

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

NORTH PUTNAM COMMUNITY
SCHOOL CORPORATION
PUTNAM COUNTY, INDIANA

July 1, 2013 to June 30, 2015



FILED
09/19/2017

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Tanya J. Pearson	07-01-13 to 06-30-18
Superintendent of Schools	Daniel A. Noel	07-01-13 to 06-30-18
President of the School Board	John Hays Jill Summerlot John Hays Amber Greene	01-01-13 to 12-31-13 01-01-14 to 12-31-14 01-01-15 to 12-31-16 01-01-17 to 12-31-17



STATE OF INDIANA
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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE NORTH PUTNAM COMMUNITY
SCHOOL CORPORATION, PUTNAM COUNTY, INDIANA

Report on the Financial Statement

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

Management's Responsibility for the Financial Statement

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

Auditor's Responsibility

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

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

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

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

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

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

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

Opinion on Regulatory Basis of Accounting

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

Other Matters

Supplementary Information

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

Other Information

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated August 3, 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

August 3, 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 NORTH PUTNAM COMMUNITY
SCHOOL CORPORATION, PUTNAM 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 North Putnam Community School Corporation (School Corporation), which comprises the financial position and results of operations for the period of July 1, 2013 to June 30, 2015, and the related notes to the financial statement, and have issued our report thereon dated August 3, 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 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. A significant deficiency is a deficiency, or a 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 from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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

August 3, 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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NORTH PUTNAM COMMUNITY SCHOOL CORPORATION
STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Years Ended June 30, 2014 and 2015

Fund	Cash and Investments 07-01-13	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-14	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-15
General	\$ 1,931,799	\$ 9,949,377	\$ 9,752,294	\$ -	\$ 2,128,882	\$ 10,011,455	\$ 9,862,107	\$ -	\$ 2,278,230
Debt Service	857,116	1,328,966	1,337,850	-	848,232	1,385,898	1,539,407	-	694,723
Retirement/Severance	140,142	241,790	235,435	-	146,497	236,163	234,837	-	147,823
Capital Projects	808,296	1,655,426	1,891,919	-	571,803	1,680,865	1,746,378	-	506,290
Transportation Operating	281,791	1,121,812	977,750	-	425,853	1,144,619	921,696	37,659	686,435
School Bus Replacement	172,074	254,666	290,271	-	136,469	245,791	-	-	382,260
Rainy Day	565,357	-	-	-	565,357	-	-	-	565,357
Retirement	663,904	203	85,043	-	579,064	175	123,097	-	456,142
Construction	-	-	1,497,263	1,991,373	494,110	-	494,109	-	1
School Lunch	151,479	832,915	874,652	-	109,742	844,361	899,345	-	54,758
Textbook Rental	28,234	154,791	126,973	-	56,052	156,105	150,381	-	61,776
Levy Excess	37,659	-	-	-	37,659	-	-	(37,659)	-
2011/12 ONT Local	15,027	-	11,107	-	3,920	-	-	-	3,920
Alternative Education	1,835	1,669	-	-	3,504	2,352	5,855	-	1
Early Intervention	-	-	-	-	-	10,000	10,000	-	-
Putnam Co. Foundation Grant	2,217	-	181	-	2,036	-	-	-	2,036
Duke Energy Grant & Rise	6,000	-	-	-	6,000	-	900	-	5,100
Walmart Grant/RD	821	-	260	-	561	1,000	1,000	-	561
Walmart Grant - BB	-	1,700	-	-	1,700	1,400	-	-	3,100
Living to Serve (FFA)	517	-	-	-	517	-	517	-	-
Walmart Grant/ Baker MS	178	-	-	-	178	-	-	-	178
Lowes Grant	6,400	-	5,000	-	1,400	3,790	5,190	-	-
Wellness Program	2,128	20,900	3,405	-	19,623	1,500	21,123	-	-
Gen Youth Foundation/SCTLD	-	3,050	527	-	2,523	-	760	-	1,763
Dairy Optimizer	-	-	-	-	-	1,334	1,334	-	-
High Ability 11-12	7,310	-	7,309	-	1	-	-	-	1
High Ability 2013/14	-	30,440	11,995	-	18,445	-	18,445	-	-
High Ability 2014/15	-	-	-	-	-	30,791	20,901	-	9,890
Education Technology	-	144,642	146,409	-	(1,767)	1,583	(184)	-	-
Drug Free/Pie Coalition 09/10	2,408	-	-	-	2,408	150	-	-	2,558
Medicaid Reimbursement	48,207	13,768	12,303	-	49,672	33,424	26,882	-	56,214
Energy Challenge Award	8,250	-	-	-	8,250	-	-	-	8,250
Language Migrant Program	41	-	-	-	41	-	-	-	41
TDS Grant	58,628	25,422	11,845	-	72,205	24,403	16,705	-	79,903
Elearning Grant	-	-	-	-	-	-	8,484	-	(8,484)
Title I 2012/13	-	23,979	23,979	-	-	-	-	-	-
Title I 2013-14	-	213,227	223,887	-	(10,660)	47,146	36,487	-	(1)
Title I 2014/15	-	-	-	-	-	251,127	262,961	-	(11,834)
Spec Ed 2013	(37,796)	69,920	32,124	-	-	-	-	-	-
School Technology, P.L. 106-55	-	7,374	7,374	-	-	507	-	-	507
Imprv Teacher Quality Title II	-	-	-	-	-	16,000	20,150	-	(4,150)
Payroll Clearing	163,476	2,591,679	2,587,350	-	167,805	2,560,869	2,559,613	-	169,061
Totals	\$ 5,923,498	\$ 18,687,716	\$ 20,154,505	\$ 1,991,373	\$ 6,448,082	\$ 18,692,808	\$ 18,988,480	\$ -	\$ 6,152,410

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

NORTH PUTNAM COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

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

B. Basis of Accounting

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

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

C. Cash and Investments

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

D. Receipts

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

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

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

NORTH PUTNAM COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

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

E. Disbursements

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

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

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

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

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

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

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

F. Other Financing Sources and Uses

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

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

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.

NORTH PUTNAM COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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.

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.

NORTH PUTNAM COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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.

NORTH PUTNAM COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

B. Teachers' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

Note 7. Negative Receipts and Disbursements

The financial statement contains some receipts and/or disbursements which appear as negative entries. This is a result of vendor credits reducing the expenditure amount.

Note 8. Cash Balance Deficits

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

NORTH PUTNAM COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 9. *Holding Corporation*

The School Corporation has entered into capital leases with North Putnam Middle School Building Corp (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 2013-2014 and 2014-2015 school years totaled \$1,162,000 each year.

Note 10. *Subsequent Events*

On September 30, 2015, the School Board agreed to financing with North Salem State Bank in the amount of \$3,448,240 to build a solar farm.

Note 11. *Other Postemployment Benefit*

The School Corporation provides to eligible retirees and their spouses the following benefit: partial payment of premiums for the School Corporation's healthcare plan. This benefit poses a liability to the School Corporation for this year and in future years. Information regarding the benefit 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.

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

	General	Debt Service	Retirement/ Severance	Capital Projects	Transportation Operating	School Bus Replacement	Rainy Day	Retirement
Cash and investments - beginning	\$ 1,931,799	\$ 857,116	\$ 140,142	\$ 808,296	\$ 281,791	\$ 172,074	\$ 565,357	\$ 663,904
Receipts:								
Local sources	72,373	1,328,966	241,790	1,655,426	1,121,812	254,666	-	203
Intermediate sources	1,327	-	-	-	-	-	-	-
State sources	9,875,677	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	<u>9,949,377</u>	<u>1,328,966</u>	<u>241,790</u>	<u>1,655,426</u>	<u>1,121,812</u>	<u>254,666</u>	<u>-</u>	<u>203</u>
Disbursements:								
Instruction	6,736,876	-	-	-	-	-	-	85,043
Support services	2,897,591	-	-	616,862	977,750	290,271	-	-
Noninstructional services	117,827	-	-	-	-	-	-	-
Facilities acquisition and construction	-	140,111	-	1,275,057	-	-	-	-
Debt services	-	1,197,739	235,435	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>9,752,294</u>	<u>1,337,850</u>	<u>235,435</u>	<u>1,891,919</u>	<u>977,750</u>	<u>290,271</u>	<u>-</u>	<u>85,043</u>
Excess (deficiency) of receipts over disbursements	<u>197,083</u>	<u>(8,884)</u>	<u>6,355</u>	<u>(236,493)</u>	<u>144,062</u>	<u>(35,605)</u>	<u>-</u>	<u>(84,840)</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Transfers in	500,000	-	-	-	-	-	-	-
Transfers out	(500,000)	-	-	-	-	-	-	-
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>197,083</u>	<u>(8,884)</u>	<u>6,355</u>	<u>(236,493)</u>	<u>144,062</u>	<u>(35,605)</u>	<u>-</u>	<u>(84,840)</u>
Cash and investments - ending	<u>\$ 2,128,882</u>	<u>\$ 848,232</u>	<u>\$ 146,497</u>	<u>\$ 571,803</u>	<u>\$ 425,853</u>	<u>\$ 136,469</u>	<u>\$ 565,357</u>	<u>\$ 579,064</u>

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

	Construction	School Lunch	Textbook Rental	Levy Excess	2011/12 ONT Local	Alternative Education	Early Intervention
Cash and investments - beginning	\$ -	\$ 151,479	\$ 28,234	\$ 37,659	\$ 15,027	\$ 1,835	\$ -
Receipts:							
Local sources	-	424,023	98,581	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	(9,680)	56,210	-	-	1,669	-
Federal sources	-	418,572	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	-	832,915	154,791	-	-	1,669	-
Disbursements:							
Instruction	-	-	-	-	11,107	-	-
Support services	-	-	126,973	-	-	-	-
Noninstructional services	-	874,652	-	-	-	-	-
Facilities acquisition and construction	1,497,263	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	1,497,263	874,652	126,973	-	11,107	-	-
Excess (deficiency) of receipts over disbursements	(1,497,263)	(41,737)	27,818	-	(11,107)	1,669	-
Other financing sources (uses):							
Proceeds of long-term debt	1,991,373	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	1,991,373	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	494,110	(41,737)	27,818	-	(11,107)	1,669	-
Cash and investments - ending	\$ 494,110	\$ 109,742	\$ 56,052	\$ 37,659	\$ 3,920	\$ 3,504	\$ -

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

	Putnam Co. Foundation Grant	Duke Energy Grant & Rise	Walmart Grant/ RD	Walmart Grant - BB	Living to Serve (FFA)	Walmart Grant/ Baker MS	Lowes Grant
Cash and investments - beginning	\$ 2,217	\$ 6,000	\$ 821	\$ -	\$ 517	\$ 178	\$ 6,400
Receipts:							
Local sources	-	-	-	1,700	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	-	-	-	1,700	-	-	-
Disbursements:							
Instruction	-	-	260	-	-	-	5,000
Support services	181	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	181	-	260	-	-	-	5,000
Excess (deficiency) of receipts over disbursements	(181)	-	(260)	1,700	-	-	(5,000)
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(181)	-	(260)	1,700	-	-	(5,000)
Cash and investments - ending	\$ 2,036	\$ 6,000	\$ 561	\$ 1,700	\$ 517	\$ 178	\$ 1,400

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

	Wellness Program	Gen Youth Foundation/ SCTLD	Dairy Optimizer	High Ability 11-12	High Ability 2013/14	High Ability 2014/15	Education Technology
Cash and investments - beginning	\$ 2,128	\$ -	\$ -	\$ 7,310	\$ -	\$ -	\$ -
Receipts:							
Local sources	20,900	3,050	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	30,440	-	144,642
Federal sources	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	<u>20,900</u>	<u>3,050</u>	<u>-</u>	<u>-</u>	<u>30,440</u>	<u>-</u>	<u>144,642</u>
Disbursements:							
Instruction	3,405	527	-	4,759	11,995	-	-
Support services	-	-	-	2,550	-	-	146,409
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	<u>3,405</u>	<u>527</u>	<u>-</u>	<u>7,309</u>	<u>11,995</u>	<u>-</u>	<u>146,409</u>
Excess (deficiency) of receipts over disbursements	<u>17,495</u>	<u>2,523</u>	<u>-</u>	<u>(7,309)</u>	<u>18,445</u>	<u>-</u>	<u>(1,767)</u>
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>17,495</u>	<u>2,523</u>	<u>-</u>	<u>(7,309)</u>	<u>18,445</u>	<u>-</u>	<u>(1,767)</u>
Cash and investments - ending	<u>\$ 19,623</u>	<u>\$ 2,523</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 18,445</u>	<u>\$ -</u>	<u>\$ (1,767)</u>

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

	Drug Free/ Pie Coalition 09/10	Medicaid Reimbursement	Energy Challenge Award	Language Migrant Program	TDS Grant	Elearning Grant	Title I 2012/13
Cash and investments - beginning	\$ 2,408	\$ 48,207	\$ 8,250	\$ 41	\$ 58,628	\$ -	\$ -
Receipts:							
Local sources	-	-	-	-	25,422	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	13,768	-	-	-	-	-
Federal sources	-	-	-	-	-	-	23,979
Other receipts	-	-	-	-	-	-	-
Total receipts	-	13,768	-	-	25,422	-	23,979
Disbursements:							
Instruction	-	-	-	-	-	-	23,979
Support services	-	12,303	-	-	11,845	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	-	12,303	-	-	11,845	-	23,979
Excess (deficiency) of receipts over disbursements	-	1,465	-	-	13,577	-	-
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	1,465	-	-	13,577	-	-
Cash and investments - ending	\$ 2,408	\$ 49,672	\$ 8,250	\$ 41	\$ 72,205	\$ -	\$ -

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

	Title I 2013-14	Title I 2014/15	Spec Ed 2013	School Technology, P.L. 106-55	Imprv Teacher Quality Title II	Payroll Clearing	Totals
Cash and investments - beginning	\$ -	\$ -	\$ (37,796)	\$ -	\$ -	\$ 163,476	\$ 5,923,498
Receipts:							
Local sources	-	-	-	-	-	-	5,248,912
Intermediate sources	-	-	-	-	-	-	1,327
State sources	-	-	-	-	-	-	10,112,726
Federal sources	213,227	-	69,920	7,374	-	-	733,072
Other receipts	-	-	-	-	-	2,591,679	2,591,679
Total receipts	<u>213,227</u>	<u>-</u>	<u>69,920</u>	<u>7,374</u>	<u>-</u>	<u>2,591,679</u>	<u>18,687,716</u>
Disbursements:							
Instruction	223,887	-	32,124	-	-	-	7,138,962
Support services	-	-	-	-	-	-	5,082,735
Noninstructional services	-	-	-	-	-	-	992,479
Facilities acquisition and construction	-	-	-	7,374	-	-	2,919,805
Debt services	-	-	-	-	-	-	1,433,174
Nonprogrammed charges	-	-	-	-	-	2,587,350	2,587,350
Total disbursements	<u>223,887</u>	<u>-</u>	<u>32,124</u>	<u>7,374</u>	<u>-</u>	<u>2,587,350</u>	<u>20,154,505</u>
Excess (deficiency) of receipts over disbursements	<u>(10,660)</u>	<u>-</u>	<u>37,796</u>	<u>-</u>	<u>-</u>	<u>4,329</u>	<u>(1,466,789)</u>
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	1,991,373
Transfers in	-	-	-	-	-	-	500,000
Transfers out	-	-	-	-	-	-	(500,000)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,991,373</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(10,660)</u>	<u>-</u>	<u>37,796</u>	<u>-</u>	<u>-</u>	<u>4,329</u>	<u>524,584</u>
Cash and investments - ending	<u>\$ (10,660)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 167,805</u>	<u>\$ 6,448,082</u>

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

	General	Debt Service	Retirement/ Severance	Capital Projects	Transportation Operating	School Bus Replacement	Rainy Day	Retirement
Cash and investments - beginning	\$ 2,128,882	\$ 848,232	\$ 146,497	\$ 571,803	\$ 425,853	\$ 136,469	\$ 565,357	\$ 579,064
Receipts:								
Local sources	76,444	1,385,898	236,163	1,680,865	1,144,619	245,791	-	175
Intermediate sources	569	-	-	-	-	-	-	-
State sources	9,934,442	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	<u>10,011,455</u>	<u>1,385,898</u>	<u>236,163</u>	<u>1,680,865</u>	<u>1,144,619</u>	<u>245,791</u>	<u>-</u>	<u>175</u>
Disbursements:								
Instruction	6,618,788	-	-	-	-	-	-	123,097
Support services	3,122,361	-	-	597,444	921,696	-	-	-
Noninstructional services	120,958	-	-	-	-	-	-	-
Facilities acquisition and construction	-	139,911	-	1,148,934	-	-	-	-
Debt services	-	1,399,496	234,837	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>9,862,107</u>	<u>1,539,407</u>	<u>234,837</u>	<u>1,746,378</u>	<u>921,696</u>	<u>-</u>	<u>-</u>	<u>123,097</u>
Excess (deficiency) of receipts over disbursements	<u>149,348</u>	<u>(153,509)</u>	<u>1,326</u>	<u>(65,513)</u>	<u>222,923</u>	<u>245,791</u>	<u>-</u>	<u>(122,922)</u>
Other financing sources (uses):								
Transfers in	-	-	-	-	37,659	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>37,659</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>149,348</u>	<u>(153,509)</u>	<u>1,326</u>	<u>(65,513)</u>	<u>260,582</u>	<u>245,791</u>	<u>-</u>	<u>(122,922)</u>
Cash and investments - ending	<u>\$ 2,278,230</u>	<u>\$ 694,723</u>	<u>\$ 147,823</u>	<u>\$ 506,290</u>	<u>\$ 686,435</u>	<u>\$ 382,260</u>	<u>\$ 565,357</u>	<u>\$ 456,142</u>

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

	Construction	School Lunch	Textbook Rental	Levy Excess	2011/12 ONT Local	Alternative Education	Early Intervention	Putnam Co. Foundation Grant
Cash and investments - beginning	\$ 494,110	\$ 109,742	\$ 56,052	\$ 37,659	\$ 3,920	\$ 3,504	\$ -	\$ 2,036
Receipts:								
Local sources	-	402,630	100,482	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	8,218	55,623	-	-	2,352	10,000	-
Federal sources	-	433,513	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	844,361	156,105	-	-	2,352	10,000	-
Disbursements:								
Instruction	-	-	-	-	-	5,855	-	-
Support services	-	-	150,381	-	-	-	10,000	-
Noninstructional services	-	899,345	-	-	-	-	-	-
Facilities acquisition and construction	494,109	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	494,109	899,345	150,381	-	-	5,855	10,000	-
Excess (deficiency) of receipts over disbursements	(494,109)	(54,984)	5,724	-	-	(3,503)	-	-
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	(37,659)	-	-	-	-
Total other financing sources (uses)	-	-	-	(37,659)	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(494,109)	(54,984)	5,724	(37,659)	-	(3,503)	-	-
Cash and investments - ending	\$ 1	\$ 54,758	\$ 61,776	\$ -	\$ 3,920	\$ 1	\$ -	\$ 2,036

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

	Duke Energy Grant & Rise	Walmart Grant/ RD	Walmart Grant- BB	Living to Serve (FFA)	Walmart Grant/ Baker MS	Lowes Grant	Wellness Program
Cash and investments - beginning	\$ 6,000	\$ 561	\$ 1,700	\$ 517	\$ 178	\$ 1,400	\$ 19,623
Receipts:							
Local sources	-	1,000	1,400	-	-	3,790	1,500
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	-	1,000	1,400	-	-	3,790	1,500
Disbursements:							
Instruction	900	1,000	-	517	-	5,190	21,123
Support services	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	900	1,000	-	517	-	5,190	21,123
Excess (deficiency) of receipts over disbursements	(900)	-	1,400	(517)	-	(1,400)	(19,623)
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	(900)	-	1,400	(517)	-	(1,400)	(19,623)
Cash and investments - ending	\$ 5,100	\$ 561	\$ 3,100	\$ -	\$ 178	\$ -	\$ -

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

	Gen Youth Foundation/ SCTLD	Dairy Optimizer	High Ability 11-12	High Ability 2013/14	High Ability 2014/15	Education Technology	Drug Free/ Pie Coalition 09/10
Cash and investments - beginning	\$ 2,523	\$ -	\$ 1	\$ 18,445	\$ -	\$ (1,767)	\$ 2,408
Receipts:							
Local sources	-	1,334	-	-	-	-	150
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	30,791	1,583	-
Federal sources	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	-	1,334	-	-	30,791	1,583	150
Disbursements:							
Instruction	760	1,334	-	12,095	18,861	-	-
Support services	-	-	-	6,350	2,040	(184)	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	760	1,334	-	18,445	20,901	(184)	-
Excess (deficiency) of receipts over disbursements	(760)	-	-	(18,445)	9,890	1,767	150
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	(760)	-	-	(18,445)	9,890	1,767	150
Cash and investments - ending	\$ 1,763	\$ -	\$ 1	\$ -	\$ 9,890	\$ -	\$ 2,558

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

	Medicaid Reimbursement	Energy Challenge Award	Language Migrant Program	TDS Grant	Elearning Grant	Title I 2012/13	Title I 2013-14
Cash and investments - beginning	\$ 49,672	\$ 8,250	\$ 41	\$ 72,205	\$ -	\$ -	\$ (10,660)
Receipts:							
Local sources	3,203	-	-	24,403	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	30,221	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	47,146
Other receipts	-	-	-	-	-	-	-
Total receipts	<u>33,424</u>	<u>-</u>	<u>-</u>	<u>24,403</u>	<u>-</u>	<u>-</u>	<u>47,146</u>
Disbursements:							
Instruction	-	-	-	-	-	-	36,487
Support services	26,882	-	-	16,705	100	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	8,384	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	<u>26,882</u>	<u>-</u>	<u>-</u>	<u>16,705</u>	<u>8,484</u>	<u>-</u>	<u>36,487</u>
Excess (deficiency) of receipts over disbursements	<u>6,542</u>	<u>-</u>	<u>-</u>	<u>7,698</u>	<u>(8,484)</u>	<u>-</u>	<u>10,659</u>
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>6,542</u>	<u>-</u>	<u>-</u>	<u>7,698</u>	<u>(8,484)</u>	<u>-</u>	<u>10,659</u>
Cash and investments - ending	<u>\$ 56,214</u>	<u>\$ 8,250</u>	<u>\$ 41</u>	<u>\$ 79,903</u>	<u>\$ (8,484)</u>	<u>\$ -</u>	<u>\$ (1)</u>

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

	Title I 2014/15	Spec Ed 2013	School Technology, P.L. 106-55	Imprv Teacher Quality Title II	Payroll Clearing	Totals
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ 167,805	\$ 6,448,082
Receipts:						
Local sources	-	-	-	-	-	5,309,847
Intermediate sources	-	-	-	-	-	569
State sources	-	-	-	-	-	10,073,230
Federal sources	251,127	-	507	16,000	-	748,293
Other receipts	-	-	-	-	2,560,869	2,560,869
Total receipts	<u>251,127</u>	<u>-</u>	<u>507</u>	<u>16,000</u>	<u>2,560,869</u>	<u>18,692,808</u>
Disbursements:						
Instruction	223,384	-	-	-	-	7,069,391
Support services	39,577	-	-	20,150	-	4,913,502
Noninstructional services	-	-	-	-	-	1,020,303
Facilities acquisition and construction	-	-	-	-	-	1,791,338
Debt services	-	-	-	-	-	1,634,333
Nonprogrammed charges	-	-	-	-	2,559,613	2,559,613
Total disbursements	<u>262,961</u>	<u>-</u>	<u>-</u>	<u>20,150</u>	<u>2,559,613</u>	<u>18,988,480</u>
Excess (deficiency) of receipts over disbursements	<u>(11,834)</u>	<u>-</u>	<u>507</u>	<u>(4,150)</u>	<u>1,256</u>	<u>(295,672)</u>
Other financing sources (uses):						
Transfers in	-	-	-	-	-	37,659
Transfers out	-	-	-	-	-	(37,659)
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>(11,834)</u>	<u>-</u>	<u>507</u>	<u>(4,150)</u>	<u>1,256</u>	<u>(295,672)</u>
Cash and investments - ending	<u>\$ (11,834)</u>	<u>\$ -</u>	<u>\$ 507</u>	<u>\$ (4,150)</u>	<u>\$ 169,061</u>	<u>\$ 6,152,410</u>

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

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	<u>\$ 101,531</u>	<u>\$ 24,468</u>

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

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
North Putnam Middle School Building Corp	Renovations	\$ 163,435	6/30/2015	12/31/2028
North Putnam Middle School Building Corp	Renovations	63,226	6/30/2015	12/31/2028
North Putnam Middle School Building Corp	Renovations	253,000	6/30/2015	12/31/2028
North Putnam Middle School Building Corp	Renovations	64,194	12/31/2015	12/31/2034
North Putnam Middle School Building Corp	Qualified School Construction Bond	141,214	1/1/2012	1/30/2026
North Putnam Middle School Building Corp	Renovations	439,500	11/23/1998	7/5/2015
North Putnam Middle School Building Corp	Renovations	<u>283,000</u>	10/1/1999	6/30/2020
Total governmental activities		<u>1,407,569</u>		
Total of annual lease payments		<u>\$ 1,407,569</u>		

Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:			
General obligation bonds	Roachdale HVAC	\$ 2,000,000	\$ 46,315
General obligation bonds	Pension Bond	1,025,000	231,125
Notes and loans payable	Common School Loan / Technology	<u>131,603</u>	<u>30,488</u>
Total governmental activities		<u>3,156,603</u>	<u>307,928</u>
Totals		<u>\$ 3,156,603</u>	<u>\$ 307,928</u>

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

TO: THE OFFICIALS OF THE NORTH PUTNAM COMMUNITY
SCHOOL CORPORATION, PUTNAM COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

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

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

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

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

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 and significant deficiencies.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as item 2015-002 to be a material weakness.

A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as item 2015-001 to be significant deficiencies.

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

August 3, 2017

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND ACCOMPANYING NOTES

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

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

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Pass-Through To Subrecipient 06-30-14	Total Federal Awards Expended 06-30-14	Pass-Through To Subrecipient 06-30-15	Total Federal Awards Expended 06-30-15
Department of Agriculture							
Child Nutrition Cluster							
School Breakfast Program	Indiana Department of Education						
School Breakfast Program		10.553	FY2014	\$ -	\$ 98,911	\$ -	\$ -
School Breakfast Program		10.553	FY2015	-	-	-	108,291
Total - School Breakfast Program				-	98,911	-	108,291
National School Lunch Program							
School Lunch Program	Indiana Department of Education;	10.555	FY2014	-	300,548	-	-
Commodities		10.555	FY2014	-	49,163	-	-
School Lunch Program		10.555	FY2015	-	-	-	314,905
Commodities		10.555	FY2015	-	-	-	48,351
Total - National School Lunch Program				-	349,711	-	363,256
Summer Food Service Program for Children							
School Summer Foods Program	Indiana Department of Education	10.559	FY2014	-	10,502	-	-
School Summer Foods Program		10.559	FY2015	-	-	-	11,381
Total - Summer Food Service Program for Children				-	10,502	-	11,381
Total - Child Nutrition Cluster				-	459,124	-	482,928
Total - Department of Agriculture				-	459,124	-	482,928
Department of Education							
Title I Grants to Local Educational Agencies							
Title I Grant 2012/13	Indiana Department of Education	84.010	FY2013	-	23,979	-	-
Title I Grant 2013/14		84.010	FY2014	-	213,227	-	47,146
Title I Grant 2014/15		84.010	FY2015	-	-	-	251,127
Total - Title I Grants to Local Educational Agencies				-	237,206	-	298,273
Special Education Cluster (IDEA)							
Special Education_Grants to States							
FY 2012 Federal Part B 611	Indiana Department of Education	84.027	14212-048-PN01	-	942	-	-
FY 2013 Federal Part B 611		84.027	14213-048-PN01	-	136,574	-	77
FY 2014 Federal Part B 611		84.027	14214-048-PN01	-	244,638	-	154,475
FY 2015 Federal Part B 611		84.027	14215-048-PN01	-	-	-	258,216
Educational Technology Media and Material for Individuals with Disabilities		84.027	99914-048-TA01	-	4,090	-	3,443
Educational Technology Media and Material for Individuals with Disabilities		84.027	A58-3-13DL-1443	-	69,920	-	-
Total - Special Education_Grants to States				-	456,164	-	416,211
Special Education_Preschool Grants							
FY 2012 Federal Part B 619	Indiana Department of Education	84.173	15712-048-PN01	-	2,751	-	-
FY 2013 Federal Part B 619		84.173	45713-048-PN01	-	14,024	-	1,791
FY 2014 Federal Part B 619		84.173	45714-048-PN01	-	-	-	13,906
Total - Special Education_Preschool Grants				-	16,775	-	15,697
Total - Special Education Cluster (IDEA)				-	710,145	-	730,181
Improving Teacher Quality State Grants							
Title II Grant 2014/16	Indiana Department of Education	84.367	84.367A	-	-	-	16,000
Total - Department of Education				-	710,145	-	746,181
Total federal awards expended				\$ -	\$ 1,169,269	\$ -	\$ 1,229,109

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

NORTH PUTNAM COMMUNITY SCHOOL CORPORATION
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Note 1. *Basis of Presentation*

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

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

Note 2. *Summary of Significant Accounting Policies*

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

Note 3. *Special Education Cooperative*

The School Corporation is a member of the Old National Trail Special Services 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.

NORTH PUTNAM COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I - Summary of Auditor's Results

Financial Statement:

Type of auditor's report issued:	Adverse as to GAAP; Unmodified as to Regulatory Basis
Internal control over financial reporting:	
Material weaknesses identified?	no
Significant deficiencies identified?	none reported
Noncompliance material to financial statement noted?	no

Federal Awards:

Internal control over major programs:	
Material weakness identified?	yes
Significant deficiency identified?	yes
Type of auditor's report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with section .510(a) of OMB Circular A-133?	no

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
84.010	Title I Grants to Local Educational Agencies Special Education Cluster (IDEA)

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

Auditee qualified as low-risk auditee?	no
--	----

Section II - Financial Statement Findings

No matters are reportable.

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

Section III - Federal Award Findings and Questioned Costs

FINDING 2015-001

Subject: Special Education_Grants to States - Equipment and Real Property Management
Federal Agency: Department of Education
Federal Program: Special Education_Grants to States
CFDA Number: 84.027
Federal Award Number and Year (or Other Identifying Number): A58-3-13DL-1443
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Equipment and Real Property Management
Audit Finding: Significant Deficiency

Condition

An effective internal control system was not operating as intended at the School Corporation to ensure compliance with requirements related to the grant agreement and the requirements for the Equipment and Real Property Management compliance requirement.

The School Corporation adopted a policy regarding the maintenance of capital asset records, but did not have a system in place to ensure that all assets and related information was entered on the capital asset records in accordance with the policy.

Context

Internal controls over the Equipment and Real Property Management compliance requirement were not properly implemented 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 did not properly implement an effective system of internal controls that would have ensured compliance with Equipment and Real Property Management requirements or the policy adopted by the School Corporation.

Effect

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

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

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that the School Corporation's management properly implement controls, including segregation of duties, related to the grant agreement and the Equipment and Real Property Management compliance requirement.

Views of Responsible Officials

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

FINDING 2015-002

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): FY2013, FY2014, FY2015
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Eligibility
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 Eligibility compliance requirement.

The School Corporation established eligibility standards for students in the Title I program, based on standardized testing, as required by the Department of Education. Title I teachers made the determination of which students were to receive Title I benefits, in accordance with the standards, but there was no evidence of an internal control such as oversight, review, or approval process over the determinations.

Context

Internal control issues were systemic, occurring throughout the audit period.

Criteria

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

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

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

Cause

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

Effect

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

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that the School Corporation's management establish controls, including segregation of duties, related to the grant agreement and the Eligibility 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 DOCUMENT

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

NORTH PUTNAM COMMUNITY SCHOOL CORPORATION
300 NORTH WASHINGTON STREET
P.O. BOX 169
BAINBRIDGE, INDIANA 46105-0169

PHONE: 765-522-6218

FAX: 765-522-3562

Daniel Noel
Superintendent
dnoel@nputnam.k12.in.us

CORRECTIVE ACTION PLAN

FINDING 2015-001

Contact Person Responsible for Corrective Action: Daniel Noel, Superintendent

Contact Phone Number: 765-522-6218

Views of Responsible Official: We concur with the finding.

Description of Corrective Action Plan:

Our corrective action plan would be to make sure all inventory is logged and tagged before releasing to staff. The inventory will be added to our inventory list, asset tagged and location it is being housed. There will be a list of who is assigned the inventory and checked back in at the end of the school year. The building principal and IT personnel shall be responsible for making sure all assets are returned at the end of the school year. These list will be stored at building level and central office.

Anticipated Completion Date: August 4, 2017

Samy Vance
Corp. Treasurer
8/3/17

Daniel Noel

(Signature)

Supi. of Schools

(Title)

8/3/2017

(Date)

NORTH PUTNAM COMMUNITY SCHOOL CORPORATION
300 NORTH WASHINGTON STREET
P.O. BOX 169
BAINBRIDGE, INDIANA 46105-0169

PHONE: 765-522-6218 FAX: 765-522-3562

Daniel A. Noel, Ed.S.
Superintendent
dnoel@nputnam.k12.in.us

CORRECTIVE ACTION PLAN

FINDING 2015-002

Contact Person Responsible for Corrective Action: Rodney Simpson, Title I Coordinator

Contact Phone Number: 765-522-6233

Views of Responsible Official: We concur with the finding.

Description of Corrective Action Plan:

We will now have evidence of an internal control system such as a sign in sheet that will be dated and put into place. A meeting will occur between Title I staff, classroom teacher, and the principal. Each individual in the meeting will sign the form verifying a conference took place.

Anticipated Completion Date: 8/04/2017

James Vance
Corporation Supervisor
8/3/17

Rodney Simpson

(Signature)
Principal - Title I

(Title)
8-3-17

(Date)

OTHER REPORTS

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