts, and the Treasurer or Deputy Treasurer will review the receipts and verify they agree with the deposits. Documentation will be retained to verify that this control procedure has been completed. This documentation will support the expectation of segregation of duties.

Anticipated Completion Date: July 1, 2017

FINDING 2015-002

Subject: Preparation of the Schedule of Expenditures of Federal Awards

Finding: The Finding is a Material Weakness and Material Noncompliance

Contact Person Responsible for Corrective Action: Steve Nauman, Treasurer
Contact Phone Number: (812) 522-3340

Views of Responsible Official: We concur with the finding

Description of Corrective Action Plan:

Seymour Community Schools has implemented a proper system of internal controls to prevent, or detect and correct, errors on the Schedule of Expenditures of Federal Awards (SEFA). The Treasurer will prepare the SEFA, and the Deputy Treasurer will review all information to show evidence that indicates there was oversight, review, approval or other compensating controls in place to verify the accuracy of the information and amounts.

Anticipated Completion Date: July 1, 2016

Section III – Federal Award Findings and Questioned Costs

FINDING 2015-003

Audit Finding: This Finding is a Material Weakness

Contact Person Responsible for Corrective Action: Steve Nauman, Treasurer
Contact Phone Number: (812) 522-3340

Views of Responsible Official: We concur with the finding

Description of Corrective Action Plan:

The Management of Seymour Community Schools has now established an effective internal control system related to the grant agreement and the compliance requirements for Reporting.

The Food Service Director will be responsible for the preparation and submission of the National School Lunch Program Annual Financial Reports and the Sponsor Claim Summary Reports. The Assistant to the Food Service Director will review and sign the reports to show evidence that the Annual Financial Reports and the Sponsor Claim Summary Reports were reviewed to ensure the accuracy and completeness of those reports by someone other than the preparer.

Anticipated Completion Date: July 1, 2017

FINDING 2015-004

Audit Finding: This Finding is a Material Weakness

Contact Person Responsible for Corrective Action: Steve Nauman, Treasurer
Contact Phone Number: (812) 522-3340

Views of Responsible Official: We concur with the finding

Description of Corrective Action Plan:

The management of Seymour Community Schools has established an effective internal control system related to the grant agreement and the compliance requirements for Reporting.

The Corporation Treasurer will be responsible for the preparation and submission of the Final Financial Reports. The Deputy Treasurer will review and verify to show evidence that the Final Financial Reports were reviewed to ensure the accuracy and completeness of those reports by someone other than the preparer. This process will demonstrate internal controls to ensure compliance with the grant agreement and compliance requirements.

Anticipated Completion Date: July 1, 2016

FINDING 2015-005

Audit Finding: This Finding is a Material Weakness and a Compliance Deficiency which caused an Opinion Modifications.

Contact Person Responsible for Corrective Action: Steve Nauman, Treasurer
Contact Phone Number: (812) 522-3340

Views of Responsible Official: We concur with the finding

Description of Corrective Action Plan:

Seymour Community Schools has established an effective internal control system related to the grant agreement and the Allowable Costs/Cost Principles compliance requirements.

Where employees are expected to work solely on a single Federal award or cost objective, charges or 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. There certifications will be prepared at least semiannually and will be signed by the employee or supervisory official having firsthand knowledge of the work performed by the employee."

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

- (a) More than one Federal award,
- (b) A Federal award and a non-Federal award,
- (c) An indirect cost activity and a direct cost activity,
- (d) Two or more indirect activities which are allocated using different allocation bases, or,
- (e) An unallowable activity and a direct or indirect cost activity.

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

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

Anticipated Completion Date: July 1, 2015

FINDING 2015-006

Audit Finding: This Finding is a Material Weakness and a Control Deficiency which caused an Opinion Modification.

Contact Person Responsible for Corrective Action: Steve Nauman, Treasurer
Contact Phone Number: (812) 522-3340

Views of Responsible Official: We concur with the finding

Description of Corrective Action Plan:

Seymour Community Schools has established an effective internal control system related to the grant agreement and the requirements for Eligibility.

The Title I Director prepares and submits the grant application and the Superintendent certifies the application. Controls are in place to ensure that information entered on the grant application is accurately completed. Evidence will be presented for audit to support enrollment and poverty figures of the non-public schools entered in the eligible schools summary in the grant application.

The Management of the School Corporation will follow the policies and procedures that were developed and implemented to ensure that the School Corporation complied with the grant agreement and the compliance requirements for Eligibility.

Anticipated Completion Date: July 1, 2015

FINDING 2015-007

Audit Finding: This Finding is a Material Weakness

Contact Person Responsible for Corrective Action: Steve Nauman, Treasurer
Contact Phone Number: (812) 522-3340

Views of Responsible Official: We concur with the finding

Description of Corrective Action Plan:

The Management of Seymour Community Schools has established an effective internal control system related to the grant agreement and the requirements for Reporting.

The Corporation Treasurer is responsible for the preparation and submission of the Annual Expenditure Reports. The Deputy Treasurer will review the reports to show evidence for audit that the Annual Expenditure Reports were reviewed to ensure the accuracy and completeness of those reports by someone other than the preparer.

This will demonstrate controls exist to support the compliance requirements for Reporting pertaining to all Annual Expenditure Reports submitted.

Anticipated Completion Date: July 1, 2016

FINDING 2015-008

Audit Finding: This Finding is a Material Weakness and a Compliance Deficiency which caused an Opinion Modification.

Contact Person Responsible for Corrective Action: Steve Nauman, Treasurer
Contact Phone Number: (812) 522-3340

Views of Responsible Official: We concur with the finding

Description of Corrective Action Plan:

The Management of the School Corporation has established an effective internal control system related to the grant agreement and the requirements for Special Tests and Provisions – Comparability.

The School Corporation has designed and implemented adequate policies and procedures to ensure comparability reports are being completed and submitted to DOE when required.

Management will maintain supporting documentation of internal control procedures to verify Seymour Community Schools is compliant with the requirements for Special Tests and Provisions – Comparability.

Anticipated Completion Date: July 1, 2015

FINDING 2015-009

Audit Finding: This Finding is a Material Weakness and a Compliance Deficiency which caused an Opinion Modifications.

Contact Person Responsible for Corrective Action: Steve Nauman, Treasurer
Contact Phone Number: (812) 522-3340

Views of Responsible Official: We concur with the finding

Description of Corrective Action Plan:

The Management of the School Corporation has established an effective internal control system related to the grant agreement and the Special Tests and Provisions – Annual Report Card, High School Graduation Rate compliance requirements.

For students who were removed from the graduation cohort, proper supporting documentation will be maintained. The School Corporation will provide official written documentation that the student enrolled in another school when possible

This evidence will help ensure that Seymour Community Schools has complied with the Special Tests and Provisions – Annual Report Card, High School Graduation Rate.

Anticipated Completion Date: August 1, 2017



(Signature)

TREASURER

(Title)

7-19-17

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/>.