

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

NORTHEAST SCHOOL CORPORATION
SULLIVAN COUNTY, INDIANA

July 1, 2013 to June 30, 2015



FILED
09/15/2017

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Vikki Huntworth	07-01-13 to 06-30-18
Superintendent of Schools	Dr. Mark A. Baker	07-01-13 to 06-30-18
President of the School Board	Norman R. Santus	07-01-13 to 12-31-17



STATE OF INDIANA
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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE NORTHEAST SCHOOL CORPORATION, SULLIVAN COUNTY, INDIANA

Report on the Financial Statement

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

Management's Responsibility for the Financial Statement

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

Auditor's Responsibility

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

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

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

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

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

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

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

Opinion on Regulatory Basis of Accounting

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

Other Matters

Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming an opinion on the School Corporation's financial statement. The Combining Schedules of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances - Regulatory Basis, 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 31, 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 31, 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 NORTHEAST SCHOOL CORPORATION, SULLIVAN 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 Northeast School Corporation (School Corporation), which comprises the financial position and results of operations for the period of July 1, 2013 to June 30, 2015, and the related notes to the financial statement, and have issued our report thereon dated July 31, 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.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statement will not be prevented, or detected and corrected, on a timely basis. A significant deficiency is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.


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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School Corporation's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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 31, 2017

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FINANCIAL STATEMENT AND ACCOMPANYING NOTES

The financial statement and accompanying notes were approved by management of the School Corporation. The financial statement and notes are presented as intended by the School Corporation.

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

Fund	Cash and Investments 07-01-13	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-14	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-15
General	\$ 1,186,748	\$ 8,484,771	\$ 8,573,344	\$ -	\$ 1,098,175	\$ 6,339,659	\$ 6,112,033	\$ 1	\$ 1,325,802
Debt Service	347,575	938,754	703,239	-	583,090	1,056,339	984,285	(17,480)	637,664
Retirement/Severance Bond Debt Service	273,603	406,109	596,430	-	83,282	352,460	397,097	(6,034)	32,611
Capital Projects	587,840	1,050,335	1,223,705	(150,000)	264,470	963,109	1,080,674	(1,578)	145,327
School Transportation	601,888	1,179,564	1,545,101	-	236,351	1,155,312	907,087	(1,820)	482,756
School Bus Replacement	4,678	77,748	-	-	82,426	31,893	-	(80,130)	34,189
Rainy Day	84,073	88,100	-	150,000	322,173	-	-	80,000	402,173
Retirement/Severance Bond 620	164,367	-	95,443	-	68,924	-	48,595	-	20,329
Construction Fund 2013	541,704	475	508,064	-	34,115	-	34,115	-	-
School Lunch	(24,730)	543,619	625,211	-	(106,322)	514,970	678,187	-	(269,539)
Textbook Rental	160,890	118,693	184,828	-	94,755	224,399	93,059	-	226,095
Levy Excess	26,092	-	-	-	26,092	1,842	-	27,041	54,975
Pupil Medical Services	812	-	215	-	597	-	84	-	513
Northeast School Corp. IN. ED. Foundation	-	-	-	-	-	6,000	-	-	6,000
High Ability Grant 2012-2013	4,282	-	4,282	-	-	-	-	-	-
High Ability Grant 2014-2015	-	-	-	-	-	30,059	30,059	-	-
High Ability Grant 2010-2011	-	29,458	24,897	-	4,561	-	4,562	-	(1)
STAA Grant - Common School	-	5,605	5,605	-	-	-	-	-	-
Medicaid Reimbursement	4,485	4,005	252	-	8,238	2,719	11,096	-	(139)
School Technology	2,492	37,569	49,582	-	(9,521)	76,431	67,346	-	(436)
Insurance Loss - NCSH	-	180,503	178,650	-	1,853	-	1,023	-	830
North Central Library Grant	-	20,000	20,000	-	-	-	-	-	-
Insurance Loss - HES	-	30,097	30,097	-	-	-	-	-	-
ISTA Settlement	-	1,055,606	207,842	-	847,764	-	835,837	-	11,927
Title I 2015-2016	-	196,791	264,861	-	(68,070)	77,728	9,656	-	2
Title I 2010-2011	(45,291)	74,750	29,459	-	-	172,184	246,441	-	(74,257)
A.A.E. Grant 2012-2013	2,500	-	1,296	-	1,204	-	900	-	304
Improving Teaching Quality, No Child Left, Title II, Part A	-	-	-	-	-	54,283	58,909	-	(4,626)
Title II 2012-2013	(4,095)	7,481	3,386	-	-	-	-	-	-
Title II Part A FY 2012	-	60,983	65,609	-	(4,626)	13,879	9,253	-	-
Rural Schools and Low Income Program - Pass Through State	(4,410)	10,778	6,368	-	-	-	-	-	-
Rural/Low Income School FY12	-	9,758	9,758	-	-	17,560	17,560	-	-
Payroll Withholdings	-	2,072,064	2,072,064	-	-	1,519,147	1,519,147	-	-
Totals	\$ 3,915,503	\$ 16,683,616	\$ 17,029,588	\$ -	\$ 3,569,531	\$ 12,609,973	\$ 13,147,005	\$ -	\$ 3,032,499

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

NORTHEAST SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

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

B. Basis of Accounting

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

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

C. Cash and Investments

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

D. Receipts

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

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

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

NORTHEAST SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

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

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

E. Disbursements

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

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

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

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

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

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

Nonprogrammed charges. Amounts disbursed for donations to foundations, securities purchased, indirect costs, scholarships, and self-insurance payments.

F. Other Financing Sources and Uses

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

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

NORTHEAST SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

G. Fund Accounting

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

Note 2. Budgets

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

Note 3. Property Taxes

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

Note 4. Deposits and Investments

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

NORTHEAST SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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

Note 5. Risk Management

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

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

Note 6. Pension Plans

A. Public Employees' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

NORTHEAST SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

B. Teachers' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

Note 7. Cash Balance Deficits

The financial statement contains several funds with deficits in cash. This is a result of the funds being set up for reimbursable grants. The reimbursements for expenditures made by the School Corporation were not received by June 30, 2014 and 2015.

Note 8. Holding Corporation

The School Corporation has entered into capital leases with NE Sullivan Multi School Bldg. (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessor has been determined to be a related-party of the School Corporation. Lease payments during the years 2014 and 2015 totaled \$645,500 and \$880,500, respectively.

OTHER INFORMATION - UNAUDITED

The School Corporation's Financial Reports can be found on the Indiana Department of Education website: <http://mustang.doe.state.in.us/TRENDS/fin.cfm>. 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.

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

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day
Cash and investments - beginning	\$ 1,186,748	\$ 347,575	\$ 273,603	\$ 587,840	\$ 601,888	\$ 4,678	\$ 84,073
Receipts:							
Local sources	124,355	888,754	356,109	1,000,335	1,129,564	77,748	-
Intermediate sources	308	-	-	-	-	-	-
State sources	8,358,461	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Temporary loans	-	50,000	50,000	50,000	50,000	-	-
Other receipts	1,647	-	-	-	-	-	88,100
Total receipts	8,484,771	938,754	406,109	1,050,335	1,179,564	77,748	88,100
Disbursements:							
Instruction	5,935,228	-	-	-	-	-	-
Support services	2,460,388	-	-	656,039	1,045,101	-	-
Noninstructional services	177,728	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	317,666	-	-	-
Debt service	-	703,239	596,430	250,000	500,000	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	8,573,344	703,239	596,430	1,223,705	1,545,101	-	-
Excess (deficiency) of receipts over disbursements	(88,573)	235,515	(190,321)	(173,370)	(365,537)	77,748	88,100
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	150,000
Transfers out	-	-	-	(150,000)	-	-	-
Total other financing sources (uses)	-	-	-	(150,000)	-	-	150,000
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(88,573)	235,515	(190,321)	(323,370)	(365,537)	77,748	238,100
Cash and investments - ending	\$ 1,098,175	\$ 583,090	\$ 83,282	\$ 264,470	\$ 236,351	\$ 82,426	\$ 322,173

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

	Retirement/ Severance Bond 620	Construction Fund 2013	School Lunch	Textbook Rental	Levy Excess	Pupil Medical Services	Northeast Schools Corp. IN. ED. Foundation
Cash and investments - beginning	\$ 164,367	\$ 541,704	\$ (24,730)	\$ 160,890	\$ 26,092	\$ 812	\$ -
Receipts:							
Local sources	-	475	175,988	61,592	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	4,845	56,951	-	-	-
Federal sources	-	-	362,546	-	-	-	-
Temporary loans	-	-	-	-	-	-	-
Other receipts	-	-	240	150	-	-	-
Total receipts	-	475	543,619	118,693	-	-	-
Disbursements:							
Instruction	-	-	-	-	-	-	-
Support services	95,443	-	1,452	184,828	-	215	-
Noninstructional services	-	-	623,759	-	-	-	-
Facilities acquisition and construction	-	508,064	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	95,443	508,064	625,211	184,828	-	215	-
Excess (deficiency) of receipts over disbursements	(95,443)	(507,589)	(81,592)	(66,135)	-	(215)	-
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(95,443)	(507,589)	(81,592)	(66,135)	-	(215)	-
Cash and investments - ending	\$ 68,924	\$ 34,115	\$ (106,322)	\$ 94,755	\$ 26,092	\$ 597	\$ -

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

	High Ability Grant 2012-2013	High Ability Grant 2014-2015	High Ability Grant 2010-2011	STAA Grant - Common School	Medicaid Reimbursement	School Technology	Insurance Loss - NCSH
Cash and investments - beginning	\$ 4,282	\$ -	\$ -	\$ -	\$ 4,485	\$ 2,492	\$ -
Receipts:							
Local sources	-	-	-	-	-	24,495	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	29,458	5,605	-	-	-
Federal sources	-	-	-	-	4,005	-	-
Temporary loans	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	13,074	180,503
Total receipts	-	-	29,458	5,605	4,005	37,569	180,503
Disbursements:							
Instruction	4,282	-	24,897	-	-	-	-
Support services	-	-	-	5,605	252	30,097	178,650
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	19,485	-
Debt service	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	4,282	-	24,897	5,605	252	49,582	178,650
Excess (deficiency) of receipts over disbursements	(4,282)	-	4,561	-	3,753	(12,013)	1,853
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(4,282)	-	4,561	-	3,753	(12,013)	1,853
Cash and investments - ending	\$ -	\$ -	\$ 4,561	\$ -	\$ 8,238	\$ (9,521)	\$ 1,853

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

	North Central Library Grant	Insurance Loss - HES	ISTA Settlement	Title I 2015-2016	Title I 2010-2011	A.A.E. Grant 2012-2013	Improving Teaching Quality, No Child Left, Title II, Part A
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ (45,291)	\$ 2,500	\$ -
Receipts:							
Local sources	20,000	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	196,791	74,750	-	-
Temporary loans	-	-	-	-	-	-	-
Other receipts	-	30,097	1,055,606	-	-	-	-
Total receipts	20,000	30,097	1,055,606	196,791	74,750	-	-
Disbursements:							
Instruction	-	-	168,342	215,386	24,608	1,296	-
Support services	20,000	30,097	39,500	49,475	4,851	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	20,000	30,097	207,842	264,861	29,459	1,296	-
Excess (deficiency) of receipts over disbursements	-	-	847,764	(68,070)	45,291	(1,296)	-
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	847,764	(68,070)	45,291	(1,296)	-
Cash and investments - ending	\$ -	\$ -	\$ 847,764	\$ (68,070)	\$ -	\$ 1,204	\$ -

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

	Title II 2012-2013	Title II Part A FY 2012	Rural Schools and Low Income Program - Pass Through State	Rural/ Low Income School FY12	Payroll Withholdings	Totals
Cash and investments - beginning	\$ (4,095)	\$ -	\$ (4,410)	\$ -	\$ -	\$ 3,915,503
Receipts:						
Local sources	-	-	-	-	-	3,859,415
Intermediate sources	-	-	-	-	-	308
State sources	-	-	-	-	-	8,455,320
Federal sources	7,481	60,983	10,778	9,758	-	727,092
Temporary loans	-	-	-	-	-	200,000
Other receipts	-	-	-	-	2,072,064	3,441,481
Total receipts	<u>7,481</u>	<u>60,983</u>	<u>10,778</u>	<u>9,758</u>	<u>2,072,064</u>	<u>16,683,616</u>
Disbursements:						
Instruction	3,386	65,609	-	-	-	6,443,034
Support services	-	-	6,368	9,758	-	4,818,119
Noninstructional services	-	-	-	-	-	801,487
Facilities acquisition and construction	-	-	-	-	-	845,215
Debt service	-	-	-	-	-	2,049,669
Nonprogrammed charges	-	-	-	-	2,072,064	2,072,064
Total disbursements	<u>3,386</u>	<u>65,609</u>	<u>6,368</u>	<u>9,758</u>	<u>2,072,064</u>	<u>17,029,588</u>
Excess (deficiency) of receipts over disbursements	<u>4,095</u>	<u>(4,626)</u>	<u>4,410</u>	<u>-</u>	<u>-</u>	<u>(345,972)</u>
Other financing sources (uses):						
Transfers in	-	-	-	-	-	150,000
Transfers out	-	-	-	-	-	(150,000)
Total other financing sources (uses)	<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>4,095</u>	<u>(4,626)</u>	<u>4,410</u>	<u>-</u>	<u>-</u>	<u>(345,972)</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ (4,626)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,569,531</u>

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

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day
Cash and investments - beginning	\$ 1,098,175	\$ 583,090	\$ 83,282	\$ 264,470	\$ 236,351	\$ 82,426	\$ 322,173
Receipts:							
Local sources	123,142	1,056,339	352,460	962,622	1,153,762	31,893	-
Intermediate sources	269	-	-	-	-	-	-
State sources	6,207,561	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Other receipts	8,687	-	-	487	1,550	-	-
Total receipts	<u>6,339,659</u>	<u>1,056,339</u>	<u>352,460</u>	<u>963,109</u>	<u>1,155,312</u>	<u>31,893</u>	<u>-</u>
Disbursements:							
Instruction	4,037,152	-	-	-	-	-	-
Support services	1,964,681	-	-	591,237	857,087	-	-
Noninstructional services	110,200	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	439,437	-	-	-
Debt service	-	984,285	397,097	50,000	50,000	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	<u>6,112,033</u>	<u>984,285</u>	<u>397,097</u>	<u>1,080,674</u>	<u>907,087</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>227,626</u>	<u>72,054</u>	<u>(44,637)</u>	<u>(117,565)</u>	<u>248,225</u>	<u>31,893</u>	<u>-</u>
Other financing sources (uses):							
Sale of capital assets	1	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	80,000
Transfers out	-	(17,480)	(6,034)	(1,578)	(1,820)	(80,130)	-
Total other financing sources (uses)	<u>1</u>	<u>(17,480)</u>	<u>(6,034)</u>	<u>(1,578)</u>	<u>(1,820)</u>	<u>(80,130)</u>	<u>80,000</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>227,627</u>	<u>54,574</u>	<u>(50,671)</u>	<u>(119,143)</u>	<u>246,405</u>	<u>(48,237)</u>	<u>80,000</u>
Cash and investments - ending	<u>\$ 1,325,802</u>	<u>\$ 637,664</u>	<u>\$ 32,611</u>	<u>\$ 145,327</u>	<u>\$ 482,756</u>	<u>\$ 34,189</u>	<u>\$ 402,173</u>

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

	Retirement/ Severance Bond 620	Construction Fund 2013	School Lunch	Textbook Rental	Levy Excess	Pupil Medical Services	Northeast Schools Corp. IN. ED. Foundation
Cash and investments - beginning	\$ 68,924	\$ 34,115	\$ (106,322)	\$ 94,755	\$ 26,092	\$ 597	\$ -
Receipts:							
Local sources	-	-	194,932	48,113	1,842	-	6,000
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	4,338	176,236	-	-	-
Federal sources	-	-	315,625	-	-	-	-
Other receipts	-	-	75	50	-	-	-
Total receipts	<u>-</u>	<u>-</u>	<u>514,970</u>	<u>224,399</u>	<u>1,842</u>	<u>-</u>	<u>6,000</u>
Disbursements:							
Instruction	-	-	-	-	-	-	-
Support services	48,595	-	647	93,059	-	84	-
Noninstructional services	-	-	677,540	-	-	-	-
Facilities acquisition and construction	-	34,115	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	<u>48,595</u>	<u>34,115</u>	<u>678,187</u>	<u>93,059</u>	<u>-</u>	<u>84</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(48,595)</u>	<u>(34,115)</u>	<u>(163,217)</u>	<u>131,340</u>	<u>1,842</u>	<u>(84)</u>	<u>6,000</u>
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	27,041	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>27,041</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(48,595)</u>	<u>(34,115)</u>	<u>(163,217)</u>	<u>131,340</u>	<u>28,883</u>	<u>(84)</u>	<u>6,000</u>
Cash and investments - ending	<u>\$ 20,329</u>	<u>\$ -</u>	<u>\$ (269,539)</u>	<u>\$ 226,095</u>	<u>\$ 54,975</u>	<u>\$ 513</u>	<u>\$ 6,000</u>

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

	High Ability Grant 2012-2013	High Ability Grant 2014-2015	High Ability Grant 2010-2011	STAA Grant - Common School	Medicaid Reimbursement	School Technology	Insurance Loss - NCSH
Cash and investments - beginning	\$ -	\$ -	\$ 4,561	\$ -	\$ 8,238	\$ (9,521)	\$ 1,853
Receipts:							
Local sources	-	-	-	-	-	27,633	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	30,059	-	-	-	-	-
Federal sources	-	-	-	-	2,719	-	-
Other receipts	-	-	-	-	-	48,798	-
Total receipts	-	30,059	-	-	2,719	76,431	-
Disbursements:							
Instruction	-	30,059	4,562	-	-	-	-
Support services	-	-	-	-	11,096	31,533	1,023
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	35,813	-
Debt service	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	-	30,059	4,562	-	11,096	67,346	1,023
Excess (deficiency) of receipts over disbursements	-	-	(4,562)	-	(8,377)	9,085	(1,023)
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	(4,562)	-	(8,377)	9,085	(1,023)
Cash and investments - ending	\$ -	\$ -	\$ (1)	\$ -	\$ (139)	\$ (436)	\$ 830

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

	North Central Library Grant	Insurance Loss - HES	ISTA Settlement	Title I 2015-2016	Title I 2010-2011	A.A.E. Grant 2012-2013	Improving Teaching Quality, No Child Left, Title II, Part A
Cash and investments - beginning	\$ -	\$ -	\$ 847,764	\$ (68,070)	\$ -	\$ 1,204	\$ -
Receipts:							
Local sources	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	77,728	172,184	-	54,283
Other receipts	-	-	-	-	-	-	-
Total receipts	-	-	-	77,728	172,184	-	54,283
Disbursements:							
Instruction	-	-	628,822	3,049	174,979	900	58,909
Support services	-	-	207,015	6,607	71,462	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	-	-	835,837	9,656	246,441	900	58,909
Excess (deficiency) of receipts over disbursements	-	-	(835,837)	68,072	(74,257)	(900)	(4,626)
Other financing sources (uses):							
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	-	-	(835,837)	68,072	(74,257)	(900)	(4,626)
Cash and investments - ending	\$ -	\$ -	\$ 11,927	\$ 2	\$ (74,257)	\$ 304	\$ (4,626)

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

	Title II 2012-2013	Title II Part A FY 2012	Rural Schools and Low Income Program - Pass Through State	Rural/ Low Income School FY12	Payroll Withholdings	Totals
Cash and investments - beginning	\$ -	\$ (4,626)	\$ -	\$ -	\$ -	\$ 3,569,531
Receipts:						
Local sources	-	-	-	-	-	3,958,738
Intermediate sources	-	-	-	-	-	269
State sources	-	-	-	-	-	6,418,194
Federal sources	-	13,879	-	17,560	-	653,978
Other receipts	-	-	-	-	1,519,147	1,578,794
Total receipts	-	13,879	-	17,560	1,519,147	12,609,973
Disbursements:						
Instruction	-	9,253	-	-	-	4,947,685
Support services	-	-	-	17,560	-	3,901,686
Noninstructional services	-	-	-	-	-	787,740
Facilities acquisition and construction	-	-	-	-	-	509,365
Debt service	-	-	-	-	-	1,481,382
Nonprogrammed charges	-	-	-	-	1,519,147	1,519,147
Total disbursements	-	9,253	-	17,560	1,519,147	13,147,005
Excess (deficiency) of receipts over disbursements	-	4,626	-	-	-	(537,032)
Other financing sources (uses):						
Sale of capital assets	-	-	-	-	-	1
Transfers in	-	-	-	-	-	107,041
Transfers out	-	-	-	-	-	(107,042)
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	4,626	-	-	-	(537,032)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,032,499

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NORTHEAST SCHOOL CORPORATION
SCHEDULE OF PAYABLES AND RECEIVABLES
June 30, 2015

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	<u>\$ -</u>	<u>\$ 78,884</u>

NORTHEAST SCHOOL CORPORATION
SCHEDULE OF LEASES AND DEBT
June 30, 2015

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
NE Sullivan Multi School Bldg.	Refinancing of Northeast Sullivan Multi-School Building Corporation 2011	\$ 410,000	1/15/2012	1/15/2018
NE Sullivan Multi School Bldg.	Phase I Energy Savings Contract 2013A	235,000	6/30/2014	7/15/2023
NE Sullivan Multi School Bldg.	Phase II Energy Savings Contract 2013B	<u>235,000</u>	7/15/2014	7/15/2023
Total of annual lease payments		<u>\$ 880,000</u>		

Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
General obligation bonds	Pension Bonds	\$ 2,780,000	\$ 342,088
Notes and loans payable	Common School Fund A1586	53,680	27,309
Notes and loans payable	Common School Fund A1662	<u>18,081</u>	<u>12,204</u>
Totals		<u>\$ 2,851,761</u>	<u>\$ 381,601</u>

NORTHEAST SCHOOL CORPORATION
SCHEDULE OF CAPITAL ASSETS
June 30, 2015

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

	<u>Ending Balance</u>
Governmental activities:	
Land	\$ 22,017
Infrastructure	686,752
Buildings	11,813,200
Improvements other than buildings	1,341,807
Machinery, equipment, and vehicles	<u>1,618,518</u>
Total capital assets	<u>\$ 15,482,294</u>

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
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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 NORTHEAST SCHOOL CORPORATION, SULLIVAN COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

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

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

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

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

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2015-001 and 2015-003. Our opinion on each major federal program is not modified with respect to these matters.

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

Report on Internal Control over Compliance

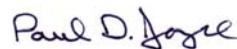
Management of the School Corporation is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the School Corporation's internal control over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

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

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or 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 2015-001, 2015-002, 2015-003, and 2015-004 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

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND ACCOMPANYING NOTES

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

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

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Pass-Through To Subrecipient 06-30-14	Total Federal Awards Expended 06-30-14	Pass-Through To Subrecipient 06-30-15	Total Federal Awards Expended 06-30-15
<u>Department of Agriculture</u>							
Child Nutrition Cluster							
School Breakfast Program	Indiana Department of Education	10.553	FY2014	\$ -	\$ 75,635	\$ -	\$ -
		10.553	FY2015	-	-	-	70,048
Total - School Breakfast Program				-	75,635	-	70,048
National School Lunch Program							
National School Lunch Program	Indiana Department of Education	10.555	FY2014	-	281,696	-	-
Commodities		10.555	FY2015	-	-	-	240,766
		10.555	2014-2015	-	41,671	-	39,583
Total - National School Lunch Program				-	323,367	-	280,349
Summer Food Service Program for Children							
Summer Food Service Program for Children	Indiana Department of Education	10.559	FY2014	-	5,215	-	-
		10.559	FY2015	-	-	-	4,811
Total - Summer Food Service Program for Children				-	5,215	-	4,811
Total - Child Nutrition Cluster				-	404,217	-	355,208
Total - Department of Agriculture				-	404,217	-	355,208
<u>Department of Education</u>							
Title I Grants to Local Educational Agencies							
Title I Grants to Local Educational Agencies	Indiana Department of Education	84.010	FY2014	-	196,791	-	-
		84.010	FY2014	-	74,750	-	-
		84.010	FY2015	-	-	-	77,728
		84.010	FY2015	-	-	-	172,184
Total - Title I Grants to Local Educational Agencies				-	271,541	-	249,912

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

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

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Pass-Through To Subrecipient 06-30-14	Total Federal Awards Expended 06-30-14	Pass-Through To Subrecipient 06-30-15	Total Federal Awards Expended 06-30-15
Department of Education (continued)							
Special Education Cluster (IDEA)							
Special Education_Grants to States	Indiana Department of Education						
FY2012		84.027	14212-24-PN01	-	12,283	-	-
FY2013		84.027	14213-24-PN01	-	110,447	-	1,204
FY2014		84.027	14214-24-PN01	-	189,649	-	125,655
FY2014		84.027	99914-24-PN01	-	5,393	-	-
FY2015		84.027	14215-24-PN01	-	-	-	199,274
Total - Special Education_Grants to States				-	317,772	-	326,133
Special Education_Preschool Grants							
Special Education_Preschool Grants	Indiana Department of Education						
FY2013		84.173	45713-024-PN01	-	4,848	-	-
FY2014		84.173	45714-024-PN01	-	6,674	-	5,218
FY2015		84.173	45715-024-PN01	-	-	-	3,958
Total - Special Education_Preschool Grants				-	11,522	-	9,176
Total - Special Education Cluster (IDEA)				-	329,294	-	335,309
Rural Education							
Rural Education	Indiana Department of Education						
		84.358	FY 2014	-	10,778	-	-
		84.358	FY2014	-	9,758	-	-
		84.358	FY2015	-	-	-	17,560
Total - Rural Education				-	20,536	-	17,560
Improving Teacher Quality State Grants							
Improving Teacher Quality State Grants	Indiana Department of Education						
		84.367	2012-13	-	7,481	-	13,879
		84.367	2014-15	-	60,983	-	54,283
Total - Improving Teacher Quality State Grants				-	68,464	-	68,162
Total - Department of Education				-	689,835	-	670,943
Total federal awards expended				\$ -	\$ 1,094,052	\$ -	\$ 1,026,151

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

NORTHEAST SCHOOL CORPORATION
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Note 1. *Basis of Presentation*

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

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

Note 2. *Summary of Significant Accounting Policies*

Expenditures reported on the SEFA are reported on the cash basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles in OMB Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments*, or the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowed or are limited as to reimbursement. When federal grants are received on a reimbursement basis, the federal awards are considered expended when the reimbursement is received.

Note 3. *Special Education Cooperative*

The School Corporation is a member of the Greene-Sullivan Special Education Cooperative (Cooperative) which operates the Special Education program for the School Corporation. As a result, some activity for the Special Education Cluster (IDEA) that is presented on the Schedule of Expenditures of Federal Awards is not presented as receipts and disbursements in the financial statement for the School Corporation. This activity is reported on the financial statement of the Cooperative.

NORTHEAST SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Section III - Federal Award Findings and Questioned Costs

FINDING 2015-001

Subject: Special Education Cluster (IDEA) - Allowable Costs/Costs Principles

Federal Agency: Department of Education

Federal Programs: Special Education_Grants to States, Special Education_Preschool Grants

CFDA Numbers: 84.027, 84.173

Federal Award Numbers and Years (or Other Identifying Numbers): 14212-024-PN01, 14213-024-PN01,
14214-024-PN01, 99914-024-PN01,
14215-024-PN01, 45713-024-PN01,
45714-024-PN01, 45715-024-PN01

Pass-Through Entity: Indiana Department of Education

Compliance Requirement: Allowable Costs/Cost Principles

Audit Findings: Material Weakness, Other Matter

Condition

The School Corporation was a member of the Greene-Sullivan Special Education Cooperative (Cooperative). The Cooperative operated the Special Education program on behalf of the School Corporation and managed the special education grants. There was no oversight of the Cooperative by the School Corporation. Each member school corporation is ultimately responsible for ensuring compliance with the requirements.

The School Corporation had not established an internal control system to ensure compliance with the Allowable Costs/Cost Principles compliance requirement. The School Corporation failed to keep the necessary documentation relating to Circular A-87 for time and effort reporting. For those employees that were paid entirely from the Special Education program, the Cooperative did not submit the Semi-Annual Certification.

Context

There were no Semi-Annual Certifications completed during the audit period.

Criteria

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

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

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. . . ."

NORTHEAST SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Cause

Management had not developed a system of internal controls that would have ensured the School Corporation complied with the Allowable Costs/Cost Principles compliance requirement concerning time and effort reporting.

Effect

The failure to establish an effective internal control system enabled noncompliance to occur. Non-compliance with the Allowable Costs/Cost Principles compliance requirement could have resulted in the loss of federal funds to the School Corporation.

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that the School Corporation's management establish controls and implement procedures to monitor the Cooperative to ensure compliance with the grant agreement and the Allowable Costs/Cost Principles requirements listed above.

Views of Responsible Officials

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

FINDING 2015-002

Subject: Special Education Cluster (IDEA) - Reporting

Federal Agency: Department of Education

Federal Programs: Special Education_Grants to States, Special Education_Preschool Grants

CFDA Numbers: 84.027, 84.173

Federal Award Numbers and Years (or Other Identifying Numbers): 14212-024-PN01, 14213-024-PN01,
14214-024-PN01, 99914-024-PN01,
45713-024-PN01, 45714-024-PN01

Pass-Through Entity: Indiana Department of Education

Compliance Requirement: Reporting

Audit Finding: Material Weakness

Condition

The School Corporation was a member of the Greene-Sullivan Special Education Cooperative (Cooperative). The Cooperative operated the Special Education program on behalf of the School Corporation and managed the special education grants. There was no oversight of the Cooperative by the School Corporation. Each member school corporation is ultimately responsible for ensuring compliance with the requirements.

NORTHEAST SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Reporting

The School Corporation had not established an effective internal control system over its Special Education program related to the Reporting compliance requirement. Reimbursement Requests were prepared and filed by the Cooperative Treasurer with no oversight, review or approval process, or other compensating control.

Context

Controls did not exist over the compliance requirement of Reporting for Reimbursement Requests for the 2013-2014 school year.

Criteria

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

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

Cause

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

Effect

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

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that the School Corporation's management establish controls and implement procedures to monitor the Cooperative to ensure compliance with the grant agreement and the Reporting requirements listed above.

Views of Responsible Officials

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

NORTHEAST SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

FINDING 2015-003

Subject: Special Education Cluster (IDEA) - Procurement and Suspension and Debarment
Federal Agency: Department of Education
Federal Programs: Special Education_Grants to States, Special Education_Preschool Grants
CFDA Numbers: 84.027, 84.173
Federal Award Numbers and Years (or Other Identifying Numbers): 14213-024-PN01, 14214-024-PN01,
14215-024-PN01, 45714-024-PN01,
45715-024-PN01

Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Procurement and Suspension and Debarment
Audit Findings: Material Weakness, Other Matters

Condition

The School Corporation was a member of the Greene-Sullivan Special Education Cooperative (Cooperative). The Cooperative operated the Special Education program on behalf of the School Corporation and managed the special education grant funds. There was no oversight of the Cooperative by the School Corporation. Each member school corporation is ultimately responsible for ensuring compliance with the requirements.

An effective internal control system was not in place to ensure compliance with requirements related to the grant agreement and the Procurement and Suspension and Debarment compliance requirement.

The School Corporation did not have procedures in place to verify that the vendors were not suspended or debarred or otherwise excluded from or ineligible for participation in federal assistance programs prior to entering into a contract with them.

Context

The School Corporation did not verify that vendors were not suspended or debarred prior to awarding the contracts with 100 percent of applicable vendors for the 2014-2015 school year.

Criteria

2 CFR 180.300 states:

"When you enter into a covered transaction with another person at the next lower tier, you must verify that the person with whom you intend to do business is not excluded or disqualified. You do this by:

- (a) Checking SAM Exclusions; or
- (b) Collecting a certification from that person; or
- (c) Adding a clause or condition to the covered transaction with that person."

NORTHEAST SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

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

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

Cause

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

Effect

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

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that the School Corporation's management establish controls and implement procedures to monitor the Cooperative to ensure compliance with the grant agreement and the Procurement and Suspension and Debarment requirements listed above.

Views of Responsible Officials

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

FINDING 2015-004

Subject: Child Nutrition Cluster - Reporting

Federal Agency: Department of Agriculture

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

CFDA Numbers: 10.553, 10.555, 10.559

Federal Award Numbers and Years (or Other Identifying Numbers): FY2014, FY2015

Pass-Through Entity: Indiana Department of Education

Compliance Requirement: Reporting

Audit Finding: Material Weakness

Condition

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

NORTHEAST SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Reporting

The Food Service Director prepared and submitted the Sponsor Claim (claims for reimbursement) with information obtained from reports generated from the cafeteria software. There was no evidence of an internal control such as oversight, review or approval, or other compensating control.

The Treasurer prepared and submitted the Annual Financial Report with information obtained from the School Corporation's general ledger. There was no evidence of an internal control such as oversight, review or approval, or other compensating control.

Context

There were no internal controls in place over the Reporting compliance requirement throughout the audit period.

Criteria

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

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

Cause

Management had not developed a system of internal controls that would have ensured compliance with the Reporting compliance requirement.

Effect

The failure to establish an effective internal control system placed the School Corporation at risk of noncompliance with the grant agreement and the compliance requirement. A lack of segregation of duties within an internal control system could have also allowed noncompliance with the compliance requirement and allowed the misuse and mismanagement of federal funds and assets by not having proper oversight, reviews, and approvals over the activities of the programs.

Questioned Costs

There were no questioned costs identified.

Recommendation

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

Views of Responsible Officials

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

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AUDITEE-PREPARED DOCUMENT

The subsequent document was provided by management of the School Corporation. The document is presented as intended by the School Corporation.

**Northeast School Corporation
Sullivan County**

406 North Vine Street
P.O. Box 493
HYMERA, INDIANA 47855
Phone 812/383-5761
Fax 812/383-4591

DR. MARK A. BAKER
Superintendent of Schools

VIKKI HUNTWORTH
Treasurer

SHEILA WOODARD
Payroll Secretary

CORRECTIVE ACTION PLAN

FINDING 2015-001

Contact Person Responsible for Corrective Action: Dr. Mark A. Baker
Contact Phone Number: 812-383-5761

We concur with findings.

Description of Corrective Action Plan:

Management of the Northeast School Corporation will work with the Green-Sullivan Special Education Cooperative to establish internal controls that will ensure the Cooperative is in compliance with Allowable Costs / Cost Principles compliance requirements concerning time and effort reporting.

Anticipated Completion Date: August 15, 2017

FINDING 2015-002

Contact Person Responsible for Corrective Action: Dr. Mark A. Baker
Contact Phone Number: 812-383-5761

We concur with findings.

Description of Corrective Action Plan:

Management of the Northeast School Corporation will work with the Green-Sullivan Special Education Cooperative to establish internal controls that will ensure the Cooperative is in compliance with the Reporting compliance requirement concerning reimbursement requests.

Anticipated Completion Date: August 15, 2017

FINDING 2015-003

Contact Person Responsible for Corrective Action: Dr. Mark A. Baker
Contact Phone Number: 812-383-5761

We concur with findings.

Description of Corrective Action Plan:

Management of the Northeast School Corporation will work with the Green-Sullivan Special Education Cooperative to establish internal controls that will ensure the Cooperative is in compliance with Procurement and Suspension and Debarment requirement concerning the approval of contracts only after verifying the vendors were not suspended or debarred.

Anticipated Completion Date: August 15, 2017

FINDING 2015-004

Contact Person Responsible for Corrective Action: Dr. Mark A. Baker
Contact Phone Number: 812-383-5761

We concur with findings.

Description of Corrective Action Plan:

The Treasurer of the Northeast School Corporation will verify each month the claim for reimbursement submitted by the Food Service Director from reports generated from the cafeteria software.

The Superintendent of the Northeast School Corporation will verify the Annual Financial Report with information obtained from the general ledger.

Anticipated Completion Date: August 15, 2017

Dated: July 27, 2017

A handwritten signature in black ink, appearing to read "Mark A. Baker", written over a horizontal line.

Dr. Mark A. Baker, Superintendent

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/>.