

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

SCHOOL TOWN OF SPEEDWAY
MARION COUNTY, INDIANA

July 1, 2013 to June 30, 2015



FILED
09/26/2017

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Nancy M. Johnson	07-01-13 to 12-31-17
Superintendent of Schools	Kenneth Hull	07-01-13 to 12-31-21
President of the School Board	Dr. Terry E. Reed	07-01-13 to 12-31-13
	William H. Scott	01-01-14 to 12-31-14
	Laura Daghe	01-01-15 to 12-31-15
	Debra Gonzales	01-01-16 to 12-31-16
	Dr. Terry E. Reed	01-01-17 to 12-31-17



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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE SCHOOL TOWN OF SPEEDWAY, MARION COUNTY, INDIANA

Report on the Financial Statement

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

Management's Responsibility for the Financial Statement

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

Auditor's Responsibility

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

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

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

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

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

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

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

Opinion on Regulatory Basis of Accounting

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

Other Matters

Supplementary Information

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

Other Information

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated August 24, 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 24, 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 SCHOOL TOWN OF SPEEDWAY, MARION 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 School Town of Speedway (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 24, 2017, wherein we noted the School Corporation followed accounting practices the Indiana State Board of Accounts prescribes rather than accounting principles generally accepted in the United States of America.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statement, we considered the School Corporation's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the School Corporation's internal control. Accordingly, we do not express an opinion on the effectiveness of the School Corporation's internal control.

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the School Corporation's financial statement will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs as item 2015-001 to be material weakness.

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

Compliance and Other Matters


As part of obtaining reasonable assurance about whether the School Corporation's financial statement is free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Questioned Costs as item 2015-001.

School Town of Speedway's Response to Findings

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

Purpose of This Report

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


Paul D. Joyce, CPA
State Examiner

August 24, 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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SCHOOL TOWN OF SPEEDWAY
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	\$ 4,369,536	\$ 11,659,705	\$ 11,344,213	\$ 119	\$ 4,685,147	\$ 11,987,349	\$ 12,085,613	\$ -	\$ 4,586,883
Referendum Tax Levy	308,543	3,304,075	2,837,840	(410,004)	364,774	3,375,524	2,944,105	(538,790)	257,403
Debt Service	6,667	267,913	12,847	-	261,733	502,008	470,422	(27,424)	265,895
Capital Projects	398,261	1,987,817	2,102,335	-	283,743	1,944,361	1,576,940	-	651,164
School Transportation	13,445	99,363	75,599	-	37,209	101,580	82,455	-	56,334
Rainy Day	271,710	-	188,608	410,004	493,106	-	12,100	331,270	812,276
Construction	355,052	-	316,296	-	38,756	-	250	-	38,506
School Lunch	231,003	792,320	740,264	-	283,059	831,917	859,506	-	255,470
Textbook Rental	234,506	190,586	255,498	12,847	182,441	201,426	66,935	12,372	329,304
Self-Insurance	2,251,389	41,594	-	-	2,292,983	-	-	-	2,292,983
Levy Excess	-	-	-	-	-	-	-	234,944	234,944
Educational License Plates	11,494	206	9,316	-	2,384	263	-	-	2,647
Early Intervention Grant	-	14,969	14,969	-	-	7,965	7,965	-	-
Secured Schools Safety Grant	-	-	-	-	-	66,000	77,000	-	(11,000)
Non-English Speaking Programs P.L. 273-1999	-	17,452	17,452	-	-	17,223	17,223	-	-
School Technology	64,473	37,083	-	-	101,556	43,783	80,602	-	64,737
Performance Based Awards	-	-	-	-	-	73,014	70,505	-	2,509
Medicaid Adm Claiming	-	12,724	12,724	-	-	18,380	18,380	-	-
Project Lead the Way	-	10,000	1,013	-	8,987	15,000	9,452	-	14,535
Health & Hospital Corp Grant	53,951	-	4,743	-	49,208	-	8,079	-	41,129
State High Ability Grant	-	31,101	31,101	-	-	31,338	31,338	-	-
Title I	(28,833)	395,609	389,817	-	(23,041)	457,016	460,253	-	(26,278)
(IDEA, Part B) LEA Capacity Building (Sliver) Grants	(12,813)	333,414	334,309	-	(13,708)	318,833	328,688	-	(23,563)
Special Educ Part B TA Grant	-	-	-	-	-	7,814	7,814	-	-
Improving Teaching Quality, No Child Left, Title II, Part A	-	44,068	44,068	-	-	45,163	45,163	-	-
Title III - Language Instruction	-	20,863	22,361	-	(1,498)	38,522	38,185	-	(1,161)
Title III - WIDA Supplemental	-	-	-	-	-	711	711	-	-
Education Jobs	-	-	-	-	-	-	-	-	-
Payroll Withholdings	39,459	3,561,879	3,599,925	-	1,413	3,722,183	3,723,366	-	230
Totals	\$ 8,567,843	\$ 22,822,741	\$ 22,355,298	\$ 12,966	\$ 9,048,252	\$ 23,807,373	\$ 23,023,050	\$ 12,372	\$ 9,844,947

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

SCHOOL TOWN OF SPEEDWAY
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.

SCHOOL TOWN OF SPEEDWAY
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:

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

SCHOOL TOWN OF SPEEDWAY
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.

SCHOOL TOWN OF SPEEDWAY
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.

SCHOOL TOWN OF SPEEDWAY
NOTES TO FINANCIAL STATEMENT
(Continued)

B. Teachers' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

Note 7. Cash Balance Deficits

The financial statement contains some funds with deficits in cash. This is a result of timing issues with reimbursable grants.

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.

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

	General	Referendum Tax Levy	Debt Service	Capital Projects	School Transportation	Rainy Day	Construction	School Lunch	Textbook Rental	Self- Insurance
Cash and investments - beginning	\$ 4,369,536	\$ 308,543	\$ 6,667	\$ 398,261	\$ 13,445	\$ 271,710	\$ 355,052	\$ 231,003	\$ 234,506	\$ 2,251,389
Receipts:										
Local sources	141,365	3,303,975	267,913	1,987,817	99,363	-	-	252,540	116,148	41,594
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	11,518,054	-	-	-	-	-	-	5,569	74,438	-
Federal sources	-	-	-	-	-	-	-	534,211	-	-
Other receipts	286	100	-	-	-	-	-	-	-	-
Total receipts	<u>11,659,705</u>	<u>3,304,075</u>	<u>267,913</u>	<u>1,987,817</u>	<u>99,363</u>	<u>-</u>	<u>-</u>	<u>792,320</u>	<u>190,586</u>	<u>41,594</u>
Disbursements:										
Instruction	7,246,166	1,689,658	-	-	-	-	-	-	-	-
Support services	4,098,047	789,403	-	1,295,180	75,599	-	-	-	255,498	-
Noninstructional services	-	358,779	-	-	-	-	-	740,264	-	-
Facilities acquisition and construction	-	-	-	807,155	-	188,608	316,296	-	-	-
Debt service	-	-	12,847	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	<u>11,344,213</u>	<u>2,837,840</u>	<u>12,847</u>	<u>2,102,335</u>	<u>75,599</u>	<u>188,608</u>	<u>316,296</u>	<u>740,264</u>	<u>255,498</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>315,492</u>	<u>466,235</u>	<u>255,066</u>	<u>(114,518)</u>	<u>23,764</u>	<u>(188,608)</u>	<u>(316,296)</u>	<u>52,056</u>	<u>(64,912)</u>	<u>41,594</u>
Other financing sources (uses):										
Sale of capital assets	119	-	-	-	-	-	-	-	12,847	-
Transfers in	-	-	-	-	-	410,004	-	-	-	-
Transfers out	-	(410,004)	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>119</u>	<u>(410,004)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>410,004</u>	<u>-</u>	<u>-</u>	<u>12,847</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>315,611</u>	<u>56,231</u>	<u>255,066</u>	<u>(114,518)</u>	<u>23,764</u>	<u>221,396</u>	<u>(316,296)</u>	<u>52,056</u>	<u>(52,065)</u>	<u>41,594</u>
Cash and investments - ending	<u>\$ 4,685,147</u>	<u>\$ 364,774</u>	<u>\$ 261,733</u>	<u>\$ 283,743</u>	<u>\$ 37,209</u>	<u>\$ 493,106</u>	<u>\$ 38,756</u>	<u>\$ 283,059</u>	<u>\$ 182,441</u>	<u>\$ 2,292,983</u>

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

	Levy Excess	Educational License Plates	Early Intervention Grant	Secured Schools Safety Grant	Non-English Speaking Programs P.L. 273-1999	School Technology	Performance Based Awards	Medicaid Adm Claiming	Project Lead the Way	Health & Hospital Corp Grant
Cash and investments - beginning	\$ -	\$ 11,494	\$ -	\$ -	\$ -	\$ 64,473	\$ -	\$ -	\$ -	\$ 53,951
Receipts:										
Local sources	-	-	-	-	-	-	-	12,724	10,000	-
Intermediate sources	-	206	-	-	-	-	-	-	-	-
State sources	-	-	14,969	-	17,452	37,083	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-
Total receipts	-	206	14,969	-	17,452	37,083	-	12,724	10,000	-
Disbursements:										
Instruction	-	-	14,969	-	-	-	-	-	1,013	-
Support services	-	9,316	-	-	17,452	-	-	12,724	-	4,743
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	9,316	14,969	-	17,452	-	-	12,724	1,013	4,743
Excess (deficiency) of receipts over disbursements	-	(9,110)	-	-	-	37,083	-	-	8,987	(4,743)
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	-	(9,110)	-	-	-	37,083	-	-	8,987	(4,743)
Cash and investments - ending	\$ -	\$ 2,384	\$ -	\$ -	\$ -	\$ 101,556	\$ -	\$ -	\$ 8,987	\$ 49,208

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

	State High Ability Grant	Title I	(IDEA, Part B) LEA Capacity Building (Sliver) Grants	Special Educ Part B TA Grant	Improving Teaching Quality, No Child Left, Title II, Part A	Title III - Language Instruction	Title III - WIDA Supplemental	Education Jobs	Payroll Withholdings	Totals
Cash and investments - beginning	\$ -	\$ (28,833)	\$ (12,813)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 39,459	\$ 8,567,843
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	6,233,439
Intermediate sources	-	-	-	-	-	-	-	-	-	206
State sources	31,101	-	-	-	-	-	-	-	-	11,698,666
Federal sources	-	395,609	333,414	-	44,068	20,863	-	-	-	1,328,165
Other receipts	-	-	-	-	-	-	-	-	3,561,879	3,562,265
Total receipts	31,101	395,609	333,414	-	44,068	20,863	-	-	3,561,879	22,822,741
Disbursements:										
Instruction	31,101	127,838	334,309	-	44,068	-	-	-	-	9,489,122
Support services	-	261,979	-	-	-	22,361	-	-	-	6,842,302
Noninstructional services	-	-	-	-	-	-	-	-	-	1,099,043
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	1,312,059
Debt service	-	-	-	-	-	-	-	-	-	12,847
Nonprogrammed charges	-	-	-	-	-	-	-	-	3,599,925	3,599,925
Total disbursements	31,101	389,817	334,309	-	44,068	22,361	-	-	3,599,925	22,355,298
Excess (deficiency) of receipts over disbursements	-	5,792	(895)	-	-	(1,498)	-	-	(38,046)	467,443
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	12,966
Transfers in	-	-	-	-	-	-	-	-	-	410,004
Transfers out	-	-	-	-	-	-	-	-	-	(410,004)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	12,966
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	5,792	(895)	-	-	(1,498)	-	-	(38,046)	480,409
Cash and investments - ending	\$ -	\$ (23,041)	\$ (13,708)	\$ -	\$ -	\$ (1,498)	\$ -	\$ -	\$ 1,413	\$ 9,048,252

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

	General	Referendum Tax Levy	Debt Service	Capital Projects	School Transportation	Rainy Day	Construction	School Lunch	Textbook Rental	Self- Insurance
Cash and investments - beginning	\$ 4,685,147	\$ 364,774	\$ 261,733	\$ 283,743	\$ 37,209	\$ 493,106	\$ 38,756	\$ 283,059	\$ 182,441	\$ 2,292,983
Receipts:										
Local sources	62,597	3,375,449	502,008	1,944,361	101,580	-	-	263,157	123,013	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	11,924,655	-	-	-	-	-	-	5,398	78,413	-
Federal sources	-	-	-	-	-	-	-	563,362	-	-
Other receipts	97	75	-	-	-	-	-	-	-	-
Total receipts	<u>11,987,349</u>	<u>3,375,524</u>	<u>502,008</u>	<u>1,944,361</u>	<u>101,580</u>	<u>-</u>	<u>-</u>	<u>831,917</u>	<u>201,426</u>	<u>-</u>
Disbursements:										
Instruction	7,770,093	1,756,152	-	-	-	-	-	-	-	-
Support services	4,315,520	793,717	-	1,145,006	82,455	12,100	-	-	66,935	-
Noninstructional services	-	394,236	-	-	-	-	-	859,506	-	-
Facilities acquisition and construction	-	-	-	431,934	-	-	250	-	-	-
Debt service	-	-	470,422	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	<u>12,085,613</u>	<u>2,944,105</u>	<u>470,422</u>	<u>1,576,940</u>	<u>82,455</u>	<u>12,100</u>	<u>250</u>	<u>859,506</u>	<u>66,935</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(98,264)</u>	<u>431,419</u>	<u>31,586</u>	<u>367,421</u>	<u>19,125</u>	<u>(12,100)</u>	<u>(250)</u>	<u>(27,589)</u>	<u>134,491</u>	<u>-</u>
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	12,372	-
Transfers in	-	-	-	-	-	331,270	-	-	-	-
Transfers out	-	(538,790)	(27,424)	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>(538,790)</u>	<u>(27,424)</u>	<u>-</u>	<u>-</u>	<u>331,270</u>	<u>-</u>	<u>-</u>	<u>12,372</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(98,264)</u>	<u>(107,371)</u>	<u>4,162</u>	<u>367,421</u>	<u>19,125</u>	<u>319,170</u>	<u>(250)</u>	<u>(27,589)</u>	<u>146,863</u>	<u>-</u>
Cash and investments - ending	<u>\$ 4,586,883</u>	<u>\$ 257,403</u>	<u>\$ 265,895</u>	<u>\$ 651,164</u>	<u>\$ 56,334</u>	<u>\$ 812,276</u>	<u>\$ 38,506</u>	<u>\$ 255,470</u>	<u>\$ 329,304</u>	<u>\$ 2,292,983</u>

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

	Levy Excess	Educational License Plates	Early Intervention Grant	Secured Schools Safety Grant	Non-English Speaking Programs P.L. 273-1999	School Technology	Performance Based Awards	Medicaid Adm Claiming	Project Lead the Way	Health & Hospital Corp Grant
Cash and investments - beginning	\$ -	\$ 2,384	\$ -	\$ -	\$ -	\$ 101,556	\$ -	\$ -	\$ 8,987	\$ 49,208
Receipts:										
Local sources	-	-	-	-	-	-	-	18,380	15,000	-
Intermediate sources	-	263	-	-	-	-	-	-	-	-
State sources	-	-	7,965	66,000	17,223	43,783	73,014	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-
Total receipts	-	263	7,965	66,000	17,223	43,783	73,014	18,380	15,000	-
Disbursements:										
Instruction	-	-	7,965	-	-	-	70,505	-	9,452	-
Support services	-	-	-	77,000	17,223	80,602	-	18,380	-	8,079
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	7,965	77,000	17,223	80,602	70,505	18,380	9,452	8,079
Excess (deficiency) of receipts over disbursements	-	263	-	(11,000)	-	(36,819)	2,509	-	5,548	(8,079)
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	234,944	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	234,944	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	234,944	263	-	(11,000)	-	(36,819)	2,509	-	5,548	(8,079)
Cash and investments - ending	\$ 234,944	\$ 2,647	\$ -	\$ (11,000)	\$ -	\$ 64,737	\$ 2,509	\$ -	\$ 14,535	\$ 41,129

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

	State High Ability Grant	Title I	(IDEA, Part B) LEA Capacity Building (Sliver) Grants	Special Educ Part B TA Grant	Improving Teaching Quality, No Child Left, Title II, Part A	Title III - Language Instruction	Title III - WIDA Supplemental	Education Jobs	Payroll Withholdings	Totals
Cash and investments - beginning	\$ -	\$ (23,041)	\$ (13,708)	\$ -	\$ -	\$ (1,498)	\$ -	\$ -	\$ 1,413	\$ 9,048,252
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	6,405,545
Intermediate sources	-	-	-	-	-	-	-	-	-	263
State sources	31,338	-	-	-	-	-	-	-	-	12,247,789
Federal sources	-	457,016	318,833	7,814	45,163	38,522	711	-	-	1,431,421
Other receipts	-	-	-	-	-	-	-	-	3,722,183	3,722,355
Total receipts	31,338	457,016	318,833	7,814	45,163	38,522	711	-	3,722,183	23,807,373
Disbursements:										
Instruction	31,338	179,450	328,688	7,814	39,732	-	-	-	-	10,201,189
Support services	-	280,803	-	-	5,431	38,185	711	-	-	6,942,147
Noninstructional services	-	-	-	-	-	-	-	-	-	1,253,742
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	432,184
Debt service	-	-	-	-	-	-	-	-	-	470,422
Nonprogrammed charges	-	-	-	-	-	-	-	-	3,723,366	3,723,366
Total disbursements	31,338	460,253	328,688	7,814	45,163	38,185	711	-	3,723,366	23,023,050
Excess (deficiency) of receipts over disbursements	-	(3,237)	(9,855)	-	-	337	-	-	(1,183)	784,323
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	12,372
Transfers in	-	-	-	-	-	-	-	-	-	566,214
Transfers out	-	-	-	-	-	-	-	-	-	(566,214)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	12,372
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(3,237)	(9,855)	-	-	337	-	-	(1,183)	796,695
Cash and investments - ending	\$ -	\$ (26,278)	\$ (23,563)	\$ -	\$ -	\$ (1,161)	\$ -	\$ -	\$ 230	\$ 9,844,947

SCHOOL TOWN OF SPEEDWAY
SCHEDULE OF PAYABLES AND RECEIVABLES
June 30, 2015

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	<u>\$ 473,309</u>	<u>\$ 73,593</u>

SCHOOL TOWN OF SPEEDWAY
 SCHEDULE OF LEASES AND DEBT
 June 30, 2015

Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities: General obligation bonds	High School Renovation	\$ 455,000	\$ 458,425
Totals		<u>\$ 455,000</u>	<u>\$ 458,425</u>

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SCHOOL TOWN OF SPEEDWAY
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:	
Buildings	\$ 59,460,449
Improvements other than buildings	1,290,135
Machinery, equipment, and vehicles	<u>975,801</u>
Total governmental activities	<u>61,726,385</u>
Total capital assets	<u><u>\$ 61,726,385</u></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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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE

TO: THE OFFICIALS OF THE SCHOOL TOWN OF SPEEDWAY, MARION COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

We have audited the School Town of Speedway'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.

Basis for Qualified Opinion on the Child Nutrition Cluster

As described in item 2015-003 in the accompanying Schedule of Findings and Questioned Costs, the School Corporation did not comply with requirements regarding Cash Management that are applicable to its Child Nutrition Cluster. Compliance with such requirements is necessary, in our opinion, for the School Corporation to comply with requirements applicable to that program.

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

Qualified Opinion on the Child Nutrition Cluster

In our opinion, except for the noncompliance described in the *Basis for Qualified Opinion on the Child Nutrition Cluster* paragraph, 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 the Child Nutrition Cluster for the period of July 1, 2013 to June 30, 2015.

Unmodified Opinion on Title I Grants to Local Educational Agencies

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 its other major federal program identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs for the period of July 1, 2013 to June 30, 2015.

Other Matters

The 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 item 2015-004. 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.

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

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

August 24, 2017

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND ACCOMPANYING NOTES

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

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SCHOOL TOWN OF SPEEDWAY
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	Indiana Department of Education						
School Breakfast Program		10.553	5400	\$ -	\$ 90,216	\$ -	\$ 89,166
National School Lunch Program		10.555	5400	-	434,409	-	461,925
School Lunch Commodities		10.555	5400	-	43,717	-	53,648
Total - National School Lunch Program				-	478,125	-	515,572
Summer Food Service Program for Children		10.559	5400	-	9,586	-	12,271
Total - Child Nutrition Cluster				-	577,927	-	617,008
Total - Department of Agriculture				-	577,927	-	617,008
Department of Education							
Special Education Cluster (IDEA)							
Special Education_Grants to States	Indiana Department of Education						
Special Education Part B FY 13		84.027	14214-063-PN01	-	77,692	-	-
Special Education Part B FY 14		84.027	14214-063-PN01	-	243,754	-	98,271
Special Education Part B FY 15		84.027	14214-063-PN01	-	-	-	221,263
Special Education Technical Assistance FY 14		84.027	99914-63-TA01	-	146	-	7,814
Total - Special Education_Grants to States				-	321,592	-	327,348
Special Education_Preschool Grants	Indiana Department of Education						
Special Education Preschool FY14		84.173	45714-063-PN01	-	5,617	-	52
Special Education Preschool FY15		84.173	45714-063-PN01	-	-	-	5,178
Total - Special Education_Preschool Grants				-	5,617	-	5,230
Total - Special Education Cluster (IDEA)				-	327,209	-	332,578
Title I Grants to Local Educational Agencies	Indiana Department of Education						
Title I 2012-2013		84.010	13-5400	-	69,599	-	-
Title I 2013-2014		84.010	14-5400	-	326,010	-	66,611
Title I 2014-2015		84.010	15-5400	-	-	-	390,405
Total - Title I Grants to Local Educational Agencies				-	395,609	-	457,016
English Language Acquisition State Grants	Indiana Department of Education						
Title III Supplemental WIDA		84.365	01113-365-PN01	-	-	-	711
Title III 2013-2015		84.365	01114-075-PN01	-	20,863	-	6,382
Title III 2014-2016		84.365	01115-075-PN01	-	-	-	32,140
Total - English Language Acquisition State Grants				-	20,863	-	39,232
Improving Teacher Quality State Grants	Indiana Department of Education						
Title II Part A		84.367	5400	-	44,068	-	-
Title II Part A		84.367	5400	-	-	-	45,163
Total - Improving Teacher Quality State Grants				-	44,068	-	45,163
Total - Department of Education				-	787,749	-	873,989
Total federal awards expended				\$ -	\$ 1,365,676	\$ -	\$ 1,490,998

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

SCHOOL TOWN OF SPEEDWAY
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.

SCHOOL TOWN OF SPEEDWAY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I - Summary of Auditor's Results

Financial Statement:

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

Federal Awards:

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

Identification of Major Programs:

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

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

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

Section II - Financial Statement Findings

FINDING 2015-001

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

Condition

The School Corporation did not have a proper system of internal control in place to prevent, or detect and correct, errors on the Schedule of Expenditures of Federal Awards (SEFA). Although the School Corporation had procedures in place to provide for a review and approval of information reported on the SEFA, the controls were not effective.

SCHOOL TOWN OF SPEEDWAY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Due to the ineffective controls, the following errors occurred on the SEFA: The Child Nutrition Cluster was not reported, resulting in an understatement of \$1,194,936. The following programs did not properly report the amounts for each project: Special Education_Grants to States, Special Education_Preschool Grants, Title I Grants to Local Educational Agencies, and English Language Acquisition State Grants. Additionally, several of the grants presented on the SEFA had incorrect program names.

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

Context

The errors occurred within each fiscal year listed on the SEFA. The ineffectiveness of the controls was a problem for the entire audit period as the SEFA is prepared once each fiscal year-end.

Criteria

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

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

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

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

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

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

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

SCHOOL TOWN OF SPEEDWAY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

- (1) List individual Federal programs by Federal agency. For Federal programs included in a cluster of programs, list individual Federal programs within a cluster of programs. For R&D, total Federal awards expended shall be shown either by individual award or by Federal agency and major subdivision within the Federal agency. For example, the National Institutes of Health is a major subdivision in the Department of Health and Human Services.
- (2) For Federal awards received as a subrecipient, the name of the pass-through entity and identifying number assigned by the pass-through entity shall be included.
- (3) Provide total Federal awards expended for each individual Federal program and the CFDA number or other identifying number when the CFDA information is not available.
- (4) Include notes that describe the significant accounting policies used in preparing the schedule.
- (5) To the extent practical, pass-through entities should identify in the schedule the total amount provided to subrecipients from each Federal program.
- (6) Include, in either the schedule or a note to the schedule, the value of the Federal awards expended in the form of non-cash assistance, the amount of insurance in effect during the year, and loans or loan guarantees outstanding at year end. While not required, it is preferable to present this information in the schedule."

Cause

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

Effect

Because a proper system of internal control was not in place, material misstatements of the SEFA remained undetected.

Recommendation

We recommended that the School Corporation's management establish effective control procedures and ensure proper reporting of the SEFA.

Views of Responsible Officials

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

SCHOOL TOWN OF SPEEDWAY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Section III - Federal Award Findings and Questioned Costs

FINDING 2015-002

Subject: Title I Grants to Local Educational Agencies - Reporting
Federal Agency: Department of Education
Federal Program: Title I Grants to Local Educational Agencies
CFDA Number: 84.010
Federal Award Numbers and Years (or Other Identifying Numbers): 13-5400, 14-5400, 15-5400
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. A control procedure was in place to ensure compliance with requirements related to the Final Expenditure Report; however, no evidence was provided for audit to document this control procedure.

Context

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

Criteria

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

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

Cause

Management had not developed an effective system of internal controls that would have ensured that all requirements related to the Reporting compliance requirement were met.

Effect

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

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that the School Corporation's management establish controls related to the grant agreement and requirements related to the Reporting compliance requirement to ensure compliance with those requirements.

SCHOOL TOWN OF SPEEDWAY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Views of Responsible Officials

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

FINDING 2015-003

Subject: School Breakfast Program and National School Lunch Program - Cash Management
Federal Agency: Department of Agriculture
Federal Programs: School Breakfast Program, National School Lunch Program
CFDA Numbers: 10.553, 10.555
Federal Award Number and Year (or Other Identifying Number): 5400
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Cash Management
Audit Findings: Material Weakness, Modified Opinion

Condition

Management of the School Corporation had not established an effective internal control system related to its grant agreement and the Cash Management compliance requirement. The School Corporation's ending cash balance (Net Cash Resources) for the food service program exceeded the 3 months average expenditure for all 24 months of the period audited.

Context

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

Criteria

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

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

7 CFR 210.9(b) states in part:

"*Agreement.* Each school food authority approved to participate in the program shall enter into a written agreement with the State agency that may be amended as necessary. . . . This agreement shall provide that each school food authority shall, with respect to participating schools under its jurisdiction: . . .

- (2) Limit its net cash resources to an amount that does not exceed 3 months average expenditures for its nonprofit school food service or such other amount as may be approved in accordance with § 210.19(a); . . ."

SCHOOL TOWN OF SPEEDWAY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

7 CFR 220.7(e) states in part:

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

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

Cause

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

Effect

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

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that the School Corporation's management establish controls to ensure compliance with the grant agreement and the Cash 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 2015-004

Subject: National School Lunch Program - Special Tests and Provisions - Paid Lunch Equity
Federal Agency: Department of Agriculture
Federal Program: National School Lunch Program
CFDA Number: 10.555
Federal Award Number and Year (or Other Identifying Number): 5400
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Special Tests and Provisions - Paid Lunch Equity
Audit Findings: Material Weakness, Other Matters

Condition

Management of the School Corporation had not established an effective internal control system related to Special Tests and Provisions - Paid Lunch Equity. The School Corporation did not meet the required weighted-average lunch price for the 2013-2014 school year. The School Corporation's weighted-average lunch price for the 2013-2014 school year was \$2.33. The required weighted-average lunch price was \$2.36.

SCHOOL TOWN OF SPEEDWAY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Context

The lack of controls and noncompliance occurred during the first year of the period audited.

Criteria

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

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

7 CFR 210.14(e) states in part:

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

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

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

Cause

Management had not developed an effective system of internal controls that would have ensured that all requirements related to paid lunch equity were met.

Effect

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

Questioned Costs

There were no questioned costs identified.

SCHOOL TOWN OF SPEEDWAY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Recommendation

We recommended that the School Corporation's management establish controls to ensure compliance related to the grant agreement and the Special Tests and Provisions - Paid Lunch Equity compliance requirement.

Views of Responsible Officials

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

AUDITEE-PREPARED DOCUMENTS

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

SPEEDWAY PUBLIC SCHOOLS

5335 West 25th Street
SPEEDWAY, IN 46224

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Director of Exceptional
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Carl G. Fisher
Elementary School

TRENTON S. BOROM
Director of Student
Services
Howard J. Lacy II
Speedway High School

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2013-002 Special Tests and Provisions – Paid Lunch Equity

Fiscal year in which the finding initially occurred: 2013

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

Contact Person Responsible for Corrective Action: Nancy Johnson, Corporation Treasurer

Contact Phone Number: 317-244-0236

Status of Audit Finding: On February 17, 2014, Speedway Schools Superintendent Kenneth Hull contacted Elizabeth Schmidt and Juli Shelton of Aramark and Ronda Jones, Cafeteria Supervisor of Speedway Schools, and notified them to raise the school lunch prices effective with the 2014-15 school year. Elementary prices were raised by \$.35 to a price of \$2.65 and secondary lunch prices were raised by \$.15 to a price of \$2.65. These lunch prices were at the State recommended level.

SPEEDWAY PUBLIC SCHOOLS

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Member

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

ADMINISTRATION

KENNETH E. HULL
Superintendent
of Schools

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

PATTI S. BOCK
Assistant
Superintendent

Fiscal year in which the finding initially occurred: 2013
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana
Department of Education

KYLE N. TREBLEY
Principal
Howard J. Lacy II
Speedway High School

Contact Person Responsible for Corrective Action: Nancy Johnson, Corporation
Treasurer

Contact Phone Number: 317-244-0236

JOHN W. DIZNEY
Principal
Speedway Junior
High School

Status of Audit Finding: In February, 2014, Speedway Schools established
internal controls to segregate duties regarding the generation, preparation and
submission of Child Nutrition meal counts for reimbursement from the Indiana
Department of Education.

M. ELIZABETH SNAPP
Principal
Carl G. Fisher
Elementary School

ANTHONY V. GAGLIANO
Principal
Arthur C. Newby
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James A. Allison
Elementary School

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Member

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

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KENNETH E. HULL
Superintendent
of Schools

PATTI S. BOCK
Assistant
Superintendent

KYLE N. TREBLEY
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Howard J. Lacy II
Speedway High School

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TRENTON S. BOROM
Director of Student
Services
Howard J. Lacy II
Speedway High School

***FINDING 2013-004 Activities Allowed or Unallowed And Allowable
Costs/Cost Principles***

Fiscal year in which the finding initially occurred: 2013
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana
Department of Education
Contact Person Responsible for Corrective Action: Nancy Johnson, Corporation
Treasurer
Contact Phone Number: 317-244-0236

Status of Audit Finding: On April 2, 2014 a letter was sent to the Indiana
Department of Education notifying them of the Audit findings concerning the
Education Jobs Fund. On April 21, 2014 a letter was received from the Indiana
Department of Education stating that \$20,186.16 was unallowable expenses and
same amount was returned to the U.S. Department of Education on May 13,
2014, check #15120. Copies of correspondence attached.



(Signature)

Corporation Treasurer

(Title)

July 25, 2017

(Date)

SPEEDWAY PUBLIC SCHOOLS

5335 West 25th Street
SPEEDWAY, IN 46224

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April 2, 2014

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TERRY E. REED
Member

Ms. Kaitlin Boldt
Indiana Department of Education
Office of School Finance
151 West Ohio Street
Indianapolis, IN 46204

ADMINISTRATION

KENNETH E. HULL
Superintendent
of Schools

Kaitlin,

PATTI S. BOCK
Assistant
Superintendent

Find enclosed copies of the School Town of Speedway's recent audit findings in regards to the Education Jobs Fund. I have also enclosed a copy of the Education Jobs Fund Financial Report that was submitted to your office on December 30, 2011.

TIMOTHY D.
McROBERTS
Principal
Howard J. Lacy II
Speedway High School

Per the instructions of the Indiana State Board of Accounts we are notifying you of this finding.

JOHN W. DIZNEY
Principal
Speedway Junior
High School

Please advise if corrections need to be made.

KATHRYN K. RICHARDS
Director of Sp. Ed.
Principal
Carl G. Fisher
Elementary School

Sincerely,



ANTHONY V. GAGLIANO
Principal
Arthur C. Newby
Elementary School

Nancy M. Johnson
Corporation Treasurer

JAY L. BEDWELL
Principal
James A. Allison
Elementary School

Enclosures

BRENDA L. WOLFE
Principal
Frank H. Wheeler
Elementary School



Indiana Department of Education

Glenda Ritz, NBCT
Indiana Superintendent of Public Instruction

April 21, 2014

Mr. Kenneth Hull
School Town of Speedway
5335 W 25th Street
Speedway, IN 46224

Dear Mr. Hull:

We are in receipt of a copy of your Board of Accounts audit for the period July 1, 2011 to June 30, 2013.

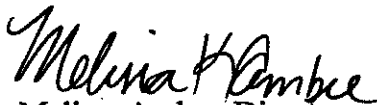
The "Schedule of Findings and Questioned Costs" section of the report contains a notation regarding federal expenditures for unallowable activities. Specifically, the use of Education Jobs funds for salaries to six administrative staff members in the amount of \$20,186.16. The use of Education Jobs funds for general administrative expenses is strictly prohibited pursuant to Public Law 111-226.

Misspent federal funds for the Education Jobs Fund program must be returned to the federal agency through the Indiana Department of Education (IDOE). The returned funds cannot be federal funds and instead must be state or local funds. Please provide us with a check made payable to U.S. Department of Education (USDOE) in the amount of \$20,186.16. IDOE will then forward the funds to USDOE with a letter of explanation. Mail the check to the following address:

Department of Education
Office of School Finance
Attn: LaTrice Akers
115 W. Washington Street, Suite 600
Indianapolis, IN 46204

If you have questions regarding the repayment, please contact me at (317)232-0840.

Sincerely,


Melissa Ambre, Director
Office of School Finance

cc: State Board of Accounts

SPEEDWAY PUBLIC SCHOOLS

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SPEEDWAY, IN 46224

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Assistant
Superintendent

JOHN W. DIZNEY
Assistant
Superintendent

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Principal
Speedway Junior
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TRENTON S. BOROM
Director of Student
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Howard J. Lacy II
Speedway High School

CORRECTIVE ACTION PLAN

FINDING 2015-001

Contact Person Responsible for Corrective Action: Nancy M. Johnson, Treasurer

Contact Phone Number: 317-244-0236

Views of Responsible Official: We concur with the finding

Description of Corrective Action Plan:

1. Future SEFA forms will include the Child Nutrition Cluster
2. Program names will be updated

Anticipated Completion Date: Immediately



(Signature)

Corporation Treasurer

(Title)

August 17, 2017

(Date)

SPEEDWAY PUBLIC SCHOOLS

5335 West 25th Street
SPEEDWAY, IN 46224

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Member

CORRECTIVE ACTION PLAN

FINDING 2015-002

ADMINISTRATION

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Superintendent
of Schools

KYLE N. TREBLEY
Assistant
Superintendent

JOHN W. DIZNEY
Assistant
Superintendent

LUCAS W. ZARTMAN
Principal
Howard J. Lacy II
Speedway High School

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Speedway High School

Contact Person Responsible for Corrective Action: Nancy M. Johnson, Treasurer

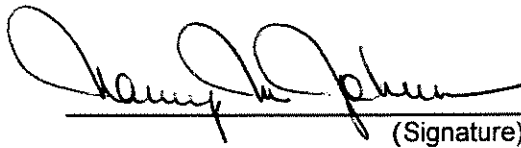
Contact Phone Number: 317-244-0236

Views of Responsible Official: We concur with the finding

Description of Corrective Action Plan:

1. Final Expenditure reports for all Federal Grants will be approved by the School Corporation Treasurer and the Director of Exceptional Learners or the Superintendent of Schools, by either signature or email.

Anticipated Completion Date: Immediately



(Signature)

Corporation Treasurer

(Title)

August 17, 2017

(Date)

SPEEDWAY PUBLIC SCHOOLS

5335 West 25th Street
SPEEDWAY, IN 46224

BOARD OF TRUSTEES

DR. TERRY E. REED
President

MR. LUKE A. BICKEL
Vice President

MR. THOMAS M. SMITH
Secretary

MRS. LAURA B. DAGHE
Member

MRS. DEBRA L. GONZALES
Member

CORRECTIVE ACTION PLAN

FINDING 2015-003

ADMINISTRATION

KENNETH E. HULL
Superintendent
of Schools

KYLE N. TREBLEY
Assistant
Superintendent

JOHN W. DIZNEY
Assistant
Superintendent

LUCAS W. ZARTMAN
Principal
Howard J. Lacy II
Speedway High School

RICK ROSEBROUGH
Principal
Speedway Junior
High School

M. ELIZABETH SNAPP
Principal
Carl G. Fisher
Elementary School

LANCE E. SCHNAUS
Principal
Arthur C. Newby
Elementary School

JAY L. BEDWELL
Principal
James A. Allison
Elementary School

BRENDA L. WOLFE
Principal
Frank H. Wheeler
Elementary School

ANDREA L. McINTOSH
Director of Exceptional
Learners
Carl G. Fisher
Elementary School

TRENTON S. BOROM
Director of Student
Services
Howard J. Lacy II
Speedway High School

Contact Person Responsible for Corrective Action: Kenneth E. Hull, Superintendent

Contact Phone Number: 317-244-0236

Views of Responsible Official: We concur with the finding

Description of Corrective Action Plan:

1. The School Corporation will limit its net cash resources to an amount that does not exceed 3 months average expenditures for its nonprofit school food service or such other amount as may be approved with 210.19(a)

Anticipated Completion Date: Immediately



(Signature)

Superintendent

(Title)

August 17, 2017

(Date)

SPEEDWAY PUBLIC SCHOOLS

5335 West 25th Street
SPEEDWAY, IN 46224

BOARD OF TRUSTEES

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President

MR. LUKE A. BICKEL
Vice President

MR. THOMAS M. SMITH
Secretary

MRS. LAURA B. DAGHE
Member

MRS. DEBRA L. GONZALES
Member

CORRECTIVE ACTION PLAN

FINDING 2015-004

ADMINISTRATION

KENNETH E. HULL
Superintendent
of Schools

KYLE N. TREBLEY
Assistant
Superintendent

JOHN W. DIZNEY
Assistant
Superintendent

LUCAS W. ZARTMAN
Principal
Howard J. Lacy II
Speedway High School

RICK ROSEBROUGH
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Carl G. Fisher
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TRENTON S. BOROM
Director of Student
Services
Howard J. Lacy II
Speedway High School

Contact Person Responsible for Corrective Action: Kenneth E. Hull, Superintendent

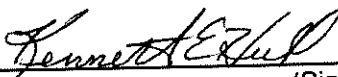
Contact Phone Number: 317-244-0236

Views of Responsible Official: We concur with the finding

Description of Corrective Action Plan:

1. Prior Audit findings were issued in February, 2014 relating to School Lunch prices. The School Corporation raised the school lunch prices effective with the 2014-15 school year to reach the State recommended level.

Anticipated Completion Date: Completed



(Signature)

Superintendent

(Title)

August 17, 2017

(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/>.